

S.I. 51 of 1983

LOCAL LOANS (REGISTERED STOCK AND SECURITIES) ACT (CAP. 111)

Local Loan (Federal Republic of Nigeria Twenty-Second Development Loan 1988) Directions 1983

Commencement : 15th July 1983

WHEREAS by section 1 (1) of the Internal Loans (Rehabilitation, Reconstruction and Development) Act 1972 the Federal Minister of Finance is empowered in any manner authorised by the Local Loans (Registered Stock and Securities) Act or the Government Promissory Notes Act 1960 to raise loans in Nigeria, and it is deemed expedient to raise a loan of sixty million Naira (hereafter called "the loan") by the creation and issue of registered stock maturing in five years for the purpose of the rehabilitation, reconstruction and development programme :—

NOW, THEREFORE, in exercise of the powers conferred by section 5 (1) of the Local Loans (Registered Stock and Securities) Act and of all other powers enabling me in that behalf, I, the Federal Minister of Finance, hereby give the following directions :—

1.—(1) The sum of money to be raised by the loan shall be sixty million naira in the form of registered stock to be issued in denominations of twenty naira or any multiple thereof.

Sum of money to be raised and mode of raising the loan.

(2) The stock shall be issued at par the sum of twenty naira being payable on application for each twenty naira of stock applied for.

(3) The stock so raised shall be transferable in units of twenty naira.

2. Interest at the rate of $4\frac{1}{2}$ per centum per annum shall be payable. The first payment shall be made on 25th November, 1983 and thereafter the interest shall be payable half-yearly on 25th May and 25th November each year until maturity. The last interest payment shall be made on 25th May, 1988.

Rate of interest.

3. The half-yearly contributions out of the general revenue and assets of the Federal Republic to a sinking fund established for the purpose of redeeming this loan shall be at the rate of 6 per centum of the principal sum raised. The first of such payments shall be made on 25th November, 1983.

Sinking fund.

4. The Government of the Federal Republic of Nigeria shall redeem the stock at par on 25th May, 1988.

Date of redemption.

5. Interest payable on this stock shall not be exempted from any tax unless such exemption is permissible under any written law in any part of Nigeria but such tax shall not be deducted at source.

Taxation of interest.

6.—(1) These Directions may be cited as the Local Loans (Federal Republic of Nigeria Twenty-Second Development Loan 1988) Directions 1983.

Citation and commencement.

(2) These Directions shall be deemed to have come into force on 15th July, 1983.

GIVEN at Lagos this 17th day of November, 1983.

ADAMU CIROMA,
Federal Minister of Finance

EXPLANATORY NOTE

(This note does not form part of the above Directions but is intended to explain the purpose).

The Directions authorise the raising of a loan of sixty million naira for on-lending to State Governments of the Federal Republic of Nigeria and specify the conditions relating to the raising of the loan.