



GOVERNMENT OF THE COMMONWEALTH OF DOMINICA

PROSPECTUS

For
EC\$20.0 Million 91 day Treasury bill
EC\$60 Million, 91 day Treasury bills
(Series A: ECD 20M; Series B: ECD 20M; Series C: ECD 20M)
EC\$25 Million 5 year Bond
Ministry of Finance
Financial Centre
Kennedy Avenue
Roseau
DOMINICA

Telephone: (767) 266-3221

Fax: (767) 448-0054

Email: finsec@cwdom.dm

The Prospectus has been drawn up in accordance with 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 is issued for the purpose of giving information to the public. If you are in doubt about the contents of this document or need financial or investment advice you should 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.

Dominica



Notice to Investors

This prospectus is issued for the purposes of giving information to the public. The Government of the Commonwealth of Dominica (GOCD) affirms the accuracy of the information contained herein and accepts full responsibility for the same. The GOCD confirms that, having made all reasonable inquiries, this prospectus contains all information material in the context of the securities being issued, and to the best of its knowledge there are no other facts, the omission of which would cause the information in this prospectus to be misleading.

This prospectus and its content are issued for the specific securities described herein. Should you need advice, you should consult a person licensed under the Securities Act or any other duly qualified person who specializes on advising on the acquisition of Governments instruments or other securities.

The ultimate decision and responsibility to proceed with any transaction with respect to this offering rests solely with you. Therefore, prior to entering into the proposed investment, you should determine the economic risks and merits, cost of damage inflicted by Tropical Storm Erika, as well as the legal, tax and accounting characteristics and consequences of this Bill offering, and that you are able to assume those risks.

This Prospectus and its content are issued for the specific securities described.

Abstract

The Government of the Commonwealth of Dominica (hereafter referred to as GOCD) proposes to raise a total of EC\$105.0 Million on the Regional Government Securities Market (RGSM) through the issue of the following securities:

- One 91 day \$20.0 million Treasury bill with a maximum bid price of 6%
- One 5 year EC\$25 Million Bond with maximum bid price of 7.0%
- Three 91 day Treasury bills:
 - EC\$20 Million, with a maximum bid price of 6%
 - EC\$20 Million, with a maximum bid price of 6%
 - EC\$20 Million, with a maximum bid price of 6%

The purpose of this addendum is to issue a \$20.0 million 91 day Treasury bill of the Government of the Commonwealth of Dominica identified by the trading symbol DMB060416. The Treasury bill would be auctioned on 5th January 2016

The securities will be issued under the authority of the Bonds and Securities Act and the Treasury Bills Act No. 5 of 2010 of the Commonwealth of Dominica.

The securities will be issued on the Regional Government Securities Market (RGSM) in the months of February 2015, March 2015, June 2015, September 2015, and January 2016, and listed on the Eastern Caribbean Securities Exchange (ECSE) as follows:

Issue amount: EC\$105 Million

| Auction Date | Tenor/Type | Amount | Trading Symbol | Settlement Date | Maturity Date |
|---|--------------------------|-----------------------------|-----------------------|--|---|
| 25th February 2015 | 5 year Bond | EC\$25.0 Million | DMG050220 | 26th February 2015 | 26th February 2020 |
| 26th March 2015 | 91 Day T-bill | EC\$20.0 Million | DMB260615 | 27th March 2015 | 26th June 2015 |
| 29th June 2015 | 91 Day T-bill | EC\$20.0 Million | DMB290915 | 30th June 2015 | 29th September 2015 |
| 30th September 2015 | 91 day T-bill | EC\$20.0 Million | DMB311215 | 1st October 2015 | 31st December 2015 |
| 5 th January 2016 | 91 day T-bill | EC\$20.0 Million | DMB060416 | 6 th January 2016 | 6 th April 2016 |

Bidding will commence at 9:00 a.m. and will be closed at 12:00 noon on the auction day.

I. General Information

Issuer: Government of the Commonwealth of Dominica (GOCD)

Address: Ministry of Finance
Financial Centre
Roseau
Commonwealth of Dominica

Email: finsec@cwdom.dm

Telephone No.: (767) 266-3221

Facsimile No.: (767) 448-0054

Contact Persons: Hon. Mr. Roosevelt Skerrit, Prime Minister and Minister for Finance
Mrs. Rosamund Edwards, Financial Secretary
Mrs. Beverly Pinard, Accountant General

Arranger: ECFH Global Investment Solutions Limited

Address: 5th Floor Financial Centre Building
1 Bridge Street
Castries, St. Lucia W.I.

Telephone No.: (758) 457 7231

Facsimile No.: (758) 456 6740

Contact Persons: Medford Francis

Issue Dates: 26th February 2015; 27th March 2015; 30th June 2015; 1st October 2015; 7th January 2016

Types of Securities: One 5 year Bond, four 91 day Treasury bills

Amount of Issue: EC\$25 Million 5 year Bond with a maximum bid price of 7%

EC\$20 million 91 day Treasury bill with a maximum bid price of 6%

EC\$20 million 91 day Treasury bill with a maximum bid price of 6.0%

EC\$20 million 91 day Treasury bill with a maximum bid price of 6%

EC\$20 million 91 day Treasury bill with a maximum bid price of 6%

Use of Proceeds: The proceeds of this issue will be used to finance part of the GOCD operational budget and to refinance existing GOCD debt.

Legislative Authority: The Bonds and Securities Act and the Treasury Bills Act No. 5 of 2010 of the Commonwealth of Dominica.

II. Information about the Issues

EC\$25 Million 5-year Bond Issue

Amount of Issue: EC \$25 Million

Maximum Bid Price: 7.0%

Tenor: 5 year Bond

Trading Symbol: DMG050220

Auction Date: 25th February 2015

Settlement Date: 26th February 2015

Maturity Date: 26th February 2020

| | |
|----------------------------|---|
| Method of Issue: | The price of the issue will be determined by a competitive uniform price auction with open bidding |
| Repayment: | The bond will be paid by bullet payment. |
| Interest Payment: | The interest payments will be made semiannually on August 26 th and February 26 th of each year beginning August 26 th 2015 and ending February 26 th 2020. |
| Listing: | The securities will be issued on the RGSM and listed on the Eastern Caribbean Securities Exchange (ECSE), the secondary market trading platform. |
| Minimum Bid Amount: | The minimum bid quantity is EC \$5,000. |
| Bid Multiplier: | The bid multiplier will be EC \$1,000. |
| Bidding Period: | The bidding period will start at 9:00 a.m. and end at 12:00 noon on auction day. |
| Bid Limitation: | Each investor is limited to one (1) bid with the option of increasing the amount being tendered or reducing the interest rate offered until the close of the bidding period. |
| Taxation: | Yields on these securities will not be subject to any tax, duty or levy by Eastern Caribbean Currency Union (ECCU) participating Governments. |
| Participation: | Investors may participate in the auction through licensed financial intermediaries on the Eastern Caribbean Securities Exchange (ECSE). |

\$20 Million 91-day Treasury bill

Amount of Issue: EC \$20 Million

| | |
|----------------------------|--|
| Maximum Bid Price: | 6.0% |
| Tenor: | 91 days |
| Trading Symbol: | DMB260615 |
| Auction Date: | 26 th March 2015 |
| Settlement Date: | 27 th March 2015 |
| Maturity Date: | 26 th June 2015 |
| Method of Issue: | The price of the issue will be determined by a competitive uniform price auction with open bidding |
| Listing: | The securities will be issued on the RGSM and traded on the Eastern Caribbean Securities Exchange (ECSE), the secondary market trading platform. |
| Minimum Bid Amount: | The minimum bid quantity is EC \$5,000. |
| Bid Multiplier: | The bid multiplier will be EC \$1,000. |
| Bidding Period: | The bidding period will start at 9:00 a.m. and end at 12:00 noon on auction day. |
| Bid Limitation: | Each investor is limited to one (1) bid with the option of increasing the amount being tendered or reducing the interest rate offered until the close of the bidding period. |
| Taxation: | Yields on these securities will not be subject to any tax, duty or levy by Eastern Caribbean Currency Union (ECCU) participating Governments. |
| Participation: | Investors may participate in the auction through licensed financial intermediaries on the Eastern Caribbean Securities Exchange (ECSE). |

\$20 Million 91-day Treasury bill

| | |
|----------------------------|--|
| Amount of Issue: | EC \$20 Million |
| Maximum Bid Price: | 6.0% |
| Tenor: | 91 days |
| Trading Symbol: | DMB290915 |
| Auction Date: | 29 th June 2015 |
| Settlement Date: | 30 th June 2015 |
| Maturity Date: | 29 th September 2015 |
| Method of Issue: | The price of the issue will be determined by a competitive uniform price auction with open bidding |
| Listing: | The securities will be issued on the RGSM and traded on the Eastern Caribbean Securities Exchange (ECSE), the secondary market trading platform. |
| Minimum Bid Amount: | The minimum bid quantity is EC \$5,000. |
| Bid Multiplier: | The bid multiplier will be EC \$1,000. |
| Bidding Period: | The bidding period will start at 9:00 a.m. and end at 12:00 noon on auction day. |
| Bid Limitation: | Each investor is limited to one (1) bid with the option of increasing the amount being tendered or reducing the interest rate offered until the close of the bidding period. |

Taxation: Yields on these securities will not be subject to any tax, duty or levy by Eastern Caribbean Currency Union (ECCU) participating Governments.

Participation: Investors may participate in the auction through licensed financial intermediaries on the Eastern Caribbean Securities Exchange (ECSE).

\$20 Million 91-day Treasury bill

Amount of Issue: EC \$20 Million

Maximum Bid Price: 6.0%

Tenor: 91 days

Trading Symbol: DMB311215

Auction Date: 30th September 2015

Settlement Date: 1st October 2015

Maturity Date: 31st December 2015

Method of Issue: The price of the issue will be determined by a competitive uniform price auction with open bidding

Listing: The securities will be issued on the RGSM and traded on the Eastern Caribbean Securities Exchange (ECSE), the secondary market trading platform.

Minimum Bid Amount: The minimum bid quantity is EC \$5,000.

Bid Multiplier: The bid multiplier will be EC \$1,000.

Bidding Period: The bidding period will start at 9:00 a.m. and end at 12:00 noon on auction day.

Bid Limitation: Each investor is limited to one (1) bid with the option of increasing the amount being tendered or reducing the interest rate offered until the close of the bidding period.

Taxation: Yields on these securities will not be subject to any tax, duty or levy by Eastern Caribbean Currency Union (ECCU) participating Governments.

Participation: Investors may participate in the auction through licensed financial intermediaries on the Eastern Caribbean Securities Exchange (ECSE).

20 Million 91-day Treasury bill

Amount of Issue: EC \$20 Million

Maximum Bid Price: 6.0%

Tenor: 91 days

Trading Symbol: DMB060416

Auction Date: 5th January 2016

Settlement Date: 6th January 2016

Maturity Date: 6th April 2016

Method of Issue: The price of the issue will be determined by a competitive uniform price auction with open bidding

| | |
|--------------------------------|--|
| Listing: | The securities will be issued on the RGSM and traded on the Eastern Caribbean Securities Exchange (ECSE), the secondary market trading platform. |
| Minimum Bid Amount: | The minimum bid quantity is EC \$5,000. |
| Bid Multiplier: | The bid multiplier will be EC \$1,000. |
| Bidding Period: | The bidding period will start at 9:00 a.m. and end at 12:00 noon on auction day. |
| Bid Limitation: | Each investor is limited to one (1) bid with the option of increasing the amount being tendered or reducing the interest rate offered until the close of the bidding period. |
| Taxation: | Yields on these securities will not be subject to any tax, duty or levy by Eastern Caribbean Currency Union (ECCU) participating Governments. |
| Participation: | Investors may participate in the auction through licensed financial intermediaries on the Eastern Caribbean Securities Exchange (ECSE). |
| List of Intermediaries: | The Bank of Nevis Limited St. Kitts-Nevis-Anguilla National Bank Ltd ECFH Global Investment Solutions Limited First Citizens Investment Services Limited Bank of St Vincent and the Grenadines Limited |

Currency of Issue: All currency references are to Eastern Caribbean Dollars unless otherwise specified.

Debt Developments since Tropical Storm Erika

Due to the magnitude of the damages caused by Tropical Storm Erika, and high cost of rebuilding; the Government of the Commonwealth of Dominica has approached bilateral creditors for some level of debt relief. However, debt servicing has been and continues to be a top priority, as such; Government is determined to remain up to date on its obligations and has made the necessary fiscal adjustments to ensure that all commitments are met on a timely basis.

Since the passage of Storm Erika, only one debt payment which was due in September was not made. This was as a result of ongoing discussions with the creditor for a moratorium on the debt service obligations falling due. To date all debt service payments have been made to all other creditors in a timely manner.

Credit Rating

Since March 2012, the Government of Dominica has been rated by CariCRIS rating Agency at CariBBB-, which is considered adequate reflecting the relatively low debt servicing ratios.

On September 23, 2015, CariCRIS placed the Government of Dominica on a Rating Watch – Developing pending their assessment of the country’s creditworthiness following major infrastructural damage sustained from the passage of Tropical storm Erika on August 27, 2015.

This was followed on 17 November by the Government of Dominica being placed on a Rating Watch – Negative.

Notwithstanding the impact of Tropical storm Erika, the Government of Dominica continues to place a high priority on meeting all its debt obligations on schedule.

APPENDIX 1: 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 | |
| | | Judy Claxton | Representative | |
| | | | | |
| | | | | |
| SAINT LUCIA | ECFH Global Investment Solutions Ltd | Medford Francis | Principal | |
| | | Lawrence Jean | Principal | |
| | | Deesha Lewis | 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 | |

Table 1. Dominica: Selected Economic and Social Indicators

| I. Social and Demographic Indicators | | | | | | | | | | |
|--|---|-------|-------|-------|-------------------------------------|-------|-------|-------|-------|-------|
| Area (sq. km.) | 754 | | | | Adult literacy rate (percent, 2004) | | | | 88 | |
| Population (2011) | | | | | Unemployment rate (2011) | | | | 11 | |
| Total | 71,293 | | | | | | | | | |
| Annual rate of growth (percent) | -0.1 | | | | | | | | | |
| Density (per sq. km.) | 94.6 | | | | Gross Domestic Product (2014) | | | | | |
| Population characteristics | | | | | Millions of E.C. dollars | | | | 1,415 | |
| Life expectancy at birth (years, 2006) | 74.1 | | | | Millions of U.S. dollars | | | | 524 | |
| Infant mortality (per thousand live births, 2006) | 13 | | | | U.S. dollars per capita | | | | 7,353 | |
| II. Economic Indicators | | | | | | | | | | |
| | 2011 | 2012 | 2013 | 2014 | Projected | | | | | |
| | | | | | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| Output and prices | (annual percent change, unless otherwise specified) | | | | | | | | | |
| Real GDP 1/ | -0.1 | -1.3 | 0.6 | 3.9 | -3.0 | 3.9 | 1.9 | 1.9 | 1.9 | 1.9 |
| Nominal GDP 1/ | 1.5 | -3.3 | 4.4 | 3.5 | -4.0 | 4.2 | 3.4 | 3.7 | 3.9 | 4.1 |
| Consumer prices | | | | | | | | | | |
| Period average | 1.1 | 1.4 | 0.0 | 0.8 | -1.0 | 0.3 | 1.5 | 1.9 | 2.0 | 2.1 |
| End of period | 2.0 | 1.2 | -0.4 | 0.5 | -0.2 | 0.1 | 1.8 | 1.8 | 2.1 | 2.1 |
| Potential GDP | 1.5 | 1.3 | 1.3 | 1.3 | 1.3 | 1.4 | 1.5 | 1.6 | 1.7 | 1.7 |
| Output gap (percent of potential GDP) | 1.4 | -1.2 | -1.8 | 0.7 | -3.5 | -1.1 | -0.7 | -0.4 | -0.2 | 0.0 |
| Real effective exchange rate (period average, depreciation -) | -5.6 | 0.2 | -0.6 | -0.7 | ... | ... | ... | ... | ... | ... |
| Central government balances 2/ | (in percent of GDP, unless otherwise specified) | | | | | | | | | |
| Revenue | 30.7 | 30.3 | 30.0 | 28.0 | 33.0 | 35.7 | 37.8 | 34.2 | 32.7 | 31.6 |
| Taxes | 22.6 | 22.2 | 21.9 | 22.8 | 21.2 | 21.4 | 23.1 | 23.2 | 23.6 | 24.0 |
| Non-tax revenue | 3.3 | 5.5 | 4.9 | 3.2 | 5.6 | 5.1 | 5.0 | 4.9 | 4.8 | 4.6 |
| Grants 3/ | 4.8 | 2.7 | 3.2 | 2.1 | 6.2 | 9.1 | 9.6 | 6.1 | 4.3 | 3.0 |
| Expenditure | 35.1 | 35.7 | 33.0 | 32.4 | 35.4 | 38.2 | 37.9 | 35.9 | 34.2 | 31.8 |
| Current primary expenditure | 22.0 | 23.3 | 22.0 | 23.9 | 24.8 | 23.7 | 23.4 | 22.7 | 22.3 | 21.4 |
| Interest payments | 1.5 | 2.0 | 2.0 | 1.5 | 2.3 | 2.4 | 2.5 | 2.4 | 2.5 | 2.4 |
| Capital expenditure | 11.5 | 10.5 | 9.0 | 7.1 | 8.3 | 12.2 | 12.0 | 10.8 | 9.5 | 8.0 |
| Primary balance | -2.9 | -3.4 | -1.0 | -2.9 | -0.1 | -0.2 | 2.4 | 0.8 | 0.9 | 2.3 |
| excl. Economic Citizenship Program | -4.9 | -7.2 | -4.6 | -4.6 | -3.7 | -3.6 | -1.0 | -2.5 | -2.2 | -0.7 |
| Overall balance | -4.4 | -5.4 | -3.0 | -4.4 | -2.4 | -2.6 | -0.1 | -1.7 | -1.6 | -0.1 |
| excl. Economic Citizenship Program | -6.4 | -9.2 | -6.6 | -6.1 | -6.0 | -6.0 | -3.5 | -4.9 | -4.7 | -3.1 |
| Memo: cumulative adjustment measures | 0.0 | 0.0 | 0.0 | 0.0 | 0.5 | 1.1 | 2.2 | 3.5 | 4.9 | 6.2 |
| Memo: underlying primary balance ex. ECP | -4.2 | -4.2 | -4.2 | -4.2 | -3.7 | -3.1 | -2.0 | -0.7 | 0.8 | 2.0 |
| Central government debt (incl. guaranteed) 4/ | 69.7 | 72.6 | 74.7 | 79.8 | 82.7 | 82.7 | 80.5 | 79.7 | 78.7 | 76.3 |
| External | 49.6 | 52.6 | 54.8 | 58.2 | 59.7 | 59.4 | 58.7 | 57.9 | 56.9 | 54.9 |
| Domestic | 20.1 | 20.0 | 20.0 | 21.7 | 23.0 | 23.3 | 21.8 | 21.8 | 21.9 | 21.4 |
| Money and credit (annual percent change) | | | | | | | | | | |
| Broad money (M2) | 0.3 | 9.7 | 2.2 | 7.8 | 1.1 | 4.1 | 3.8 | 3.7 | 4.1 | 4.0 |
| Real credit to the private sector | 4.5 | 3.1 | -0.3 | -2.7 | -3.8 | 3.9 | 1.9 | 1.9 | 1.9 | 1.9 |
| Balance of payments | | | | | | | | | | |
| Current account balance, <i>o/w</i> : | -13.5 | -18.8 | -13.3 | -13.1 | -14.9 | -16.7 | -17.0 | -14.3 | -12.7 | -10.9 |
| Exports of goods and services | 38.1 | 33.0 | 34.6 | 34.1 | 30.6 | 32.5 | 32.8 | 33.0 | 33.3 | 33.6 |
| Imports of goods and services 5/ | 52.8 | 51.5 | 48.1 | 47.4 | 45.8 | 49.3 | 50.0 | 47.6 | 46.2 | 44.6 |
| Capital and financial account balance | 17.5 | 18.9 | 10.6 | 15.4 | 11.9 | 15.2 | 17.2 | 14.5 | 13.0 | 11.2 |
| FDI | 2.8 | 6.0 | 4.8 | 6.4 | 4.7 | 4.8 | 4.9 | 4.8 | 4.8 | 4.8 |
| Capital grants | 3.8 | 3.3 | 1.5 | 3.7 | 5.0 | 8.5 | 10.2 | 8.6 | 6.0 | 4.4 |
| Other (incl. errors and omissions) | 10.9 | 9.6 | 4.3 | 5.3 | 2.2 | 2.0 | 2.1 | 1.2 | 2.3 | 2.0 |
| External debt (gross) 6/ | 73.6 | 83.1 | 84.6 | 93.5 | 96.0 | 95.7 | 95.2 | 93.8 | 92.4 | 90.4 |
| Saving-Investment Balance | -13.5 | -18.8 | -13.3 | -13.2 | -14.9 | -16.7 | -17.0 | -14.3 | -12.7 | -10.9 |
| Saving | 3.0 | -3.5 | 0.4 | 1.7 | 2.2 | 0.8 | 1.8 | 3.9 | 4.3 | 4.5 |
| Investment | 16.6 | 15.2 | 13.7 | 14.9 | 17.1 | 17.5 | 18.7 | 18.2 | 17.1 | 15.5 |
| Public | 15.4 | 12.6 | 11.0 | 9.1 | 9.1 | 11.5 | 13.7 | 13.7 | 13.1 | 12.0 |
| Private | 1.2 | 2.6 | 2.7 | 5.8 | 8.0 | 6.0 | 5.0 | 4.5 | 4.0 | 3.5 |
| Memorandum items: | | | | | | | | | | |
| Nominal GDP (EC\$ millions) | 1,354 | 1,310 | 1,368 | 1,415 | 1,359 | 1,416 | 1,465 | 1,519 | 1,579 | 1,643 |
| Nominal GDP, fiscal year (EC\$ millions) | 1,332 | 1,339 | 1,392 | 1,387 | 1,388 | 1,441 | 1,492 | 1,549 | 1,611 | 1,677 |
| Net imputed international reserves: | | | | | | | | | | |
| End-year (millions of U.S. dollars) | 74.5 | 91.8 | 85.4 | 99.9 | 96.4 | 88.6 | 90.0 | 91.5 | 93.2 | 94.9 |
| Months of imports of goods and services | 3.4 | 4.4 | 4.2 | 4.8 | 5.0 | 4.1 | 4.0 | 4.1 | 4.1 | 4.2 |

Sources: Dominican authorities; Eastern Caribbean Central Bank (ECCB); and Fund staff estimates and projections.

1/ At market prices. Historical data reflect national accounts data revision published by the ECCB on July 2, 2015.

2/ Data for fiscal years running July-June.

3/ Does not include grants received but not spent.

4/ Excludes commitments under the Petrocaribe arrangement with Venezuela.

5/ Includes public capital expenditure induced imports from 2019 onwards, to account for possible mitigation of natural disasters.

6/ Comprises public sector external debt, foreign liabilities of commercial banks, and other private debt.

Table 2a. Dominica: Statement of Central Government Operations

| | 2011 | 2012 | 2013 | 2014 | Projected | | | | | |
|--|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 |
| | (in millions of Eastern Caribbean dollars) | | | | | | | | | |
| Revenue | 408.2 | 406.3 | 417.6 | 388.8 | 458.1 | 514.1 | 563.3 | 529.7 | 526.2 | 530.3 |
| Taxes | 300.8 | 297.5 | 305.0 | 315.9 | 293.8 | 308.5 | 345.2 | 359.7 | 380.9 | 402.2 |
| Taxes on income | 55.6 | 57.3 | 58.9 | 59.8 | 44.5 | 46.4 | 60.4 | 62.5 | 66.3 | 70.6 |
| Taxes on property | 7.5 | 6.7 | 7.7 | 7.7 | 6.5 | 6.4 | 6.8 | 7.1 | 9.0 | 11.0 |
| Taxes on goods and services | 174.0 | 176.1 | 179.2 | 183.8 | 172.8 | 179.5 | 198.7 | 208.3 | 219.6 | 229.3 |
| Taxes on international trade and transactions | 63.7 | 57.3 | 59.3 | 64.6 | 70.0 | 76.1 | 79.3 | 81.8 | 86.1 | 91.3 |
| Grants 3/ | 64.1 | 35.9 | 43.9 | 28.7 | 86.1 | 131.7 | 143.3 | 94.4 | 68.6 | 50.3 |
| Other revenue | 43.4 | 73.0 | 68.6 | 44.2 | 78.2 | 73.9 | 74.7 | 75.7 | 76.7 | 77.8 |
| Property income | 2.9 | 5.0 | 2.0 | 2.0 | 2.0 | 2.1 | 2.2 | 2.2 | 2.3 | 2.4 |
| Sales, fees, and fines | 9.4 | 10.9 | 13.2 | 10.5 | 10.5 | 10.9 | 11.3 | 11.7 | 12.2 | 12.7 |
| Other nontax revenue | 31.1 | 57.1 | 53.4 | 31.7 | 65.7 | 60.9 | 61.3 | 61.7 | 62.2 | 62.7 |
| Expenditure | 466.9 | 478.2 | 459.6 | 449.7 | 491.6 | 550.9 | 565.0 | 555.7 | 551.4 | 532.5 |
| Expense | 313.1 | 338.2 | 334.6 | 351.6 | 377.1 | 375.6 | 386.2 | 388.9 | 398.2 | 399.0 |
| Compensation of employees | 135.5 | 146.8 | 144.5 | 159.5 | 147.2 | 148.5 | 151.0 | 153.9 | 157.0 | 160.3 |
| Purchase of goods and services | 88.3 | 97.0 | 93.1 | 99.9 | 117.5 | 108.9 | 112.8 | 117.1 | 121.8 | 126.7 |
| Interest | 20.4 | 26.6 | 28.1 | 20.6 | 32.3 | 34.6 | 37.1 | 37.6 | 39.7 | 40.6 |
| Grants and social benefits (transfers and subsidies) | 69.1 | 68.8 | 68.9 | 71.7 | 80.1 | 83.6 | 85.3 | 80.3 | 79.7 | 71.2 |
| Other expense | -0.2 | -1.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Net lending | -0.2 | -1.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Net acquisition of nonfinancial assets | 153.8 | 140.0 | 125.0 | 98.1 | 114.5 | 175.3 | 178.8 | 166.8 | 153.1 | 133.5 |
| Grant-financed capital expenditure | 63.6 | 35.9 | 43.9 | 28.7 | 86.1 | 131.7 | 143.3 | 94.4 | 68.6 | 50.3 |
| Other capital expenditure | 92.6 | 106.6 | 81.4 | 69.7 | 28.7 | 43.9 | 35.8 | 72.7 | 84.9 | 83.6 |
| Capital revenue | -2.4 | -2.4 | -0.3 | -0.3 | -0.3 | -0.3 | -0.3 | -0.3 | -0.4 | -0.4 |
| Gross operating balance | 95.2 | 68.1 | 83.0 | 37.1 | 81.0 | 138.5 | 177.1 | 140.9 | 127.9 | 131.3 |
| Net lending/borrowing (overall balance) | -58.7 | -71.9 | -42.0 | -61.0 | -33.5 | -36.9 | -1.8 | -25.9 | -25.2 | -2.2 |
| Net financial transactions | -58.7 | -71.9 | -42.0 | -61.0 | -33.5 | -36.9 | -1.8 | -25.9 | -25.2 | -2.2 |
| Net acquisition of financial assets | -31.8 | -16.7 | 18.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Currency and deposits | -31.8 | -16.7 | 18.2 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Net incurrence of liabilities | 45.0 | 25.2 | 78.9 | 61.0 | 33.5 | 36.9 | 1.8 | 25.9 | 25.2 | 2.2 |
| Domestic | 27.7 | -15.9 | 23.4 | 30.9 | 9.3 | 10.2 | 0.5 | 7.2 | 7.0 | 0.6 |
| Foreign, of which: | 17.3 | 41.1 | 55.5 | 30.0 | 24.2 | 26.6 | 1.3 | 18.7 | 18.2 | 1.6 |
| Statistical discrepancy | 18.2 | -30.0 | 18.7 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Gross financing needs | ... | ... | ... | ... | 134.8 | 149.1 | 147.9 | 164.9 | 195.1 | 189.5 |
| Overall deficit | ... | ... | ... | ... | 33.5 | 36.9 | 1.8 | 25.9 | 25.2 | 2.2 |
| Debt repayments | ... | ... | ... | ... | 101.3 | 112.3 | 146.2 | 139.0 | 169.9 | 187.3 |
| External | ... | ... | ... | ... | 69.4 | 76.0 | 81.3 | 94.4 | 106.6 | 118.0 |
| Domestic | ... | ... | ... | ... | 31.9 | 36.3 | 64.9 | 44.5 | 63.4 | 69.3 |
| of which: short-term | ... | ... | ... | ... | 20.0 | 20.0 | 20.0 | 20.0 | 20.0 | 20.0 |
| Gross financing sources | ... | ... | ... | ... | 111.3 | 149.1 | 147.9 | 164.9 | 195.1 | 189.5 |
| Debt issuance | ... | ... | ... | ... | 111.3 | 149.1 | 147.9 | 164.9 | 195.1 | 189.5 |
| External | ... | ... | ... | ... | 70.2 | 102.6 | 82.6 | 113.2 | 124.8 | 119.6 |
| Domestic | ... | ... | ... | ... | 41.1 | 46.5 | 65.4 | 51.7 | 70.4 | 69.9 |
| of which: short-term | ... | ... | ... | ... | 20.0 | 20.0 | 20.0 | 20.0 | 20.0 | 20.0 |
| Financing Gap | ... | ... | ... | ... | 23.5 | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| of which: Rapid Credit Facility | ... | ... | ... | ... | 23.5 | ... | ... | ... | ... | ... |
| Memorandum items: | | | | | | | | | | |
| Primary balance | -38.2 | -45.4 | -13.9 | -40.4 | -1.2 | -2.2 | 35.3 | 11.6 | 14.5 | 38.5 |
| Primary balance (excl. ECP) | -64.6 | -96.0 | -63.6 | -63.4 | -51.2 | -52.2 | -14.7 | -38.4 | -35.5 | -11.5 |
| Overall balance (excl. ECP) | -85.0 | -122.6 | -91.7 | -84.0 | -83.5 | -86.9 | -51.8 | -75.9 | -75.2 | -52.2 |
| Central government debt (incl. guaranteed) 4/ | 928 | 971 | 1,040 | 1,107 | 1,148 | 1,192 | 1,201 | 1,235 | 1,269 | 1,280 |
| Domestic | 268 | 268 | 278 | 300 | 319 | 336 | 325 | 338 | 352 | 359 |
| Direct | 222 | 207 | 230 | 261 | 270 | 280 | 281 | 288 | 295 | 296 |
| Guaranteed | 46 | 61 | 48 | 39 | 48 | 56 | 44 | 50 | 57 | 63 |
| Foreign | 660 | 704 | 762 | 807 | 829 | 856 | 876 | 897 | 917 | 921 |
| Direct | 554 | 595 | 651 | 681 | 705 | 732 | 733 | 752 | 770 | 772 |
| Guaranteed | 106 | 108 | 112 | 126 | 124 | 124 | 143 | 145 | 147 | 150 |
| Cumulative adjustment measures | 0 | 0 | 0 | 0 | 7 | 16 | 32 | 54 | 80 | 103 |
| Underlying primary balance, ex. ECP | -56 | -56 | -58 | -58 | -51 | -44 | -30 | -11 | 12 | 34 |
| Nominal GDP, fiscal year (EC\$ millions) | 1,332 | 1,339 | 1,392 | 1,387 | 1,388 | 1,441 | 1,492 | 1,549 | 1,611 | 1,677 |

Sources: Ministry of Finance; and Fund staff estimates and projections.

1/ In this report, the fiscal operations tables are presented in the GFSM 2001 format, with the view to ensure cross-country comparability in terms of concepts and presentation. This resulted in the reclassification of certain items, causing data reported here to be not strictly comparable to earlier reports.

2/ Fiscal year (July-June) basis. Figures shown for a given year relate to the fiscal year beginning on July 1 of that year.

3/ Does not include grants that were received but not spent.

4/ Direct debt and debt of parastatal entities guaranteed by the central government; excludes commitments under the Petrocaribe arrangement with Venezuela.

**Table 2b. Total Public Sector Outstanding Debt
As at September 2015
(EC\$ Millions)**

| | 2008/09 | 2009/10 | 2010/11 | 2011/12 | 2012/13 | 2013/2014 | 2014/2015 | As at Sep |
|------------------------------|---------|---------|---------|---------|---------|-----------|-----------|-----------|
| TOTAL OUTSTANDING | 783.7 | 799.6 | 866.3 | 934.0 | 971.4 | 1049.8 | 1087.5 | 1063.2 |
| LIABILITIES | | | | | | | | |
| Nominal GDP | 1262.0 | 1293.0 | 1305.0 | 1332.0 | 1339.0 | 1392.0 | 1387.0 | |
| OFFICAL DEBT | 783.7 | 799.6 | 866.3 | 934.0 | 971.4 | 1049.8 | 1087.5 | 1063.2 |
| % GDP | 62.1 | 61.8 | 66.4 | 70.1 | 72.5 | 75.4 | 78.4 | |
| Central Government | | | | | | | | |
| Outstanding Debt | 648.0 | 657.7 | 703.1 | 773.2 | 814.9 | 878.7 | 915.6 | 895.1 |
| - Domestic | 188.1 | 185.8 | 180.2 | 209.5 | 219.6 | 230.0 | 299.2 | 286.4 |
| - External | 459.9 | 471.9 | 522.9 | 563.7 | 595.3 | 648.7 | 616.4 | 608.7 |
| - Treasury Bills/Notes | 15.1 | 11.0 | 11.0 | 11.0 | 11.0 | 11.0 | 11.0 | 11.0 |
| - Bonds | 111.2 | 110.6 | 109.5 | 108.2 | 92.8 | 87.0 | 81.6 | 81.6 |
| - Loans | 333.6 | 350.3 | 402.4 | 444.5 | 491.5 | 550.7 | 523.8 | 516.1 |
| - Bilateral | 44.3 | 46.0 | 83.9 | 118.7 | 166.4 | 225.9 | 216.1 | 210.3 |
| - Multilateral | 282.5 | 297.5 | 311.7 | 319.0 | 318.3 | 318.0 | 300.9 | 299.0 |
| - Other | 6.8 | 6.8 | 6.8 | 6.8 | 6.8 | 6.8 | 6.8 | 6.8 |
| Government Guaranteed | | | | | | | | |
| Outstanding Debt | 135.7 | 141.9 | 163.2 | 160.8 | 156.5 | 171.1 | 171.9 | 168.1 |
| - Domestic | 29.4 | 38.5 | 44.6 | 45.5 | 47.6 | 47.4 | 49.1 | 48.5 |
| - External | 106.3 | 103.4 | 118.6 | 115.3 | 108.9 | 123.7 | 122.8 | 119.6 |
| TOTAL (Domestic) | 217.5 | 224.3 | 224.8 | 255.0 | 267.2 | 277.4 | 348.8 | 334.9 |
| TOTAL (External) | 566.2 | 575.3 | 641.5 | 679.0 | 704.2 | 772.4 | 739.2 | 728.3 |

ALL OTHER INFORMATION IN THE PROSPECTUS REMAINS THE SAME