



News Release
26 September 2014

Offer of Instruments by the Bank of Jamaica

The Bank of Jamaica announces the offer of five instruments to the market as scheduled below:

Instrument Name	Offer Period
BOJ FR USD-CD 2018M	29 September –03 October 2014
BOJ FR USD-CD 2019J	29 September –03 October 2014
BOJ FR USD-CD 2021B	29 September –03 October 2014
BOJ VR-CD 2015AG	29 September –03 October 2014
BOJ VR-CD 2016C	29 September –03 October 2014

However, the Bank reserves the right to close these instruments on or before 12:30 p.m. on Friday, 03 October 2014, the final date for receiving bids on these instruments.

- (i) The offer of **BOJ FR USD-CD 2018M** is for an unlimited amount. The tenor of this instrument is 4-years and offers a fixed coupon of **4.50 percent per annum**, which is **2.75 percentage points** above the current rate of **1.75 percent on 5-year US Treasury**. The coupon is paid semi-annually.
- (ii) The offer of **BOJ FR USD-CD 2019J** is for an unlimited amount. The tenor of this instrument is 5-years and offers a fixed coupon of **5.00 percent per annum**, which is **3.25 percentage points** above the current rate of **1.75 percent on 5-year US Treasury**. The coupon is paid semi-annually.
- (iii) The offer of **BOJ FR USD-CD 2021B** is for an unlimited amount. The tenor of this instrument is 7-years and offers a fixed coupon of **5.50 percent per annum**, which is **3.29 percentage points** above the current rate of **2.21 percent on 7-year US Treasury**. The coupon is paid semi-annually.
- (iv) The offer of **BOJ VR-CD 2015AG** is for an unlimited amount. The tenor of this instrument is 365-days. The instrument re-prices quarterly at **0.25 percentage point** above the three month GOJ Treasury Bill rate existing at the start of each re-pricing period. The initial coupon for the first three months will therefore be the three month GOJ Treasury Bill rate of **7.47 per cent plus 0.25 percentage point**.
- (v) The offer of **BOJ VR-CD 2016C** is for an unlimited amount. The tenor of this instrument is 2-years. The instrument re-prices quarterly at **0.50 percentage point** above the three month GOJ Treasury Bill rate existing at the start of each re-pricing period. The initial coupon for the first three months will therefore be the three month GOJ Treasury Bill rate of **7.47 per cent plus 0.50 percentage point**.

The Term Sheets will be circulated via electronic mail to all Primary Dealers and commercial banks and will also be available on the Bank's website at www.boj.org.jm.

These instruments are available directly to Primary Dealers and commercial banks. **Other investors may access these instruments through a Primary Dealer.**

Please note that the Bank will continue to offer its regular 30-day Certificate of Deposit at the current interest rate of 5.75 per cent per annum.