

Government of India  
Ministry of Finance  
Department of Economic Affairs

**LOK SABHA**

**STARRED QUESTION NO. 146**

TO BE ANSWERED ON FRIDAY, JULY 27, 2018/SHRAVANA 5, 1940 (SAKA)

**"AIIB LOANS"**

**No. 146**

**Dr. KIRIT SOMAIYA: SHRIMATI KAVITHA KALVAKUNTLA**

Will the Minister of FINANCE be pleased to state:

- (a) whether India has sought project financing from the Asian Infrastructure Investment Bank (AIIB) and if so, the details thereof;
- (b) the quantum of financing/grants received by India from AIIB till date along with the rate of interest being charged;
- (c) the details of projects that are being financed/would be financed from AIIB loans, amount/project-wise;
- (d) whether the Government has contributed any corpus fund to the formation of AIIB and if so, the details thereof; and
- (e) the total amount of loan granted/sanctioned by AIIB to various countries/projects during the last three years, country/project-wise?

**ANSWER**

**FINANCE MINISTER**

**(SHRI PIYUSH GOYAL)**

(a) to (e): A statement is laid on the table of the House.

**STATEMENT REFERRED TO IN REPLY TO THE LOK SABHA  
STARRED QUESTION No. 146 FOR 27<sup>th</sup> JULY, 2018 BY DR. KIRIT  
SOMAIYA AND SHRIMATI KAVITHA KALVAKUNTLA REGARDING  
"AIIB LOANS"**

(a) to (c): Yes Madam. India has posed 13 projects costing US\$ 3.276 billion for project financing from the Asian Infrastructure Investment Bank (AIIB). Out of these, 7 Projects have already been approved by AIIB for financing of US\$1.314 billion. Legal agreements for 4 projects have been signed and disbursement has started in 3 projects. The rate of interest for the 4 signed projects is based on LIBOR+ a fixed spread of 0.75% to 1.30% depending upon tenor of the loan. The remaining 6 projects posed to AIIB, amounting to US\$ 1.962 Billion are yet to be approved. The details of the Projects are attached as **Annexure-I**.

(d) The Government has approved India's capital contribution of US\$8.37 Billion towards the capital stock of AIIB with 20% as 'paid up' capital to be paid in five equal instalments. So far, a total amount of US\$ 1.0041 Billion has been paid in the form of 3 instalments each of US\$334.7 million.

(e) In the last three years, 28 projects have been approved by AIIB for 14 Countries/ regions for financing of approximately US\$ 5 billion. Details are attached as **Annexure- II**.

**Details of financing/grants received by India from AIIB**

S. No.	Name of Project	AIIB Financing (in USD Million)	Project Size (in USD Million)	Status	Interest Rate (in percentage)	Amount Disbursed (in USD Million)	Tenor (in years)
1.	24*7 Power for All in Andhra Pradesh (Co-financed with World Bank)	160	800	Approved	3.53	11.6	19 (including 5 years grace period)
2.	Gujarat Rural Road Development- Phase 1	329	1153.8	Approved	3.43	141.9	13 (including 5 years grace period)
3.	AC Transmission System strengthening Project implemented by PGCIL (Co-financed with ADB)	100	300	Approved	3.28	4.7	11 (including 3 years grace period)
4.	Madhya Pradesh Rural Connectivity Project (Co-financed with WB)	140	500	Approved	3.83	0	25 (including 5 years grace period)
5.	Bangalore Metro Rail Project Line R6 (Co-financed with EIB)	335	1785	Approved	Loan agreement yet to be signed	0	Loan agreement yet to be signed
6.	National Investment & Infrastructure Fund (Phase 1)	100	6000	Approved	Equity Investment	0	Equity Investment
7.	Morgan Stanley India Infrastructure Fund	150	750	Approved	Equity Investment	0	Equity Investment
8.	Development of a Satellite Port of JNPT at Vadhavan, dahanu taluka District Palghar, Maharashtra (To be co-finance with ADB)	282	1410	Yet to be approved	-	-	
9.	Amravati sustainable Capital city Development Project (To be co-financed with WB)	200	715	Yet to be approved	-	-	
10.	West Bengal Major Irrigation and Flood management (To be co-financed with WB)	145	413	Yet to be approved	-	-	
11.	Andhra Pradesh Urban Water Supply and Septage management Improvement Project	405	555.67	Yet to be approved	-	-	
12.	Mumbai Urban Transport Project Phase 3	475	1356	Yet to be approved	-	-	
13.	Andhra Pradesh rural Road connectivity to unconnected habitations of 250+ population (Project-1)	455	651.38	Yet to be approved	-	-	
	<b>Grand Total</b>	3276	16389.85			158.2	

**AIIB Approved Projects for various Countries/Regions**

S.No	PROJECT NAME	Sector	Country/ Region	Total Project Cost (USD Million)	Financing Plan (USD Million)		
					AIB	WB	Other Financing Options
1	Strategic Irrigation Modernization and Urgent Rehabilitation Project	Water/Irrigation	INDONESIA	578	250	250	Borrower-78
2	Tuz Golu Gas Storage Expansion Project	Energy	TURKEY	2735	600	600	Islamic Development Bank-350
							Commercial Loans: 450
							BOTAŞ: 735
3	National Investment and Infrastructure Fund	Multi Sector	INDIA	6000*	100	-	Gol-3000

4	Madhya Pradesh Rural Connectivity Project	Transport/Road	INDIA	502	140	210	GoMP-152
5	Bangladesh Bhola IPP	Energy	BANGLADESH	271	60		Borrower-211
6	Beijing Air Quality Improvement and Coal Replacement Project	Energy	CHINA	761.1	250		Beijing Municipality-228.33
							China CDM Fund-30
							Beijing Gas: 252.77
7	Broadband Infrastructure Project	Telecommunications	OMAN	467	Project is to be funded by equity, debt and operating cash flow from its on-going operation. The financing plan envisages a long-term debt financing with the combination of A Loan and B Loan in total of approximately USD239 million. (USD 239 Million is not taken while calculating Grand Total)		
8	Bangalore Metro Rail Project – Line R6	Transport	INDIA	1785	335		EIB Tranche A: 350
							EIB Tranche A: 233
							Gol-255
							Government of Karnataka-612
9	Metro Manila Flood	Water/Flood Management	PHILIPPINES	500	207.603205	US\$207,603,205	GoP: US\$84,793,590

	Management Project						
10	IFC Emerging Asia Fund	Multi Sector	ASIA	640	150		IFC-150
							Other Investors-340
11	Transmission System Strengthening Project	Energy	INDIA	303.47	100		ADB-50
							Borrower-153.47
12	Egypt Round II Solar PV Feed-in Tariffs Program- Egypt Round II Solar PV Feed-in Tariffs Program (the Project) consists of 11 photovoltaic solar power plants	Energy	EGYPT	70-75	17.5-19 (19 is taken for calculating Grand Total)		IFC and other lenders -41
13	Gujarat Rural Roads (MMGSY) Project	Transport (Roads)	INDIA	658	329		Govt. of Gujarat: 329

14	Nurek Hydropower Rehabilitation Project, Phase I	Energy Hydropower	TAJKISTAN	350	60		IDA -225.7
							EaDB-40(parallel co-financing) Financing gap: 24.3
15	India Infrastructure Fund	Multi-Sector	INDIA	750	150		Other Investors- 600
16	Batumi Bypass Road Project	Transportation/ Roads	GEORGIA	315.2	114		ADB: 114.0
							Government: 87.2
17	Andhra Pradesh 24x7 – Power For All	Power	INDIA	571	160	240	Govt. of Andhra Pradesh: 171
18	Natural Gas Infrastructure and Efficiency Improvement Project	Natural Gas Production and Transmission	BANGLADESH	453	60		ADB-167
							Domestic Resources-226

19	Dam Operational Improvement and Safety Project Phase II	Dams and Water Resource Management	INDONESIA	300	125	125	Gol-50
20	Regional Infrastructure Development Fund Project	Multi Sector	INDONESIA	406	100	100	Gol:203 SECO:3
21	Trans Anatolian Natural Gas Pipeline Project (TANAP)	Energy (Oil & Gas)	AZERBAIJAN	8600	600	800	Borrower's: 1400 EIB Loan: 1300 EBRD Loan: 500 BOTAS, Turkey:1000 BP (British Petroleum):1000 Private Commercial Sources:2000
22	Duqm Port Commercial Terminal and Operational Zone Development Project	Transport - Port	OMAN	353.33	265	88.33	SEZAD: 88.33



23	Myingyan Power Plant Project	Energy	MYANMAR	304	20		IFC
							ADB
24	Tarbela 5 Hydropower Extension Project	Hydropower - Energy	PAKISTAN	823.5	300	390	GoP-823.5
25	National Slum Upgrading Project	Other Social Services (20%), Urban Transport (20%), Solid Waste Management (60%)	INDONESIA	1743	216.5	216.5	Recipient-1300
26	National Motorway M-4 Project	Transport - Roads and Highways	PAKISTAN	273	100		ADB-100
							Department for International Development (UK)-34
							GoP-39
27	Distribution System Upgrade and Expansion Project	Energy	BANGLADESH	262.29	165		

28	Dushanbe-Uzbekistan Border Road Improvement Project	Transport - Roads and Highways	TAJIKISTAN	105.9	27.5		EBRD-62.5
							GoT-15.9
Grand Total					5003.6032		
					05		
					5.0 bn		