

**GOVERNMENT OF ANDHRA PRADESH  
ABSTRACT**

Municipal Administration & Urban Development (CRDA) Department – Government Guarantee for Rs.11,000 Crores loan from the HUDCO for the development of Capital City, Amaravati – Approved – Orders – Issued.

=====

**G.O.Ms.No.38**

**Date : 10.03.2025  
Read the following:-**

1. G.O.Ms.No.136, MA&UD(CRDA)Dept., Dt.20.12.2024.
2. From the Commissioner, APCRDA, Lr.No.MAU61-AOREV/10/2020-STG, Dt.17.02.2025.
3. Finance Department U.O.Note.FIN01-BUGT0DSM(BD)/1/2024-CDM (Computer No.2514643), Date :09.03.2025.

\*\*\*\*

**ORDER :-**

In the circumstances reported by the Commissioner, Andhra Pradesh Capital Region Development Authority in the reference 2<sup>nd</sup> read above, Government after careful examination of the proposal, hereby agree for providing Government Guarantee for HUDCO loan for both principal and interest as well as letter of comfort from Finance Department, GoAP, for making good of shortfall, if any, in the escrow account to ensure timely repayment of HUDCO quarterly dues during currency of loan, subject to the following conditions :-

- (i) That the Government Guarantee is to be utilized / drawn within a period of one year from the date of issue of orders.
- (ii) The Guarantee will be valid for the entire tenure of the loan period.
- (iii) The Guarantee is extended for the Principal and interest part.
- (iv) The Government Guarantee shall come into force in the event of failure to pay the obligations to the lending institution by the Corporation.
- (v) The deed shall not be valid, unless it is signed by the authorized officer of the finance dept, Govt of AP.
- (vi) CRDA shall meet all the financial requirements of the project from it's own resources.
- (vii) In case of invocation of letter of comfort, the assistance to CRDA would be given in the form of loan which CRDA shall return from it's future revenue.

2. The Commissioner CRDA is informed that the request for state support for Rs 3657 Crores, shall be arranged from their own resources.

**Contd.,2**

**::2::**

3. The Commissioner, Andhra Pradesh Capital Region Development Authority, Vijayawada shall take further necessary action accordingly.

4. This orders issues with the concurrence of Finance Department vide their U.O.Note.FIN01-BUGT0DSM(BD)/1/2024-CDM (Computer No.2514643), Date :09.03.2025.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**S SURESH KUMAR  
PRINCIPAL SECRETARY TO GOVERNMENT**

To  
The Commissioner, Andhra Pradesh Capital Region  
Development Authority, Vijayawada

**Copy to :-**

OSD to Hon'ble Minister for MA&UD.

PS to Principal Secretary to Government, MA&UD Department.

Sf/Sc.

**// FORWARDED :: BY ORDER //**

**SECTION OFFICER**