

OFFICIAL USE ONLY
Issue No: 202401
Holder No:
Certificate No:

Application No:

BARBADOS GOVERNMENT - 7.75% DEBENTURE 2044

Forming Part of a loan of \$10,500,000,000 issued under the **Local Loans Act, 1988-1 and Local Loans (Amendment) Act, 2012.**

To the Executive Director,

CENTRAL BANK OF BARBADOS

I/We hereby apply for

.....
dollars (\$)

of 7.75% Debenture 2044 as shown in the attached form, according to the conditions of the Prospectus. I/We undertake to accept the same, or any less amount allotted to me/us, and to pay for the same in conformity with the terms of the said Prospectus in full.

The Debentures should be registered in the name(s) of

.....
Name in Full Surname first followed by Christian Name(s) (all in block letters)/Name of Company (all in block letters)

.....
Ordinary Signature State whether Mr., Mrs or Miss title if any

Address.....

Date.....

NOTE: Payment in full may be made on or after allotment.

Quarterly Payments

OPTION REQUEST

I hereby authorize you to lodge amounts due to me in respect of my holdings of Barbados Debentures to my Account Number held at the Branch of
.....

Signature:

Date:.....

Declaration to be completed by ALL Holders

- 1. **DATE OF BIRTH:**.....
- 2. **TELEPHONE NUMBER:**.....
- 3. **NATIONAL REGISTRATION NUMBER:**.....
- 4. **NATIONAL INSURANCE NUMBER:**.....
- 5. **E-MAIL ADDRESS:**
- 6. **COMPANY REGISTRATION NUMBER:**.....

To be completed by Joint Holders

- 1. **NAME:**.....
- 2. **DATE OF BIRTH:**.....
- 3. **TELEPHONE NUMBER:**.....
- 4. **NATIONAL REGISTRATION NUMBER:**.....
- 5. **NATIONAL INSURANCE NUMBER:**.....
- 6. **E-MAIL ADDRESS:**.....

CERTIFICATION

I/We hereby certify that the information given in this Declaration filed with Central Bank of Barbados is true and correct.

.....
Signature of Applicant

.....
Signature of Witness

.....
Signature of Applicant

.....
Print Name

.....
Date

.....
Occupation

The witness must be an approved person as listed on Appendix 5 of the Central Bank's AML/CFT Guidelines which includes a Notary Public, Attorney-at-Law, a Professional Accountant, a Bank Manager, a Senior Officer of a Consulate/Embassy/High Commission or Senior Public Servant (see definition in the Guidelines www.centralbank.org.bb/aml-cft).

NEW ISSUE

P R O S P E C T U S

Applications are invited for subscription to

BARBADOS GOVERNMENT – 7.75% DEBENTURE 2044

ISSUE OF \$250,000,000

OPENING DATE: NOVEMBER 29, 2024

ISSUE DATE: DECEMBER 2, 2024

FINAL MATURITY: NOVEMBER 30, 2044

Forming Part of a loan of \$10,500,000,000 issued under the **Local Loans Act, 1988-1 and Local Loans (Amendment) Act, 2012.**

Interest will be payable on February 28, May 31, August 31 and November 30 of each year.

PRICE OF ISSUE – AT PAR

The Loan is to provide a vehicle through which the general public may invest in the debentures issued under this Act in order to facilitate the funding of environmental, economic and social development in Barbados.

The minimum size for purchase of Debentures will be in denominations of one thousand dollars or a multiple thereof and will before being issued, be recorded in the Register of securities at the CENTRAL BANK OF BARBADOS. Each Debenture and the right to receive principal and interest represented thereby will be transferable. Debentures are eligible securities for trading on the Barbados Stock Exchange Inc.

The interest due to Pensioners 60 years and over residing in Barbados will not be subject to withholding tax. Non-resident holders seeking tax exemption must satisfy Barbados Revenue Authority of their status before exemption is granted. However, for all other persons resident in the island, the interest from the Debentures will not be aggregated with other income, but will be taxed separately at a rate not exceeding 15%.

This loan is secured on the Consolidated Fund and assets of the Government of Barbados. A sinking Fund will be established by quarterly appropriations out of the Consolidated Fund with accumulations of interest to enable the Debentures to be redeemed when they fall due.

The Debentures will be repayable in forty (40) equal installments commencing on February 28, 2035.

The Debentures will include clauses that would offer both creditors and the Government of Barbados (GoB) some protection against future debt distress caused by a major natural disaster or a pandemic.

The Natural Disaster Deferment and the Pandemic Event Deferment would allow for the capitalization of interest and the deferral of scheduled amortisations due over a two-year period following the occurrence of a major natural disaster or a pandemic. The trigger for a natural disaster "event" would be a payout to the GoB above a pre-determined threshold by the Caribbean Catastrophe Risk insurance Facility (CCRIF), under the GoB's catastrophe insurance policy.

The trigger for a pandemic "event" would be its declaration by the World Health Organization (WHO) followed by a declaration of a public health emergency under Section 28A of the *Emergency Management Act, Cap. 160A*, and either the occurrence of a GDP contraction or increased governmental spending, both as specifically defined in the *Debt (Natural Disaster and Pandemic Deferment of Payment) (Miscellaneous Provisions) Act 2024*.

The Public Debt of Barbados at September 30, 2024 was approximately \$14,944.09 million of which Treasury Bills outstanding stood at \$759.4 million.

Persons with a refund of pension contributions who have exercised their option to purchase this government security should apply directly to the Central Bank of Barbados.

The Central Bank of Barbados will be the Registrar for these securities, and will receive applications and make payments of principal and interest.

Applications in the prescribed form must be addressed to the Executive Director, Central Bank of Barbados, Tom Adams Financial Centre, P.O. Box 1016, Spry Street, Bridgetown. Payments may be made on or after allotment and interest will accrue from the day of payment of such amounts.

The transfer register is closed during the months in which interest is paid on this security. Only payments made no later than the 15th day during those months of payment will accrue interest from the said payment date.

To effect payment for these Debentures, the applicant may:

- a. make payment in cash of not more than \$1,000.00;
- b. request any commercial bank or other eligible financial institution, operating in Barbados, to transfer via ACH/RTP, the proceeds on his/her behalf to the Accountant General's account at the Central Bank of Barbados for payments under \$500,000.00;
- c. issue a crossed cheque made payable to the Central Bank of Barbados and drawn on any commercial bank operating in Barbados for sums under BDS\$100,000.00;
- d. request his/her commercial bank or other eligible financial institution, to transfer via the Real Time Gross Settlement (R.T.G.S.) payment system all payments for securities of nominal value BDS\$500,000.00 and over;
- e. use any other means of payment agreed by the Central Bank.

Payment details for the Accountant General are:

Bank: Central Bank of Barbados
SWIFT BIC: CBABBBB1ACC
Account Number: 142606

Payments may also be made to the Central Bank of Barbados' account number **345219**.

Prospectuses and application forms may be obtained from the Central Bank of Barbados' website at www.centralbank.org.bb.

This prospectus is issued by the Central Bank of Barbados on behalf of the Government of Barbados.