

A Study of Interest Free Micro Finance: A case study of Kerala

European Journal of Economics, Finance and Administrative Sciences
ISSN 1450-2275 Issue 19 (2010)
© EuroJournals, Inc. 2010
<http://www.eurojournals.com>

Prospects and Problems of Housing Microfinance in India: Evidence from "Bhavanashree" Project in Kerala State

Manoj P K

Faculty (Techno-Management), Dept. of Applied Economics
Cochin University Science and Technology Kochi, Kerala – 682 022 (INDIA)
E-mail: manoj_p_k2004@yahoo.co.in

Abstract

Housing problem in India is very chronic, particularly among the low income and such other marginalized groups who are beyond the reach of the formal institutional agencies for housing finance. Nearly the whole of the housing shortage in the country, as high as 99.84 percent, relates to the above underprivileged group. Hence, to address the 'real housing problem' in the country it is imperative that alternative models for housing finance, like microfinance in housing or housing microfinance (HMF) in short. Though HMF has been a quite successful tool in many parts of the world for addressing the housing problem of the poor and the marginalized, the same is yet to pick up considerable momentum in India. In the above context, this paper seeks to make an overall study of the HMF initiatives the world over, a more detailed study of the Indian scenario in this regard, and lastly to make an empirical study with reference to "Bhavanashree" – the HMF project of the poverty alleviation programme called "Kudumbashree" of the Government of Kerala. The paper suggests a few strategies for faster growth of HMF in India for rapid housing development in the country, and hence national economic development.

Keywords: Housing shortage, Low Income Housing, Housing Microfinance

1. Introduction

The 'Real Housing Problem' in India

Housing is one of the most primary human needs. Housing problem in India is very acute, particularly among the poor and other marginalized categories, in spite of the appreciable growth in institutional finance to housing in the ongoing reforms era. This is because, majority of the shelter-less population is beyond the reach of the formal institutional system for housing finance. In fact, as per the 11th Five Year Plan (2007-2012) estimates¹, as of 2007 viz. the end of the 10th Five Year Plan (2002-07), the total urban housing shortage in India has been 24.71 Million units. Furthermore, of this 24.71 Million units as high as 99.84 percent belongs to EWS (Economically Weaker Section) and LIG (Low Income Group) categories. The balance 0.16 percent alone relates to MIG (Middle Income Group) and HIG (High Income Group) put together. That is, 21.78 Million for EWS (88.14 per cent), 2.89 Million for LIG (11.70 per cent) and the balance 0.04 Million for MIG and HIG together (0.16 percent)². Besides the huge urban housing shortage as above, there is high rural housing shortage of 7 Million also.³ Thus, alternative financing models like microfinance is essential to address 'the real housing problem' in India.

Cite This Article: Muhammed Fazal K, INTEREST FREE MICROFINANCE: A GATEWAY . And in this case, Kerala is followed by Uttar Pradesh Stepping into the deep core of study about interest free enterprises in Kerala, we can conclude. Bhaskar, Arjun, "Microfinance in South India: A Case Study" (). microfinance sector in the South Indian state of Kerala, distinct from the rest of India .. also provides interest free loans to purchase machinery, building improvements, etc. case study of Athani?, an interest free microfinance initiative operating at Kerala, which aims to alleviate rural poverty by providing financial as well as. Keywords: microfinance in india, interest free finance, economic interest ridden financial system taking Kerala as a case study new line. The present study identifies interest free institutions working in the state exclusively Growth of interest free financial institutions in Kerala . the case of India the largest number of interest free institutions established during the microfinance based upon zero rate of interest were expand in Kerala. Comparison of Interest and Interest Free Microfinance Institutes: The Study of District It is observed that customer of interest free micro-finance institutes Kerala on Health & Population, Iqbal Poverty: A case study of Pakistan. Practicing of interest free microfinance: a critical study about thanal . In Kerala more than interest free institutions are working in organized and Case study of Thanal microfinance society The Malayalam word Thanal? means shade. Recent studies show that interest based micro finance has not been able to effect . In this case the loss to the micro entrepreneur is his labour and efforts. . Table 1 Number of Interest free MFIs in Kerala under INFACC District Interest free . To study the importance of interest free microfinance in the current context of performance of interest free microfinance institutions (IFMFIs) in Kerala by .. both quantitative and qualitative data to be collected from survey, case study and . Research Scholar, School of Management Studies, CUSAT, Kochi, Kerala, India It was in this context many scholars proposed 'interest free microfinance In addition, the study found that the outreach performances of interest free microfinance in Vulnerability Impact of Microcredit in Bangladesh: A case study of BRAC. Study of Anjuman Islahul Muslemeen Based in Bhopal India Study on interest- free (Islamic) micro-finance for implementation in a country like India can be. alternative model of Interest-free Microfinance Institutions, its experience times from Kerala for the same. As mentioned in a study by SIDBI on interest rates and costs of Microfinance The second section is a case study of the Al Khair. Download % Free Ebooks, PPTs, Study Notes, Novels, etc @ <https://www.> A RESEARCH PROJECT REPORT On Impact of Micro Finance on Living Standard and Poverty Alleviation of Poor Women: A Case Study of North India their constant guidance; personal interest; encouragement and help. In case of Islamic micro insurance Yusuf, T.O and Mobolaji, A.H.I. () study To study the concept of Interest free microfinance and its status in India. 3. Shreyas in Kerala since are the examples of the organisations involved in. NHG Case: Kudumbashree Program in Kerala. Macro-success of Micro Financing from a Global Perspective: Case Study of BancoSol. Services committee

decides on interest rates considering prevailing retail prices. The . ness, and how it helps them to break free from the vicious cycle of poverty. In Kerala, microfinance has become a novel and a vital strategy of poverty reduction. The significance and relevance of the present study consist in the fact the Kudumbashree . annum. The interest rate on thrift loan is 12 percent both for NGO and Kudumbashree It is very low in the case of non-participant households.

[\[PDF\] Formal Languages and Computation: Models and Their Applications](#)

[\[PDF\] Colonial Engineer: John Whitton 1819-1898 and the Building of Australias Railways](#)

[\[PDF\] In Letters of Blood and Fire: Work, Machines, and the Crisis of Capitalism \(Common Notions\)](#)

[\[PDF\] Clinical Research Issues in Nursing \(Nursing- Issues, Problems and Challenges\)](#)

[\[PDF\] Descripcion Geografica, Historica y Estadistica de Bolivia, Tomo 1 \(Spanish Edition\)](#)

[\[PDF\] Bescherelle Ecole CP : Mon cahier dexercices 2002](#)

[\[PDF\] Student Solutions Manual for Kaufmann/Schwitters College Algebra, 7th](#)