

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 authorised to give certain guarantees which would facilitate the preservation of investments made by policyholders of CLICO International Life Insurance Ltd.;

**AND WHEREAS** by section 6 of the said Act it is provided that the Government may, by a resolution of both Houses of Parliament, guarantee the payment of principal and interest due in respect of bonds issued by New Life Investment Company Inc. to Resolution Life Assurance Company Ltd. for an amount not exceeding \$127 million for the purpose of satisfying the restructured 10 year fixed annuities of the individual Executive Flexible Premium Annuity policyholders listed on the Barbados register of CLICO International Life Insurance Ltd.;

**AND WHEREAS** the Government considers it necessary to issue said guarantee in respect of fixed annuities in the amount of \$126.6 million in order to facilitate the preservation of investments made by the policyholders of CLICO International Life Insurance Ltd.;

**AND WHEREAS** the said sum of \$126.6 million is the total estimated value of the guarantee as determined by the Judicial Manager currently overseeing the management of CLICO International Life Insurance Ltd.;

**AND WHEREAS** the said sum of \$126.6 million is within the authorised limit given to the Government under section 6(1) of the said Act;

**BE IT RESOLVED** therefore that Parliament approves the issue of a guarantee of the payment and principal and interest due in respect of \$126.6 million in bonds issued by New Life Investment Company Inc. to 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:	The NewLife 0.25% 10 Year Preservation Bond 2027 is a 10 year Amortising Bond.
Issuer:	New Life Investment Company Limited ("NLICO")
Guarantee:	The Bond will be guaranteed by the Government of Barbados.
Subscriber:	Resolution Life Assurance Company Ltd. (ResLife) on behalf of the Individual EFPA policy holders on the Barbadian Register re CLICO Life Insurance Limited (Under Judicial management)
Amount:	BDS\$126,600,000.00.
Purpose:	To facilitate the preservation of investments made by policyholders of CLICO International Life Insurance Limited ("CIL") through the capitalisation of ResLife.
Term:	Ten (10) years.
Trustee:	Independent trustee licensed under the <i>Financial Institutions Act</i> , Cap. 324 to be appointed.
Repayment:	Principal plus interest shall be repaid by semi-annual instalments over the term of ten (10) years. The principal sum plus interest shall be repaid over the term of the facility with repayments commencing 6 months after the issue date.
Interest Rate:	(a) The rate of interest to be applied to the principal sum outstanding shall be 0.25% per annum over the term of the facility.  (b) Interest shall be calculated on the basis of the actual number of days elapsed and a 365 day year.