

S.I. 132 of 2022**PUBLIC DEBT MANAGEMENT ACT***(Cap 302)***African Development Bank Loan Agreement Order, 2022**

In exercise of the powers conferred by section 28 of the Public Debt Management Act, the Minister responsible for finance makes the following Order —

Citation

1. This Order may be cited as the African Development Bank Loan Agreement Order, 2022.

Loan agreement

2. The Minister responsible for finance has, in accordance with section 4 of the Public Debt Management Act, entered into loan agreement with the African Development Bank (“the loan agreement”) to assist in the financing of the Governance and Economic Support Program Phase II which aims to strengthen economic governance reforms to sustain inclusive green growth and support post-COVID-19 recovery whilst reinforcing environmental and climate resilience.

Particulars

3. The particulars of the loan agreement referred to in paragraph 2 are as follows —

- | | |
|--------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <i>(a) Amount of the loan:</i> | US Dollars Twenty Five Million (\$25,000,000). |
| <i>(b) Terms of repayment:</i> | Payable semi-annually in 34 equal instalments over a period of 17 years, following the expiration of a grace period of 8 years, with the repayment date being 15 May and 15 November each year. |

- (c) *Name of lender:* African Development Bank.
- Name of borrower:* The Government of the Republic of Seychelles.
- (d) *Interest payable:* Interest is payable by the borrower on the disbursed loan balance. For each interest period, the interest payable shall be a percentage rate per annual equal to the sum of —
- (i) the floating base rate;
 - (ii) the lending margin;
 - (iii) the funding cost margin; and
 - (iv) the maturity premium of twenty (20) basis points per annum,
- provided, however, that, if the interest payable is less than zero, the interest rate shall be deemed to be zero.
- (e) *Manner to be accounted for:* To be treated as financing.
- (f) *Purpose of loan:* The purpose of the loan is to assist in the financing of the Governance and Economic Reform Support Program.
- (g) *Other particulars:* Other particulars are contained in the loan agreement.

MADE this 23rd day of December, 2022.

**NAADIR HASSAN
MINISTER OF FINANCE,
NATIONAL PLANNING AND TRADE**
