

# **Foreign Loan Agreements in 2016**

## **Inter-American Development Bank**

### **Loan agreement: IADB 3603/OC-SU Second Basic Education Improvement Program (2<sup>nd</sup> BEIP) Phase II**

This agreement was signed on January 29, 2016 for an amount of \$ 20 million. The general objective of the agreement is to contribute to the financing and execution of the Second Basic Education Improvement Program phase 2 that aims at increasing learning outcomes of all primary school students and improving the internal efficiency of the education system.

The conditions of the loan are:

- a) The maturity is 25 years, including a 5.5 year grace period
- b) The interest rate is Libor 3 months based (plus a margin reflecting the Bank's cost of funding)
- c) Credit fee is 0.75% per annum

## **China Dalian International Cooperation (Group) Holdings Ltd.**

### **Credit Insurance Premium Loan Agreement of Suriname 70 km Road Construction project**

This agreement was signed on March 30, 2016 for an amount of USD 5.797 million for the payment of 85% of the credit Insurance of the above mentioned project which is finance with a loan signed in 2015 with China Industrial and Commercial Bank.

The conditions of the loan are:

- a) Maturity 5 months
- b) Due date before August 31, 2016
- c) The interest rate is Libor 6 months + 3.50%

## **Israel Discount Bank Ltd.**

### **Construction work at Anton de Kom University**

This agreement was signed on April 4, 2016 for an amount of Euro 4.2 million. The general objective of the agreement is the implementation of phase 1 for the construction of Anton de Kom University, including laboratory, dorms and lecture halls.

The conditions of the loan are:

- a) The maturity is 5 years, including a 1 year grace period
- b) Transaction fee is Euro 121.143,-
- c) The interest rate is Euribor 6 months + 2.95%
- d) Commitment fee is 1% calculated on the undrawn portion of the loan from the date of execution
- e) Management fee is 0.50% to be paid upfront
- f) Risk mitigation fee is 2.65%

## **Banca Monte dei Paschi di Siena S.p.A.**

### **Construction work at Anton de Kom University**

This agreement was signed on April 4, 2016 for an amount of Euro 23.8 million. The general objective of the agreement is the implementation of phase 1 for the construction of Anton de Kom University, including laboratory, dorms and lecture halls.

The conditions of the loan are:

- a) The maturity is 10 years, including a 2.5 year grace period
- b) Insurance premium Euro 2.975.000,-
- c) The interest rate is Euribor 6 months + 2.75%
- d) Commitment fee is 1% per year
- e) Management fee 0.50% of the commitment of the agreement

**Oppenheimer & Co. INC (lead arranger)**

**Republic Bank Limited (paying agent and Registrar)**

### **Issuance of international Senior Notes**

This agreement was signed on April 6, 2016 for an amount rising to a maximum of USD 150 million. The actual issuance of US\$ 86 million took place.

The purpose for the issuance is to raise funds for the financial and monetary reform program of the government.

The conditions of this agreement are:

- a) Maturity 1.5 years
- b) Due date is September 30, 2017
- c) The interest rate is 8.57%

### **Islamic Development Bank**

#### **Regarding reverse linkage project between Suriname and Malaysia in rice production**

This agreement was signed on April 5, 2016 for an amount of \$ 5.896 million.

The general objective of this project is to enhance the capacity of Suriname in rice production in order to maintain self-sufficiency and increase the export of high quality rice.

The conditions of the loan are:

- a) The maturity is 19.7 years, including a 4.7 year grace period
- b) The mark-up is 6 months USD Libor plus 1.3% per annum

## **Islamic Development Bank**

### **Secondary and Technical Education support project**

This agreement was signed on May 17, 2016 for a total amount of \$ 30.8 million. The general objective of the proposed project is to improve the access to secondary and technical education by constructing and equipping one modern secondary and technical campus with boarding facilities with a capacity of 1.140 students. And will enhance the quality of secondary and technical education by (i) providing trainings to pedagogic and administrative staff as well as learning and teaching materials and update the curricula, and (ii) providing institutional capacity building to the Ministry of Education, Science and Culture.

#### **A. Istisna'a agreement was signed for an amount of \$ 19.17 million.**

The conditions of the loan are:

- a) The maturity is 13.5 years, including a 3.5 year grace period
- b) The mark-up is 6 months USD Libor plus 1.3% per annum

#### **B. Installment sale agreement was signed for an amount of \$ 7.21 million**

The conditions of the loan are:

- a) The maturity is 15.5 years, including a 4.5 year grace period
- b) The mark-up is 6 months USD Libor plus 1.3% per annum

#### **C. Services Ijarah agreement for amount of \$ 4.42 million**

### **Technical & Vocational Education and Training Project Phase II**

The conditions of the loan are:

- a) The maturity is 14 years, including a 4 year grace period
- b) The mark-up is 6 months USD Libor plus 1.3% per annum

## **Caribbean Development Bank (CDB)**

### **Policy based loan for the energy sector**

This agreement was signed on June 7, 2016 for an amount of \$ 50 million.

The general objective of the agreement is to assist the Government of Suriname in financing the programme to support reforms in the energy sector.

The conditions of the loan are:

- a) The maturity is 12 years, including a 2 year grace period
- b) The interest rate is 2,97% per annum
- c) Commitment fee is 1% per annum

## **Inter-American Development Bank**

### **Loan agreement: IADB 3691/OC-SU Support to the Institutional and Operational Strength of the Energy Sector Phase III**

This agreement was signed on June 8, 2016 for an amount of \$ 70 million.

The general objective of the agreement is to support the execution of a policy based reform program to increase the efficiency, transparency, sustainability and accountability of the power sector.

The conditions of the loan are:

- a) The maturity is 25.5 years, including a 5.5 year grace period
- b) The interest rate is Libor 3 months based (plus a margin reflecting the Bank's cost of funding)
- c) Credit fee is 0.75% per annum

## **ABN-AMRO Bank N.V.**

### **Export credit facility agreement in respect to the Commewijne river dike**

This agreement was signed on June 8, 2016 for an amount of Euro 17.2 million. The general objective of the agreement is to finance the dike construction project at the Commewijne river.

The conditions of the loan are:

- a) The maturity is 6.25 years, including a grace period of 1.25 years
- b) Risk mitigation instrument fee is Euro 1.2 million
- c) The interest rate is Euribor 6 months + 2.5%
- d) Commitment fee is 1% per year
- e) Upfront fee 1% on the aggregate amount

## **ABN-AMRO Bank N.V.**

### **Export credit facility agreement in respect to the sea dike at Coronie**

This agreement was signed on June 8, 2016 for an amount of Euro 21.99 million. The general objective of the agreement is to finance the dike construction project at the district of Coronie.

The conditions of the loan are:

- a) The maturity is 6.5 years, including a 1.5 year grace period
- b) Risk mitigation instrument fee is Euro 1.49 million
- c) The interest rate is Euribor 6 months + 2.25%
- d) Commitment fee is 0.9% per year
- e) Upfront fee 1% on the aggregate amount

## **Islamic Development Bank**

### **Regarding the purchase of petroleum products**

This agreement was signed on July 18, 2016 for an amount of \$ 30,0 million.

The general objective of this project is that the International Islamic Trade Finance Corporation (ITFC) shall purchase petroleum products to Suriname with the Energie Bedrijven Suriname (EBS) as the executing agency.

The conditions of the loan are:

- a) The repayment period is 3 months from the date of each disbursement
- b) Disbursements can be made up until 12 months from the first disbursement
- c) The mark-up is 6% per annum

## **Islamic Development Bank**

### **Islamic Corporation for the Development of the Private Sector**

This agreement was signed on September 28, 2016 for an amount of \$ 20,0 million.

The general objective of this project is that the Islamic Corporation for the Development of the Private Sector will from time to time sell commodities to the Republic of Suriname at a deferred price on spot delivery and deferred payments terms with the Staatsolie N.V. as the executing agency.

The conditions of the loan are:

- a) The repayment shall be in instalments payable in equal amounts on each of the dates falling on the last business day of the 6<sup>th</sup>, 12<sup>th</sup>, 18<sup>th</sup>, 24<sup>th</sup>, 30<sup>th</sup>, and 36<sup>th</sup> months from the transaction date
- b) Disbursements can be made up until 60 days from the date when this agreement is declared effective by the counterparty
- c) The mark-up is 7% per annum

## **The Export-Import Bank of China**

### **Suriname National Infrastructure Projects (Dalian IV)**

This agreement was signed on December 14, 2016 for an amount of USD 235 million. The general objective of the agreement is to finance the Suriname National Infrastructure Projects (Dalian IV)

The conditions of the loan are:

- A) The maturity is 20 years, including a grace period of 5 years
- B) The interest rate is 2 % per year
- C) Commitment fee is 0.4% per annum
- D) Management fee is 0.4% of the agreed amount

## **The Export-Import Bank of China**

### **The Preferential Buyer Credit Loan Agreement on the Suriname National Broadband Network Project**

This agreement was signed on December 30, 2016 for an amount of USD 98.467.581,61. The general objective of the agreement is to finance the Suriname National Broadband Network Project, which has been signed between Telesur and Huawei Technologies Co. LTD.

The conditions of the loan are:

- A) The maturity is 15 years, including a grace period of 5 years
- B) The interest rate is 3% percent per annum
- C) Commitment fee is 0.4% per annum
- D) Management fee is 0.4% of the agreed amount



**Oppenheimer & Co. INC (lead arranger)**

**Wilmington Trust, National Association (Paying Agent, Trustee and Registrar)**

**Issuance of international Senior Notes**

This agreement was signed on October 19, 2016 for an amount rising to a maximum of USD 550 million. The purpose for the issuance is to raise funds for the financial and monetary reform program of the government.

The conditions of this agreement are:

- a) Maturity 10 years
- b) Due date is October 19, 2026
- c) The interest rate is 9.25%