

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:6225
ANSWERED ON:06.05.2005
FUNDS FROM ASIAN DEVELOPMENT BANK
Reddy Shri K. Jayasurya Prakash

Will the Minister of FINANCE be pleased to state:

- (a) Whether the Asian Development Bank is releasing 250 million dollars for the multi sector project in Jammu and Kashmir;
- (b) If so, the details in this regard;
- (c) Whether the Union Government has any share in the project; and
- (d) If so, the details of the contribution of the Union Government in the project?

Answer

MINISTER OF STATE FOR FINANCE (SHRI S.S. PALANIMANICKAM)

(a) and (b) Asian Development Bank has approved on 21.12.2004 a loan of US\$ 250 million from its ordinary capital resources. The loan amount is to be utilised in five years, i.e. upto 31.12.2009. The loan amount is to be repaid in 25 years including a grace period of 5 years.

(c) and (d) Yes, Sir. Government of India will be providing counterpart funding for the ADB project as part of Jammu and Kashmir Reconstruction Plan. An amount of Rs. 1200 crore has been allocated for financing of Reconstruction Plan of J&K.