

RESOLUTION NO.

PARLIAMENT

WHEREAS by section 2 of the *Special Loans Act*, Cap. 105 the Government is authorized from time to time to borrow from any bank, corporation, company or other institution sums of money not exceeding in the aggregate BDS \$500 000 000 on such terms as may be agreed upon between the Government and the lender of any such sum of money;

AND WHEREAS by section 3 of the said Act it is provided that any money borrowed under the authority of the Act shall be appropriated and applied to such purposes as Parliament may approve by resolution and that such money and interest payable thereon is charged upon the general revenues and assets of Barbados;

AND WHEREAS the Government deems it necessary to borrow the sum of \$5 000 000 in the currency of the United States of America from FirstCaribbean International Bank for the purpose of the financing and procurement of vehicles and equipment for the Sanitation Service Authority;

AND WHEREAS the sum of \$5 000 000 in the currency of the United States of America is within the borrowing limits given to the Government under section 2 of the said Act;

BE IT RESOLVED that Parliament approve the borrowing of the said sum of \$5 000 000 in the currency of the United States of America from FirstCaribbean International Bank for the purpose of the financing and procurement of vehicles and equipment for the Sanitation Service Authority on the terms and conditions set out in the *Schedule* hereto.

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

Speaker.

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

President.

SCHEDULE
TERMS AND CONDITIONS

Lender: FirstCaribbean International Bank.

Borrower: Government of Barbados.

Facility and Amount: Demand Loan.
\$5 000 000 in the currency of the United States of
America.

Purpose: To finance the purchase of vehicles and equipment
for the Sanitation Service Authority.

Term: 7 years.

Repayment: Quarterly instalments.

Interest Rate: A rate of 150 basis points over the 3 month US
LIBOR rate.

Drawdown: The loan is to be drawn down in two tranches of \$2 500 000 in the currency of the United States of America.

Arrangement fee: 50 basis points - \$25 000 in the currency of the United States of America.

Commitment fee: $\frac{1}{4}$ per cent per annum of the undrawn portion of the facility, commencing 180 days after the date of the Borrower's acceptance of the offer of finance.

ADDENDUM

This Resolution seeks the approval of Parliament to borrow the sum of \$5 000 000 in the currency of the United States of America, this sum being within the limit authorised under the *Special Loans Act*, from FirstCaribbean International Bank for the purpose of the financing and procurement of vehicles for the Sanitation Service Authority.