



මුදල්, ක්‍රමසම්පාදන සහ ආර්ථික සංවර්ධන අමාත්‍යාංශය
நிதி, திட்டமிடல் மற்றும் பொருளாதார அபிவிருத்தி அமைச்சு
MINISTRY OF FINANCE, PLANNING AND ECONOMIC DEVELOPMENT

මහලේකම් කාර්යාලය, කොළඹ 01,
ශ්‍රී ලංකාව.

செயலகம், கொழும்பு 01.
இலங்கை.

The Secretariat, Colombo 01.
Sri Lanka.

කාර්යාලය } 011 - 2484500
அலுவலகம் } 011 - 2484600
Office } 011 - 2484700

ෆැක්ස් }
தொலைநகல் } 011 - 2449823
Fax }

වෙබ් අඩවිය }
இணையத்தளம் } www.treasury.gov.lk
Website }

මගේ අංකය }
எனது இல. } PDMO/MO/Gen
My No. }

ඔබේ අංකය }
உமது இல. }
Your No. }

දිනය }
திகதி } 21/04/2026
Date }

Sri Lanka Sustains Debt Servicing Momentum Post-Restructuring
Colombo, Sri Lanka – April 21, 2026

Sri Lanka has continued to demonstrate steady progress in restoring investor confidence by sustaining sovereign debt servicing following the completion of its landmark restructuring process. The successful servicing of restructured debt obligations, including International Sovereign Bonds (ISBs), underscores a measured return to debt sustainability after the 2022 default.

Steady progress of sound macro indicators resulting from fiscal discipline and complemented by several factors including structural reforms have facilitated the consolidation of gains arising from debt restructuring.

As of date, Sri Lanka successfully concluded agreements with the Official Creditor Committee and majority of commercial creditors including ISB holders, securing significant debt relief through extended maturities, reduced coupon rates, and other measures that improve the cash flow.

Following the completion of restructuring agreements, Sri Lanka resumed servicing its obligations to bilateral official creditors and commercial creditors including ISB holders. ISBs, which previously accounted for a substantial share of external debt, were exchanged into longer-term, lower-cost instruments, thereby easing repayment pressures.

Post restructuring, the Government has consistently met its obligations on restructured ISBs, including principal repayments relating to Past Due Interest (PDI) bonds. In April 2026, Sri Lanka settled approximately USD 364 million maturing PDI bonds, including the amounts linked to the restructured Sri Lankan Airlines bond, reinforcing its commitment to honoring debt obligations.

In addition, in February 2026, Sri Lanka launched a cash tender offer for the remaining 2022 ISBs and, in March 2026, successfully settled all outstanding amounts owed to bondholders who accepted the offer, further strengthening its post-restructuring debt profile.

This sustained repayment performance reflects the success of the restructuring strategy and the Government's firm commitment to restoring macroeconomic stability and debt sustainability. It also contributes to rebuilding investor confidence and strengthening Sri Lanka's credibility in international financial markets. Improvements in fiscal performance,

enhanced revenue mobilisation, and continued strengthening foreign reserves have further reinforced the country's repayment capacity.

External vulnerabilities such as the impact of cyclone Ditwah and the conflict in the Middle East emphasized the significance of prudent debt management and adherence to reform commitments. Sustained fiscal discipline and the advancement of structural reforms, are critical for long-term debt sustainability and reduce exposure to future economic shocks.

-----End-----

-