

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1535

ANSWERED ON:27.11.2009

WB SUPPORT TO INFRASTRUCTURAL PROJECTS

Adhalrao Patil Shri Shivaji;Adsul Shri Anandrao Vithoba;Basavaraj Shri Gangasandra Siddappa;Dhanaplan Shri K. P.;Dharmshi Shri Babar Gajanan;Lagadapati Shri Rajagopal;Saroj Smt. Sushila

Will the Minister of FINANCE be pleased to state:

- (a) whether the Union Government has signed an agreement with the World Bank (WB) to support infrastructure projects and also fund India Infrastructure Finance Company Limited;
- (b) if so, the details and terms and conditions thereof;
- (c) the details of projects identified to utilize the aforesaid World Bank loan;
- (d) whether reports about the difficulties being faced by banks with the project have been received; and
- (e) if so, the details thereof and steps taken thereon?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S. S. PALANIMANICKAM)

- (a) Yes Sir.
- (b) All the loans will attract interest rate of London Inter Bank Offered Rate (LIBOR) plus variable spread.
- (c) The details are annexed.
- (d) No, Sir.
- (e) Does not arise in view of (d).