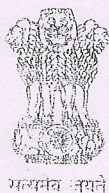


Dr. T. Natarajan, IAS
Secretary (Economic Affairs)



No. PMU/ EAP/JICA Proposals/127077 / 0-24 /2016

Finance Department
Government of Gujarat,
Block No. 4, 5th Floor,
New Sachivalaya Complex,
Gandhinagar-382 010
Phone : 079-23250603
Fax : 079-23250615
E-mail: secea@gujarat.gov.in

IMPORTANT

Director of Research & Dean P.G.S..
N.A.U. Navsari
INWARD NO.: 2332
DATE: 29/3/16

Date: 29th March, 2016

To,
Additional Chief Secretary/ Principal Secretary/Secretary
Department (all)
Sachivalaya, Gandhinagar.

Sub: Invitation of project proposals for Japan International Corporation Agency (JICA)

Ref : Joint Secretary, D.E.A., Ministry of Finance, Govt. of India, letter dated 01.03.2016

Sir,

An attention is kindly requested to the letter of Joint Secretary, D.E.A., MoF, Gol dated 01.03.2016 (copy enclosed) inviting projects proposals for Official Development Assistance (ODA), JICA for F.Y. 2016-17. Important instructions/conditions for preparing and sending projects as enumerated therein are as under:

1. The project proposals should be submitted for only those projects which are short listed for ODA Japan by DEA, MoF, Gol.
2. The projects are to be implemented in accordance with the General Terms and conditions as published on JICA site,
3. Front End Fees @ 0.2% of loan (one-time payment) is to be paid in cash in place of earlier commitment charges.
4. The priority sectors of Japanese ODA loan are Power, Road & Bridges, Water Supply and Sanitation, Urban Transport and Environment and Forest Sector.
5. Most Important: The proposals in the State Sector should be included in their respective Annual Plan for 2016-17.
6. Debt sustainability is to be confirmed/ self-certified by the State Government on various aspects as described in the letter under reference.

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DSB

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27/4/16

TH

The proposals in the case of Externally Aided Projects (EAPs) from various departments/ institutions are submitted to Finance Department for obtaining Government approval. While scrutinizing such proposals certain issues have been noticed as unattended or not attended as they should have been which were brought to the notice of ACS,FD and instructions in this regard are enlisted as under for favour of strict and scrupulous implementation as directed.

1. All departments should identify projects which match the priority requirements as mentioned.
2. The type of assistance/loan and the terms may be evaluated considering :
 - a) Interest Rates
 - b) Exchange rate – Currency Hedging cost
 - c) Sensitivity in case of floating rates
 - d) Administrative and other costs
3. Any other non-monetary conditionalities which may add to the cost or reduce choices
4. Compare with cost of borrowing from other existing sources

The above exercise may be done as quickly as possible by the departments/ organizations. The projects identified after the above exercise may be taken for discussion at F.D. level and further.

T. Natarajan
(T. Natarajan)

Encl : As above

Copy forwarded with complements to:

Chief Secretary,
Government of Gujarat.
Sachivalaya, Gandhinagar. - for favour of kind information.

For details please contact DR and Dean PG Office/or
visit the website <http://www.jica.go.jp/english/our-work/types-of-assistance/oda-loans/standard/index.html>.

एस. सेल्वकुमार, भा.प्र.से
संयुक्त सचिव
S. SELVAKUMAR, IAS
Joint Secretary

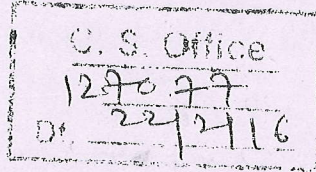


भारत सरकार
वित्त मंत्रालय
आर्थिक कार्य विभाग
नॉर्थ ब्लॉक, नई दिल्ली-110001

Government of India
Ministry of Finance

Department of Economic Affairs
North Block, New Delhi-110001
Tel.: 23093881 Fax: 23092024
E-mail: jsabc-dea@nic.in
February, 11 2016

D.O.No.1/1/2016-Japan.I



Dear Sir,

This is regarding invitation of project proposals for Japan International Cooperation Agency (JICA) Official Development Assistance (ODA) loan for the FY 2016 ODA loan package from Government of Japan.

2. As you are aware, every year, we invite project proposals for the ODA loans from JICA. The project proposals received from the State Governments/ Union Territories with the recommendation of the concerned Central Line Ministry/Department are included in the list of JICA Rolling Plan after due examination. The proposals in the JICA Rolling Plan are shortlisted in accordance with the priority accorded by the Central Ministry/Department, the preparedness of the project and the size of ODA portfolio indicated by Government of Japan and posed to the Government of Japan for loan.

3. The projects are to be implemented in accordance with the General Terms and Conditions of JICA is available at http://www.jica.go.jp/english/our_work/types_of_assistance/oda_loans/standard/ind_ex.html. The loan will be denominated in Japanese Yen. The new interest rates applicable from April, 2015 are as under:

Terms	Fixed/Variable	Standard/Option	Rate of interest (% per annum)	Repayment period (No. of years)	Initial moratorium (No. of years)
General Terms	Fixed	Standard	1.40	30	10
		Option 1	0.80	20	6
		Option 2	0.70	15	5
	Variable	Standard	JPY LIBOR+10bp	30	10
		Option 1	JPY LIBOR	20	6
		Option 2	JPY LIBOR-5bp	15	5
Preferential Terms	Fixed	Standard	0.30	40	10
		Option 1	0.25	30	10
		Option 2	0.20	20	6
		Option 3	0.15	15	5
	Variable	Standard	JPY LIBOR-100bp	40	10
		Option 1	JPY LIBOR-110bp	30	10
		Option 2	JPY LIBOR-120bp	20	6
		Option 3	JPY LIBOR-125bp	15	5