

**RESOLUTION NO.**

**PARLIAMENT**

**WHEREAS** by section 3(1) of the *External Loans Act*, Cap. 94D the Government is authorised to borrow money outside Barbados for such purposes and in such sums as are approved by Resolution of Parliament:

**AND WHEREAS** by section 3(2) of the said Act all borrowings thereunder shall be effected and secured by the issue and sale of securities:

**AND WHEREAS** by section 5(2) of the said Act the principal of and the interest on securities and any sinking fund payment required to be made under section 6(1) of the Act are charged on and payable out of the Consolidated Fund:

**AND WHEREAS** the Government deems it necessary to borrow up to \$200 million in the currency of the United States of America on the international capital markets by the issue of securities through Deutsche Bank Securities Inc. as Lead Manager and Underwriter, the terms of which are set out in the Schedule:

**AND WHEREAS** the borrowing is for the purpose of financing the repayment of debt and to assist in supporting the balance of payments:

**BE IT RESOLVED** therefore that Parliament:

- (a) approve the borrowing of the said sums up to \$200 million in the currency of the United States of America on the international capital markets by the issue of securities through Deutsche Bank Securities Inc. as Lead Manager and Underwriter for the purpose herein mentioned; and
- (b) approve the establishment of a sinking fund for the redemption of each issue of securities made under the said Act and for the moneys necessary to maintain and service that fund.

**APPROVED** by the House of Assembly this            day of            ,  
2010.

**Speaker**

**APPROVED** by the Senate this            day of            , 2010.

**President**

SCHEDULE

**TERMS AND CONDITIONS**

The Issuer of the bonds:	The Government of Barbados.
Manager of the transaction:	Deutsche Bank Securities Inc., an international financial institution incorporated in the United States of America.
Amount of the loan:	US\$200 million.
Maturity of the loan:	Up to twelve (12) years.
Indicative Interest Rate:	7.2%.

## **ADDENDUM**

The Resolution seeks the approval of Parliament for the borrowing, for the purpose of financing the repayment of US\$100 million debt and also for balance of payments support of sums up to \$200 million in the currency of the United States of America on the international capital market by the issue of bonds. The transaction is to be managed and underwritten by Deutsche Bank Securities Inc.