

Indonesia

Maritime Transportation Sector Loan in Eastern Indonesia



Torobulu Ferry Terminal

Outline of Loan Agreement

Loan Amount / Disbursed Amount	8,499 million yen / 6,809 million yen
Loan Agreement	September 1991
Terms & Conditions	Interest rate 2.6%p.a. Repayment period 30 years (Grace period 10 years)
Final Disbursement Date	October 1999

Project Outline

A sector loan was provided with the aim of promoting marine transportation in eastern Indonesia that covered the following five fields: ferry terminals, ports, navigation ships, navigation aids, and Surabaya Rating School

Results and Evaluation

The project included 9 ferry terminals, 6 small-scale ports, 4 navigation ships, navigation aids (41 signs, 2 repair factories, etc.), and the procurement of training equipment for Surabaya Rating School.

The ferry terminals were completed in 1999, results in significant increases in passenger/vehicle numbers on the various ferry routes, and contributing to improved physical distribution of agricultural products, etc.

However, growth in cargo handling volumes at the small-scale ports has stagnated since work was completed in 1996, partly due to the effect of the currency crisis the following year.

Improvements to navigational aids were completed in 1997. A comparison of pre- and post-project marine accidents reveals a reduction, from 183 incidents in 1995 to 34 in 2000, thus the project is evaluated as having contributed to accident prevention.

The project was cooperatively executed by the Directorate General of Land Communications (DGLC) and the Directorate General of Sea Communications, and operation and maintenance has been conducted by affiliated companies without problem since completion.

Two of the ferry terminals were partially damaged by the earthquake and high waves in May-June 2000, however, rehabilitation work is in progress using local government funds.