

DEVELOPMENT BANK OF SEYCHELLES (DBS) PROSPECTUS

7.5% FIVE YEAR BOND

(Public Debt Management Act – Act 32 of 2008)

Issue of SCR 25 million at par

*Interest payable quarterly on March 20, June 20, September 20 and December 20
and calculated on a 365-day year*

1. The 7.5 percent DBS Bond will be available on tap with effect from August 09, 2011 until the limit of issue is reached or until replaced by another issue.
2.
 - (a) The Bond can be purchased by adult individuals (singly or jointly), commercial banks, corporate bodies, institutions, clubs, societies and other organisations, in all cases both resident and non-resident.
 - (b) In the case of a body of persons i.e. commercial banks, corporate bodies, institutions, clubs, societies or other organisations, it should be incorporated or registered under the laws of the country of domicile.
 - (c) In the case of two individuals jointly, they may indicate whether the Bond should be registered in their names “jointly” or “either or survivor” basis.
3. The Bond will be issued, and may be transferred, in multiples of SCR 5,000 with a minimum value of SCR 5,000 on any Bond.
4.
 - (a) Interest will be paid on the Bond at 7.5 per centum per annum. All payments on account of interest due will be paid to a bank account in Seychelles, as notified by the subscriber or where there has been a transfer, by the transferee.
 - (b) If any payment date falls on a non-business day, the payment will be made on the next following business day and without payment of any interest or other sum in respect of such delay.
5. The Bond will mature on the expiry of 5 years from the date of issue and will be redeemable at par.
6. The Bond will be transferable at any time before maturity between eligible holders. Transfers must be registered at the Central Bank of Seychelles and will be free of stamp duty.
7. The application forms and copies of this prospectus will be available at the Central Bank of Seychelles and the Development Bank of Seychelles.
8. Applications will be in the prescribed form provided by the Central Bank of Seychelles.

9. (a) Payment for the Bond should either be by swift or by a crossed cheque in favour of the Development Bank of Seychelles or cash (up to SCR 25,000) for the full amount of the Bond and be paid at the Central Bank of Seychelles.
(b) Payment by cheque must be effected not later than 9 a.m. for the Bonds to be given value the same day. In the case of any payment received after 9 a.m, the Bonds will be given value the next following business day.
10. If a Bond is held jointly by two individuals, payment of interest and principal will be made to both parties unless both of them have signed a mandate in favour of either party.
11. If a Bond is held jointly by two individuals on the basis of "either or survivor", payment of interest and principal will be made to the holder first named or to the survivor of the two, or if a mandate exists, to the person or institution named in the mandate. A mandate shall be in a form acceptable to the Development Bank of Seychelles.
12. The Development Bank of Seychelles reserves the right to refuse to accept any application.
13. This prospectus is issued by the central Bank of Seychelles on behalf of the Development Bank of Seychelles.
14. The interest payable is subject to withholding tax as per the Business Tax Act.

August 09, 2011