QANTAS AIRWAYS LIMITED (LOAN GUARANTEE) BILL 1980

Date Introduced: 20 March 1980
House: House of Representatives
Presented by: The Hon. R.J. Hunt, Minister for Transport

Short Digest of Bill

Purpose
To guarantee Qantas' borrowings to Finance the purchase of new aircraft.

Background and Provisions

After an examination of its fleet requirements Qantas proposes to purchase five Boeing 747 aircraft and sell one of its old 747's. Provision is made for a Commonwealth guarantee of up to $US230m against the purchase of four new aircraft (clause 4), the fifth is to be financed from the sale of the old aircraft.

The guarantee is subject to the Treasurer being satisfied as to the terms and conditions of the sum borrowed and as to the arrangements regarding security, insurance and resale of the aircraft, spare parts and equipment which are the subject of the borrowing (clause 5).