

2023-11-01

RESOLUTION NO.

PARLIAMENT

WHEREAS by paragraph (a) of section 3(1) of the *Guarantee of Loans (Companies) Act*, Cap. 96, the Government may, with the approval of Parliament, guarantee the borrowing of such sums by a company from a lending agency as is authorised by the Government;

AND WHEREAS Kensington Oval Management Incorporated, a company incorporated under the *Companies Act*, Cap. 308 is a company controlled by the Government within the meaning of section 2 of the *Guarantee of Loans (Companies) Act*, Cap. 96;

AND WHEREAS Kensington Oval Management Incorporated is seeking a loan in the sum of USD\$25.0 million from African Export-Import Bank on the terms and conditions set out in the *Schedule* for the purpose of financing the rehabilitation and maintenance of sport infrastructures ahead of the 2024 Cricket World Cup which is being held between June 4th and June 30th, 2024 in Barbados;

AND WHEREAS by virtue of section 4 of the *Guarantee of Loans (Companies) Act*, Cap. 96 the aggregate amount of all borrowings by companies that are guaranteed by the Government shall not exceed \$1,000,000,000 without taking into account any amount in respect of interest, commission and any other expenses secured by the guarantees; and the Minister of Finance has certified that the aggregate amount of all borrowings guaranteed by the Government and any further borrowings does not exceed the limit;

SCHEDULE**TERMS AND CONDITIONS**

Borrower:	Kensington Oval Management Incorporated
Facility:	African Export-Import Bank
Guarantor:	Government of Barbados
Amount:	USD\$25.0 million
Purpose:	To finance the rehabilitation and maintenance of sport infrastructures ahead of the 2024 Cricket World Cup which is being held between June 4 th and June 30 th , 2024 in Barbados.
Term:	Seven years from the first disbursement date
Moratorium period:	Two years from the Facility's first disbursement date.
Repayment:	Ten equal semi-annual instalments.
Interest:	Seven per cent payable June 30 th and December 31 st .
Default interest:	Two per cent per annum higher than the interest rate applicable for loans.
Availability period:	The Facility will be available for utilization for a period aligned to the construction period from Facility signature date.
Drawdown:	The Facility may be drawn down in one or multiple amounts during the availability period subject to a minimum drawdown of US\$5 million.

SCHEDULE - (Concl'd)

TERMS AND CONDITIONS - (Concl'd)

Prepayment:	<p>Loans may be prepaid after the last day of the availability period in whole or in part on 14 business days' prior notice but, if in part, by a minimum of US\$5 million.</p> <p>Any prepayment shall be made with accrued interest on the amount prepaid and, subject to breakage costs, without premium or penalty.</p> <p>Any amount prepaid may not be redrawn and shall be applied against scheduled repayments in inverse chronological order.</p>
Commitment charge:	0.25 per cent per annum on undisbursed amount.
Upfront advisory fee:	One per cent of the Facility Amount, that is USD\$250,000.00 due on the date of signature of the Facility Agreement.
Governing law:	English law including for any non-contractual obligations.

ADDENDUM

This Resolution seeks the approval of Parliament in respect of a guarantee by the Government, for the borrowing by Kensington Oval Management Incorporated of the sum of USD\$25.0 million from African Export-Import Bank on the terms and conditions set out in the *Schedule* for the purpose of financing the rehabilitation and maintenance of sport infrastructures ahead of the 2024 Cricket World Cup which is being held between June 4th and June 30th, 2024 in Barbados. The sum of USD\$25.0 million is within the limit of the amount mentioned in the *Guarantee of Loans (Companies) Act, Cap. 96*.