

2. Sri Lanka - First Review Under the Extended Arrangement Under the Extended Fund Facility and Request for Modification of Performance Criterion

1. Sri Lanka has consulted with the Fund in accordance with paragraph 3(c) of the Extended Arrangement for Sri Lanka (EBS/16/37, 05/20/2016) (the “Arrangement”) in order to review program implementation.
2. The letter dated November 3, 2016 from the Minister of Finance, and the Governor of the Central Bank of Sri Lanka (the "November 2016 Letter") with its Technical Memorandum of Understanding (the “November 2016 TMU”) shall be attached to the Arrangement, and the letter dated May 12, 2016 from the Minister of Finance, and the Governor of the Central Bank of Sri Lanka, together with its attachments, shall be read as supplemented and modified by the November 2016 Letter and its attachment.
3. Accordingly, the Arrangement for Sri Lanka shall be amended as follows:
 - (a) In paragraph 2(a) of the Arrangement, the reference to “November 20, 2016” shall be amended to read “November 18, 2016”.
 - (b) In paragraph 3(a) (ii) of the Arrangement the references to “net official international reserves” shall be revised to read “program net official international reserves”.
 - (c) In paragraph 3(c) of the Arrangement, the reference to “November 19, 2016” shall be amended to read “November 17, 2016”, and the term “and paragraph 9 of the November 2016 Letter” shall be added after “paragraph 22 of the attached MEFP”.
 - (d) The performance criteria set forth in paragraph 3(a) of the Arrangement for December 31, 2016 and June 30, 2017 shall be as specified in Table 1 of the November 2016 Letter and as further specified in the November 2016 TMU.
 - (e) The consultation set forth in paragraph 3(e) of the Arrangement shall be as specified in Table 1 of the November 2016 Letter and as further specified in the November 2016 TMU.
4. The Fund decides that the first review contemplated in paragraph 3(c) of the Extended Arrangement for Sri Lanka is completed and that Sri Lanka may make purchases under the arrangement on the condition that the information provided by Sri Lanka on the implementation of the measure specified as a prior action in Table 2 of the November 2016 Letter is accurate. (EBS/16/108, 11/04/16)

Decision No. 16090-(16/104), adopted
November 18, 2016