

Government of India
Ministry of Finance
Department of Economic Affairs


North Block, New Delhi

NOTIFICATION

Cabinet Committee on Economic Affairs (CCEA) has approved the Capping of the annual Guarantee Fee payable to the Concession Authority at 0.05% p.a. of outstanding debt financed by the IDF NBFC (Non-Banking Financial Companies) for three years from the date of this Notification. This fee percentage shall be reviewed after three years, or earlier if required, by the Inter-Ministerial Group chaired by Secretary (EA) as approved by the Cabinet for modifications in the MTA.

2. In pursuance of the approval of the CCEA, Para 4.1 of the Model Tripartite Agreement shall read as under:

Para 4.1: The Debt Fund shall pay to the Authority, 0.05% (zero point zero five percent) per annum of the higher of the nominal value of Bonds or the principal outstanding against such Bonds, by way of a guarantee fee in consideration of the obligations of the Authority hereunder; [provided that the guarantee fee shall be 1% (one per cent) in respect of Bonds for which the foreign exchange risk is to be borne by the Concessionaire][provided further that the guarantee fee for and in respect of the additional Bonds specified in Paragraph 2.1 shall be 3% (three percent) per annum of the nominal value thereof].


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No. F. 2/76/2013-Infra-Fin, Dated October 30, 2013

To:

1. Secretary, Ministry of Road Transport and Highways
2. Secretary, Planning Commission
3. Secretary, Department of Financial Services
4. Deputy Governor, Reserve Bank of India
5. Additional Secretary (Capital Market)
6. NIC – for placing on website of the Department