



# **GOVERNMENT OF GRENADA PROSPECTUS**

**FOR  
EC\$47 MILLION 365-DAY TREASURY BILLS**

**MINISTRY OF FINANCE  
FINANCIAL COMPLEX  
CARENAGE  
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**DATE OF PROSPECTUS: July 2012**

## **NOTICE TO INVESTORS**

*The Government of Grenada is issuing this prospectus for the purpose of providing information to the public. The Government accepts full responsibility for the accuracy of the information given and confirms having made all reasonable inquiries to ensure the accuracy of this that to the best of its knowledge and belief there are no other facts, the omission of which would make any statement in this Prospectus misleading.*

*The Prospectus has been drawn up in accordance with the rules of the Regional Government Securities Market. The Regional Debt Co-ordinating Committee and Eastern Caribbean Central Bank accept no responsibility for the content of this Prospectus, make no representations as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss whatsoever arising from or reliance upon the whole or any part of the contents of this Prospectus.*

*This Prospectus and its content are issued for the specific Treasury bill issue described herein. If in need of financial or investment advice please consult a person licensed under the Securities Act or any other duly qualified person who specializes in advising on the acquisition of government instruments or other securities.*

## 1. ABSTRACT

During July to October 2012, the Government of Grenada is seeking to raise a total of forty –seven million Eastern Caribbean dollars (EC\$47.0 million) on the Regional Government Securities Market to refinance its existing 365 day treasury bills currently on the market by issuing as follows:

- Thirty-five (EC\$35.0) million in 365 day treasury bills on July 18, 2012.
- Twelve (EC\$12.0) million in 365 day treasury bills on October 11, 2012.

*The maximum coupon rate of the new bills being 6% per annum.*

This purpose of this addendum is to enable Government of Grenada to change the issue and settlement date of the auction previously announced for October 10, 2012 and October 11<sup>th</sup> 2012 to October 11<sup>th</sup> and 12<sup>th</sup> 2012.

In this Prospectus, references to “Grenada” are to the State of Grenada; references to the “Government” are to the Government of Grenada, and references to the “Managers” are to the Eastern Caribbean Securities Exchange. The Treasury bill issues are being raised under the authority of the Revised Treasury Bills Act 2003. The Constitution of Grenada stipulates that principal and interest payments are direct charges on the Consolidated Fund.

The 365 day Treasury bills will be issued on the Regional Government Securities Market (RGSM) in the months of July and October 2012 and will be traded on the Eastern Caribbean Securities Exchange Ltd (ECSE) under the trading symbols GDB190713 and GDB121013, respectively.

The EC\$35 million treasury bills will be opened for bidding at 9:00 a.m. on 18<sup>th</sup> July and close at 12:00 noon on respective days. Similarly EC\$12 million treasury bills will be opened for bidding at 9:00 a.m. on 11 October 2012 and close at 12:00 noon on respective days.

A competitive uniform price auction will be used.

## 2. GENERAL INFORMATION

<b>Issuer:</b>	Government of Grenada
<b>Address:</b>	Ministry of Finance Financial Complex Carenage St. George's Grenada
<b>Email:</b>	<a href="mailto:finance@gov.gd">finance@gov.gd</a>
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<b>Date of Issue:</b>	July 2012 – October 2012
<b>Type of Security:</b>	365 Day Treasury Bills
<b>Amount of Issue:</b>	EC \$47 million
<b>Purpose Security Issue:</b>	The Treasury bills are being issued as part of government's debt management strategy to reduce the cost of government borrowing by reducing reliance on the overdraft facility.
<b>Legislative Authority:</b>	Revised Treasury bill Act 2003, Laws of Grenada.

### 3. INFORMATION ABOUT THE ISSUES

#### ***ISSUE 1: EC\$35.0 Million 365 Day Treasury Bills***

The Government of Grenada proposes to issue an EC \$35, 000,000 Treasury bill on 18<sup>th</sup> July 2012.

<b>Amount Of The Issue:</b>	EC\$35.0 million Eastern Caribbean Dollars
<b>Tenor:</b>	365 Day Treasury Bills
<b>Security Trading Symbol:</b>	GDB190713
<b>Auction Date:</b>	JULY 18, 2012
<b>Settlement Date:</b>	<b>JULY 19, 2012</b>
<b>Maturity Date:</b>	JULY 19 2013
<b>Bidding Period:</b>	9:00 to 12:00 noon on auction day
<b>Method of Issue:</b>	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
<b>Listing:</b>	The Treasury Bills will be issued on the Regional Government Securities Market (RGSM) and traded on the Secondary Market trading platform of the Eastern Caribbean Securities Exchange (ECSE).
<b>Placement of Bids:</b>	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
<b>Maximum Bid Price:</b>	\$94.00 (6.00%).
<b>Minimum Bid:</b>	EC\$5,000
<b>Bid Multiplier:</b>	EC\$1,000

**Bids Per Investor:** Each investor is allowed one (1) bid with the option of increasing the amount being tendered for until the close of the bidding period

**Taxation:** Yields will not be subject to any tax, duty or levy by the Participating Governments of the Eastern Caribbean Currency Union (ECCU). The countries are Anguilla, Antigua and Barbuda, Dominica, Grenada, Montserrat, Saint Lucia, St. Kitts and Nevis and St. Vincent and the Grenadines.

**Licensed Intermediaries:** Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange.

- ABI Bank Limited Antigua and Barbuda
- Antigua Commercial Bank Limited
- Bank of Nevis Limited
- ECFH Global Investment Solutions Limited
- Bank of St Vincent and the Grenadines Ltd
- National Mortgage Finance Company of Dominica Limited
- National Bank of Anguilla Ltd.
- St. Kitts Nevis Anguilla National Bank Limited
- First Citizens Investment Services Ltd (Saint Lucia)
- Financial Investment and Consultancy Services Limited - St. Lucia
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**Currency:** All currency references will be the Eastern Caribbean dollar unless otherwise stated.

## **ISSUE 2: EC\$12.0 Million 365 Day Treasury Bills**

The Government of Grenada proposes to issue an EC \$12,000,000 Treasury bill on October 11, 2012.

<b>Amount Of The Issue:</b>	EC\$12.0 million Eastern Caribbean Dollars
<b>Tenor:</b>	365 Day Treasury Bills
<b>Security Trading Symbol:</b>	GDB121013
<b>Auction Date:</b>	OCTOBER 11, 2012
<b>Settlement Date:</b>	OCTOBER 12, 2012
<b>Maturity Date:</b>	OCTOBER 12, 2013
<b>Bidding Period:</b>	9:00 to 12:00 noon on auction day
<b>Method of Issue:</b>	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
<b>Listing:</b>	The Treasury Bills will be issued on the Regional Government Securities Market (RGSM) and traded on the Secondary Market trading platform of the Eastern Caribbean Securities Exchange (ECSE).
<b>Placement of Bids:</b>	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
<b>Maximum Bid Price:</b>	\$94.00 (6.00%).
<b>Minimum Bid:</b>	EC\$5,000
<b>Bid Multiplier:</b>	EC\$1,000
<b>Bids Per Investor:</b>	<b>Each investor is allowed one (1) bid with the option of increasing the amount being tendered for until the close of the bidding period</b>

**Taxation:**

Yields will not be subject to any tax, duty or levy by the Participating Governments of the Eastern Caribbean Currency Union (ECCU). The countries are Anguilla, Antigua and Barbuda, Dominica, Grenada, Montserrat, Saint Lucia, St. Kitts and Nevis and St. Vincent and the Grenadines.

**Licensed Intermediaries:**

Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange.

- ABI Bank Limited Antigua and Barbuda
- Antigua Commercial Bank Limited
- Bank of Nevis Limited
- ECFH Global Investment Solutions Limited
- Bank of St Vincent and the Grenadines Ltd
- National Mortgage Finance Company of Dominica Limited
- National Bank of Anguilla Ltd.
- St. Kitts Nevis Anguilla National Bank Limited
- First Citizens Investment Services Ltd (Saint Lucia)
- Financial Investment and Consultancy Services Limited - St. Lucia

**Currency:**

All currency references will be the Eastern Caribbean dollar unless otherwise stated.

**ALL OTHER INFORMATION IN THIS PROSPECTUS REMAINS THE SAME**