

CHAPTER 106A

UNIVERSITY OF THE WEST INDIES (GUARANTEE OF BONDS) 2001-22

This Act came into operation on 16th August, 2001.

Amended by:

2002-16

2003/15

Law Revision Orders

The following Law Revision Order or Orders authorized the insertion and removal of pages as the case may be under the Law Revision Act Cap.2 now repealed:

2003

Guide to symbols in historical notes:

- indicates an amendment made by an Act

/ indicates an amendment made by statutory instrument

CHAPTER 106A

UNIVERSITY OF THE WEST INDIES (GUARANTEE OF BONDS)
2001-22

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SCHEDULE

TERMS AND CONDITIONS



BARBADOS

UNIVERSITY OF THE WEST INDIES (GUARANTEE OF BONDS)

2001-22

An Act to make provision for the Government of Barbados to guarantee the payment of principal and interest in respect of the issue of bonds by the University of the West Indies in the sum of \$10.475 million in the currency of the United States to assist in the financing of infrastructural work at the Cave Hill Campus.

[Commencement: 16th August, 2001]

Short title

1. This Act may be cited as the *University of the West Indies (Guarantee of Bonds) Act*.

Interpretation

2. In this Act,

“bond” means a bond issued by the University for the purpose of financing infrastructural work at the Cave Hill Campus;

“business day” means a day that is not Saturday nor Sunday;

[2002-16]

“University” means the University of the West Indies, a body politic and corporate established by Charter on the 2nd day of April, 1962.

Guarantee

3.(1) Subject to this Act, the Government may by a resolution of both Houses of Parliament guarantee the payment of the principal and interest due in respect of the issue of bonds by the University in the amounts set out in section 4 and on the conditions specified in the *Schedule*, but such amounts shall not exceed the sum of \$10.475 million in the currency of United States of America in addition to the interest payable thereon.

(2) A guarantee given under subsection (1) may be signed by the Minister responsible for Finance or any person authorised in writing by him.

Amount of bond issue

4.(1) The amount of the bond issue shall be in the sum of \$10.475 million in the currency of the United States of America, to be drawn in 3 tranches.

(2) The bonds shall be issued and registered in transferable form, and the issue shall provide for fixed and floating rate options.

(3) The bonds shall be treated as assets that originate in Barbados, and the interest payments in respect of those bonds shall be exempt from withholding tax.

Payment of fees and expenses

5. All legal fees, stamp duty, fees in respect of the provision of trustee services and registration charges shall be borne by the University.

Terms and conditions

6.(1) The terms and conditions in respect of the issue of the bonds shall be those set out in the *Schedule*.

(2) The Minister may by order amend the *Schedule*.

[2002-16]

[2002-16]

SCHEDULE

(Sections 3(1) and 6)

TERMS AND CONDITIONS

Issuer:	The issuer is the University.
Arranger:	The arranger is the Republic Finance and Merchant Bank Limited, a banking institution carrying on business in Trinidad and Tobago.
Amount:	The amount is US\$10.475 million.
Issue date:	The date of issue of the bonds is September 30, 2002 or such other date as may be mutually agreed upon between the University and the Arranger.
Tranches:	The amount is to be drawn down in 3 tranches - the first and second of which shall be drawn down before 30th June, 2003 and the third may be drawn down on or before 30th June, 2003.
Term:	The term of the bond issue is 12 years.
Purpose of the Issue:	The bonds are being issued to assist in the financing of infrastructural requirements of the Cave Hill Campus of the University and the related issuance costs.
Interest Rate:	The interest rate is (a) floating at the 6-month London Inter-Bank Offered Rate (LIBOR) in addition to an agreed premium determined 2 business days before the issue date and reset annually 2 business days prior to the anniversary date of the issue; or (b) fixed at a rate to be mutually agreed between the University and the Arranger up to a maximum of 9 per cent per annum.
Interest Payment:	Interest is to be paid semi-annually in arrears.

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Repayment:	The bond issue shall be repaid in 24 semi-annual amortised blended payments of capital and interest in arrears.
Commitment Fee:	The commitment fee is 0.5 per cent per annum of the undrawn committed balance.
Issue price:	The issue price of the bonds is 100 per cent.
Denomination:	The bonds shall be issued in denominations of a minimum of US\$1 000 or integral multiples thereof.

[2003/15]