## ANNEX 3

**Terms of IDA Financing in the Form of a Grant or a Credit**
(effective as of July 1, 2018)

<table>
<thead>
<tr>
<th></th>
<th>Maturity b/</th>
<th>Grace Period</th>
<th>Principal Repayments</th>
<th>Acceleration Clause c/</th>
<th>Service Charge for Credits (SDR) d/e/</th>
<th>Interest Rate (SDR) f/</th>
</tr>
</thead>
<tbody>
<tr>
<td>Grants a/</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
<td>NA</td>
</tr>
<tr>
<td>Regular h/</td>
<td>38</td>
<td>6</td>
<td>3.125% for yrs. 7-38</td>
<td>Yes</td>
<td>0.75%</td>
<td>NA</td>
</tr>
<tr>
<td>Small Economy Terms f/</td>
<td>40</td>
<td>10</td>
<td>2% for yrs. 11-20</td>
<td>4% for yrs. 21-40</td>
<td>Yes</td>
<td>0.75%</td>
</tr>
<tr>
<td>Blend g/h/</td>
<td>30</td>
<td>5</td>
<td>3.3% for yrs. 6-25</td>
<td>6.8% for yrs. 26-30</td>
<td>Yes</td>
<td>0.75% 1.25%</td>
</tr>
<tr>
<td>Non-Concessional Credits j/</td>
<td>Up to 35 yrs. maximum; up to 20 yrs. average maturity</td>
<td>Flexible</td>
<td>NA</td>
<td>NA</td>
<td>LIBOR + IBRD fixed or variable spread with an option to fix the rates</td>
<td></td>
</tr>
</tbody>
</table>

Notes:

a/ Eligibility to grants is determined under the Scope of the Policy, in section III, 2.b.

b/ The maturity of all IDA Credits approved by the Board through June 30, 1987 is 50 years. The maturity of IDA Credits approved by the Board between June 30, 1987 and June 30, 2011 are 35 or 40 years. The maturity of credits approved between July 1, 2011 and June 30, 2014 are 25 or 40 years.

c/ IDA Concessional Credits include an acceleration clause, providing for doubling of principal payments from creditworthy borrowers where per capita income remains above eligibility thresholds. IDA Credits on hardened terms (approved during IDA13-IDA15) are exempt from the accelerated repayment provisions.

d/ All IDA Concessional Credits and IDA Grants excluding those financing a Cat DDO are subject to a commitment charge. IDA’s commitment charge is a variable charge set within a range of 0-

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Bank Policy, “Financial Terms and Conditions of Bank Financing”
0.5 percent of the undisbursed balance of IDA’s credits and grants. The Board reviews and approves the level of the commitment charge annually.

e/ To ensure that IDA covers its administrative expenses and to prevent a negative interest charge, IDA applies a floor of 0.75 percent for the service charge and a floor of 0 percent for the interest charge for all currencies. The service charge is applied as a percentage of the disbursed and outstanding credit balance.

f/ Eligibility for Small Economy Terms is limited to countries that meet the definition of a Small Island Economy or a Small State Economy per Section II of this Policy.

g/ Blend terms apply to Blend Countries and Gap Countries.

h/ The rates for single currency credits are set quarterly. Credits approved in each quarter are subject to the rates published in the beginning of that quarter.


j/ IDA Non-concessional Credits are subject to a one-time front-end fee of 0.25 percent and a commitment fee of 0.25 percent. The front-end fee is charged on the committed amount. The commitment fee is charged on the undisbursed balances.