

2020-02-06

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 for 68 employees of the 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 bonds of varying maturities from 5 to 30 years not exceeding in the aggregate the sum of \$8.115 million to Sagicor Life Inc.;

AND WHEREAS the Government considers it necessary to issue the said 6 bonds in the amount of \$8.115 million in order to assist Sagicor Life Inc. with the preservation of the pension plans of 68 employees of the British American Insurance Company (Barbados) Ltd.;

AND WHEREAS the said sum of \$8.115 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 bonds to Sagicor Life Inc. for an amount of \$8.115 million on the terms and conditions set out in the *Schedule* to this Resolution.

APPROVED by the House of Assembly this day of , 2020.

Speaker

APPROVED by the Senate this day of , 2020.

President

SCHEDULE

TERMS AND CONDITIONS

Facility: Bonds

Issuer: Government of Barbados

Recipient: Sagicor Life Inc.

Amount: BDS\$8.115 million to be issued in 6 series of varying amounts.

Purpose: Consideration for the assumption by Sagicor Life Inc. of the pension liabilities of British American Insurance (Barbados) Limited (in Judicial Management) in respect of 68 employees.

Deemed Date of Allotment: December 1, 2019

Issue Price: 100 (par)

Terms:

Series	1	2	3	4	5	6
Face Value Per Note	BDS \$0.625 million	BDS \$3.0 million	BDS \$3.0 million	BDS \$0.625 million	BDS \$0.625 million	BDS \$0.24 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.

Rank: The bonds will rank *pari passu* with all other debts of the issuer.

Protectionary Clause: In order to further safeguard the interest of the employee pensioners, the principal amounts, yields and maturities of the Government of Barbados bonds as Final Government of Barbados Support 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 bonds to Sagikor Life Inc. for an amount not exceeding \$8.115 million.

The issue of the said bonds is necessary in order to assist Sagikor Life Inc. with the preservation of the pension plans of 68 employees of British American Insurance Company (Barbados) Ltd.