



Overlay and modernization of Lahore Islamabad Motorway on Build Operate Transfer (BOT) basis:

The Project envisaged overlay and modernization of 357 km long 6-lane access controlled toll road connecting Lahore and Islamabad cities on BOT basis at a cost of US\$ 460 million. Private party was required to finance the project costs from its own resources, operate the Project for a defined concession period and transfer the Project back to National Highway Authority (NHA) at no cost at the end of concession period. The Project's concession period is 20 years (including 2.5 years construction and 6 months financial close period) and NHA expects to earn US\$ 2 billion from the Project over its concession period. The Project was awarded in April 2014 and currently it is in operations phase.

Projects Essentials Details

Project name	Implementing agency	Project scope	Project cost	Project cost financing mix	Project time-line	Project status	Expected Financial benefit to Gov.
Overlay and modernization of Lahore Islamabad Motorway (M2) on BOT basis	National Highway Authority (NHA)	Overlay and modernization of 350 km long M2 toll road on BOT basis	PKR 46 billion	<ul style="list-style-type: none"> • PKR 25.78 billion from debt • PKR 11.05 billion, and • PKR 9.18 billion from toll during construction 	<ul style="list-style-type: none"> • Construction period 3 years (including 6 months financial close period) • Operations period 17 years (including 7 years debt repayment period) 	In operations phase since 2016	<ul style="list-style-type: none"> • NHA revenue share PKR 209 billion • GoP taxes PKR 57 billion