

**GOVERNMENT OF INDIA
ROAD TRANSPORT AND HIGHWAYS
LOK SABHA**

UNSTARRED QUESTION NO:23
ANSWERED ON:23.02.2010
FINANCING OF NATIONAL HIGHWAYS PROJECTS
Ahir Shri Hansraj Gangaram

Will the Minister of ROAD TRANSPORT AND HIGHWAYS be pleased to state:

- (a) whether the Government has decided to constitute an empowered Group of Ministers to suggest ways and means for financing and construction of National Highways Projects;
- (b) if so, the details thereof;
- (c) whether the Government has formulated any draft/proposal in regard to financing of National Highway projects for successful implementation thereof; and
- (d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF ROAD TRANSPORT & HIGHWAYS (SHRI R.P.N. SINGH)

(a) to (b) Yes, Madam. The Government, while approving the recommendations of the Chaturvedi Committee on the "Revised strategy for implementation of the National Highways Development Project (NHDP) – Frame work and financing", had also decided that the financing plan for 2010-11 onward would be considered by an Empowered Group of Minister (EGoM) for further action, including such changes to the work plan as may become necessary.

(c) to (d) The National Highways Development Projects financing plan worked out by the Chaturvedi Committee indicates the estimated expenditure and sources of funds summarized as following :-

Summary of the NHDP Financing Plan

Particulars	(Rs in Crores)
A. Estimated Expenditure	
Project Construction	337,959
Payment of Annuity	207,579
Interest on Borrowed Funds	78,285
Repayment of Borrowing	188,838
Total (A)	812,661
B. Sources of funds	
Cess funds	360,631
External Assistance (Grant & Loan)	9,782
Net Surplus from Toll Revenue	117,418
Negative Grant	3,318
Budgetary Support	1,398
Additional Budgetary Support	39,329
Share of Private Sector	211,315
Borrowings	191,948
Total (B)	935,139