

FIJI DEVELOPMENT BANK

Prospectus of Cash Offer

Authorised by Fiji Development Bank Act

\$12,000,000

Fiji Development Bank

REGISTERED BONDS

TO BE ISSUED BY TENDER

TERM	REDEEMABLE AT PAR BETWEEN	REPAYABLE AT PAR ON
2 Years		06/12/2020
3 Years	06/12/2020 - 06/12/2021	06/12/2021
4 Years	06/12/2020 - 06/12/2022	06/12/2022
5 Years	06/12/2021 - 06/12/2023	06/12/2023

**Tenders will be received from
8:00am on 03rd December 2018 until
11:00am on 05th December 2018.**

Minimum Investment

- Competitive \$10,000
- Non-Competitive \$500

Government Guaranteed – Trustee Investment

1. COMPETITIVE AND NON-COMPETITIVE TENDERS

Tenders will be received on a competitive or non-competitive basis as follows:-

Competitive Tenders will be accepted for a minimum nominal amount of \$10,000 and for multiples of \$1,000. Each tender must be submitted on a percentage yield per annum basis and must be expressed to the second decimal place. Decimal points beyond two places will be disregarded. Each tender must be for one rate, and be made on the form attached to the prospectus.

Non-Competitive Tenders will be accepted for a minimum nominal amount of \$500 and for multiples of \$100 up to a maximum amount of \$200,000 limited to one tender only. These tenders will be accepted at the weighted average yield of accepted competitive tenders only.

2. LODGEMENT OF TENDERS

Tenders must be lodged in the tender box marked “**TENDER FOR FDB PROMISSORY NOTES AND BONDS**” located at the Customer Care Centre of the Fiji Development Bank situated on the ground floor of the Fiji Development Bank Centre, 360 Victoria Parade, Suva, between the hours of 8:00am and 3:30pm from Monday 03rd December until no later than 11.00 am on Wednesday 05th December 2018.

3. PAYMENT

A separate cheque for each tender for the full face value of the amount tendered for, must accompany each tender lodged. If the settlement amount for an accepted tender exceeds the face value, the successful bidder is to settle the difference by 11:00 am on settlement day. If, however, the settlement amount is lower than the face value, any excess payment will be refunded on settlement day. Cheques will be presented for payment on 06th December 2018.

4. ALLOTMENT

Competitive Tenders: Allotments will be made in ascending order of percentage yield tendered.

The Fiji Development Bank reserves the right to reject any tender or to allow a lesser amount than that tendered for.

Letters of allotment will be dispatched on 06th December 2018. together with: -

- (a) refund cheques (for the difference in the nominal amount tendered);
- (b) Cheques for unsuccessful tenders.

Non-Competitive Tenders: Will be allotted in full.

Registered Bonds will be issued by the Registrar within 60 days of allotment.

5. INTEREST AND REPAYMENT

Interest is due on 06th June and 06th December each year during the currency of the loan and will be paid by the Registrar. Cheques will be forwarded at the bondholder's risk to the bondholder's registered address or to any bank in Fiji which he may nominate. In the case of joint holders of bonds interest will be paid to the person first named in the tender form.

The Fiji Development Bank will have, on the expiry of the minimum period from the date of issue specified below, the option of redeeming all or part of this issue of Bonds at par on giving not less than three months notice in the Fiji Republic Gazette and at least one daily newspaper circulating in Fiji of its intention to do so and upon expiration of the said three months the principal shall become payable and interest shall cease to accrue.

Bonds repayable on:	Redemption option from:
06/12/2020	
06/12/2021	06/12/2020
06/12/2022	06/12/2020
06/12/2023	06/12/2021

The Registered Bond must be presented to the Registrar for payment at maturity.

6. REGISTRATION AND TRANSFER OF BONDS

Bonds can be registered in the name of one, two or three individuals, or of corporate bodies, but not in the name of unincorporated Trusts, Clubs, Societies etc.

Transfer of Bonds may be effected only by means of an instrument of transfer signed by both parties to the transaction and forwarded to the Registrar with the relevant Bond. Forms of transfer are obtainable from the Registrar. The Registrar shall not be required to make transfers during a period of 14 days next preceding any interest payment date. Under current legislation, transfers are free from Government Stamp duty.

Sales and Purchases of Bonds of this issue may be effected through the South Pacific Stock Exchange.

7. TRUSTEE INVESTMENT

This issue of Bonds is an authorised investment for trustees in Fiji under Section 12.1 (e) of the Trustee Act Cap. 65.

8. **SECURITY**

By virtue of Section 23(3) of the Fiji Development Bank Act 1966, Government may guarantee the issue of these bonds. A guarantee has been entered into by Government a copy of which may be inspected by any interested party at the Suva Office of the Bank.

9. **REGISTRY**

The Registry of the loan will be at the principal office of the Reserve Bank of Fiji in Suva. The Registrar shall not be liable for any error or omission therein, or for any default by the Bank in the performance of its obligations to the holder of any Securities.

10. **PURPOSE OF THE LOAN**

The loan will be used to finance the Bank's normal lending operations.

THE FIJI DEVELOPMENT BANK

The Bank was established in 1967 (Fiji Development Bank Act 1966) when it took over the assets and liabilities of the Agricultural and Industrial Loans Board. As the name implies, the Bank's primary function is providing term finance for the development of agriculture and industry in Fiji.

Its capital is wholly provided by Government and this is augmented by local borrowing.

The Balance Sheet of the Bank reveals the following position:

	Audited 30.06.2018 (\$'000)	Unaudited 30.09.2018 (\$'000)
Capital & Reserves	158,052	160,929
Term Loans & Other Liabilities	<u>309,667</u>	<u>303,707</u>
	<u>\$467,719</u>	<u>\$464,636</u>
Current Assets	47,551	39,106
Loans & Investments	399,779	405,216
Property & Equipment	<u>20,389</u>	<u>20,314</u>
	<u>\$467,719</u>	<u>\$464,636</u>

This offering is the 341st (09/2018) public issue to be raised by the Bank.



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MARK CLOUGH
CHIEF EXECUTIVE OFFICER
FIJI DEVELOPMENT BANK

DATE: 30/11/2018

FIJI DEVELOPMENT BANK

ISSUE BY TENDER OF 12.00 MILLION FDB BOND

2 YEARS BOND REPAYABLE AT PAR ON 06 DECEMBER 2020
3 YEARS BOND REDEEMABLE BETWEEN 06 DECEMBER 2020 AND 06 DECEMBER 2021
4 YEARS BOND REDEEMABLE BETWEEN 06 DECEMBER 2020 AND 06 DECEMBER 2022
5 YEARS BOND REDEEMABLE BETWEEN 06 DECEMBER 2021 AND 06 DECEMBER 2023

TO : FIJI DEVELOPMENT BANK , SUVA

I/WE TENDER, IN ACCORDANCE WITH THE TERMS OF THE PROSPECTUS DATED ____/____/____ FOR THE ABOVEMENTIONED BONDS TO A TOTAL FACE VALUE OF \$_____ (_____ DOLLARS) AND UNDERTAKE TO ACCEPT THE SAME OR ANY LESSER AMOUNT THAT MAY BE ALLOTTED TO US:-

THE WEIGHTED AVERAGE YIELD OF ACCEPTED COMPETITIVE TENDERS.
THE YIELD OF _____ % PER ANNUM.
(PLEASE CROSS OUT WHICH EVER IS NOT APPLICABLE)

CHEQUE FOR \$_____ IS ATTACHED IN FULL PAYMENT OF THE AMOUNT TENDERED FOR.

THE BONDS ARE TO BE REGISTERED IN THE NAME(S) GIVEN BELOW:

NAME(S) _____

FULL POSTAL ADDRESS _____

PLEASE FORWARD BONDS :-

- * BY POST TO ME AT THE ABOVE ADDRESS
- * TO (BANK _____ BRANCH : _____ FOR SAFE CUSTODY ON MY BEHALF.)

PLEASE FORWARD INTEREST CHEQUES :-

- * BY POST TO ME AT THE ABOVE ADDRESS
- * TO (BANK _____ BRANCH : _____ FOR THE CREDIT OF MY ACCOUNT NO : _____ IN THE NAME OF _____)

PLEASE SIGN HERE : SIGNATURE OF APPLICANT _____

DATE : ____/____/____

CONTACT PERSON REGARDING THIS TENDER - NAME _____
PHONE _____

FOR OFFICE USE ONLY

BOND NO: _____ APPLICATION NO: _____
DATE ISSUED: ____/____/____ DATE RECEIVED: ____/____/____
FOLIO NO: _____ RECEIPT NO: _____

FIJI DEVELOPMENT BANK

The Fiji Development Bank invites tenders for the issue of Registered Bonds to a limit of **\$12,000,000** as follows:

Date of Bonds	:	06th December 2018
Amount	:	\$12,000,000
Security	:	Government Guaranteed
Terms	:	2 Years Repayable at Par on 06/12/2020
		3 Years Repayable at Par on 06/12/2021 (Redeemable at Par between 06/12/2020–2021)
		4 Years Repayable at Par on 06/12/2022 (Redeemable at Par between 06/12/2020–2022)
		5 Years Repayable at Par on 06/12/2023 (Redeemable at Par between 06/12/2021–2023)

Minimum (Non Competitive) Tender: FJD500: Thereafter multiples of FJD100.
Maximum Tender is FJD200,000 per tenderer.

Minimum (Competitive) Tender : FJD10,000 (face value): Thereafter multiples of FJD1,000.00

Coupon Rate : To be determined by the weighted average yield of accepted competitive tenders.

Competitive and Non-competitive tenders on the special form provided must be lodged in the “Tender” box located at the Customer Care Centre of the Fiji Development Bank situated on the ground floor of the Development Bank Centre, 360 Victoria Parade, Suva, on or before 11.00am on Wednesday 05th December 2018.

Payment by cheque for the full value for the amount tendered must accompany each tender lodged. If the settlement amount for an accepted tender exceeds the face value, the successful bidder is to settle the difference by 11.00am on Thursday 06th December 2018.

Prospectus and tender forms are available from the Fiji Development Bank.

For further information, telephone the Fiji Development Bank on 3314866 or call personally at our Treasury Division.