

OFFICIAL USE ONLY
Issue No. 2021-01
Holder No.....
Certificate No.....

Application No.....

BARBADOS GOVERNMENT –4.25% TREASURY NOTES 2026

*Forming Part of a loan of \$10,500,000,000
 Issued under the Local Loans Act 1988 –1
 and Local Loans (Amendment) Act, 2012*

To the Director, Banking & Investments,

CENTRAL BANK OF BARBADOS

I/We hereby apply for

.....
dollars (\$)

of Barbados Government 4.25% Treasury Notes 2026 as shown in the attached form, according to the conditions of the Prospectus. I/We undertake to accept the same, or any less amount allotted to me/us, and to pay for the same in conformity with the terms of the said Prospectus in full.

The Treasury Notes should be registered in the name(s) of

.....
Name in Full Surname first followed by Christian Name(s) all in block letters.

.....
Ordinary Signature State whether Mr., Mrs or Miss title if any

Address.....

.....

Date.....

NOTE: Payment in full may be made on or after allotment.

**Quarterly Interest Payment
OPTION REQUEST**

I hereby authorize you to lodge amounts due to me in respect of my holdings of Barbados Government Treasury Notes to my Account Number
.....held at theBranch of
.....

Signature.....

Date.....

Declaration to be completed by ALL Holders

1. **DATE OF BIRTH:**.....
2. **TELEPHONE NUMBER:**.....
3. **NATIONAL REGISTRATION NUMBER:**.....
4. **NATIONAL INSURANCE NUMBER:**.....
5. **SOURCE OF PENSION AND REFERENCE NUMBER:**.....
6. **REFERENCE NUMBER OF ACCOUNT:**.....

To be completed by Joint Holders

1. **NAME:**.....
2. **DATE OF BIRTH:**.....
3. **TELEPHONE NUMBER:**.....
4. **NATIONAL REGISTRATION NUMBER:**.....
5. **NATIONAL INSURANCE NUMBER:**.....
6. **SOURCE OF PENSION AND REFERENCE NUMBER:**.....
7. **REFERENCE NUMBER OF ACCOUNT:**.....

CERTIFICATION

I/We hereby certify that the information given in this Declaration filed with Central Bank of Barbados is true and correct.

.....
Signature of Applicants

.....
Signature of Witness

.....
Signature of Applicants

.....
Print Name

.....
Date

.....
Occupation

The witness must be an approved person as listed on Appendix 5 of the Central Bank's AML/CFT Guidelines which includes a Notary Public, Attorney-at-Law, a Professional Accountant, a Bank Manager, a Senior Officer of a Consulate/Embassy/High Commission or Senior Public Servant (see definition in the Guidelines www.centralbank.org.bb/aml-cft).

NEW ISSUE

Opening date for receipt of application: 9:00 a.m., Monday, November 22, 2021

P R O S P E C T U S

Applications are invited for subscription to

BARBADOS GOVERNMENT – 4.25% TREASURY NOTES 2026

ISSUE OF \$125,000,000

ISSUE DATE: December 1, 2021

Forming part of a loan of \$10,500,000,000 issued under the Local Loans Act, 1988 – 1 and Local Loans (Amendment) Act, 2012

Interest will be payable on February 28, May 31, August 31 and November 30 of each year.

PRICE OF ISSUE – AT PAR

The Loan is being raised to assist with the financing of the economic recovery from the COVID-19 pandemic.

As background to this Loan, the Barbados Government has recently received an allocation of Special Drawing Rights (SDRs) equivalent to \$261.6 million by the International Monetary Fund (IMF), as part of a special purpose issuance to help all IMF member countries support their economic recovery from the COVID-19 pandemic. Unlike the SDRs provided to the Barbados Government as part of the 2018 Extended Fund Facility agreement with the IMF, the 2021 special purpose SDR allocation does not need to be repaid. These funds are currently held by the CENTRAL BANK OF BARBADOS (CBB) as part of its reserve assets.

In March 2021, the IMF's Managing Director, Ms. Kristalina Georgieva, described the intent of the SDR issuance as follows: "If approved, a new allocation of SDRs would add a substantial, direct liquidity boost to countries, without adding to debt burdens. It would also free up badly needed resources for member countries to help fight the pandemic, including to support vaccination programs and other urgent measures." Consistent with the purpose and intent of this SDR allocation and the provisions of the CBB Act for exceptional funding to government during a public emergency, the CBB may use part of these SDR resources to support this Treasury Note issuance via the primary market.

Treasury Notes under this issue will be in denominations of one thousand dollars or a multiple thereof and will before being issued, be recorded in the Register of Securities at the CENTRAL BANK OF BARBADOS. Each Treasury Note and the right to receive principal and interest represented thereby will be transferable. Treasury Notes are eligible securities for trading on the Barbados Stock Exchange Inc.

The interest due to Pensioners 60 years and over residing in Barbados will not be subject to withholding tax. Non-resident holders seeking tax exemption must satisfy the Barbados Revenue Authority of their status before exemption is granted. However, for all other persons resident in the Island, the interest from the Treasury Notes will not be aggregated with other income, but will be taxed separately at a rate not exceeding 15%.

This loan is secured on the Consolidated Fund and assets of the Government of Barbados. A sinking fund will be established by quarterly appropriations out of the Consolidated Fund with accumulations of interest to enable the Treasury Notes to be redeemed when they fall due.

The Treasury Notes will be repayable in ten (10) equal installments commencing on August 31, 2024.

The Public Debt of Barbados at September 30, 2021 was approximately \$13,096 million of which Treasury Bills outstanding stood at \$495.1 million.

Persons with a refund of pension contributions who have exercised their option to purchase this government security should apply directly to the Central Bank of Barbados.

Applications in the prescribed form must be addressed to the Director, Banking & Investments Department, Central Bank of Barbados, Tom Adams Financial Centre, P.O. Box 1016, Spry Street, Bridgetown. Payments may be made on or after allotment and interest will accrue from the day of payment of such amounts, effective December 1, 2021.

The transfer register is closed during the months in which interest is paid on this security. **For payments under BDS\$100,000.00, crossed cheques can be made payable to the Central Bank of Barbados and may be drawn on any commercial bank operating in Barbados. However, all payments for securities of nominal value BDS\$100,000.00 and over must be settled through the Real Time Gross Settlement (R.T.G.S.) payment system. To effect this payment, the applicant may request any commercial bank operating in Barbados to make the transfer on his/her behalf to the Accountant General's account at the Central Bank of Barbados. Payment of CASH will not be accepted.**

Prospectuses and application forms may be obtained from the Central Bank of Barbados' website at www.centralbank.org.bb.

This prospectus is issued by the Central Bank of Barbados on behalf of the Government of Barbados.