

**GOVERNMENT OF INDIA
HOUSING AND URBAN POVERTY ALLEVIATION
LOK SABHA**

STARRED QUESTION NO:571
ANSWERED ON:06.05.2015
ISHUP / RRY
Vichare Shri Rajan Baburao

Will the Minister of HOUSING AND URBAN POVERTY ALLEVIATION be pleased to state:

- (a) the number of beneficiaries under the Interest Subsidy for Housing the Urban Poor (ISHUP) during each of the last three years, State-wise;
- (b) whether the Government has evaluated the progress and the performance of the scheme and if so, the details and the outcome thereof including the constraints / shortcomings found in the implementation of scheme;
- (c) whether ISHUP has now been revamped as 'Rajiv Rinn Yojana' (RRY) and the interest subvention has been raised; and
- (d) if so, the details thereof including the funds earmarked for the purpose since inception of the scheme and the mechanism put in by the Government for effective implementation of RRY?

Answer

THE MINISTER OF HOUSING & URBAN POVERTY ALLEVIATION (SHRI M. VENKAIAH NAIDU)

(a) to (d): A Statement is laid on the Table of the Sabha.

STATEMENT

STATEMENT REFERRED TO IN REPLY TO LOK SABHA STARRED QUESTION NO. 571 FOR 06.05.2015 REGARDING ISHUP / RRY

- (a): The number of beneficiaries under the Interest Subsidy for Housing the Urban Poor (ISHUP) during each of the last three years, State-wise is enclosed in Annexure.
- (b): Yes, Madam, the Government has evaluated the performance of the scheme. The major constraints / shortcomings of the scheme were the limited response from Banks for lending to the informal sectors, cumbersome documentation process, insufficient loan amount and demand oriented nature of the scheme.
- (c) & (d) : Yes, Madam. ISHUP was revamped as 'Rajiv Rinn Yojana' (RRY) with enhanced coverage and scope. The loan amount applicable for interest subvention was also increased to Rs. 5 lakh with an interest subsidy of 500 basis points. An amount of Rs. 698.98 crore has been earmarked for financial year 2014-15 and Rs. 450 crore for 2015-16 under the scheme of RRY. Various measures like upfront interest subsidy, inclusion of more financial institutions, simplification of income certification, enhanced loan amount have been put in place for effective implementation.