

INTEREST RATES w.e.f. 01.06.2026

A. State Sector Borrowers:-

S.No.	Sector/External Credit Rating by CRA	CPSUs / State PSUs / JVs		
		AAA to AA	AA- to A-	BBB+ to BBB
1	Renewable Energy (Project Specific Loans)	8.45%	8.70%	8.95%

S.No.	Sector/Integrated Credit Rating published by MOP	State Gencos / Transcos linked with Discoms				
		A	A-	B	B-	C and C-
1	Renewable Energy (Project Specific Loans)	8.45%	8.70%	8.95%	9.20%	9.45%
2	Transmission (Project Specific Loans)	9.00%	9.25%	9.50%	9.75%	10.00%

B. Private Sector Borrowers

S. No.	Sector/Borrower	Private Sector Borrower				
		GRADE I	GRADE II	GRADE III	GRADE IV	GRADE V
1	Rooftop Solar, Wind Energy, Grid Connected Solar PV, Hybrid Wind and Solar, Floating Solar	8.65%	8.90%	9.15%	9.40%	9.65%
2	Hydro Power upto 25 MW (for more than 25 MW additional 25 BPS)	9.05%	9.30%	9.55%	9.80%	10.05%
3	Biomass Power, Co-generation, Waste to Energy	9.20%	9.45%	9.70%	9.95%	10.20%
4	Transmission	8.65%	8.90%	9.15%	9.40%	9.65%
5	EV and EV Infrastructure	9.55%	9.80%	10.05%	10.30%	10.55%
6	CBG	9.75%	10.00%	10.25%	10.50%	10.75%
7	Green Hydrogen and its derivatives	9.55%	9.80%	10.05%	10.30%	10.55%
8	Ethanol (with Existing Sugar Plant)	10.15%	10.40%	10.65%	10.90%	11.15%
9	Ethanol (stand-alone projects)	10.55%	10.80%	11.05%	11.30%	11.55%
10	Energy Efficiency, Energy Conservation & Solar Thermal /Solar PV Off-Grid, CSP & Other Sector (Including battery manufacturing)	10.80%	11.05%	11.30%	11.55%	11.80%

S. No.	Sector/Borrower	Private Sector Borrower				
		GRADE I	GRADE II	GRADE III	GRADE IV	GRADE V
11	Advance/Smart metering Infrastructure Service-Pvt Sector (With Direct Debit Facility)	8.70%	8.95%	9.20%	9.45%	9.70%
12	Energy Storage System (ESS) with capacity \geq 200 MWhr and qualifying as infrastructure Project.	8.65%	8.90%	9.15%	9.40%	9.65%
13	Short term loan, medium term loan, project specific loans for Transmission sector	Highest rate of the Transmission sector + 50 BPS				
14	Short term loan, medium term loan, project specific loans for Green Hydrogen	Highest rate of the Green Hydrogen and its derivatives Sector + 100 BPS				
15	Short term loan, medium term loan, project specific loans for all sector except transmission & Green Hydrogen sector	Highest rate of the respective sector + 150 BPS				
16	Manufacturing (Solar & Wind) and related ancillaries	Installed manufacturing Capacity \geq 500 MW/TPD	Installed manufacturing Capacity \geq 200 MW/TPD and $<$ 500 MW/TPD	Installed manufacturing Capacity $<$ 200 MW/TPD		
		9.20%	9.45%	9.95%		
17	LoC for Refinance	Cost of domestic borrowing + 1% to 2% spread				

1. The above interest rates along with the conditions will be effective in case of all new Sanctions and for disbursement on or after 01.06.2026. The above interest rates along with the conditions will also be effective on all loan accounts from their next reset of interest date on or after 01.06.2026.
2. The above interest rates are for loans having interest installments on monthly rest, for accounts having interest installment on quarterly rest, the interest rate will be 10 bps higher than the above rate.
3. Additional Interest @ 0.50% shall be charged over and above the applicable rate of interest till the date of commissioning of the project other than Wind and Solar sector. No additional interest during construction for (i) "Schedule- A, 'AAA' rated PSUs (ii) State Sector Borrowers who are engaged in power sector and have successfully implemented not less than 200 MW of hydroelectric projects and implementing Hydro sector projects. The additional interest during commissioning period shall discontinue after commissioning of

the project. The date of such discontinuance shall be the date on which the borrower submits the duly certified commissioning certificate for the entire sanctioned capacity of the project to IREDA.

4. The interest rate shall be subjected to reset on commissioning of the project or 1 year from the Date of first disbursement, whichever is earlier and thereafter every 1 year. In case projects commissioned prior to first disbursement, the first reset will be 1 year from the date of first disbursement.
5. In case of loans sanctioned for manufacturing facilities, no additional interest during the construction period shall be charged.
6. For Hydro projects more than 25 MW capacity, an additional interest rate of 25 bps to be charged over and above the Hydro power sector rate.
7. For Advance/Smart metering Infrastructure Service- Pvt Sector, wherein alternate Payment Security Mechanism (PSM) is provided by State Govt./DISCOM/Govt. entities. an additional interest rate of 50 BPS to be charged over and above the rates applicable for Advance/Smart metering Infrastructure Service- Pvt Sector (With Direct Debit Facility)
8. For EV related Manufacturing, an additional interest rate of 50 bps to be charged over and above the EV & EV Infrastructure sector rate.
9. For Ethanol (stand-alone projects), rebate of 25 Bps would be provided on satisfaction of all the following conditions – a) The submission of legally binding raw material contract from private entity / written communication from FCI for requisite Raw material quantity and b) Interest Subvention Approval of DFPD and c) Signed Long term purchase agreement (i.e. minimum tenure of 10 years) with OMCs (IOCL/BPCL/HPCL etc.).
10. For EV bus fleet operators having Gross Cost Contracts (GCC) along with payment security mechanism (PSM) wherein contract is with Government entities like municipal corporations / state transport corporations, PSUs and other Government entities a discount of 75 bps on rates prescribed for EV and EV Infrastructure shall be applied.
11. For Green Hydrogen Sector Borrowers are entitled for the rebate of 25 BPS where Developers has obtained external credit rating of "A-" or above.
12. For Energy Storage System projects with PPA on merchant basis or with qualifying capacity less than 200 MWhr i.e., projects not covered under 'Infrastructure Projects', an additional spread of 50 bps shall be charged over and above the applicable rates for such projects.
13. For i) Rebate in Interest rate for commissioned projects (All sectors excluding Short-term loans) and ii) Rebate in Interest rate based on the External rating, Annexure-I attached may please be referred.

I. Rebate in interest rate for Commissioned projects (All sectors excluding Short-term loans)

Particulars	Investment grade External rating	Not rated/non-Investment grade
Commissioned Project (All sectors excluding Short-term loans)	25 bps	Nil

II. Rebate in interest rate based on their External rating (including under-commissioning projects)

External rating	Rebate
AAA	35 bps
AA+	30 bps
AA	25 bps
AA-	20 bps
A+	15 bps
A	10 bps
A-	5 bps

Note:

1. The above matrix along with the conditions will be applicable for all existing projects of IREDA and projects to be sanctioned in future.
2. External rating is to be done by at least 2 SEBI registered Credit Rating Agencies and if ratings of the agencies are different, then lower of the two ratings would be considered for applicability of rebate.
3. However, one external rating shall be considered for applicability of rebate in interest rate for MSMEs (having valid MSME certificate) or having loan amount upto Rs. 50 Cr. This provision shall be effective from 29.08.2024.
4. For Rebate in interest rate for Commissioned projects pertaining to all sectors excluding short-term loans, the Rebate will be passed on for the project with minimum Investment Grade External rating and shall be applicable only for project term loan.
5. For Rebate in interest rate based on their External rating, the Rebate will be passed on for the projects based on their latest External rating and shall be applicable only for project term loan.

6. For the above two rebates, New External rating will have to be provided, valid for a period of 12 months or upto 15 months, as confirmed by the rating agency, and if not provided then the rebate shall not be passed on. Further, calculation of validity shall be w.e.f. the date of publication of external rating. Timeline for submission of external rating shall be 15 days from the date of publication and if it is not submitted within 15 days, then the rebate shall be given from the date of submission of rating to IREDA.

Note: Above modifications shall also be applicable for the existing cases wherever the valid rating has been provided on continuous basis and request received for the same, 01.04.2024 onwards.

7. The above Rebates will be linked to the timely payment of Monthly / Quarterly dues on or before the due dates, as specified in the loan agreement.
8. The above matrix along with the conditions will be effective on or after 01.06.2026.