



EUROPEAN COMMISSION

EMBARGO ILLIMITÉ

23rd Division
Ministry of Finance
General Accounting Office
37, E. Venizelos str
10165 Athens, Greece

Object: Notice of a Reservation of Rights by the Lenders under the Greek Loan Facility Agreement.

Dear Sirs,

This letter is addressed to the Hellenic Republic by the Commission acting on behalf of and upon request of those Euro Area Member States and KfW who are Lenders in accordance with the Loan Facility Agreement signed on 8 May 2010 with the Hellenic Republic as Borrower (the "Agreement").

In accordance with Article 8(1)(f) of the Agreement, the Lenders, may, by written notice (served by the Commission acting on their behalf) to the Borrower cancel the Facility and/or declare the outstanding principal amount of the Loans to be immediately due and payable, together with accrued interest, if the Borrower does not make timely repurchases from the IMF in relation to the IMF Stand-by Arrangement. Additionally, under Article 8(1)(2) of the Agreement, the Lenders may, but are not obliged to, exercise their rights under Article 8 of the Agreement and may also exercise them only in part without prejudice to the future exercise of such rights.

On 30th June 2015, the Hellenic Republic failed to make a timely repurchase from the IMF in relation the IMF Stand-by Arrangement. The IMF is considering a request from the Hellenic Republic for an extension of the repayment obligation and this request will be examined by the IMF's Executive Board in due course.

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The Commission, acting on behalf of the Lenders, hereby informs the Hellenic Republic that the Lenders reserve their rights to invoke Article 8(1) of the Agreement in connection with the failure of the Hellenic Republic to make a timely repurchase from the IMF in relation to the IMF Stand-by Arrangement on 30th June. This reservation of rights is without prejudice to the future exercise of such rights.

Yours faithfully,

Pierre Moscovici
Member of the European Commission

Copy:

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