

CAYMAN ISLANDS

LAW 30 of 1965

I assent,

(L.S.)

J.A. CUMBER

*Administrator*

18th October 1965

A LAW to confer power to raise by loan a sum not exceeding two hundred and fifty-seven thousand pounds sterling together with the expenses of issue thereof for matters connected therewith.

( )

Whereas it is expedient to raise a loan of two hundred and fifty-seven thousand pounds sterling for the improvement of the Airport.

Enacted by the Legislature of the Cayman Islands.

1 - This Law may be cited as the Airport (Improvement Short title.  
Loan) Law, 1965.

2 (No. 30) *The Airport (Improvement Loan) Law, 1965.*

Interpre-  
tation.

Law 3 of 1960  
Regulations.  
No. 3 of 1961.

Power to  
raise loan.

Principal and  
interest  
charged on  
general rev-  
enue.

Appropri-  
ation of loan.

Appropriation  
for repayment  
of interest  
and sinking  
fund.

2 - In this Law the expression "Crown Agents" means the persons for the time being acting as Crown Agents for Oversea Governments and Administrations in England or any of them, and "loan" means the loan issued under this Law. "Airport" means the Owen Roberts Airfield, George Town, Grand Cayman designated as such by Regulations made under the Airports Regulation Law, 1959.

3 - The Administrator or the Crown Agents acting on his behalf may raise by loan in London an amount sufficient to produce as nearly as may be the sum of two hundred and fifty-seven thousand pounds sterling and such further sum as may be necessary to defray the expenses of the issue thereof.

4 - The principal moneys and interest represented by the loan issued under the provisions of this Law are hereby charged upon and shall be payable out of the general revenue and assets of the Islands.

5 - (1) Expenses incurred in connection with the issue of the loan may be defrayed out of money borrowed under the provisions of this Law.

(2) Save as aforesaid, any money borrowed under the provisions of this Law shall be appropriated and applied only to the improvement of the Airport.

6 - (1) So long as any portion of the loan remains outstanding the Administrator shall in each half-year ending with the day on which the interest on the loan falls due appropriate out of the general revenues and assets of the Islands a sum equal to one half-year's interest on the whole of the loan outstanding and shall remit that sum to the Crown Agents at such time as will enable them to pay thereout the then current half-year's interest on the day on which it falls due.

(2) For the purpose of the formation of a sinking fund for the repayment of the loan at par, the Administrator shall also in each half year ending on the date specified in the terms of issue of the loan as that on which the first contribution to the sinking fund shall be taken and in each subsequent half year appropriate out of the revenues and assets aforesaid an additional sum equal to one half of the annual contribution specified in the prospectus or, if the loan is not issued publicly, in the terms of issue and shall remit that sum to the Crown Agents with the remittance above mentioned: Provided that the annual contribution shall commence not later than three years after the date from which the interest on the loan commences to run.

(3) The aforesaid annual contribution shall be not less than such amount as may be determined with the approval of the Secretary of State to be sufficient to redeem the loan at its due date.

(4) Notwithstanding anything in subsection (2) of this section, if at any time the Crown Agents are satisfied that the value of the sinking fund will with further accumulations of interest be sufficient without further payment of contributions to enable the loan to be redeemed out of the proceeds of the fund not later than the final redemption date, the Administrator may with the approval of the Secretary of State suspend further contributions to the sinking fund:

Provided that such contributions shall be recommenced if at any time the Crown Agents inform the Administrator that such re-commencement is necessary.

(5) The Crown Agents shall place at interest or invest in the purchase of such securities as are from time to time approved by the Secretary of State

- (a) so much of the moneys remitted as aforesaid as is not needed for the payment of interest for the current half-year, which amount so placed or invested shall form a sinking fund for the final

4 (No. 30) *The Airport (Improvement Loan) Law, 1965.*

extinction of the debt created by the loan;

(b) any sum accruing from any moneys placed at interest or invested as aforesaid;

and with the approval of the Secretary of State may -

(i) change any investment made under this subsection;

(ii) place at interest any moneys previously so invested;

(iii) invest as aforesaid any moneys previously placed at interest;

and shall hold in trust for the repayment of the loan all such moneys and investments as are referred to in this subsection.

(6) If the sinking fund aforesaid is insufficient for the repayment of the loan at the time when such repayment becomes due the Administrator shall make good any deficiency out of the general revenues and assets of the Islands.

Passed the Assembly this 30th day of September, 1965.

J.A. CUMBER

*President*

SYBIL McLAUGHLIN

*Clerk of the Legislative Assembly.*

Government Notice No. 123 of 1965.

Date of operation 18th October, 1965.