

PROSPECTUS

THE GOVERNMENT OF THE COMMONWEALTH OF THE BAHAMAS **BAHAMAS REGISTERED STOCK 2015, 2017, 2019 AND 2030** **ISSUE OF B\$100,000, 000.00**

Issued under The Bahamas Registered Stock Act, and authorized by Resolutions of the House of Assembly, 10th June, 2010.

Applications will be received by The Banking Department beginning at 9:30 a.m. on 8th October, 2010 and will close at 3:00 p.m. on 15th October, 2010. Allocations will commence at 9:30 a.m. on 18th October, 2010 and will cease at 3:00 p.m. on 19th October, 2010.

If the total subscriptions exceed the sum of B\$100,000,000.00 (Nominal) partial allotment will be made to subscribers, and a proportionate refund will be made as soon as possible after allotment. No interest will be paid on amounts so refunded.

The date of this Prospectus is October 6, 2010

The Government of The Commonwealth of The Bahamas invites applications for Bahamas Registered Stock totalling B\$100,000,000.00. The Stock will be available in a range of maturity dates; the earliest being repayable in 2015 and the latest in 2030. The total amount of Stock offered, the rate of interest and the issue price are given below :-

Rate of Interest	Name of Stock	Amount B\$	Issue Price B\$
Prime Rate	Bahamas Registered Stock 2015	30,000,000.00	100.00
1/48% Above Prime Rate	Bahamas Registered Stock 2017	20,000,000.00	100.00
1/24% Above Prime Rate	Bahamas Registered Stock 2019	20,000,000.00	100.00
5/32% Above Prime Rate	Bahamas Registered Stock 2030	30,000,000.00	100.00
		100,000,000.00	

The Stock shall be repaid on 19th October, in the year appearing in the name of the Stock.

INTEREST

The Stock will bear interest from 19th October, 2010, at the rate shown against the name of the Stock as the percent per annum over the Prime Rate (i.e. the prime commercial interest rate from time to time fixed by the Clearing banks carrying on business in the Island of New Providence in The Bahamas. If there shall be any difference between them, then that which is fixed by Royal Bank of Canada). Interest shall be payable half-yearly commencing on 19th April, 2011 and thereafter on 19th October and 19th April in every year until the Stock is repaid.

CHARGE UPON CONSOLIDATED FUND

The principal monies and interest represented by the Stock are charged upon and payable out of the Consolidated Fund and assets of The Commonwealth of The Bahamas.

SUPPLEMENTARY PROVISIONS

Issue of Stock The Stock will be issued by the Registrar (The Central Bank of The Bahamas). Applications will be received by The Banking Department beginning at 9:30 am on 8th October, 2010 and **will close at 3:00 pm on 15th October, 2010.** Allocations will commence at 9:30 a.m. on 18th October, 2010 and will cease at 3:00p.m. on 19th October, 2010. All envelopes enclosing applications should be labelled "Application For Bahamas Government Registered Stocks".

Units The Stock will be in units of B\$100.00.

Applications Applications must be for B\$100.00 or a multiple of that sum.

Application Forms Applications for the Stock should be made to the Registrar on the form attached to the Prospectus and may be obtained from the Registrar offices in Nassau and Freeport, The Treasury Department (Marlborough Street & Navy Lion Road, Nassau), applications may also be downloaded from the Central Bank of the Bahamas website at www.centralbankbahamas.com or any of the following banks:

1. Bank of The Bahamas International
2. First Caribbean International Bank (Bahamas) Limited
3. Finance Corporation of Bahamas Limited
4. Commonwealth Bank Limited
5. Royal Bank Of Canada
6. Scotiabank (Bahamas) Limited
7. Fidelity Bank (Bahamas) Limited (formally British American Bank(1993) Limited)
8. Citibank, N.A.

PUBLIC DEBT

Provisional estimates from the unaudited accounts as at June 30, 2010 show the Public Debt of The Bahamas to be B\$3,957,307,000.*

GOVERNMENT REVENUE AND EXPENDITURE

The following information is extracted from the unaudited accounts of the Government of The Commonwealth of The Bahamas.

	FY2008/2009p** B\$	FY2009/2010p** B\$	FY2010/2011p** B\$
Revenue	1,324,218,000	Approved Budget 1,400,046,000	Approved Budget 1,517,159,000
Recurrent Expenditure (excluding Repayment of Public Debt)	1,422,674,000	1,430,454,000	1,467,170,000
Capital Development Expenditure (excluding loans contributions and advances to public corporations)	139,777,000	208,850,000	227,579,000

** Provisional estimates from the unaudited accounts.

* The Public Debt amount is inclusive of The Public Corporations contingent liability which as at June 30, 2010 totalled B\$564,465,000.

1. (One Person)

Ordinary Signature _____

Name in Full (BLOCK LETTERS, state whether Mr., Mrs., or Miss and titles if any.)

Address (Corporations etc. should give Registered Addresses)

P. O. Box _____

Telephone Nos. (H) _____ (W) _____

2. (Where two or more persons apply as joint subscribers, the additional names and addresses should be given below.)

Ordinary Signatures _____

Names in Full _____

And/OR _____

Address _____

Telephone Nos.(H) _____ (W) _____

I/We hereby request semi annual interest to be paid to:

Bank Name _____

Bank Branch _____

Account Number _____