

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3941
ANSWERED ON:03.12.2010
LOAN FROM JAPAN
Chavan Shri Harischandra Deoram

Will the Minister of FINANCE be pleased to state:

- (a) whether Japan Government has agreed to provide a loan of Rs.5102 crore to India for the schemes related to infrastructure development, poverty alleviation and environmental development;
- (b) if so, the details thereof;
- (c) the terms and conditions of the said loan;
- (d) the details of the projects likely to be financed by this amount, project-wise and State-wise; and
- (e) the time by which these projects are likely to be completed?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) to (e) During the current financial year Government of Japan has so far agreed to provide loan of JPY 1616 million (Rs.87 Crores approx. at current exchange rate) for infrastructure development in the Railways sector. The loan agreement for the Dedicated Freight Corridor Project (Phase 2) was signed on 26.7.2010. The completion date of the project is 16.11.2015.

The rate of interest will be 0.01% per annum. The repayment period will be thirty years after the grace period of ten years. The commitment charges @ 0.1% per annum is payable on the unused balance of the loan amount for the period from 120 days of signing of the loan agreement to the completion date.