

May 6, 2014

L&T IDPL achieves Financial Closure for Sambalpur Rourkela Road project in Odisha

L&T IDPL achieved Financial Closure for its Sambalpur Rourkela Road project in Odisha on May 6th, 2014 within the stipulated time. The project will be funded by a consortium of banks including Canara Bank, IndusInd Bank, L&T Infrastructure Finance Company Limited & Vijaya Bank.

L&T Sambalpur Rourkela Tollway Limited (L&T SRTL), a 100% owned SPV of L&T IDPL signed the concession agreement with the Government of Odisha for four-laning the Sambalpur-Rourkela section of SH-10 in the State of Odisha in November 2013. The road project issued by the Odisha Works Department, will be built under the Public-Private-Partnership model.

The bid criterion was the Grant required from the Authority. L&T IDPL had bid for a grant of Rs 465.30 Crores, which is 36% of the Authority Project Cost (Rs 1293 Crores). According to the provisions under the Concession Agreement for disbursement of Grant, Rs. 258.51 Crores will be disbursed during the construction period and balance Rs.206.79 Crores will be disbursed during the Operations period (over four years at Rs 51.7 Crores per annum).

The stretch extends for 161.73 km and is offered for a Concession Period of 22 years including the construction period of 3 years.