

**Terms and Conditions of Japanese ODA Loans
(Effective from April 1, 2017)**

Category	GNI Per Capita (2015)	Terms	Fixed/Floating	Standard/Option	Interest Rate (%)	Repayment Period (years)	Grace Period (years)	Conditions for Procurement
Least Developed Countries and Low Income Countries (- US\$ 1,025)	Low-Income Least Developed Countries ¹				0.01	40	10	Untied
		STEP ²	Fixed	Standard	0.10	40	12	Tied
		Preferential Terms for High Specification ³	Fixed	Standard	0.25	30	10	Untied
				Option1	0.20	25	7	
				Option2	0.15	20	6	
		Preferential Terms ⁴	Floating ⁵	Longer option	¥LIBOR+35bp	40	12	
				Standard	¥LIBOR+25bp	30	10	
				Option1	¥LIBOR+20bp	25	7	
			Fixed	Option2	¥LIBOR+15bp	20	6	
				Option3	¥LIBOR+10bp	15	5	
				Standard	0.60	30	10	
		General Terms	Floating	Option1	0.45	25	7	
				Option2	0.30	20	6	
				Option3	0.15	15	5	
			Fixed	Standard	0.70	30	10	
				Option1	0.55	25	7	
				Option2	0.40	20	6	
Lower Middle Income Countries	US\$ 1,026 – US\$ 4,035	STEP	Fixed	Standard	0.10	40	12	Tied
		Preferential Terms for High Specification	Fixed	Standard	0.50	30	10	Untied
				Option1	0.45	25	7	
				Option2	0.40	20	6	
		Preferential Terms	Floating	Option3	0.35	15	5	
				Longer option	¥LIBOR+85bp	40	12	
				Standard	¥LIBOR+65bp	30	10	
			Fixed	Option1	¥LIBOR+55bp	25	7	
				Option2	¥LIBOR+45bp	20	6	
				Option3	¥LIBOR+35bp	15	5	
		General Terms	Floating	Standard	1.00	30	10	
				Option1	0.80	25	7	
				Option2	0.60	20	6	
			Fixed	Option3	0.40	15	5	
				Longer option	¥LIBOR+105bp	40	12	
				Standard	¥LIBOR+85bp	30	10	
		Upper Middle Income Countries	US\$ 4,036 – US\$ 12,475	Preferential Terms for High Specification	Fixed	Option1	0.70	30
Option2	0.65					25	7	
Option3	0.60					20	6	
Option3	0.55					15	5	
Preferential Terms	Floating			Option1	0.55	25	7	
				Option2	¥LIBOR+65bp	20	6	
				Option3	¥LIBOR+55bp	15	5	
	Fixed			Standard	1.20	30	10	
				Option1	1.00	25	7	
				Option2	0.80	20	6	
General Terms	Floating			Option3	0.60	15	5	
				Longer option	¥LIBOR+125bp	40	12	
				Standard	¥LIBOR+105bp	30	10	
	Fixed			Option1	¥LIBOR+95bp	25	7	
				Option2	¥LIBOR+85bp	20	6	
				Option3	¥LIBOR+75bp	15	5	
Consulting Services				For consulting services, the interest rate will be minimal (0.01%) and the repayment, grace periods and conditions for procurement will be the same as those for main components.				
Options for Program Type Japanese ODA Loans		In case of co-financing, it is possible to apply the same repayment terms as co-financer's lending while maintaining the concessionality of Yen loans.						
<p>¹ For Low-Income LDCs, the term and condition of 0.01% interest rate and 40-year repayment period including 10-year grace period are applied, irrespective of sectors and fields. Three-year transition period will be granted to recipient countries that will move from the category of Low Income LDCs, and, during the period, the terms and conditions for Low-Income LDCs will be applied to the projects of the countries.</p> <p>² Special Terms for Economic Partnership (STEP) is extended to the projects for which Japanese technologies and know-how are substantially utilized, based on the recipient countries' request to utilize and transfer excellent technologies of Japan. LDCs are not eligible for STEP.</p> <p>³ Preferential Terms for High Specification will be applicable to projects promoting quality infrastructure. The applicability of the terms will be decided on a case-by-case basis.</p> <p>⁴ Preferential Terms are applied to the following sectors and fields: (i) Issues on Global Environmental and Climate Change (ii) Health and Medical Care and Services (iii) Disaster Prevention and Reduction (iv) Human Resource Development</p> <p>⁵ The base rate of Floating Loan is the value of the 6-month Japanese Yen LIBOR, and the fixed spread remains constant over the life of the loan. If the base rate plus fixed spread is lower than 0.1%, the interest shall be 0.1%.</p> <p>⁶ Irrespective of the income category, the term and condition of 0.01% interest rate and 40-year repayment period including 10-year grace period are applied to projects assisting recoveries from disasters, including Stand-by Emergency Credit for Urgent Recovery (SECURE). For Stand-by Emergency Credit for Urgent Recovery (SECURE), the term and condition of 20-year repayment period including 6-year grace period, or 15-year repayment period including 5-year grace period are also available, in order to apply Currency Conversion Option.</p>								
Notes								
<ul style="list-style-type: none"> • For countries complying with ongoing IMF-supported programs or receiving grants from IDA, it is possible to modify the terms and conditions of the ODA Loans so as to meet the IMF's concessionality criteria. • For General terms and Preferential terms, fixed interest rate for all countries (except Low-Income LDCs) will be revised on a regular basis so that its concessionality will be equal to that of Floating interest rate. • For Upper-Middle-Income Countries, Floating Term will be applied in principle, although Fixed Term could be applied. 								