

**GOVERNMENT OF INDIA  
POWER  
LOK SABHA**

UNSTARRED QUESTION NO:2574  
ANSWERED ON:07.08.2003  
FOREIGN LOAN FOR CAPACITY ADDITION AND EXPANSION  
VILAS BABURAO MUTTEMWAR

**Will the Minister of POWER be pleased to state:**

- (a) whether the power companies propose to raise about 650 million dollar for the capacity expansion and to meet the working capital requirements;
- (b) if so, the amount of foreign loans proposed to be acquired by the power companies both in the private and public sector;
- (c) whether the same will be sufficient to meet the total requirements for capacity addition in the different power projects; and
- (d) if not, steps taken in this regard?

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF POWER ( SHRIMATI JAYAWANTI MEHTA )

(a) to (d) : In order to meet the requirements of funds for new power generation projects, power companies need both equity and debt. In the present liberalized environment, they can approach both domestic and international markets for funds for their expansion plans.