

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1852  
ANSWERED ON:02.12.2011  
INTEREST SUBSIDY ON HOME LOANS  
Naranbhai Shri Kachhadia

**Will the Minister of FINANCE be pleased to state:**

- (a) whether Government proposes to give 1 per cent interest subsidy on home loans upto Rs.15 lakhs;
- (b) if so, the details thereof;
- (c) whether this subsidy will be applicable on both existing and new home loans; and
- (d) if so, the details thereof and if not, the reasons therefor?

**Answer**

The Minister of State in the Ministry of Finance (Shri Namo Narain Meena)

(a) to (d): Yes Sir. The Government has liberalised the existing Scheme of 1% interest subvention on housing loans upto Rs.15 lakhs where the cost of house does not exceed Rs.25 lakhs from the previous limit of Rs.10 lakh to Rs.20 lakh respectively. The Scheme is in operation till 31.03.2012 and will benefit all housing loans availed in FY 2011-12. National Housing Bank has been designated as the Nodal Agency for the Scheme.