

RESOLUTION NO.

PARLIAMENT

WHEREAS by section 3 of the *British American Insurance Company (Barbados) Ltd. (Preservation of Investments) Act, 2016* (Act 2016-5) the Government of Barbados is authorised, with the approval of both Houses of Parliament, to facilitate the transfer of the life insurance business of British American Insurance Company (Barbados) Ltd. to Sagicor Life Inc.;

AND WHEREAS by section 4(1) of the said Act it is provided that the Government may, by a resolution of both Houses of Parliament, issue bonds to Sagicor Life Inc. for an amount not exceeding \$93.2 million to facilitate the transfer of the life insurance business of British American Insurance Company (Barbados) Ltd. to Sagicor Life Inc.;

AND WHEREAS the Government considers it necessary to issue said bonds in the amount of \$93.2 million in order to facilitate the preservation of investments made by the policyholders of British American Insurance Company (Barbados) Ltd.;

AND WHEREAS the said sum of \$93.2 million is within the authorised limit given to the Government under section 4 of the said Act;

BE IT RESOLVED therefore that Parliament approves the issuing of bonds to Sagicor Life Inc. for an amount of \$93.2 million on the terms and conditions set out in the *Schedule*.

APPROVED by the House of Assembly this day of ,
2018.

Speaker

APPROVED by the Senate this day of ,
2018.

President

SCHEDULE

TERMS AND CONDITIONS

Facility:	Bond
Issuer:	Government of Barbados
Recipient:	Sagicor Life Inc.
Amount:	BDS\$93.2 million to be issued in 4 series of BDS\$23.3 million each.
Purpose:	To facilitate the transfer of the life and annuity insurance business of British American Insurance Company (Barbados) Ltd. to Sagicor Life Inc.
Deemed Date of Allotment:	February 2018
Issue Price:	100 (par)

Terms:

Series	1	2	3	4
Face Value Per Bond	BDS\$23.3M	BDS\$23.3M	BDS\$23.3M	BDS\$23.3M
Coupon Paying	No	No	Yes	Yes
Interest payment	End of term	End of term	Semi-annually	Semi-annually
Interest Rate (p.a.)	7.75%	8.15%	8.55%	8.95%
Maturity Date	10 years from the deemed date of allotment	15 years from the deemed date of allotment	20 years from the deemed date of allotment	25 years from the deemed date of allotment
Yield on maturity	7.75%	8.15%	8.55%	8.95%

- Repayment:** Principal to be repaid at maturity.
- Interest:** Interest shall be calculated on the basis of the actual number of days elapsed and a 365 day year.
- Bond ranking:** Bond will rank *pari passu* with all other debts of the issuer.
- Protective Clause:** In order to further safeguard the interest of the Policyholders, the principal amounts, yields and maturities of the Government of Barbados bonds to be issued in accordance with Schedule 6 of the Sale and Purchase Agreement as Final Government of Barbados Support and approved by the Supreme Court of Barbados shall not to be changed and the said bonds shall not be restructured by the Government of Barbados at any time.

ADDENDUM

This Resolution seeks the approval of Parliament to issue bonds to Sagicor Life Inc. for an amount not exceeding \$93.2 million to facilitate the transfer of the life insurance business of British American Insurance Company (Barbados) Ltd. to Sagicor Life Inc.

The issue of the said bonds is necessary to facilitate the preservation of the investments made by the policy holders of British American Insurance Company (Barbados) Ltd.

