

2018-03-19

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 provide financial assistance to Sagicor Life Inc. in order to facilitate the preservation of the pension plans of 72 employees of British American Insurance Company (Barbados) Ltd.;

AND WHEREAS by section 6(1) of the said Act it is provided that the Government of Barbados shall, by a resolution of both Houses of Parliament, issue 6 promissory notes of varying maturities from 5 to 30 years, not exceeding in aggregate the sum of \$8.5 million to Sagicor Life Inc.;

AND WHEREAS the Government considers it necessary to issue said promissory notes in the amount of \$8.5 million in order to assist Sagicor Life Inc. with the preservation of the pension plans of 72 employees of the British American Insurance Company (Barbados) Ltd.;

AND WHEREAS the said sum of \$8.5 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 issuing of 6 promissory notes to Sagicor Life Inc. for an amount of \$8.5 million on the terms and conditions set out in the *Schedule*.

APPROVED by the House of Assembly this day of , 2019.

Speaker

APPROVED by the Senate this day of , 2019.

President

SCHEDULE

TERMS AND CONDITIONS

Facility:	Promissory Notes
Issuer:	Government of Barbados
Recipient:	Sagicor Life Inc.
Amount:	BDS\$8.5 million to be issued in 6 series of varying amounts.
Purpose:	To assist Sagicor Life Inc. with the preservation of the pension plans of 72 employees of British American Insurance Company (Barbados) Ltd.
Deemed Date of Allotment:	February 2018
Issue Price:	100 (par)

Terms:

Series	1	2	3	4	5	6
Face Value Per Note	BDS \$0.625 million	BDS \$3 million	BDS \$3 million	BDS \$0.625 million	BDS \$0.625 million	BDS \$0.625 million
Interest payment	Semi-annually	Semi-annually	Semi-annually	Semi-annually	Semi-annually	Semi-annually
Interest rate (p.a)	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%
Maturity Date	5 years from the deemed date of allotment	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	30 years from the deemed date of allotment
Yield on Maturity	7.5%	7.5%	7.5%	7.5%	7.5%	7.5%

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.
Promissory Notes:	The promissory notes will rank <i>pari passu</i> 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 Sales and Purchase Agreement as Final Government of Barbados Support and approved by the Supreme Court of Barbados shall not 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 6 promissory notes of varying maturities from 5 to 30 years, not exceeding in aggregate the sum of \$8.5 million to Sagicor Life Inc.

The issue of the said promissory notes is necessary in order to assist Sagicor Life Inc. with the preservation of the pension plans of 72 employees of the British American Insurance Company (Barbados) Ltd.