

LOK SABHA  
UNSTARRED QUESTION NO. 1345  
TO BE ANSWERED ON 11<sup>TH</sup> FEBRUARY, 2019

**Issuance of Bonds by IOCL**

**1345. SHRIMATI K. MARAGATHAM:**

पेट्रोलियम एवं प्राकृतिक गैस मंत्री

Will the Minister of PETROLEUM AND NATURAL GAS be pleased to state:

(a) whether it is a fact that the Indian Oil Corporation Limited (IOCL) proposes to raise about US \$3 billion more through issue of US dollar bonds;

(b) if so, the details thereof;

(c) whether it is also true that the IOCL is already in market to raise US \$ 900 million through a bond issue and also proposes to raise an equivalent sum through a syndicated loan to meet its working capital requirements; and

(d) if so, the details thereof?

**ANSWER**

पेट्रोलियम एवं प्राकृतिक गैस मंत्री (श्री धर्मन्द्र प्रधान)

**MINISTER OF PETROLEUM AND NATURAL GAS  
(SHRI DHARMENDRA PRADHAN)**

(a) to (d) Indian Oil Corporation Limited (IOCL) has informed that Reserve Bank of India vide circular dated 3<sup>rd</sup> October, 2018 has allowed Oil Marketing Companies (OMCs) to raise long term ECBs, to the extent of \$10 billion for working capital requirements. IOCL's share would be around 50% to 60% of the said amount of \$10 billion. IOCL has already raised \$1300 million through syndicated loan during December, 2018, followed up by issuance of US dollar bonds of \$900 million during January, 2019. Raising of balance amount by IOCL depends on the working capital requirements of the Corporation and keeping in consideration the loan portfolio mix and prevailing market conditions.

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Details of bond issue and Syndicated loan are as below :-

<b>Bond Issue</b>	<b>Syndicated Loan</b>
<ul style="list-style-type: none"><li>• Face Value of Bond Issue - \$900 million</li><li>• Tenure – 5 years</li><li>• Issued in January, 2019</li><li>• Repayment due in January, 2024</li></ul>	<ul style="list-style-type: none"><li>• Amount of Loan Borrowed - \$1300 million</li><li>• Tenure – 5 years</li><li>• Drawn in December, 2018</li><li>• Repayment due in December, 2023</li></ul>

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