

AMENDATORY AGREEMENT

AMENDATORY AGREEMENT entered into between JAMAICA (hereinafter the “Beneficiary”) and the INTER-AMERICAN DEVELOPMENT BANK (hereinafter the “Bank”, and together with the Beneficiary, the “Parties”).

ARTICLE ONE

The Parties agree to amend the Nonreimbursable Technical Cooperation Agreement No. ATN/OC-15771-JA (hereinafter the “Agreement”), entered into between the Beneficiary and the Bank on April 3, 2017, to cooperate in the Strengthening the Institutional Capacity of Financial Services Commission (FSC) Project (hereinafter referred to as the “Project”), in the manner and to the extent set forth below.

1. Paragraph 1.01 of the Annex of the Agreement will be amended as follows:

“1.01 The general objective of the Project is to support risk-based supervision framework of the Financial Services Commission’s (FSC) operations through technology, while strengthening FSC’s institutional capacity. The specific objectives of the Project include: (i) support strengthening of FSC’s institutional capacity to undertake risk based supervision across the various industries supervised by the FSC, by improving the operational and technological capacity to conduct risk based supervision across the insurance, securities and pensions sectors; (ii) strengthening the FSC’s capacity to establish a compensation scheme for the non-deposit taking sector; and (iii) improving risk based supervision and framework.”

2. Paragraph 2.01 of the Annex of the Agreement will be amended as follows:

“2.01 The Project will support the following areas: (i) the modernization of FSC operations by strengthening its institutional and operational capacity via information technologies; (ii) support the FSC in establishing a compensation scheme for the non-deposit taking sector; and; and (iii) improving risk based supervision and framework. In order to achieve the above aforementioned objectives, the Project will finance the following components:”

3. Paragraph 2.02 of the Annex of the Agreement will be amended as follows:

“Component 1: Strengthening Institutional and operational capacity via information technologies

2.02 This component will enable the FSC to improve its institutional and operational efficiency to regulate the securities, insurance and pensions sectors via the use of Information Communication and Technology. Specifically, this component will support

an integrated organization-wide technology solution that will incorporate a modern digital multimedia communications system, a digital registration platform, and a portal for accepting, exchanging, processing and maintaining regulatory data and information, including financial reports.”

4. Paragraph 2.04 of the Annex of the Agreement will be amended as follows:

“Component 3: Improving Risk Based Supervision and Framework

2.04 This component will enable the FSC to strengthen its risk-based framework in the supervision of the non-bank financial sector in Jamaica. Specifically, this component will support the development of a risk-based supervision and a micro pensions framework in Jamaica. The micro pensions framework, a first in the Caribbean will see the development of an enabling environment to facilitate retirement savings for vulnerable segments of the population.”

5. The Budget table will be amended as follows:

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Component	Activities	Bank (SPID)	Counterpart	TOTAL
Component 1. Strengthening institutional and operational capacity via information technologies	Integrated Regulatory Systems Software	140,000	50,000	190,000
Component 2. Strengthening capacity to establish a Compensation Scheme	Consultancy in compensation scheme for non-deposit taking sector	50,000	10,000	60,000
Component 3. Improving Risk Based Supervision and Framework	i. Development and Implementation of a Risk Based Supervision Framework ii. Development of a Micro Pensions Framework in Jamaica	70,000	40,000	110,000
Component 4.	i. Auditing ii. Evaluation	5,000 5,000	-	10,000
TOTAL		270,000	100,000	370,000

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ARTICLE TWO

The Parties hereby ratify all other provisions of the Agreement, which will remain in full force and effect.

This Amendatory Agreement shall be signed in two (2) originals of equal tenor by duly authorized representatives of the Beneficiary and the Bank, and will enter into force on the date of signature by the Beneficiary.

JAMAICA

INTER-AMERICAN DEVELOPMENT
BANK

/s/

/s/

The Hon. Nigel Clarke, DPhil., MP
Minister of Finance and the Public Service

Therese Turner-Jones
Representative of the Bank
in Jamaica

Date: February 12, 2020

Date: January 20, 2020