

2017-11-28

RESOLUTION NO.

PARLIAMENT

WHEREAS by section 3 of the *CLICO International Life Insurance Ltd. (Guarantee) Act, 2015* (Act 2015-25) the Government of Barbados is enabled, with the approval of Parliament, to give certain guarantees which would facilitate the preservation of investments made by policyholders of CLICO International Life Insurance Ltd.;

AND WHEREAS by section 5 of the said Act it is provided that the Government may, by a resolution of both Houses of Parliament, issue a demand note to Resolution Life Assurance Company Ltd. for an amount not exceeding \$220 million which shall be paid into the statutory fund of Resolution Life Assurance Company Ltd.;

AND WHEREAS the Government considers it necessary to issue said demand note in the amount of \$220 million in order to facilitate the preservation of investments made by the policyholders of CLICO International Life Insurance Limited;

AND WHEREAS the said sum of \$220 million is within the authorised limit given to the Government under section 5 of the said Act;

BE IT RESOLVED therefore that Parliament approves the issuing of a demand note to Resolution Life Assurance Company Ltd. for an amount of \$220 million to be paid into the statutory fund of Resolution Life Assurance Company Ltd. on the terms and conditions contained in the Agreement, the main provisions of which are set out in the *Schedule*.

APPROVED by the House of Assembly this _____ day of _____,
Two thousand and seventeen.

Speaker

APPROVED by the Senate this _____ day of _____,
Two thousand and seventeen.

President

SCHEDULE

TERMS AND CONDITIONS

Facility:	\$220,000,000 Demand Note
Issuer:	Government of Barbados
Recipient:	Resolution Life Assurance Company Ltd.
Amount:	BDS\$200,000,000.00 to be inserted in Series 1 to 6; where each series will be issued in \$5 million tranches.
Purpose:	To facilitate the preservation of investments made by policyholders of CLICO International Life Insurance Limited ("CIL") through the capitalisation of Resolution Life Assurance Company Ltd in order to meet any shortfall in the Statutory Fund.
Issue Price:	100 (par)

Terms:

Series	1	2	3	4	5	6
Face Value Per Note	BBD 20 Million \$	BBD 10 Million \$	BBD 25 Million \$	BBD 40 Million \$	BBD 50 Million \$	BBD 75 Million \$
Frequency of Interest Payment	semi-annually	semi-annually	semi-annually	semi-annually	semi-annually	semi-annually
Interest Rate (p.a)	5.5%	6.625%	7.25%	7.5%	8.0%	8.5%
Maturity Date	5 years from the Date of Issue with the option to rollover for an additional period of five years, at the prevailing rates, if the rate at the date of maturity is equal to or greater than 5.5% per annum.	10 years from the Date of Issue with the option to rollover for an additional period of five years, at the prevailing rates, if the rate at the date of maturity is equal to or greater than 6.625% per annum.	15 years from the Date of Issue	20 years from the Date of Issue	25 years from the Date of Issue	30 years from the Date of Issue
Yield on Maturity	5.5% p.a.	6.625% p.a.	7.25% p.a.	7.5% p.a.	8.0% p.a.	8.5% p.a.
Transferability	The terms, rights and features of Series 1 to 6 are fully transferrable to a third party.					