

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, for the purpose of strengthening the foreign reserves, sums up to \$125 000 000 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:

BE IT RESOLVED therefore that Parliament:

- (a) approve the borrowing of the said sums up to \$125 000 000 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 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
, 2005.

day of

Speaker

APPROVED by the Senate this
2005.

day of

President

ADDENDUM

This Resolution seeks the approval of Parliament for the borrowing, for the purpose of strengthening the country's foreign reserves, of sums up to \$125 000 000 in the currency of the United States of America on the international capital markets by the issue of securities. The transaction is to be managed by Deutsche Bank Securities Inc.

The principal terms of the borrowing are as follows:

The Issuer of the securities:	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 \$125 000 000.
Maturity of the loan:	Thirty (30) years.
Indicative Interest Rate:	6.75%