

STATUTORY RULES AND ORDERS NO. 23 OF 2011

(Gazetted 5th August, 2011).

WHEREAS section 3 of the Serial Bonds Act No. 1 of 1998 provides that the Minister of Finance may, whenever it is considered necessary, with the authority of a resolution of Parliament, issue bonds to be known as “serial bonds”, for the payment of any debt;

NOW THEREFORE BE IT RESOLVED that Parliament hereby authorizes the Minister of Finance to issue serial bonds on the terms and conditions and for the purposes specified in the Schedule.

## 2013/2016 SERIAL BOND EC\$50 MILLION

**Issuer:** Government of Grenada

A 520

*SRO. 23*

*Serial Bonds Act (Section 3) Resolution*

*2011*

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<b>Purpose:</b>	To consolidate and restructure Government Debt
<b>Amount of The Issue:</b>	Up to a maximum of EC\$50.0 million
<b>Tenor:</b>	3 to 5 years
<b>Issue Date:</b>	May 2011
<b>Maturity Date:</b>	May 2013/May 2016
<b>Listing:</b>	The Serial Bond will be issued locally and listed on the Regional Government Securities Market (RGSM) and traded on the Secondary Market trading platform of the Eastern Caribbean Securities Exchange (ECSE).
<b>Yield:</b>	6.0%
<b>Interest Payments:</b>	Interest will be payable half yearly on 15th May & 15th November.
<b>Denomination:</b>	The bonds will be of denominations of 10,000, 20,000, 30,000, 40,000, 50,000.
<b>Repayment:</b>	The bonds will be payable at par on 31st May 2013 and 31st May 2016.
<b>Taxation:</b>	Yields will not be subject to any tax, duty or levy of the Participating Governments of the Eastern Caribbean Currency Union (ECCU). The countries are Anguilla, Antigua and Barbuda, Dominica, Grenada, Montserrat, Saint Lucia, St. Kitts and Nevis and St. Vincent and the Grenadines.
<b>Sinking Fund Arrangement:</b>	A sinking fund will be created for the repayment of this bond.
<b>Security:</b>	Payment of annual interest will be a charge on the consolidated fund.

**PROPOSED DEBTS TO BE SETTLED BY ISSUANCE OF SERIAL BOND**

CREDITOR	DEBT LIABILITY	AMOUNT OF BOND	
GRENADA CO-OPERATIVE BANK	TREASURY BILLS (7% - 7.5% per annum)	EC\$10.5 MILLION PLUS INTEREST TO DATE	CONSENT GIVEN
BLUE LAGOON	JUDGEMENT DEBT (12% per annum)	EC \$4.7 MILLION PLUS PENALTY	CONSENT GIVEN
GRENADA PORTS AUTHORITY	TREASURY BILLS (8% per annum)	EC\$ 8.5 MILLION PLUS PENALTY (approx. EC\$6 MILLION)	TO BE NEGOTIATED
REPUBLIC BANK GRENADA LTD.	TREASURY BILLS (7% per annum)	EC\$ 3.3 MILLION	TO BE NEGOTIATED
GRENADA PUBLIC SERVICE CREDIT UNION	TREASURY BILLS (7.5% per annum)	EC\$ 1 MILLION	TO BE NEGOTIATED
OTHER DEBT/ LIABILITIES	VARIOUS LIABILITIES (JUDGEMENT & DEBT) (average 7.5% per annum)	EC\$ 15 MILLION	TO BE NEGOTIATED
TOTAL		EC\$ 50 MILLION	

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*SRO. 23*

*Serial Bonds Act (Section 3) Resolution*

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Passed in the House of Representatives this 8th day of July, 2011.

ADRIAN C. A. HAYES

*Clerk to the House of Representatives.*

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Passed in the Senate this 29th day of July, 2011.

ADRIAN C. A. HAYES

*Clerk to the Senate.*

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GRENADA

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