

Two creditors reject Thai Airways' restructuring

Dominic Lalk

01/06/2021

Thailand's Central Bankruptcy Court has rescheduled a hearing about Thai Airways' business rehabilitation plan after two creditors raised objections.

Airfinance Journal understands that both are aircraft leasing entities.

The court was due to consider the matter last Friday but will now hold the hearing on 15 June.

The flag carrier said that two creditors had objected to the plan and so the court had pushed back the hearing to assess their complaints.

The rehabilitation plan, which was approved by approximately 91% of creditors in May, includes a proposed debt restructuring that featured a freeze on loan repayments for up to three years, among other measures, and THB50 billion in fresh capital from loan facilities.

Five executives have been appointed to administer the plan, including current airline acting chief executive Chansin Treenuchagron and former CEO Piyasvasti Amranand.

Thai Airways has total debts exceeding THB410 billion (\$13.3 billion).

Airfinance Journal previously reported that most lessors had agreed to change the terms of their lease contracts with Thai Airways to flight-hour-based billing through 2023 and reduced fixed rates thereafter.

Amedeo Air Four Plus and DP Aircraft I have completed their respective Airbus A350 and Boeing 787 lease restructurings with the airline.

Other lessors with significant widebody asset exposure to the airline include AerCap, BOC Aviation and SMBC Aviation Capital.

Thank you for printing this article from Airfinance Global, your essential intelligence resource for aviation finance. If you have been given this article by a subscriber, you can contact us through email at accountmanager@airfinanceglobal.com or call us on +44 (0)20 7779 8015 to discuss our subscription options.