

# Joint Working Framework (1/2)

## Indicative terms of new bonds under an MLB structure<sup>1,2</sup> (under IMF Baseline)

Instrument type	Bonds instalments	Notional amount at exchange date (US\$m)	Notional at end 2027 (US\$m)	Coupon rate		
				Up to 2027 (cash)	2028-2032 (cash)	2033 onwards (cash)
<b>Past Due Interest<sup>2</sup></b>		<b>1,678</b>				
Plain Vanilla #1 <sup>3</sup>	2024	291	n.a.	4.00%	n.a.	n.a.
	2025	336	n.a.	4.00%	n.a.	n.a.
	2026	336	n.a.	4.00%	n.a.	n.a.
	2027	336	n.a.	4.00%	n.a.	n.a.
	2028	380	n.a.	4.00%	n.a.	n.a.
<b>New bonds instalments</b>		<b>9,036</b>				
MLB #1	2029	650	650	3.50%	3.75%	-
	2030	650	650	3.50%	3.75%	-
MLB #2	2031	900	900	3.75%	4.00%	-
	2032	900	900	3.75%	4.00%	-
	2033	750	750	3.75%	4.00%	8.75%
Plain Vanilla #2 <sup>3</sup>	2034	800	800	4.00%	5.50%	9.25%
	2035	800	800	4.00%	5.50%	9.25%
MLB #3	2036	1,195	1,195	4.00%	4.25%	9.50%
MLB #4	2037	1,196	1,196	4.00%	4.25%	9.75%
	2038	1,196	1,196	4.00%	4.25%	9.75%

- **Accrual start date on 31 March 2024, with first coupon payments due on 30 September 2024 and principal instalments due in March of the relevant year**
- **28% haircut on the nominal amount of existing bonds**
- **11% haircut on PDIs (calculated as of end March 2024)**
- **Consent fee representing c.1.8% of original principal claim (excl. PDIs, US\$ 225m) to be paid upfront**

### Key evolutions of the MLB structure :

- **Adjustment of 2024 payouts (consent fee, PDI, first half coupon)**
- **Reduction of MLB upper bound**
- **Calibration of GDP thresholds**
- **Introduction of a control variable (see next page)**

**Note 1.** Terms calibrated under a DSA based on public debt stock at end-2023

**Note 2.** "PDIs" capitalized into a new instrument, with first amortization and coupon due in September 2024, and final maturity in September 2028. PDIs based on estimated past due interest accumulated at end March-2024, i.e. \$1,889m, with an 11% haircut resulting in a notional amount at exchange date of \$1,678m

**Note 3.** New vanilla bond could potentially be structured (in whole or in part) as a "Governance-Linked Bond", as outlined separately

# Joint Working Framework (2/2)

## Overview of Joint Working Framework MLB adjustment mechanisms

### Overview of GDP thresholds under the updated MLB structure

Baseline	US\$ nominal GDP (avg. 2025-2027, billion)	Adjustments			Control Variable (real GDP cumulative growth in %, 2024-2027)	
		Weighted incremental principal reinstatement <sup>1</sup>	2028 principal (as a % of original claim excluding PDIs)	Weighted average coupon post 2028 <sup>2</sup>	Observed cumulative growth greater than 11.1% (IMF projections)	Observed cumulative growth lower than 11.1% (IMF projections)
GDP threshold #1	100.0	18.1%	85.0%	8.2%	Adjustment activated	No adjustment activated
GDP threshold #2	96.0	18.1%	85.0%	7.2%	Adjustment activated	No adjustment activated
GDP threshold #3	92.0	10.7%	79.7%	6.6%	Adjustment activated	No adjustment activated
IMF baseline	88.6	-	72.0%	6.3%	N/R	N/R
Threshold below IMF baseline #1	86.7	(9.1%)	65.5%	6.3%	No adjustment activated	Adjustment activated
Threshold below IMF baseline #2	84.7	(17.3%)	59.6%	6.3%	No adjustment activated	Adjustment activated

*Additional protection for the authorities with a control variable activating or not the adjustments based on the observed cumulative real GDP growth*

**Note 1.** Triggered by the adjustment (as a % of 2027 principal), weighted averages including the vanilla bond

**Note 2.** Until maturity of the respective series, weighted averages including the vanilla bond

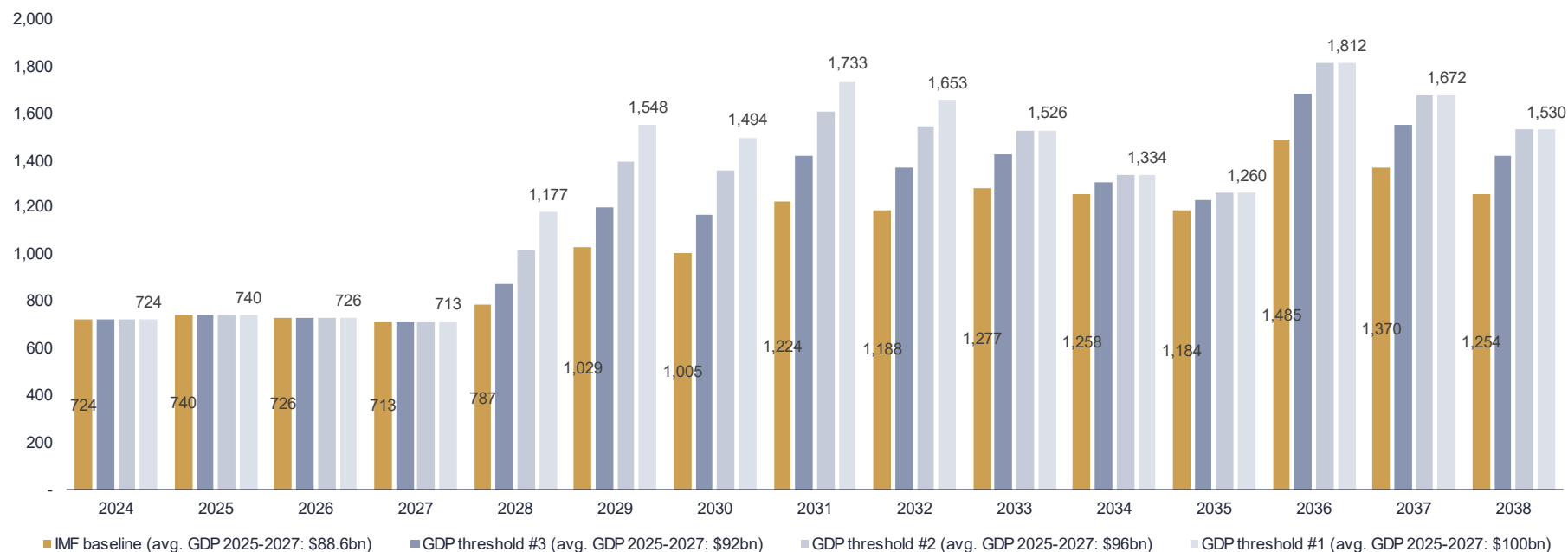
# Appendix

# Debt Service under the Joint Working Framework (1/2)

## Debt service under the Joint Working Framework

US\$m	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037	2038	Total debt service
GDP threshold #1 (avg. GDP 2025-2027: \$100bn)	724	740	726	713	1,177	1,548	1,494	1,733	1,653	1,526	1,334	1,260	1,812	1,672	1,530	<b>19,640</b>
GDP threshold #2 (avg. GDP 2025-2027: \$96bn)	724	740	726	713	1,015	1,393	1,353	1,607	1,544	1,526	1,334	1,260	1,812	1,672	1,530	<b>18,947</b>
GDP threshold #3 (avg. GDP 2025-2027: \$92bn)	724	740	726	713	875	1,199	1,169	1,414	1,369	1,424	1,303	1,229	1,678	1,548	1,417	<b>17,527</b>
<b>IMF baseline (avg. GDP 2025-2027: \$88.6bn)</b>	<b>724</b>	<b>740</b>	<b>726</b>	<b>713</b>	<b>787</b>	<b>1,029</b>	<b>1,005</b>	<b>1,224</b>	<b>1,188</b>	<b>1,277</b>	<b>1,258</b>	<b>1,184</b>	<b>1,485</b>	<b>1,370</b>	<b>1,254</b>	<b>15,963</b>
Below IMF baseline #1 (avg. GDP 2025-2027: \$86.7bn)	724	740	726	713	753	925	904	1,099	1,067	1,153	1,220	1,146	1,322	1,220	1,116	<b>14,827</b>
Below IMF baseline #2 (avg. GDP 2025-2027: \$84.7bn)	724	740	726	713	723	831	812	986	957	1,040	1,185	1,111	1,173	1,083	990	<b>13,794</b>

## Debt service under the IMF baseline relative to debt service under the GDP thresholds above the IMF baseline

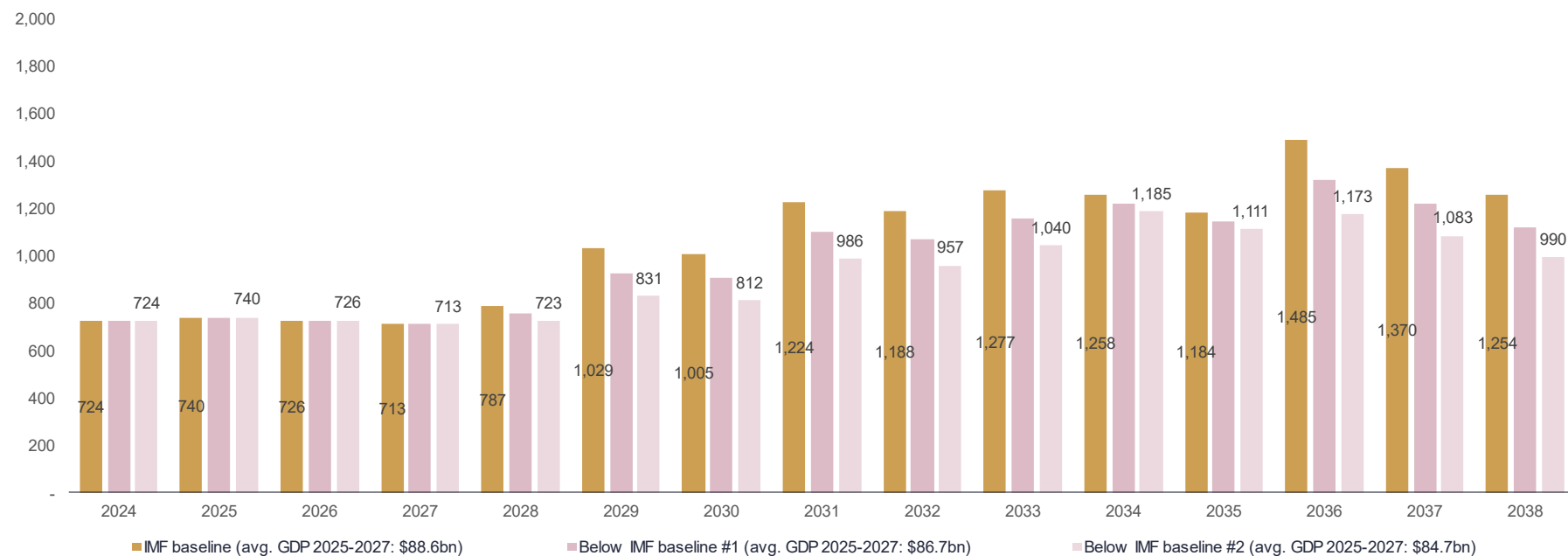


# Debt Service under the Joint Working Framework (2/2)

## Debt service under the Joint Working Framework

US\$m	2024	2025	2026	2027	2028	2029	2030	2031	2032	2033	2034	2035	2036	2037	2038	Total debt service
GDP threshold #1 (avg. GDP 2025-2027: \$100bn)	724	740	726	713	1,177	1,548	1,494	1,733	1,653	1,526	1,334	1,260	1,812	1,672	1,530	<b>19,640</b>
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<b>IMF baseline (avg. GDP 2025-2027: \$88.6bn)</b>	<b>724</b>	<b>740</b>	<b>726</b>	<b>713</b>	<b>787</b>	<b>1,029</b>	<b>1,005</b>	<b>1,224</b>	<b>1,188</b>	<b>1,277</b>	<b>1,258</b>	<b>1,184</b>	<b>1,485</b>	<b>1,370</b>	<b>1,254</b>	<b>15,963</b>
Below IMF baseline #1 (avg. GDP 2025-2027: \$86.7bn)	724	740	726	713	753	925	904	1,099	1,067	1,153	1,220	1,146	1,322	1,220	1,116	<b>14,827</b>
Below IMF baseline #2 (avg. GDP 2025-2027: \$84.7bn)	724	740	726	713	723	831	812	986	957	1,040	1,185	1,111	1,173	1,083	990	<b>13,794</b>

## Debt service under the IMF baseline relative to debt service under the GDP thresholds below the IMF baseline



## Overview of MLB adjustments based on various baselines

Overview of the MLB adjustment mechanism							Adjustments to the terms of the new MLBs, depending on various US\$ nominal GDP thresholds											
Initial Terms at exchange date (calibrated based on the alternative MLB baseline)							Adjustments to the terms of the new MLBs, depending on various US\$ nominal GDP thresholds											
MLB	#	Maturity date	Notional amount at exchange date (US\$m)	Coupon rate			Adjustment below baseline #2 (avg. GDP 2025-2027: \$84.7bn)		Adjustment below baseline #1 (avg. GDP 2025-2027: \$86.7bn)		IMF baseline (avg. GDP 2025-2027: \$88.6bn)		Threshold #3 (avg. GDP 2025-2027: \$92bn)		Threshold #2 (avg. GDP 2025-2027: \$96bn)		Threshold #1 (avg. GDP 2025-2027: \$100bn)	
				Up to 2027 (cash)	2028-2032 (cash)	2033 onwards (cash)	Coupon adjustment (2028-2032) <sup>3</sup>	Additional nominal haircut (2028, % exchanged notional)	Coupon adjustment (2028-2032) <sup>3</sup>	Additional nominal haircut (2028, % exchanged notional)	Coupon adjustment (2028-2032) <sup>3</sup>	Nominal reinstatement (2028, % exchanged notional)	Coupon adjustment (2028-2032) <sup>3</sup>	Nominal reinstatement (2028, % exchanged notional)	Coupon adjustment (2028-2032) <sup>3</sup>	Nominal reinstatement (2028, % exchanged notional)	Coupon adjustment (2028-2032) <sup>3</sup>	Nominal reinstatement (2028, % exchanged notional)
<b>New bonds (excl. PDIs, treated separately<sup>1</sup>)</b>																		
MLB #1	1	2029	650	3.50%	3.75%	-	-	(21%)	-	(11%)	-	-	0.25%	13%	1.25%	22%	3.00%	22%
	2	2030	650	3.50%	3.75%	-	-	(21%)	-	(11%)	-	-	0.25%	13%	1.25%	22%	3.00%	22%
MLB #2	3	2031	900	3.75%	4.00%	-	-	(21%)	-	(11%)	-	-	0.50%	13%	1.75%	22%	3.25%	22%
	4	2032	900	3.75%	4.00%	-	-	(21%)	-	(11%)	-	-	0.50%	13%	1.75%	22%	3.25%	22%
Plain Vanilla #2 <sup>2</sup>	5	2033	750	3.75%	4.00%	8.75%	-	(21%)	-	(11%)	-	-	0.50%	13%	1.75%	22%	3.25%	22%
	6	2034	800	4.00%	5.50%	9.25%	-	-	-	-	-	-	-	-	-	-	-	-
MLB #3	7	2035	800	4.00%	5.50%	9.25%	-	-	-	-	-	-	-	-	-	-	-	-
	8	2036	1,195	4.00%	4.25%	9.50%	-	(21%)	-	(11%)	-	-	0.75%	13%	2.00%	22%	4.00%	22%
MLB #4	9	2037	1,196	4.00%	4.25%	9.75%	-	(21%)	-	(11%)	-	-	0.75%	13%	2.00%	22%	4.00%	22%
	10	2038	1,196	4.00%	4.25%	9.75%	-	(21%)	-	(11%)	-	-	0.75%	13%	2.00%	22%	4.00%	22%
Total / W.Avg			9,036	3.86%			-	(17.28%)	-	(9.05%)	-	-	0.47%	10.70%	1.47%	18.10%	2.94%	18.10%

Note 1. PDIs capitalized into a new shorter-term instrument

Note 2. New vanilla bond potentially structured as a Governance-Linked Bond

Note 3. Coupon adjustment applied over 2028-2032. For series maturing between 2033 and 2038, MLB coupons will revert to their original level from 2033 onwards