

**PRESIDENT**  
Mayur Shah

**IMMEDIATE PAST PRESIDENT**  
Dharmesh Jain

**PRESIDENT-ELECT**  
Nayan Shah

**VICE PRESIDENTS**  
Deepak Goradia  
Boman Irani  
Harish Patel  
Nainesh Shah

**HON. SECRETARY**  
Domnic Romell

**HON. TREASURER**  
Sukhranj Nahar

**CEO**  
S. Shahzad Hussain  
I.A.S. (Retd.)

**SPECIAL PROJECTS**  
Navin Makhija  
Rasesh Kanakia

**HON. JOINT SECRETARIES**  
Parag Munot  
Sandeep Runwal  
Lakshman Bhagtani  
Bandish Ajmera

**JOINT TREASURER**  
Mukesh Patel  
Jayesh Shah

**CO-ORDINATORS**  
Nayan Bheda  
Munish Doshi  
Tejas Vyas  
Pratik Patel  
Dhaval Ajmera  
Sandeep Shah

**COMMITTEE MEMBERS**  
Jagdish Ahuja  
Sanjay Chhabria  
Shailesh Sanghvi  
Jitendra Jain  
Deepak Gundecha

**INVITEE MEMBERS**  
Sandeep Raheja  
Rajesh Prajapati  
Shailesh Puranik  
Praful Shah  
Sachin Mirani  
Rushank Shah  
Rajeev Jain  
Diipesh Bhagtani  
Shyamal Mody  
Nikunj Sanghavi  
Digant Parekh  
Pritam Chivukula

**PAST PRESIDENTS**  
Vyomesh Shah  
Paras Gundecha  
Pravin Doshi  
Mohan Deshmukh  
Mofatraj Munot  
Rajni S. Ajmera  
Late G. L. Raheja  
Late Lalit Gandhi  
Late Babubhai Majethia

**CREDAI-MCHI UNITS**  
**PRESIDENT, THANE**  
Ajay Ashar

**PRESIDENT, KALYAN-DOMBIVLI**  
Manoj Rai

**PRESIDENT, MIRA VIRAR CITY**  
Ashit Shah

**PRESIDENT, RAIGAD**  
Vilas Kothari

**PRESIDENT, NAVI MUMBAI**  
Prakash Baviskar

Ref. No. : MCHI/PRES/17-18/140

1<sup>st</sup> February, 2018

To,  
**Shri. Vaijinath M. G.**  
Chief General Manager,  
State Bank of India  
(Real Estate & Housing Business Unit)  
Mumbai - 400 021

Sub. : **Benefit to Developers under Infrastructure Sector for Affordable Housing**

Ref. : (1) MCHI letter dated 21st Nov, 2017 to Hon'ble RBI Governor requesting to issue an appropriate circular/order for funding Affordable Housing Projects under Infrastructure Sector (copy attached)

(2) RBI reply dated 4th January, 2018 (copy attached)

Dear Sir,


This is in reference to the Union Budget notification wherein Affordable Housing was brought under the Infrastructure Sector vide provisions therein in the Union Budget of 2016. However, post that in our interactions and our Member interactions with various banks, we were told that appropriate RBI directions were awaited by banks to affect the benefits for lending to Affordable Housing Projects under Infrastructure Sector definition. CREDAI-MCHI had undertaken the issue with Hon'ble RBI Governor through letter dated 21 Nov 2017, wherein RBI Governor Shri Urjit Patel was requested to issue an appropriate circular/order to enable banks to fund Affordable Housing Projects under Infrastructure Sector.

RBI took cognizance of MCHI's letter and issued a clarification vide letter dated 4th January, 2018, a copy of which is attached herewith for your kind perusal and records; the letter states RBI had already issued guidelines to the Banks and Lending institutions to be guided by the Gazette Notifications issued by the Department of Economic Affairs, Minister of Finance for the purpose of definition of "infrastructure lending".


We request you to kindly apprise & guide us on the benefits that a developer / customer shall receive on account of the RBI circular dated December 2016.

Thanking you.

Yours faithfully,  
For CREDAI-MCHI

  
**Mayur Shah**  
President

  
**Domnic Romell**  
Hon. Secretary

  
**S. S. Hussain, I.A.S. (Retd.)**  
Chief Executive Officer

*Handwritten notes:*  
Homes & Devlp  
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05/02/18

O/C

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Late Lalit Gandhi  
Late Babubhai Majethia

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Ajay Ashar

**PRESIDENT, KALYAN-DOMBIVLI**  
Manoj Rai

**PRESIDENT, MIRA VIRAR CITY**  
Ashit Shah

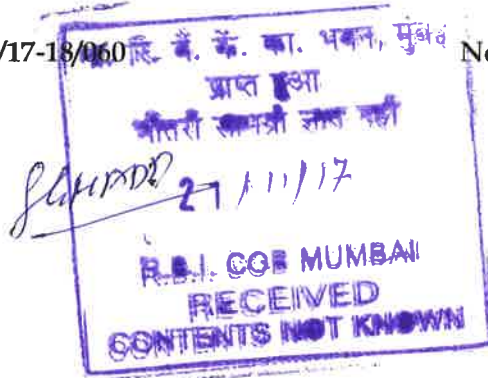
**PRESIDENT, RAIGAD**  
Vikas Kothari

**PRESIDENT, NAVI MUMBAI**  
Prakash Baviskar

Ref. No. MCHI/PRES/17-18/060

November 21, 2017

To,  
**Shri Urjit Patel**  
The Governor  
Reserve Bank of India  
Mumbai



**Sub: Request to issue appropriate circulars to Banks directing them to start funding Affordable Housing Projects by considering them as under Infrastructure Sector**

Respected Sir,

1. CREDAI-MCHI is an apex body consisting of members from Real Estate Industry among Mumbai Metropolitan Region (MMR). It is the most prominent and the only recognized body of Real Estate Developers in Mumbai and MMR. We bring together members dealing in Real Estate Development on one common platform to address various issues facing the Industry. With a strong Membership of over 1800 leading Developers in Mumbai, CREDAI-MCHI has expanded across MMR, having its own units in the region of Thane, Kalyan-Dombivli, Mira-Virar, Raigad and Navi Mumbai. CREDAI-MCHI is recognized by Government of Maharashtra and the Central Government and helps in meeting their objectives of providing housing, which is a basic necessity.
2. The Union Budget 2017 had opened new avenues for the Affordable Housing sector by providing it the status of Infrastructure. This move was made with the aim to boost up investment in the said sector and for providing Housing to all by 2022, our Hon'ble PM's dream.
3. Sir, it is a well-known fact that Infrastructure sector in India enjoys an expanded horizon when it comes to funding requirements, which post this announcement in the Union Budget, should have been made available to Affordable Housing Projects thereby providing them with new avenues to expand their funding portfolio.
4. However, in absence of a circular from the Reserve Bank of India to the Banks directing them to treat Affordable Housing Projects under Infrastructure Sector, the Banks are not forthcoming in extending the benefits of Infrastructure Sector to the Affordable Housing Projects.
5. We at CREDAI-MCHI would like to humbly request your good office to kindly issue requisite circulars / directions to all Scheduled Banks &

NBFCs directing them to consider Affordable Housing Sector as Infrastructure Sector instead of Commercial Real Estate Sector.

6. Sir, this single step from your side would open gates of the Infrastructure Funds to the Affordable Housing Sector and Affordable Housing Sector shall become eligible for priority sector lending and relaxed exposure norms as per intent of our Hon'ble Prime Minister and shall make Housing for All by 2022 a reality.
7. We look forward to your prompt action in this regard.

Thanking you,

Yours faithfully,  
For CREDAI-MCHI



**Mayur Shah**  
President



**Domnic Romell**  
Hon. Secretary



**S. S. Hussain, I.A.S. (Retd.)**  
Chief Executive Officer

CC to:  
**Shri Shantilal Kataria, President**  
CREDAI-Maharashtra (Mumbai),  
Rajgir Chambers,  
Opp Old Custom House,  
Fort,  
Mumbai - 400 001

**Shri Jaxay Shah, President**  
CREDAI - National  
PHD House, 5th Floor,  
Siri Institutional Area,  
August Kranti Marg,  
Hause Khas,  
New Delhi - 110 016

**Press Information Bureau**  
**Government of India**  
**Ministry of Finance**  
01-February-2017 13:44 IST

**Affordable Housing will be given Infrastructure Status**

**National Housing Bank will Refinance Individual Housing Loans of about Rs. 20,000 Crore in 2017-18**

The Union Minister for Finance and Corporate Affairs, Shri Arun Jaitley while presenting the General Budget 2017-18 in Parliament today said that affordable housing will now be given infrastructure status, which will enable these projects to avail the associated benefits. The National Housing Bank (NHB) will refinance individual housing loans of about Rs. 20,000 crore in 2017-18. Thanks to the surplus liquidity created by demonetisation, the Banks have already started reducing their lending rates, including those for housing. The Finance Minister Shri Jaitley in his Budget Speech said that in addition, interest subvention for housing loans has also been announced by the Prime Minister.

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**DSM/BCK/RS...GB 2017-18**



भारतीय रिज़र्व बैंक

RESERVE BANK OF INDIA

www.rbi.org.in

बैंक वि. बीपी. सं. 6231/21.04.048/2017-18

January 04, 2018

The President  
CREDAI MCHI  
Maker Bhavan II,  
4<sup>th</sup> Floor, 18, V. Thackersey Marg  
New Marine Lines, Mumbai - 400202

महोदय

**विषय : Request to issue appropriate circulars to Banks directing them to start funding affordable housing projects by considering them as under Infrastructure sector**

कृपया उपर्युक्त विषय पर दिनांक 21 नवंबर 2017 का अपना पत्र देखें।	Please refer to your letter dated 21 November, 2017 on the captioned subject.
2. इस संबंध में हमारे अभिमत / निष्कर्ष / राय निम्नलिखित पृष्ठ (ओं) में दिए जा रहे हैं।	2. Our observations/ views/ findings in this regard are furnished on the following page(s).

9/1/18  
A  
9/1/18  
S.A. / Senior

भवदीय  
दीपक गोगिया  
(दीपक गोगिया)  
उपमहाप्रबंधक

**Request to issue appropriate circulars to Banks directing them to start funding affordable housing projects by considering them as under Infrastructure sector**

✓ Please refer to your letter dated November 21, 2017 on captioned subject. In this connection, it is advised that in terms our circular dated December 01, 2016 banks and All- India Term-Lending and Refinancing Institutions have already been advised to be guided by the Gazette Notifications issued by the Department of Economic Affairs, MoF for the purpose of definition of 'Infrastructure Lending'.

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17,345  
61,118  
CG