

MINISTRY PAPER #31

Loan of US\$2,963,950 from Citizens and Southern Bank International to the Jamaica Public Service Company Limited.

The House of Representatives should note that by a commitment letter, the Citizens and Southern Bank International has agreed to provide loan financing of US\$2,963,950.00 to the Jamaica Public Service Company Limited.

The purpose of the loan is for the financing arrangements applicable to spare parts to be ordered by the Jamaica Public Service Company Limited (JPS Co.) from Essex Exports Inc. of the U.S.A. These spare parts are to be financed through Citizens and Southern Bank International which will fund 85% of the contract price of US\$3,487,000.00 or the amount of US\$2,963,950.00.

The remaining fifteen percent (15%) or five hundred and twenty three thousand United States Dollars US\$523,000.00) of the cost of the project is to be provided by the Jamaica Public Service Company Limited out of its own resources as a down payment on the abovementioned spare parts.

The terms and conditions of the loan agreement are set out hereunder:-

- INTEREST: Interest rate is at the rate of 1% above the Bank's Prime rate.
- REPAYMENT: The Loan will repaid over a five (5) year period in ten (10) semi-annual instalments of US\$296,395.00 each.
- GUARANTEE: The loan is being guaranteed by the Export-Import Bank of the U.S.A. and fees at the rate of 3.06% are payable.
- SECURITY: A formal guarantee of the Government of Jamaica under the Approved Organizations and Authorities Loans (Government Guarantee) Act.

The House of Representatives is asked to approve the guarantee of the payment of interest and the repayment of principal and other amounts payable on the subject loan under the Approved Organizations and Authorities Loans (Government Guarantee) Act.

EDWARD P. G. SEAGA
Minister of Finance and
Planning
July 20, 1983.

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CHAPTER 18 GUARANTEED LOAN AND OUTSTANDING AMOUNTS
AS AT MARCH, 1983

NAME OF ORGANIZATION	AMOUNT AUTHORIZED (J\$)	ESTIMATED OUTSTAND- ING BALANCE J\$
National Sugar Company Ltd.	10,011,110	10,001,110
Jamaica Public Service Co. Ltd.	1,211,502	54,119,268
Air Jamaica Limited	154,262	13,433,774
Jamaica Mortgage Bank Ltd.	25,081	49,944,993
Urban Development Corporation	404,579	18,271
Jamaica Telephone Company Ltd.	1,449,327	858,802,295
Point Hotel	141,800	5,846,254
Mallards Reef Hotel Ltd.	85,000	4,750
Rose Hall Intercontinental Hotel	439,250	1,826,300
Rose Hall Holiday Inn	11,125,002	6,861,268
Port Authority	159,722,954	71,271,264
Jamaica Soya Products	4,291,580	429,158
Kingston Waterfront Hotel	58,300	4,101,625
Pegasus Hotel	2,980,933	125,700
National Commercial Bank	4,450,000	1,253,132
Jamaica Railway Corporation	7,387,468	6,584,056
Jamaica Omnibus Service Ltd.	47,900	941,322
Kingston Sheraton Hotel	21,760	261,000
Ocho Rios Commercial Centre Ltd.	20,970	631,534
West Indies Glass Co. Ltd.	22,500	1,653,850
Jamaica Development Bank	223,939	42,317,765
National Water Commission	50,015	317,516,777
Airports Authority of Jamaica	20,917,468	20,917,476
West Indies Shipping Service	64,000	560,000
Banana Board	35,250	1,241,697
University of the West Indies	32,700	2,141,922
Forrest Industries Development Co.	57,000	2,398,000
National Housing Corporation	4,500	360,000
Coffee Industry Board	3,600	300,000
Jamaica Merchant Marine Ltd.	16,297,320	16,297,320
Jamaica Cricket Ass.	25,000	1,925
Petroleum Corporation	150,000	4,293,180
Jamaica National Investment Corp.	91,670	6,601,209
TOTAL J\$	242,003,301	1,503,688,177