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GOVERNMENT OF GRENADA

ADDENDUM 1 - 26th JULY, 2024

PROSPECTUS

FOR GOVERNMENT SECURITIES

FOR THE PERIOD
JANUARY 2024 – DECEMBER 2024

DATE OF PROSPECTUS: JANUARY 2024



EC\$60 MILLION
91-DAY TREASURY
BILLS



EC\$45 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

GOVERNMENT OF GRENADA



Addendum 1 - 26 July,2024

PROSPECTUS 2024-2026

Ministry of Finance

Grenada Carriacou and Petite Martinique

Caribbean
Sea



London Bridge

Green Is.
Sandy Is.

Bird Is.



Caribbean
Sea



LEGEND

- Parish Boundary
- National Capital
- Parish Capital

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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. Grenada will celebrate Fifty Years of Independence in 2024. A Governor-General (Grenada’s Head of State), is appointed by and represents the British Monarch and a Prime Minister is the 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 June 2022 and the National Democratic Congress (NDC) contested and won 9 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 68 out of 191 countries (2021)</i>	<i>79.5</i>
<i>Life expectancy at birth in years (2022)</i>	<i>73.7</i>
<i>Share of seats in Parliament (% held by women) (2023)</i>	<i>33.3 percent</i>
<i>Gross National Income per capita (current international \$)(2022)</i>	<i>15,870.00</i>
<i>Population rate of growth (percent) (2022)</i>	<i>0.18</i>
<i>Infant mortality per 1,000 live births (2022)</i>	<i>20.1</i>
<i>Labour force participation rate (2nd Quarter 2023)</i>	<i>66.0 percent</i>
<i>Political Stability and Absence of Violence/Terrorism (percentile rank)</i>	<i>85.38</i>

Source: World Bank (WDI 2022), UNDP dev. reports 2021, CSO Ministry of Finance, Ministry of Health

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 as per the rules of the Regional Government Securities Market. The Regional Debt Coordinating 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 January 2024 to December 2024. 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

Purpose of Addendum

The purpose of the addendum is to change the auction date and trading symbol of the following 365 day Treasury Bill **GDB160825**. The date is being changed from 9-Sep-24 to 15-Aug-24.

During the period January 2024 to December 2024, 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 Treasury notes currently on the market as follows:

91-Day Treasury bills

- Fifteen million (EC\$15.0M) in 91-day Treasury bills on February 6, 2024.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on May 9, 2024.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on August 9, 2024.
- Fifteen million (EC\$15.0M) in 91-day Treasury bills on November 12, 2024.

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

365-Day Treasury Bills

- Twenty-five million (EC\$25.0M) in 365-day Treasury bills on August 15, 2024.
- Ten million (EC\$10.0M) in 365-day Treasury bills on October 26, 2024.
- Ten million (EC\$10.0M) in 365-day Treasury bills on December 12, 2024.

2-Year Treasury Notes

- Ten million (EC\$10.0M) in 2-year Treasury notes on February 14, 2024

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 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 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. INFORMATION ABOUT THE 2024 SECURITY ISSUANCE

Table 2: Security Details

SYMBOL	AUCTION DATES	ISSUE/SETTLEMENT DATE	MATURITY DATE	ISSUE AMT. EC\$M	TENOR (Days)	INTEREST RATE CEILING %
GDB080524	6-Feb-24	7-Feb-24	8-May-24	15	91	3.50%
GDB150226	14-Feb-24	15-Feb-24	15-Feb-26	10	730	5.50%
GDB090824	9-May-24	10-May-24	9-Aug-24	15	91	3.50%
GDB111124	9-Aug-24	12-Aug-24	11-Nov-24	15	91	3.50%
GDB160825	15-Aug-24	16-Aug-24	16-Aug-25	25	365	5.00%
GDB281025	25-Oct-24	28-Oct-24	28-Oct-25	10	365	5.00%
GDB120225	12-Nov-24	13-Nov-24	12-Feb-25	15	91	3.50%
GDB151225	12-Dec-24	16-Dec-24	15-Dec-25	10	365	5.00%

ALL ISSUES ON THE MARKET ARE IN EC DOLLARS

SUBJECT TO REVISION BASED ON THE FINANCING METHOD EMPLOYED

3. 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 / 435-8915
Facsimile No.:	473-440-4115
Contact Persons:	Honorable Dennis Cornwall, Minister for Finance minister@mof.gov.gd Mr. Mike Sylvester, Permanent Secretary ps@mof.gov.gd Chevanne Britton, Deputy Permanent Secretary Ag. dps@mof.gov.gd Mrs. Natika Bain-Charles, Accountant General natika.bain-charles@mof.gov.gd Mr. Kerry Pierre, Head Debt Management Unit kerrypierre@dmu.gov.gd
Date of Issue:	January 2024 – December 2024
Type of Security:	Treasury bills
Amount of Issue:	EC\$115 million
Purpose Security Issue:	The Treasury bills are being issued as part of the Government's Debt Management Strategy to lower the cost of the 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 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:	EC\$95 (5 percent).
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 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 (ECSE). <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. SECURITY ISSUANCE PROCEDURES AND SETTLEMENT AND SECONDARY MARKET ACTIVITIES

The Treasury bills will be issued on the Regional Government Securities Market using the ECSE trading platform for both primary issuance and secondary trading. The pricing methodology to be used for selling the securities will be that of a competitive uniform price auction with open bidding. The ECSE and its subsidiaries are responsible for processing, clearance, and settlement of securities and providing the intermediaries with access to their settlement projections report, which indicates the obligations of the intermediary. Intermediaries are responsible for interfacing with prospective creditors, collecting applications for subscriptions and processing bids on the ECSE platform. A list of licensed intermediaries is provided in Appendix I.

Successful investors will be informed of their payment obligations and funds deducted from their respective accounts with the intermediaries. As an issuer on the RGSM, the Government of Grenada will be subject to the rules and procedures established by the Regional Debt Coordinating Committee for the operation of the market including ongoing reporting and disclosure requirements.

5. CURRENT ISSUES OF GOVERNMENT SECURITIES ON THE REGIONAL GOVERNMENT SECURITIES MARKET

RGSM TREASURY BILLS AND BONDS

Issues Outstanding	EC\$ 115.0 million
Type of Issue	Government of Grenada Treasury Bills and Bonds
Maturity in Days	91 and 365 Days
Maturity in Years	2 Years
Date of Issues	January 2024 to November 2024
Yields	Max 5.5 percent
Discount Price	EC\$95.50

Treasury Bills and bonds outstanding as of November 30th, 2023, are listed in Table 11.

Table 11: Treasury Bills listed on RGSM as of November 30th, 2023

Auction Name	Issue Date	Maturity Date	Term	Value (EC\$M)	Issue Amount (EC\$M)	Amount Accepted (EC\$M)	Yield (%)	Total Bids	Successful Bids
GDB270423	25-Jan-23	27-Apr-23	91	16.33	15.00	14.87	3.5	7	7
GDB010823	28-Apr-23	01-Aug-23	91	35.88	15.00	14.94	1.5	16	7
GDB021123	03-Aug-23	02-Nov-23	91	17.29	15.00	14.87	3.5	9	9
GDB100824	11-Aug-23	10-Aug-24	365	58.92	25.00	24.63	1.5	18	6
GDB261024	27-Oct-23	26-Oct-24	365	27.92	10.00	9.80	2.0	19	7
GDB050224	25-Oct-22	25-Oct-23	365	22.2	15.00	14.9	2.5	9	6
GDB141224	13-Dec-22	13-Dec-23	365	18.82	10.00	9.76	2.5	13	8

Source: Ministry of Finance

Secondary Market Activities on the RGSM

Table 12: Value of Trades on the secondary market (ECSE platform only) in EC\$ millions 2018-2022¹

Country	2018	2019	2020	2021	2022	Total
Antigua and Barbuda	1.1	24.5	0.0	0.0	0.0	25.6
Commonwealth of Dominica	1.2	0.0	0.0	0.0	0.0	1.2
Grenada	0.0	0.0	0.0	0.0	0.0	0.0
St. Kitts & Nevis	0.0	0.0	0.0	0.0	0.0	0.0
St. Lucia	17.8	9.5	28.5	2.7	0.1	58.6
St. Vincent & the Grenadines	9.1	2.2	0.0	2.0	0.0	13.3
Grand Total	29.2	36.2	28.5	24.7	3.5	98.7

Source: ECSE, ECCB

¹ Data for 2023 are not yet available on the ECSE site

Table 13: Upcoming Issues of Government Securities on the Regional Market 2024

SYMBOL	AUCTION DATES	ISSUE/SETTLEMENT DATE	MATURITY DATE	ISSUE AMT. EC\$M	TENOR (Days)	INTEREST RATE CEILING %
GDB080524	6-Feb-24	7-Feb-24	8-May-24	15	91	3.50%
GDB150226	14-Feb-24	15-Feb-24	15-Feb-26	10	730	5.50%
GDB090824	9-May-24	10-May-24	9-Aug-24	15	91	3.50%
GDB111124	9-Aug-24	12-Aug-24	11-Nov-24	15	91	3.50%
GDB160825	15-Aug-24	15-Aug-24	16-Aug -25	25	365	5.00%
GDB271024	25-Oct-24	28-Oct-24	28-Oct-25	10	365	5.00%
GDB120225	12-Nov-24	13-Nov-24	12-Feb-25	15	91	3.50%
GDB131225	12-Dec-24	15-Dec-24	15-Dec-25	10	365	5.00%

All ISSUES ON THE MARKET ARE IN EC DOLLARS

APPENDICES

APPENDIX I²: KEY AMMENDMENTS

Item	2015 FRA	2023 FRA
Fiscal Objectives	Fiscal & debt sustainability & fiscal risk management	Retained
Debt Target	55% or 60% of GDP (unclear)	60.0% of GDP by 2035
Primary Balance Rule	Floor of 3.5% of GDP	Floor of 1.5% of GDP
Primary Expenditure Rule	Ceiling of 2% annual real growth	Removed
Wage Bill Rule	9% of GDP 2% real annual growth (unclear)	Ceiling of 13.0% of GDP Annually
Contingent Liabilities related to PPPs	Ceiling of 5% of GDP	Removed
Escape Clause	Ambiguity about frequency of activation	Clear guidance about frequency of activation and the renaming of the Section as the Suspension Clause
Recovery Plan	Immediate preparation upon suspension	Removed as a standalone document, but measures proposed to return to compliance with the are contained in the Mid-year Economic Report (if suspension occurs within the first half of a fiscal years) and included in the Medium-term Economic and Fiscal Strategy Report if suspension occurs within the second half of a fiscal year
Reports	Six	Single consolidated Medium-term Economic & Fiscal Strategy Report
Medium-term Fiscal Framework	No provisions	Explicit provisions
Coverage	Central Gov't & Covered Public Entities	Central Gov't & <u>All</u> SOEs & SBs for Public Debt. Central Gov't only for fiscal flow variables
Stated –owned Enterprises (SOEs) and Statutory Bodies (SBs)	Fiscal rules apply to both Central Government and “covered public entities”	New Section with explicit provisions for all SOEs & SBs
Independent Fiscal Oversight Committee	Ex-post assessment only	Ex-ante and Ex-post assessments

² Revised

APPENDIX II³: LIST OF LICENSED ECSE MEMBER BROKER-DEALERS

Territory	Institution	Name of Licensee	Type of License
GRENADA	Grenada Co-operative Bank Ltd No 8 Church Street St. George's Tel: 473 440 2111 Fax: 473 440 6600 Email: info@grenadaco-opbank.com	Allana Joseph Aaron Logie Kishel Francis Laurian Modeste	Principal Principal Representative Representative
	ST KITTS AND NEVIS	St Kitts-Nevis-Anguilla National Bank Ltd P O Box 343 Central Street Basseterre Tel: 869 465 2204 Fax: 869 465 1050 Email: donellec@sknanb.com	Anthony Galloway Petronella Edmeade-Crooke Marlene Nisbett Angelica Lewis
	The Bank of Nevis Ltd P O Box 450 Main Street, Charleston Tel: 869 469 5564/5796 Fax: 869 469 5798 E mail: info@thebankofnevis.com	Judy Claxton Denicia Small Nikesia Pemberton	Principal Representative Representative
SAINT LUCIA	Bank of St Lucia Ltd 5th Floor, Financial Centre Building 1 Bridge Street, Castries Tel: 758 456 6826/457 7233 Fax: 758 456 6733	Medford Francis Lawrence Jean Cedric Charles Deesha Lewis Shaiiede Kallicharan Mervin Simeon Yasmane St Marthe Stephanie Gustave-Antoine	Principal Principal Principal Representative Representative Representative Representative Representative
	First Citizens Investment Services Limited	Margaret Cox Alma Richardson	Principal Principal

³ Revised

Territory	Institution	Name of Licensee	Type of License
	P O Box 1294 John Compton Highway Sans Souci, Castries Tel: 758 450 2662 Website: www.firstcitizenstt.com/fcis E-mail : invest@firstcitizensslu.com	David Gavery Gale Cumberbatch Nayeebah St. Prix Dominic Mauricette	Representative Representative Representative Representative
ST VINCENT AND THE GRENADINES	Bank of St Vincent and the Grenadines Ltd	Laurent Hadley Monifa Latham	Principal Principal
	P O Box 880 Cnr. Bedford and Grenville Streets Kingstown Tel: 784 457 1844 Fax: 784 456 2612/ 451 2589 Email: info@bosvg.com	Chez Quow Tabisha Joseph Patricia John	Representative Representative Representative

APPENDIX III: OUTSTANDING DEBT 2018 -2023(e)

	2019	2020	2021	2022	2023 (e)

	<i>In EC\$M unless stated otherwise</i>				
Total Public Debt					
External Debt (incl. Gov't Guarantees)	1410.9	1531.3	1643.42	1650.1	1728.79
Domestic Debt (incl. Gov't Guarantees)	477.9	457.1	464.7	425.2	412
SoE Debt	539	514.3	567.2	548	<u>522.7</u>
Total Public Debt to GDP (%)					
External Debt to GDP	43.1	54.4	54.2	50.7	47.8
Domestic Debt o GDP	14.6	16.2	15.3	13.1	11.4
SoE Debt	16.5	18.3	18.7	16.8	14.5
Central Government Debt					
External Debt	1410.9	1531.3	1639.7	1436.3	1612.3
Domestic Debt	477.9	457.1	463.7	539.5	515.2
Central Government Debt to GDP (%)					
External Debt	43.1	54.4	54.1	50.7	47.8
Domestic Debt	14.6	16.2	15.3	13.1	11.4
Total Debt Service	285.2	272.3	286.4	361.2	351.5
External	133.7	121.6	128.1	124.4	137.5
Domestic	151.5	150.7	158.3	236.8	214
Memo Item: Nominal GDP (EC\$M)	3271.4	2817.2	3031.6	3252.5	3616.4

Source: Eastern Caribbean Central Bank & Ministry of Finance

APPENDIX IV: REAL GDP GROWTH RATES AND MEDIUM-TERM PROJECTIONS

	Actual	Actual	Actual	Est.	Est.	Forward Estimates		
	2019	2020	2021	2022	2023	2024	2025	2026
Agriculture, Livestock and Forestry	-3.6	-15.0	15.0	-24.4	-4.2	1.5	0.8	0.6
Fishing	2.0	-13.0	17.6	-3.8	1.1	1.3	1.1	2.5
Mining & Quarrying	5.0	-8.0	18.8	14.8	6.8	7.5	5.0	5.6
Manufacturing	3.2	-10.2	11.1	9.4	3.2	3.4	1.8	1.4
Electricity & Water	3.2	-6.4	-0.8	6.7	2.2	1.3	0.9	1.6
Construction	-3.6	-20.5	25.7	31.5	18.1	10.2	11.0	4.3
Wholesale & Retail Trade	1.8	-15.4	6.5	8.1	2.5	5.3	4.8	2.4
Hotels & Restaurants	4.1	-68.2	37.6	66.6	21.8	31.4	20.8	7.7
Transport and Storage	4.2	-33.1	-13.5	15.4	7.5	7.2	4.9	5.7
Communications	-7.9	-6.3	0.7	0.7	1.1	0.7	0.4	1.7
Financial Intermediation	2.9	4.3	4.1	5.7	4.8	4.4	4.0	4.9
Real Estate, Renting and Business Activities	1.5	-7.0	0.8	1.7	1.8	1.5	1.1	0.9
Public Administration	-0.8	-2.0	0.1	2.5	1.2	3.2	2.0	2.8
Education	4.2	-0.3	1.7	-1.7	4.3	2.0	1.4	1.5
Health and Social Work	-3.8	-1.7	2.4	2.7	1.1	1.1	1.1	1.7
Other Community, Social & Personal Services	1.6	-11.4	1.2	0.9	1.8	0.8	0.7	1.1
Activities of Private Households as Employers	0.6	-4.3	0.0	1.6	1.9	1.0	1.0	1.1
Real Gross Value added (not GDP)	1.2	-13.7	5.2	7.2	5.8	5.6	4.9	3.1
Real Gross Domestic Product	0.7	-13.8	4.7	7.4	6.5	4.5	3.5	4.6
Nominal GDP (% Change)	4.0	-14.0	7.6	9.3	10.1	7.5	6.4	6.6
Nominal GDP (EC\$ Millions)	3,276.4	2,817.2	3,031.6	3,314.2	3,648.7	3,921.9	4,172.0	4,449.3

Source: Ministry of Finance, ECCB