

**S.I. 113 of 2020****PUBLIC DEBT MANAGEMENT ACT***(Cap 302)***Development Bank of Seychelles Relief Scheme for Micro, Small and Medium Enterprises) Guarantee Order, 2020**

**WHEREAS**, the global COVID-19 pandemic has caused significant disruptions in the economic activities of Micro, Small and Medium Enterprises in Seychelles;

**AND WHEREAS**, the Central Bank of Seychelles and the members of the Seychelles Bankers Association have outlined a relief scheme to finance the Micro, Small and Medium Enterprises (hereinafter referred to as the “Purpose”);

**AND WHEREAS**, the Central Bank of Seychelles has made available to the members of the Seychelles Bankers Association a credit line facility of a maximum of SCR500, 000, 000 (hereinafter referred to as the “Credit Line Facility”) for a period of 6 months;

**AND WHEREAS**, the Government of Seychelles has agreed to guarantee 70% of all advances borrowed by the members of the Seychelles Bankers Association from the Central Bank of Seychelles under the Credit Line Facility;

**NOW, THEREFORE**, in exercise of the powers conferred by section 28 of the Public Debt Management Act, the Minister responsible for Finance matters makes the following order —

**1.** This order may be cited as the Development Bank of Seychelles Relief Scheme for Micro, Small and Medium Enterprises) Guarantee Order, 2020.

Citation

**2.** The Minister responsible for Finance has, in accordance with the provision of section 14 of the Public Debt Management Act, guaranteed a loan on behalf of Development Bank of Seychelles from the Central Bank of Seychelles in an

The Loan

agreement dated 18<sup>th</sup> May, 2020 the particulars of which are stated in paragraph 3.

Particulars

**3.** The particulars of the Loan Agreement referred to in paragraph 2 are as follows —

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| <i>(a) Amount of Guarantee:</i>        | 70% of any amount borrowed by the Borrower from the Lender from time to time under the credit line facility for the Purpose; |
| <i>(b) Terms of repayment:</i>         | Every calendar quarter, commencing June, 2021, within 15 days of the end of the relevant quarter;                            |
| <i>(c) Name of Lender:</i>             | Central Bank of Seychelles;  |
| <i>Name of Borrower:</i>               | Development Bank of Seychelles;  |
| <i>Name of Guarantor:</i>              | Government of Seychelles;  |
| <i>(d) Interest payable:</i>           | No interest shall be payable;  |
| <i>(e) Manner to be accounted for:</i> | To be treated as guarantee;  |
| <i>(f) Purpose of Guarantee:</i>       | To allow a relief scheme for the financing of the Micro, Small and Medium Enterprises;                                       |
| <i>(g) Other particulars:</i>          | Other particulars are contained in the loan agreement.   |

**MADE this 28th day of August, 2020.**

**MAURICE LOUSTAU-LALANNE  
MINISTER OF FINANCE, TRADE, INVESTMENT  
AND ECONOMIC PLANNING**

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