

WSJ: RadioShack May Declare Bankruptcy

Written by Marco Attard
21 January 2015

RadioShack may be preparing for bankruptcy protection starting from as early as February 2015, the Wall Street Journal reports, and is already in talks with a private-equity firm in order to sell its assets.



However the WSJ adds the talks are not final, and as such RadioShack might go for other debt-restructuring options, including reaching out to other potential lenders. An earlier WSJ report says Salus Capital Partners, the retailer's asset-based lender, offered a \$500 million debtor-in-possession (DIP) loan replacing its current \$585m financing package.

The anachronistically-named retailer suggested it is on the verge of bankruptcy last month, following bigger-than-expected fiscal Q3 losses.

Bloomberg confirms the WSJ report, and adds RadioShack plans to sell some stores to US wireless carrier Sprint, part of a restructuring plan to reduce outlet numbers from over 4000 to 2000-3000.

RadioShack is still to comment on the news stories.

Go [RadioShack Prepares Bankruptcy Filing \(WSJ\)](#)

WSJ: RadioShack May Declare Bankruptcy

Written by Marco Attard
21 January 2015

Go [RadioShack Said to be in Talks to Sell Stores to Sprint \(Bloomberg\)](#)