Terms and Conditions of Yen Loans
(Effective from April 1, 2012)

Category	GNI Per Capita (2010)	Terms		Standard / Option	Interest Rate (%)	Repayment Period (years)	Grace Period (years)	Conditions for Procurement
Least Developed Countries	Low-Income Countries	Minimal Interest Rate "MIRAI"			0.01	40	10	Untied
		General Terms		Standard	0.70	30	10	
				Option1	0.65	25	7	
				Option2	0.60	20	6	
				Option3	0.55	15	5	
		Preferential Terms		Standard	0.55	40	10	
				Option1	0.45	30	10	
				Option2	0.40	20	6	
				Option3	0.30	15	5	
		Climate Change		Standard	0.20	40	10	
				Option1	0.15	30	10	
				Option2	0.10	20	6	
Low-Income Countries	-US$ 1,005	General Terms		Standard	1.20	30	10	Untied
				Option1	0.90	25	7	
				Option2	0.75	20	6	
				Option3	0.65	15	5	
		Preferential Terms		Standard	0.55	40	10	
				Option1	0.45	30	10	
				Option2	0.40	20	6	
				Option3	0.30	15	5	
		STEP		Standard	0.20	40	10	Tied
				Option	0.10	30	10	
		Climate Change		Standard	0.25	40	10	Untied
				Option1	0.20	30	10	
				Option2	0.15	20	6	
				Option3	0.10	15	5	
			STEP	Standard	0.10	40	10	Tied
Lower-Middle-Income Countries	US$ 1,006-US$ 1,915	General Terms		Standard	1.40	30	10	Untied
				Option1	0.80	20	6	
				Option2	0.70	15	5	
		Preferential Terms		Standard	0.65	40	10	
				Option1	0.55	30	10	
				Option2	0.50	20	6	
				Option3	0.40	15	5	
		STEP		Standard	0.20	40	10	Tied
				Option	0.10	30	10	
		Climate Change		Standard	0.30	40	10	Untied
				Option1	0.25	30	10	
				Option2	0.20	20	6	
				Option3	0.15	15	5	
			STEP	Standard	0.10	40	10	Tied
Middle-Income Countries	US$ 1,916-US$ 3,975	General Terms		Standard	1.40	25	7	Untied
				Option1	0.95	20	6	
				Option2	0.80	15	5	
		Preferential Terms		Standard	0.65	40	10	
				Option1	0.55	30	10	
				Option2	0.50	20	6	
				Option3	0.40	15	5	
		STEP		Standard	0.20	40	10	Tied
				Option	0.10	30	10	
		Climate Change		Standard	0.30	40	10	Untied
				Option1	0.25	30	10	
				Option2	0.20	20	6	
				Option3	0.15	15	5	
			STEP	Standard	0.10	40	10	Tied
Upper-Middle-Income Countries	US$ 3,976-US$ 6,925	General Terms		Standard	1.70	25	7	Untied
				Option1	1.60	20	6	
				Option2	1.50	15	5	
		Preferential Terms		Standard	1.20	25	7	
				Option1	1.00	20	6	
				Option2	0.60	15	5	
		Climate Change		Standard	0.60	40	10	
				Option1	0.50	30	10	
				Option2	0.40	20	6	
				Option3	0.30	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.						

- STEP (Special Terms for Economic Partnership) is set and reconsidered on January 15 every year to make a tied aid eligible.
- The concessionality level of optional terms does not exceed that of standard terms.
- Under the EPSA initiative, the loan for projects co-financed with the AfDB are extended using "Preferential Terms", determined for each income category; in the case for low-income LDCs, the terms are MIRAI.
- A two-step loan extended to the AfDB to cover its sub-loans to private enterprises under EPSA is extended using the term and condition of 0.55% interest rate and 40-year repayment period including 10-year grace period.
- Irrespective of the country category, the terms applied for projects assisting recoveries from disasters are MIRAI.
- 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.