

**GOVERNMENT OF INDIA
NEW AND RENEWABLE ENERGY
LOK SABHA**

UNSTARRED QUESTION NO:5025

ANSWERED ON:23.04.2015

SETTING UP OF RENEWABLE ENERGY PROJECTS

Senthilnathan Shri PR.

Will the Minister of NEW AND RENEWABLE ENERGY be pleased to state:

(a) whether the Union Government has proposed to give loan with lower interest for setting up of renewable energy projects and production units in the country;

(b) if so, the details thereof; and

(c) the target being fixed by the Government to produce more energy through this loan scheme?

Answer

THE MINISTER OF STATE FOR POWER, COAL & NEW AND RENEWABLE ENERGY (INDEPENDENT CHARGE) (SHRI PIYUSH GOYAL)

(a),(b)&(c): In order to provide low cost finance to renewable energy projects, Government announced its commitment in the budget for 2013-14 to provide funds from the National Clean Energy Fund (NCEF) to Indian Renewable Energy Development Agency (IREDA) to on-lend to viable renewable energy projects. Rs. 100 crore and Rs. 200 crore were released to IREDA for this purpose from NCEF in the year 2013-14 and 2014-15 respectively.

As per the Scheme not more than 30% of the out- standing loan amount shall be refinanced to Banks/ Financial Institutions, wherein the end-users will get said amount at a maximum rate of interest of 5% p.a. Renewable power projects of about 200 MW are expected to be supported under the scheme.