

Terms and Conditions of Japanese ODA Loans (Effective from April 1, 2011)

Category	GNI Per Capita (2009)		Standard / Option	Interest Rate (%)	Repayment Period (Year)	Grace Period (Year)	Conditions for Procurement
	Low-Income Countries	Minimal Interest Rate "MIRAI"		0.01	40	10	Untied
Least Developed Countries		General Terms	Standard	0.70	30	10	Untied
			Option1	0.65	25	7	
			Option2	0.60	20	6	
		Preferential Terms	Standard	0.55	40	10	Untied
			Option1	0.45	30	10	
			Option2	0.40	20	6	
Low-Income Countries	-US\$995	General Terms	Standard	1.20	30	10	Untied
			Option1	0.90	25	7	
			Option2	0.75	20	6	
		Preferential Terms	Standard	0.55	40	10	Untied
			Option1	0.45	30	10	
			Option2	0.40	20	6	
		STEP	Standard	0.20	40	10	Tied
			Option	0.10	30	10	
		Lower-Middle-Income Countries	US\$996 -US\$1,905	General Terms	Standard	1.40	30
Option1	0.80				20	6	
Option2	0.70				15	5	
Preferential Terms	Standard			0.65	40	10	Untied
	Option1			0.55	30	10	
	Option2			0.50	20	6	
STEP	Standard			0.20	40	10	Tied
	Option			0.10	30	10	
Middle-Income Countries	\$1,906 -\$3,945			General Terms	Standard	1.40	25
		Option1	0.95		20	6	
		Option2	0.80		15	5	
		Preferential Terms	Standard	0.65	40	10	Untied
			Option1	0.55	30	10	
			Option2	0.50	20	6	
		STEP	Standard	0.20	40	10	Tied
			Option	0.10	30	10	
		Upper-Middle-Income Countries	\$3,946 -\$6,885	General Terms	Standard	1.70	25
Option1	1.60				20	6	
Option2	1.50				15	5	
Preferential Terms	Standard			1.20	25	7	Untied
	Option1			1.00	20	6	
	Option2			0.60	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 Loan		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. For countries complying with ongoing IMF-supported programs or receiving grants from IDA, it is possible					

- 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.
- The terms applied for Emergency Budget Support Japanese ODA Loan is Yen BBA LIBOR 6 month, repayment period 15 year (grace period 3 year) .