



GOVERNMENT OF GRENADA

ADDENDUM I – 28th MARCH 2022

PROSPECTUS FOR GOVERNMENT
SECURITIES

FOR THE PERIOD

January 2022 – DECEMBER 2022

EC\$60 MILLION 91-DAY TREASURY BILLS

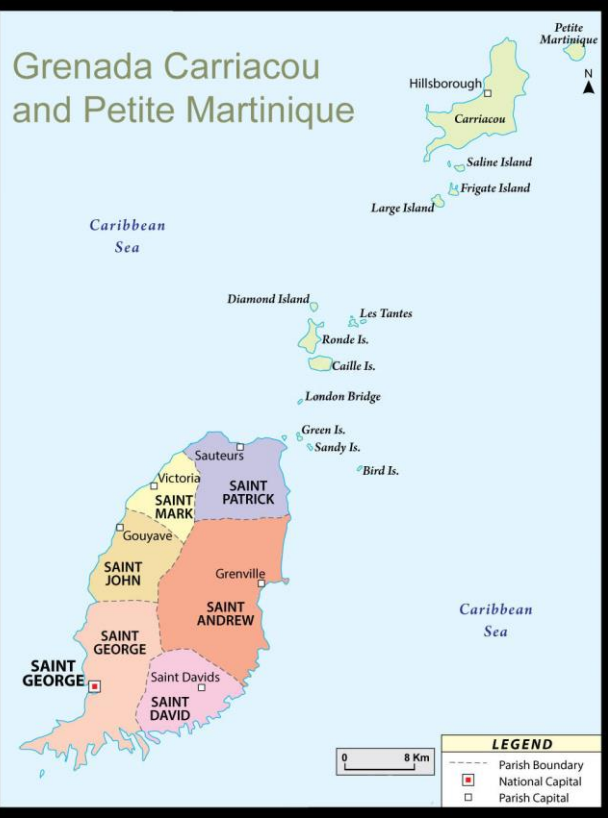
EC\$45 MILLION 365-DAY TREASURY BILLS

EC\$10 MILLION 2-YEAR TREASURY NOTE

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DATE OF PROSPECTUS: JANUARY 2022

Grenada Carriacou and Petite Martinique



ABOUT THE STATE OF GRENADA

The State of Grenada consists of three islands; Grenada, Carriacou and Petit Martinique situated between the Caribbean Sea and the Atlantic Ocean, 12.7 degrees north latitude and 61.4 degrees west longitude.

The Grenada Constitutional Order of 1973, which established the Constitution of Grenada, granted Grenada independence from the United Kingdom on 07 February 1974. A Governor General (Grenada's Head of State), is appointed by and represents the British Monarch and a Prime Minister is both leader of the majority party and the Head of Government. The Parliament is a bicameral legislature, consisting of an elected House of Representatives and an appointed Senate. The last general election was held in March 2018 and the New National Party (NNP), which was in power for the preceding five years contested and won 15 out of the 15 seats in the House of Assembly. Grenada's judicial system is based on the English system, including the principles and practice of English common law. Table 1 sets out selected social indicators for Grenada.

Table 1: Grenada Selected Social Development Indicators

<i>Human development index, score out of 100 (2019)</i>	<i>0.779</i>
<i>Life expectancy at birth in years (2019)</i>	<i>72.4</i>
<i>Access to Electricity (% of population) (2020)</i>	<i>95.4 per cent</i>
<i>Gross National Income (GNI) per capita (2011 PPP\$) (2017)</i>	<i>14,711.9</i>
<i>Population Estimate (2020)</i>	<i>113,135</i>
<i>Population rate of growth (per cent) (2020)</i>	<i>0.5 per cent</i>
<i>Infant mortality per 1,000 live births (2019)</i>	<i>14.7</i>
<i>Labour force participation rate (3rd Quarter, 2020)</i>	<i>66.2 per cent</i>

Source: World Bank (WDI 2018), UNDP HDR 201P and Central Statistical Office (CSO)

NOTICE TO INVESTORS

The Government of Grenada is issuing this prospectus to provide 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. 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's securities to be issued over the period January 2022 to December 2022. 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.

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1.0 ABSTRACT

Purpose of Addendum

The purpose of the addendum is to change the auction dates and trading symbols of the following 91-day Treasury Bills GDB180722, GDB191022 and GDB200123.

During the period January 2022 to December 2022, the Government of Grenada is seeking to issue the following Government securities on the Regional Governments Securities Market to refinance its existing treasury bills and notes currently on the market as follows:

91 Day Treasury bills

- Fifteen million (EC\$15.0M) in 91-day Treasury bills on January 12, 2022.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on April 19, 2022.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on July 21, 2022.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on October 24, 2022.

The maximum coupon rate of the new bills is 3.5 percent per annum.

365 Day Treasury Bills

- Twenty-five million (EC\$25.0M) in 365-day Treasury bills on August 03, 2022.
- Ten million (EC\$10.0M) in 365-day Treasury bills on October 24, 2022.
- Ten million (EC\$10.0M) in 365-day Treasury bills on December 12, 2022.

The maximum coupon rate of the new bills is 5 percent per annum.

2 Year Treasury Note

Ten million (EC\$10.0M) in 2-year Treasury note on February 14, 2022

The maximum coupon rate of the new notes is 5.5 percent per annum.

In this Prospectus, references to “Grenada” are to the State of Grenada, and references to the “Government” are to the Government of Grenada. The Treasury bill and note issues are being raised under the authority of the Public Debt Management Act 2015, Part 3 Section 13, Laws 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 and notes will be opened for bidding at 9:00 a.m. and close at 12:00 pm on the respective auction dates.

A competitive uniform price auction will be used.

2.0 INFORMATION ABOUT THE 2022-2023 SECURITY ISSUANCE

Table 2: Securities Details

SYMBOL	AUCTION DATES	ISSUE/SETTLEMENT DATE	MATURITY DATE	ISSUE AMT. EC\$M	TENOR	INTEREST RATE CEILING %
GDB140422	12-Jan-22	13-Jan-22	14-Apr-22	15	91 Days	3.5%
GDN150224	14-Feb-22	15-Feb-22	15-Feb-24	10	2 Years	5.5%
GDB200722	19-Apr-22	20-Apr-22	20-Jul-22	15	91 Days	3.5%
GDB211022	21-Jul-22	22-Jul-22	21-Oct-22	15	91 Days	3.5%
GDB040823	3-Aug-22	4-Aug-22	4-Aug-23	25	365 Days	5.0%
GDB240123	24-Oct-22	25-Oct-22	24-Jan-23	15	91 Days	3.5%
GDB251023	24-Oct-22	25-Oct-22	25-Oct-23	10	365 Days	5.0%
GDB131223	12-Dec-22	13-Dec-22	13-Dec-23	10	365 Days	5.0%

ALL ISSUES ON THE MARKET ARE IN EC DOLLARS

SUBJECT TO REVISION BASED ON FINANCING METHOD EMPLOYED

ALL OTHER INFORMATION IN THE PROSPECTUS REMAINS THE SAME

3.0 GENERAL INFORMATION

Issuer:	Government of Grenada
Address:	Ministry of Finance Financial Complex Carenage St. George's Grenada
Email:	financegrenada@financegrenada.com
Telephone No.:	473-440-2731 / 440-2928
Facsimile No.:	473-440-4115
Contact Persons:	Honourable Gregory Bowen, Minister for Finance, finance@gov.gd Mr. Mike Sylvester, Permanent Secretary Ag. psfinancegrenada@gmail.com Mrs. Isha Abraham, Deputy Permanent Secretary Ag. psfinancegrenada@gmail.com Mr. Philbert Charles, Accountant General qkcharles@agd.gd Mr. Kerry Pierre, Head Debt Management Unit kerrypierre@gmail.com ; kerrypierre@dmu.gov.gd
Date of Issue:	January 2022 – December 2022
Type of Security:	Treasury bills and Treasury notes
Amount of Issue:	EC\$115 million
Purpose Security Issue:	The Treasury bills and notes are being issued as part of Government's Debt Management Strategy to lower the cost of Government's borrowing by reducing reliance on the overdraft facility.
Legislative Authority:	Public Debt Management Act 2015, Part 3 Section 13, Laws of Grenada.

Bidding Period:	9:00 am to 12:00 noon on auction days
Method of Issue:	The price of the issue will be determined by a Competitive Uniform Price Auction with open bidding.
Listing:	The Treasury bills and notes 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:	\$94.50 (5.50 per cent).
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 that are members of the Eastern Caribbean Securities Exchange. <ul style="list-style-type: none"> • Bank of Nevis Limited • Bank of Saint. Lucia Ltd. • Bank of St Vincent and the Grenadines Ltd. • St. Kitts Nevis Anguilla National Bank Limited • First-Citizens Investment Services Ltd. (Saint Lucia) • Grenada Co-operative Bank Ltd.
Currency:	All currency references will be the Eastern Caribbean dollar unless otherwise stated.

4.0 CURRENT ISSUES OF GOVERNMENT SECURITIES ON THE REGIONAL GOVERNMENT SECURITIES MARKET

RGSM TREASURY BILLS AND BONDS

Issues Outstanding	EC\$ 25M
Type of Issue	Government of Grenada Treasury bills and bonds
Maturity in Days	91 Days and 2 Years
Date of Issues	January 2022 to December 2022
Yields	Max 5.5 percent
Discount Price	EC\$94.50

Treasury bills and notes outstanding as of March 28, 2022, are listed in Table 3.

Table 3: Outstanding Treasury bills and notes on the RGSM as of March 28, 2022.

Auction Name	Issue Date	Maturity Date	Tenor	Value of Bids (EC\$M)	Issue Amount (EC\$M)	Amount Accepted (EC\$M)	Yield (%)	Total Bids	Successful Bids
GDB140422	13-Jan-22	14-Apr-22	91 Days	21.85	15.00	15.00	1.50	11	5
GDN150224	15-Feb-22	15-Feb-24	2 Years	13.59	10.00	10.00	4.00	17	8

5.0 UPCOMING ISSUES OF GOVERNMENT SECURITIES ON REGIONAL MARKET 2022

SYMBOL	AUCTION DATES	ISSUE/SETTLEMENT DATE	MATURITY DATE	ISSUE AMT. EC\$M	TENOR	INTEREST RATE CEILING %
GDB140422	12-Jan-22	13-Jan-22	14-Apr-22	15	91 Days	3.5%
GDN150224	14-Feb-22	15-Feb-22	15-Feb-24	10	2 Years	5.5%
GDB200722	19-Apr-22	20-Apr-22	20-Jul-22	15	91 Days	3.5%
GDB211022	21-Jul-22	22-Jul-22	21-Oct-22	15	91 Days	3.5%
GDB040823	3-Aug-22	4-Aug-22	4-Aug-23	25	365 Days	5.0%
GDB240123	24-Oct-22	25-Oct-22	24-Jan-23	15	91 Days	3.5%
GDB251023	24-Oct-22	25-Oct-22	25-Oct-23	10	365 Days	5.0%
GDB131223	12-Dec-22	13-Dec-22	13-Dec-23	10	365 Days	5.0%

ALL ISSUES ON THE MARKET ARE IN EC DOLLARS. SUBJECT TO REVISION BASED ON FINANCING METHOD EMPLOYED

6.0 SELECTED MACROECONOMIC INDICATORS 2015-2021(e)

	2015	2016	2017	2018	2019	2020	2021 (e)
Real Sector							
<i>(Annual Percentage Change Unless Otherwise Indicated)</i>							
Real GDP Growth	6.4	3.7	4.4	4.4	0.7	-13.8	5.7
Inflation (period average, %)	-0.6	1.7	0.9	0.8	0.6	-0.7	2.2
Unemployment Rate (%)	29.0	28.2	23.6	18.5	15.1	18.5	16.6
Nutmeg Production (million lbs)	1.3	1.1	1.3	1.2	1.1	1.4	1.5
MNIB Purchases of other crops (million lbs)	3.8	3.0	2.3	2.3	2.0	1.7	1.7
Imports of Building Material (EC\$ million)	95.7	112.1	145.1	164.8	161.1	126.6	165.2
Sales of Building Material (EC\$ million)	42.2	46.7	48.5	47.8	49.0	28.1	56.1
Agriculture, Livestock and Forestry	44.9	-13.9	-19.5	3.0	-3.6	-15.0	12.5
Construction	7.0	13.1	29.1	12.6	-3.6	-20.5	28.9
Hotels and Restaurants	0.5	10.7	5.0	9.9	4.1	-68.2	33.9
SGU Enrollment (no. of students)	7073	7457	7572	7900	8256	8617	8792
Stay Over Arrivals (no. of persons)	132547	135372	146384	160973	162903	43815	42100
Cruise Ship Visitor Arrivals (no. of persons)	280518	314913	299449	342826	337940	162517	25027
External Account							
<i>(As a percentage of GDP)</i>							
Current Account Balance	-12.5	-11.0	-14.4	-15.5	-16.6	-16.8	-14.0
Exports of Goods & Services	51.2	49.4	51.4	53.3	51.6	41.1	43.7
Imports	50.9	49.9	54.7	58.7	59.0	52.1	52.6
Foreign Direct Investment (percent of GDP)	-13.8	-8.8	-13.5	-14.0	-16.2	-14.0	-6.6
Money and Banking							
<i>In EC\$ Millions</i>							
Net Foreign Assets (EC\$ million)	837.9	975.3	1053.7	1315.2	1400.4	1720.7	1919.1
Domestic Credit (EC\$ million)	1440.0	1396.0	1405.4	1351.4	1326.2	1243.9	1348.7
o/w Households (EC\$ million)	1073.6	1054.6	1038.0	1055.9	1040.0	1050.1	1033.0
Firms (EC\$ million)	469.5	485.3	514.1	539.2	583.4	623.2	694.2
Non-Bank Institutions (EC\$ million)	9.3	8.7	6.4	6.9	0.7	1.2	1.5
Other Public Sector (net, EC\$ million)	-46.8	-93.8	-32.6	-49.3	-75.3	-211.0	-71.9
General Government (EC\$ million)	-65.6	-58.8	-120.6	-201.3	-222.6	-219.6	-308.2
Currency with the public (EC\$ million)	131.5	135.7	151.4	143.9	138.6	160.8	188.1
Weighted Average Interest Rate							
Total Deposits Rate (%)	1.6	1.4	1.3	1.3	1.2	1.1	1.2
Lending Rate (%)	8.7	8.4	8.0	7.6	7.2	6.4	6.2
Memo Item:							
Nominal GDP (EC\$ million)	2691.9	2866.4	3039.4	3149.6	3276.4	2817.2	2978.8
2019 and 2020 External Account figures are preliminary whilst 2021 is estimated							
<i>Sources and notes: Ministry of Finance, CSO, ECCB</i>							