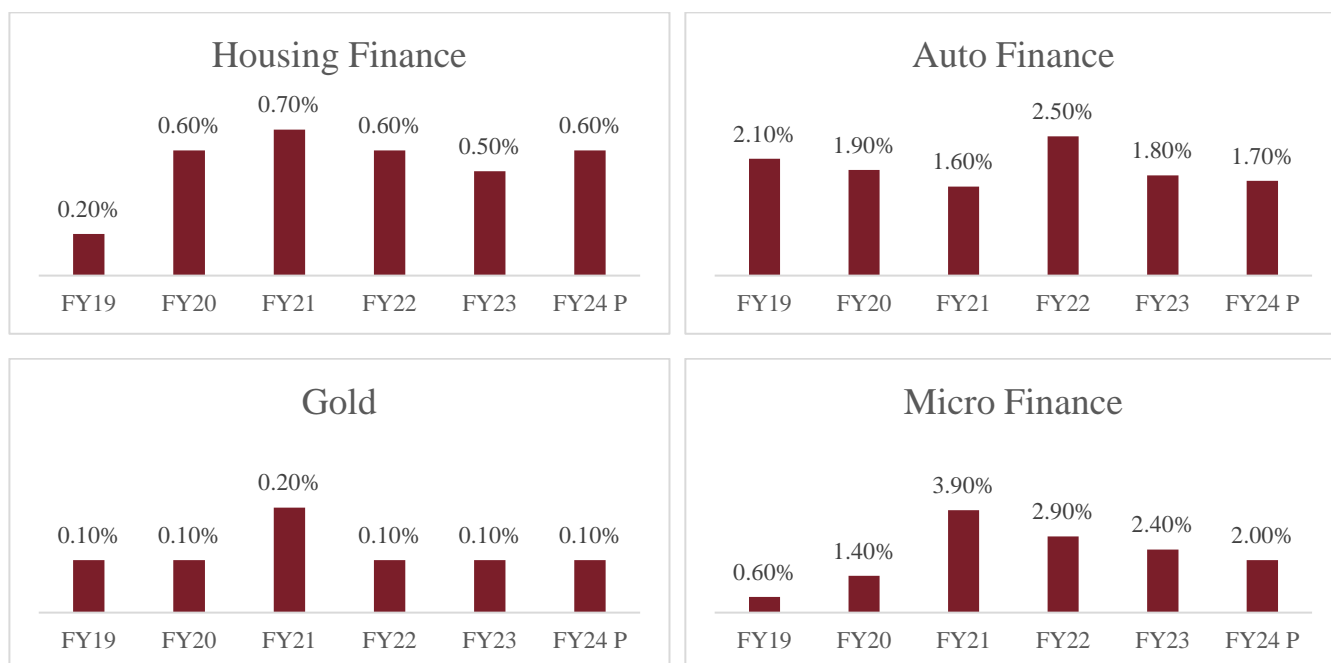


Housing finance had second lowest credit cost among retail loans, which is expected to continue



Note: P = Projected, Source: CRISIL MI&A

3. Housing scenario in India

3.1 Indian household investment in real estate

As per household finance committee report issued by the RBI in 2017, the average Indian household holds 77% of its total asset in real estate which includes residential buildings, buildings used for farm and non-farm activities, constructions such as recreational facilities, and rural and urban land.

3.2 Housing shortage in India

Urban Housing shortage split among Socio-Economic Group (2012) – million

Category	Urban Housing Shortage	(in %)
Economic weaker section ("EWS")	10.55	56.2%
Lower income group ("LIG")	7.41	39.5%
Medium income group ("MIG") and high income group ("HIG")	0.82	4.3%
Total	18.78	100%

Note: 2012 Estimates; Source: Ministry of Rural development, Ministry of Housing and Urban Poverty Alleviation National Buildings Organisation; Planning Commission, CRISIL MI&A