



ADDENDUM FOR

21st BOND ISSUE FOR \$43,455,000 BY THE EASTERN CARIBBEAN HOME MORTGAGE BANK (ECHMB)

BOND TERMS AND CONDITIONS

This addendum reflects an amendment to the following:

Tenor: Three (3) years

Maturity Date: 1 July 2013

Trading Symbol: HMB010713

Rate of Interest: The rate of interest is fixed for the entire duration of the bond as follows:
3-Year Tax Free Bond 6.0% per annum

Redemption: The three (3) year Bond will be redeemed by ECHMB at par on 1 July 2013.

NOTE: All other information contained in the prospectus remains unchanged

3.0 BOND TERMS AND CONDITIONS

<u>Issuer</u>	: Eastern Caribbean Home Mortgage Bank ("ECHMB")
<u>Instrument Type</u>	: Secured Fixed Rate (Tax-free) Bonds ("The Bonds").
<u>Currency</u>	: Eastern Caribbean Dollars (\$)
<u>Issue Amount</u>	: Forty Three million, four hundred and fifty five thousand Eastern Caribbean Dollars (\$43,455,000.00)
<u>Over-allotment Option</u>	: In the event of any over-subscription, ECHMB reserves the right without the consent of the applicants of the Bonds to increase the aggregate value of up to an additional \$6,545,000 of this Issue of Bonds making the total issue a maximum of \$50,000,000. The additional Bonds will rank <i>pari passu</i> in all respects with the Twenty first Bond. Should ECHMB exercise this right, consequential amendments required to the Debenture will be effected as from the Settlement Date and all Bondholders will be notified accordingly.
<u>Coupon rate</u>	: 6.0% per annum
<u>Tenor</u>	: Three (3) Years
<u>Registrar, Transfer and Paying Agent</u>	: Eastern Caribbean Central Securities Registry (ECCSR) ECCB Complex, P.O. Box 94, Bird Rock, Basseterre, St. Kitts.
<u>Use of Proceeds</u>	: To finance the purchase of additional mortgages from primary lenders and to redeem the 12 th Bond amounting to \$43,455,000.00 issued in July 2004.
<u>Interest Payment</u>	: Semi-annually in arrears commencing six (6) months after the Issue Date, for the duration of the Bond. Should the due dates fall on a public holiday or a weekend, the payments shall be made on the last working day before the holiday or weekend.
<u>Principal Repayment</u>	: Bullet at maturity
<u>Security</u>	: Fixed and floating charge on the assets of ECHMB, ranked <i>pari passu</i> with ECHMB's existing Bonds and the Long-Term Loan issued by the Caribbean Development Bank (CDB) amounting to US\$10.0 million.
<u>Issuer Rating</u>	: CariCRIS has assigned ratings of CariAA- (Foreign Currency Rating) and CariAA- (Local Currency Rating) on its regional rating scale to the debt issue (notional) of the size of US\$30.0 million
<u>Issue Date</u>	: Target date: July 1 st 2010
<u>Maturity date</u>	: Target date: July 1 st 2013
<u>Minimum Bid and Bid</u>	: The bonds will be issued in multiples of \$5,000 and the

- Multiplier** : minimum bid amount is \$5,000.
- Governing Law** : The issue will be governed according to the laws of Grenada.
- Legislative Authority** : The issue of the Bonds was authorized by Resolution of ECHMB passed on 10th March 2010 in conformity with the provisions of the Eastern Caribbean Home Mortgage Bank Agreement Act 1994.
- Auction dates** : Bond will be traded on the Eastern Caribbean Securities Exchange (ECSE) on:
- | | |
|---------------------------|--------------------|
| Auction Date 29 June 2010 | 9 am to 2 pm |
| 30 June 2010 | 9 am to 12:00 noon |
- Settlement date: 1 July 2010.
- Trading Platform** : Bond will be issued on the Eastern Caribbean Securities Market (ECSM).
- Method of Issue** : Fixed price bond auction
- Trading Symbol** : The trading symbol for the Bond will be HMB010713
- Bidding Parameter** : Each investor is allowed one bid with the option to increase the amount of the bid at any time during the bidding period.
- Broker fees** : Investors can participate in the issue through the services of any of the Licensed Intermediaries for a fee.
- List of licensed intermediaries who are members of the ECSE** :
- ABI Bank Ltd
 - Antigua Commercial Bank Ltd
 - Bank of Nevis Limited Ltd
 - Caribbean Money Market Brokers Ltd
 - ECFH Global Investment Solutions Ltd.
 - National Bank of Anguilla Ltd
 - National Commercial Bank (SVG) Ltd.
 - National Mortgage Finance Company of Dominica Ltd.
 - Republic Finance and Merchant Bank Ltd
 - St. Kitts Nevis Anguilla National Bank Ltd