

December 29, 2011

Execution of financing documents for Adityapur – Kandra road project of the Jharkhand Road Projects Implementation Company Limited (JRPICL)

IL&FS Financial Services Ltd (IFIN) has successfully completed the debt syndication for the fifth road project i.e. Adityapur Kandra stretch of the Jharkhand Road Projects Implementation Company Ltd (JRPICL). The Finance Documents were executed with Allahabad Bank and Dena Bank in Ranchi on December 29, 2011.

The Government of Jharkhand (GoJ), as part of its initiative to boost infrastructure in the state, has conceptualized a comprehensive programme titled the ‘Jharkhand Accelerated Road Development Programme’ (JARDP) to improve road infrastructure in the state aggregating to about 1500 Lane km. The programme is being implemented under the Public Private Partnership (PPP) framework and GoJ has entered into a Project Development Agreement with IL&FS Ltd (IL&FS) for the same.

The Concession for the Adityapur Kandra stretch has been awarded to JRPICL for a period of 15.75 years on a build, operate, transfer (BOT) (Annuity) basis. All projects under JARDP projects are sponsored by IL&FS Transportation Networks Limited (ITNL), the transportation vertical of IL&FS which houses all transport sector endeavours of IL&FS.

The Adityapur Kandra road project involves four laning of 15.10 km (60.40 lane km) on the Adityapur – Kandra section at a project cost of Rs 242 cr. The project is scheduled to achieve commercial operations by November 2012. The senior debt facility of Rs 181.50 cr has been financed by Allahabad Bank, the lead bank & Dena Bank.