

**CHAPTER 104A**

**SAVINGS BONDS**

**ARRANGEMENT OF SECTIONS**

**SECTION**

1. Citation.
2. Definitions.
3. Issue of Savings Bonds.
4. Form, denominations and redemption of Bonds.
5. Specific requirements.
6. Rate of interest.
7. Proceeds of Bonds.
8. Duplicate Bonds.
9. Cancellation of Bond on payment thereof.
10. Effect of the death of holder of Bond.
11. Regulations.
12. Offences.
13. Application.
14. Validation.



## CHAPTER 104A

### SAVINGS BONDS

*An Act to authorise the issue and payment in Barbados of Savings Bonds.*

1980-30.  
1980/125.  
1994-24.  
2000-2.

[25th August, 1980] Commence-  
ment.

1. This Act may be cited as the *Savings Bonds Act*.

Citation.

2. For the purposes of this Act

Definitions.

"bank" means a bank licensed under the *Financial Institutions Act*;

Cap. 324A.

"Bond" means a Savings Bond issued under section 3;

"Governor" means the Governor of the Central Bank.

3. The Minister may, under authority of a resolution of Parliament, raise by the issue of Savings Bonds in Barbados money up to a limit of \$250 000 000 for financing such capital or other expenditure as he may determine.

Issue of  
Savings  
Bonds.  
1994-24.  
2000-2.

4. Bonds must be issued in such form and on such terms and conditions as the Minister directs.

Form,  
denomina-  
tions and  
redemption  
of Bonds.

5. (1) Every Bond must be signed by the Governor of the Central Bank and by such other officer of the Central Bank as the Minister approves. A facsimile signature of the Governor of the Central Bank and of such other officer of the Central Bank as the Minister approves shall be adequate for the purposes of this section.

Specific  
require-  
ments.

(2) The Governor of the Central Bank shall keep a register of Bonds issued.

Rate of interest.

**6.** Interest is payable in respect of Bonds at such rate and in such manner as the Minister directs but a bond ceases to accumulate interest after the date on which it becomes redeemable.

Proceeds of Bonds.

**7.** All money raised as the result of the issue of Bonds shall be paid into the Consolidated Fund, and the principal money and interest thereon payable in respect of Bonds are a charge on, and are payable out of, the Consolidated Fund.

Duplicate Bonds.

**8.** (1) Where a Bond that is presented to the Governor of the Central Bank is damaged, defaced or rendered illegible, he may issue a duplicate Bond in its place.

(2) Where a Bond is not presented to the Governor of the Central Bank, he shall not issue a duplicate Bond unless the applicant therefor

(a) produces an affidavit to the effect that the original Bond was lost or destroyed; and

(b) agrees to indemnify the Central Bank against loss in case the Bond is subsequently found and presented for payment.

(3) A duplicate Bond must be issued in accordance with the requirements of section 5.

Cancellation of Bond on payment thereof.

**9.** (1) A Bond must be delivered up to the Governor for cancellation by him upon payment of the value of the Bond.

(2) Notwithstanding subsection (1), a Bond may be exchanged for an amount equal to the cash value thereof upon being presented to any bank that agrees to act as agent for the Governor.

Effect of the death of holder of Bond.

**10.** The Governor of the Central Bank shall, upon application made to him and upon being satisfied as to

(a) the death of the holder of a Bond; and

(b) the grant of legal representation to the applicant,

endorse on the bond the name of the person entitled to the Bond under the will or intestacy of the holder and make the appropriate alteration in the register of Bonds; and, from the date of the endorsement and

alteration, the person entitled under the will or intestacy of the holder is for all purposes the holder of the Bond.

**11.** The Minister may make regulations for the carrying into effect of the provisions of this Act. Regulations.

**12.** A person who, with intent to defraud, forges, alters, utters or puts off any Bond or any endorsement or assignment of a Bond or any receipt or certificate for interest accruing thereon, knowing the same to be forged or altered, is guilty of an offence and is liable on conviction on indictment to imprisonment for a period of 10 years. Offences.

**13.** Bonds may not be issued under this Act to persons who are not citizens of Barbados or permanent residents within the meaning of the *Immigration Act*. Application.  
Cap. 190.

**14.** Any money in excess of \$25 000 000 and up to a limit of \$50 000 000 raised by the issue of Savings Bonds in Barbados between the 7th day of October, 1986 and the 29th day of December, 1994 shall be deemed to have been as lawfully and validly raised as if section 3 of the principal Act had been amended to authorise such limit. Validation.  
1994-24.