GOVERNMENT OF INDIA ROAD TRANSPORT AND HIGHWAYS LOK SABHA

UNSTARRED QUESTION NO:467 ANSWERED ON:13.08.2012 EQUITY ON ROAD PROJECTS Dhruvanarayana Shri R.

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

- (a) whether the average return on equity on road projects awarded in 2010-11 is likely to be 6-8 percent lower than those contracted before 2009; and
- (b) if so, the comparative figures thereof during the last three years alongwith the reasons therefor?

Answer

MINISTER OF STATE IN THE MINISTRY OF ROAD TRANSPORT AND HIGHWAYS (SHRI JITIN PRASADA)

(a) & (b) In case of all Build-Operate-Transfer (BOT) projects, the commercial risk is borne by the Concessionaire in projects awarded and the Government does not maintain any information on average return of equity on such road projects awarded to the private concessionaires.