



ADDENDUM II – 5 January 2015

GOVERNMENT OF GRENADA

**PROSPECTUS FOR GOVERNMENT SECURITIES FOR
THE PERIOD FEBRUARY 2014- JANUARY 2015**

EC\$115MILLION 91-DAY TREASURY BILLS

EC\$54 MILLION 365-DAY TREASURY BILLS

MINISTRY OF FINANCE
FINANCIAL COMPLEX
CARENAGE
ST. GEORGE'S
TEL: 473-440-2731
FAX: 473-440-4115
EMAIL: finance@gov.gd

DATE OF PROSPECTUS: FEBRUARY 2014

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 to cover the series of government securities to be issued over the period February 2014 to January 2015. 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.

REASON FOR ADDENDUM

The purpose of the Addendum is to include an additional auction (GDB170415) issue of Series A 91 Day Treasury Bills on January 15, 2015 for EC\$10 million with the option to take up an additional EC\$5 million.

1. ABSTRACT

During February 2014 to January 2015, the Government of Grenada is seeking to issue the following government securities on the Regional Government Securities Market to refinance its existing treasury bills currently on the market as follows:

91 Day Treasury Bills

Series A: Fifteen (EC\$15.0) Million in each of 3 issues

Ten (EC\$10) Million in one issue

Series B: Fifteen (EC\$15.0) Million in each of 4 issues

365 Day Treasury Bills

- Thirty (EC\$30.0) million in 365 day treasury bills on July 17, 2014.
- Twelve (EC\$12.0) million in 365 day treasury bills on October 9, 2014.
- Twelve (EC\$12.0) million in 365 day treasury bills on November 27th 2014

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

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 of Grenada. The Constitution

of Grenada stipulates that principal and interest payments are direct charges on the Consolidated Fund.

All Government of Grenada treasury bills will be opened for bidding at 9:00 a.m. and close at 12:00 noon on the respective auction dates.

A competitive uniform price auction will be used.

2. GENERAL INFORMATION

Issuer:	Government of Grenada
Address:	Ministry of Finance Financial Complex Carenage St. George's Grenada
Email:	finance@gov.gd
Telephone No.:	473-440-2731 / 440-2928
Facsimile No.:	473-440-4115
Contact Persons:	Dr. The Right Honorable Keith Mitchell, Minister for Finance, finance@gov.gd Mr. Timothy Antoine, Permanent Secretary Timothy.antoine@gov.gd Mr. Mike Sylvester, Deputy Permanent Secretary Mike.sylvester@gov.gd Mr. Ambrose Obike, Accountant General anl.obike@gmail.com
Date of Issue:	February 2014 – January 2015
Type of Security:	Treasury Bills

Amount of Issue:	EC\$169 million
Purpose Security Issue:	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.
Legislative Authority:	Revised Treasury bill Act 2003, Laws of Grenada.

3. INFORMATION ABOUT THE ISSUES

91 Day Treasury Bills

SERIES A: EC\$55 Million 91-Day Treasury Bills in 4 Issues

The Government of Grenada proposes to issue an EC \$15, 000,000 Treasury bill on 16th April, 16th July and 15th October 2014 and EC\$10 million on January 15th 2015. If the issue is oversubscribed the Government is willing to take up to an additional EC\$5 million in bills for each issue.

Amount of Issues:	Three issues - EC\$15.0 million Eastern Caribbean Dollars each One Issue – EC\$10 million Eastern Caribbean Dollars
Tenor:	91 Days
Security Trading Symbol:	GDB170714 GDB161014 GDB150115 GDB170415
Auction Date:	APRIL 16 TH 2014 JULY 16 TH 2014 OCTOBER 15 TH 2014 JANUARY 15 TH , 2015

Settlement Date:	APRIL 17 TH 2014 JULY 17 TH 2014 OCTOBER 16 TH 2014 JANUARY 16 TH 2015
Maturity Date:	JULY 17 TH 2014 OCTOBER 16 TH 2014 JANUARY 15 TH 2015 APRIL 17 TH , 2015
Bidding Period:	9:00 am to 12:00 noon on auction day
Method of Issue:	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
Listing:	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).
Placement of Bids:	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
Maximum Bid Price:	\$94.00 (6.00%).
Minimum Bid:	EC\$5,000
Bid Multiplier:	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.

- Bank of Nevis Limited
- ECFH Global Investment Solutions Limited
- Bank of St Vincent and the Grenadines Ltd
- St. Kitts Nevis Anguilla National Bank Limited
- First Citizens Investment Services Ltd (Saint Lucia)

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

SERIES B: EC\$60.0 Million 91-Day Treasury Bills in 4 Issues

The Government of Grenada proposes to issue an EC \$15, 000,000 Treasury bill on February 13th 2014, May 15th 2014, August 14th 2014 and November 13, 2014. If any of the issues are oversubscribed the Government is willing to take an additional EC\$5 million in bills (up to EC\$20 million) for each issue.

Amount Of Each Issue: EC\$15.0 million Eastern Caribbean Dollars

Tenor: 91 Day Treasury Bills

Security Trading Symbol:
GDB160514
GDB150814
GDB141114
GDB130215

Auction Date:
FEBRUARY 13TH 2014
MAY 15TH 2014
AUGUST 14TH 2014
NOVEMBER 13TH 2014

Settlement Date:
FEBRUARY 14TH 2014
MAY 16TH 2013
AUGUST 15TH 2013
NOVEMBER 14TH 2013

Maturity Date:
MAY 16TH 2014
AUGUST 15TH 2014

NOVEMBER 14TH 2014
FEBRUARY 13TH 2015

Bidding Period:	9:00 am to 12:00 noon on auction day
Method of Issue:	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
Listing:	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).
Placement of Bids:	Investors will participate in the auction through the Services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
Maximum Bid Price:	\$94.00 (6.00%).
Minimum Bid:	EC\$5,000
Bid Multiplier:	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).
Licensed Intermediaries:	Investors will participate in the auction through the Services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange. <ul style="list-style-type: none">• Bank of Nevis Limited• ECFH Global Investment Solutions Limited• Bank of St Vincent and the Grenadines Ltd• St. Kitts Nevis Anguilla National Bank Limited

- First Citizens Investment Services Ltd (Saint Lucia)

Currency: All currency references will be the Eastern Caribbean Dollar unless otherwise stated

365 Day Treasury Bills

ISSUE 1: EC\$30.0 Million 365 Day Treasury Bills

The Government of Grenada proposes to issue an EC \$30,000,000 Treasury bill on 17th July 2014.

Amount Of The Issue: EC\$30.0 million Eastern Caribbean Dollars

Tenor: 365 Day Treasury Bills

Security Trading Symbol: GDB180715

Auction Date: JULY 17, 2014

Settlement Date: **JULY 18, 2014**

Maturity Date: **JULY 18, 2015**

Bidding Period: 9:00 to 12:00 noon on auction day

Method of Issue: The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.

Listing: 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).

Placement of Bids:	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
Maximum Bid Price:	\$94.00 (6.00%).
Minimum Bid:	EC\$5,000
Bid Multiplier:	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. <ul style="list-style-type: none"> • Bank of Nevis Limited • ECFH Global Investment Solutions Limited • Bank of St Vincent and the Grenadines Ltd • St. Kitts Nevis Anguilla National Bank Limited • First Citizens Investment Services Ltd (Saint Lucia)
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 9, 2014.

Amount Of The Issue:	EC\$12.0 million Eastern Caribbean Dollars
Tenor:	365 Day Treasury Bills
Security Trading Symbol:	GDB101015
Auction Date:	OCTOBER 9, 2014
Settlement Date:	OCTOBER 10, 2014
Maturity Date:	OCTOBER 10, 2015
Bidding Period:	9:00 to 12:00 noon on auction day
Method of Issue:	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
Listing:	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).
Placement of Bids:	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
Maximum Bid Price:	\$94.00 (6.00%).
Minimum Bid:	EC\$5,000
Bid Multiplier:	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.

- Bank of Nevis Limited
- ECFH Global Investment Solutions Limited
- Bank of St Vincent and the Grenadines Ltd
- St. Kitts Nevis Anguilla National Bank Limited
- First Citizens Investment Services Ltd (Saint Lucia)

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

ISSUE 3: EC\$12.0 Million 365 Day Treasury Bills

The Government of Grenada proposes to issue an EC \$12,000,000 Treasury bill on November 27th, 2014. *In the event of an oversubscription, the issuer will take up to an additional EC\$ 8 million.*

Amount Of The Issue: EC\$12.0 million Eastern Caribbean Dollars

Tenor:	365 Day Treasury Bills
Security Trading Symbol:	GDB281115
Auction Date:	NOVEMBER 27, 2014
Settlement Date:	NOVEMBER 28, 2014
Maturity Date:	NOVEMBER 28, 2015
Bidding Period:	9:00 to 12:00 noon on auction day
Method of Issue:	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
Listing:	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).
Placement of Bids:	Investors will participate in the auction through the services of licensed intermediaries who are members of the Eastern Caribbean Securities Exchange
Maximum Bid Price:	\$94.00 (6.00%).
Minimum Bid:	EC\$5,000
Bid Multiplier:	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.

- Bank of Nevis Limited
- ECFH Global Investment Solutions Limited
- Bank of St Vincent and the Grenadines Ltd
- St. Kitts Nevis Anguilla National Bank Limited
- First Citizens Investment Services Ltd (Saint Lucia)

Currency:

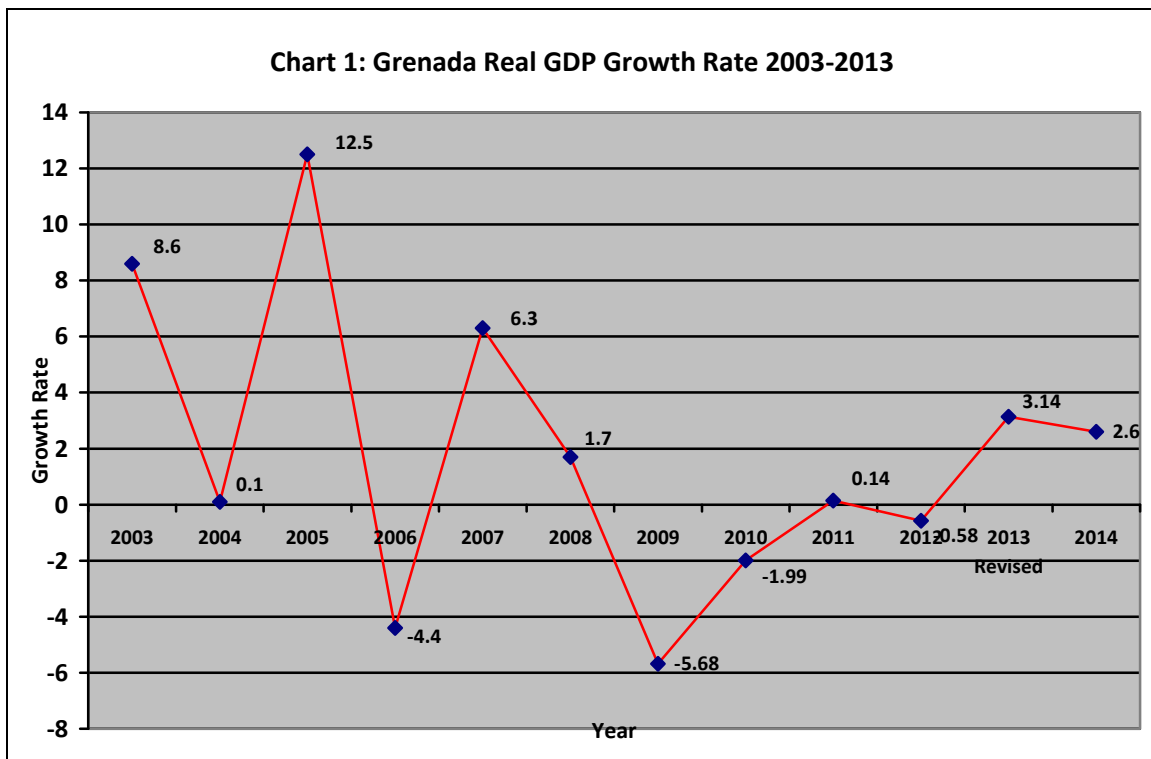
All currency references will be the Eastern Caribbean dollar unless otherwise stated.

All other Information in this Prospectus will remain unchanged. See more recent data on fiscal and other economic and social indicators below.

Grenada: Selected Social Development Indicators

Human development rank out of 187 countries (2013)	79.0
Life expectancy at birth in years (2012)	72.8
Adult literacy rate in percent (2007)	96.0%
GDP per capita (PPP) in U.S.\$ (2013)	10,339
Population rate of growth (%) (2014 Est)	0.5%
Infant mortality per 1,000 live births (2010)	9
Access to improved water source (2010)(% of population)	97%

Source: 2014 United Nations Human Development Report and Ministry of Finance



Recent Fiscal Performance 2009-2014 (EC\$M)

	2009	2010	2011	2012	2013 Revised	Actual Out turn 2014
Current Revenue	405.3	429.0	424.6	459.3	474.7	579.4
Current Expenditure	415.3	421.0	435.3	457.8	479.4	491.6
Current Account Balance	-10.0	24.0	-10.7	1.5	(35.9)	((3.0))
Capital Revenue	0.1	0.2	0.0	0.0	0.0	0.0
Capital Expenditure	157.8	164.4	163.2	235.2	160.5	221.2
Grants	68.3	95.2	70.4	66.5	30.8	90.8
Overall Balance	-99.3	-61.2	-103.5	-167.2	(165.1)	(133.4)

Source: Ministry of Finance

APPENDIX I: SUMMARY ECONOMIC DATA 2008 - 2013

This summary highlights some key economic data contained in this prospectus.

Domestic Economy (\$million)	2008	2009	2010	2011	2012	2013
	Rev.	Rev.	Rev	Rev	Est	Prelim
Nominal GDP at market prices	2,247.35	2,098.81	2,093.05	2,122.65	2189.52	2,288.89
Real GDP at factor cost	1,752.71	1,653.16	1,622.46	1,623.43	1,603.65	1,642.76
Per cent change in real GDP at factor cost	1.69	-5.68	-1.86	0.14	-1.2	2.74
Consumer Price Index (Period Average)	8.0 %	-0.3%	3.4 %	3.0%	2.0%	-1.6%
Unemployment rate (annual average)	24.9%	N/A	29%	31%	N/A	N/A
External Economy (\$ million)						
Exports (fob)	81.7	78.8	65.2	86.86	93.43	98.52
Imports (fob)	914.66	709.77	767.92	768.69	810.83	823.01
Current Account Balance	-741.02	-508.7	-596.81	-594.62	-521.65	-533.35
Direct Investment (net)	384.1	276.9	162.6	101.75	85.02	167.77
Capital and Financial Account Balance	711.45	590.50	509.41	539.87	466.74	556.36
Overall Balance of Payments	-21.3	69.8	-26.0	10.7	-5.40	50.19
Tourism						
Stay-Over Arrivals	130,363	113,914	110,419	113,947	112,335	89,070*
Total visitor expenditures (EC \$M)	267.6	242.2	301.9	428.6	361.7	N/A**

Sources: Ministry of Finance, Eastern Caribbean Central Bank and Grenada Board of Tourism.

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

(2) For purposes of this table (and to facilitate comparisons with GDP figures of other sovereign issuers), certain nominal GDP amounts as specified are presented using market prices (including net indirect taxes) rather than factor cost (which excludes net indirect taxes).

* Data represents the period January to September 2013

**Data not yet available

LIST OF LICENSED ECSE MEMBER BROKER DEALERS

Territory	Institution	Name of Licencee	Type of Licence
ST KITTS AND NEVIS	St Kitts-Nevis-Anguilla National Bank Ltd	Winston Hutchinson	Principal
		Anthony Galloway	Principal
		Angelica Lewis	Representative
		Marlene Nisbett	Representative
		Petronella Crooke	Representative
	The Bank of Nevis Ltd	Kelva Merchant	Principal
		Brian Carey	Principal
		Lisa Jones-Herbert	Representative
		Vernesia Walters	Representative
		Judy Claxton	Representative
SAINT LUCIA	ECFH Global Investment Solutions Ltd	Beverly Ann Henry	Principal
		Dianne Augustin	Principal
		Deesha Lewis	Representative
		Lawrence Jean	Representative
	First Citizens Investment Services Ltd	Carole Eleuthere-JnMarie	Principal
		Samuel Agiste	Representative
		Shaka St Ange	Representative
ST VINCENT AND THE GRENADINES	Bank of St Vincent and the Grenadines Ltd	Monifa Latham	Principal
		Patricia John	Representative
		Laurent Hadley	Representative
		Chez Quow	Representative