



## STRATEGIC DIVESTITURE OF SRILANKAN AIRLINES LIMITED

### **BID BULLETIN NO. 5**

March 13, 2024

#### **TO ALL PROSPECTIVE BIDDERS:**

This Bid Bulletin No. 5 is issued by the Government of Sri Lanka (**GoSL**) through the Ministry of Finance, Economic Stabilization and National Policies, State Owned Enterprises Restructuring Unit pursuant to the decision of Cabinet of Ministers dated March 04, 2024, for providing clarifications relating to SriLankan Airlines Limited (**SLA**), as follows:

#### **Clarifications**

- a) The Cabinet of Ministers by its decision dated March 04, 2024, has approved the transfer of the following liabilities of SLA to GoSL:
  - (i) USD 105 million of Treasury guaranteed debt due to Bank of Ceylon
  - (ii) LKR 12.9 billion of Treasury guaranteed debt due to Bank of Ceylon
  - (iii) USD 105 million of Treasury guaranteed debt due to People's Bank
  - (iv) LKR 18.5 billion of Treasury guaranteed debt due to People's Bank
- b) Consequent to the above, the only component of significant term borrowing that remains in the books of SLA relates to a USD 175 million, 7% 5-year international bond issued in 2019. This bond is also backed by a sovereign guarantee and is due for settlement in June 2024.
- c) The Cabinet of Ministers has also decided that in the event of a ruling in favour of SLA with respect to the arbitration case filed by it against Airbus SE, steps will be taken to transfer proceeds arising from the same to the GoSL.