

RURAL HOUSING INTEREST SUBSIDY SCHEME

“Housing for All' by 2022 is the commitment made by the Government of India, so that the people living in rural areas can construct a pucca house with all basic amenities with ease. One of the basic requirements to achieve this objective is to ensure that the people in rural areas have access to cheap and adequate institutional finance required for construction of a house.

Pradhan Mantri Awaas Yojana - Gramin (PMAY-G) provides financial assistance to households living in rural areas who are houseless or living in zero, one or two room kutcha houses. The scheme envisages providing loan to rural household at subsidized interest rate to enable them to construct/ modify their dwelling unit.

Rural Housing Interest Subsidy Scheme (RHISS) will cover entire India, excluding the statutory towns as per Census 2011 and towns notified subsequently for coverage under PMAY (Urban).

The interest subsidy will be at the rate of 3% on the principal amount of the loan for the beneficiary, and the subsidy shall be admissible for a maximum loan amount of first Rs.2.00 lakh, irrespective of the quantum of housing loan, for 20 years or full period of the loan, whichever is less. If the quantum of housing loan, however, is less than Rs.2.00 lakh, the subsidy will be calculated based on the actual loan amount.

Interest subsidy will be credited upfront to the loan account of beneficiaries.