



Affordable Housing Fund (AHF)

Pursuant to the announcement in the Union Budget 2018-19, the Affordable Housing Fund (AHF) was set up in National Housing Bank to provide refinance assistance to PLIs in respect of their individual housing loans to target segments in rural and urban areas.

The details of the scheme can be accessed from NHB's website. The following entities will be eligible for refinance from NHB:

1. Housing Finance Companies,
2. Regional Rural Banks,
3. Urban Co-operative Banks,
4. Small Finance Banks,
5. Apex Cooperative Housing Finance Societies
6. Agriculture & Rural Development Banks.

To ensure that the intended benefit of lower interest rates reaches the ultimate borrowers, on-lending interest rates have been capped, PLI category wise.

The rates at which National Housing Bank will lend to the eligible PLIs and the on-lending cap thereon under AHF are given below, as applicable till 30-06-2022:

Fund	Interest Rate (Fixed)	On Lending Cap
AHF (FY 2020-21)	2.80% p.a.	10.343%

X-X-X

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