

Home loans for buying Property in India: From an NRIs perspective

*Meta Description: Are you a Non-Resident Indian (NRI) and planning to buy a property in India. Learn the things that you need to consider while obtaining a **home loan** through your **NRE account** in India.*

It cannot be a better time for NRI to buy a property in India than now because of the lucrative offers and large scale acceptance of the real estate sector. The availability of **home loans** through the **NRE account** has become comparatively easier than ever before. With the formulation of Foreign Exchange Management Act, 1999 (FEMA), the rigidity and severity of the foreign exchange laws has been reduced from the otherwise tight grip of the earlier Foreign Exchange Regulations Act (FERA), 1973.

Home Loans For NRIs To Buy Properties in India



Purchasing an immovable property

As per the regulations of Foreign Exchange Management Act (FEMA), NRIs can purchase an immovable property in India without obtaining any specific permission. The only thing that has to be kept in mind is that the payment for such property cannot be made in foreign currency. The funds need to be in Rupee and it has to be maintained in an **NRE account**. If you are an NRI, you can also get financial assistance through **home loans**. A resident of India cannot even be the joint owner of any property purchased by an NRI.

What types of properties can an NRI buy?

As an NRI, you can purchase only residential or commercial property. It would be pleasing to know that there is no restriction on the number of purchase of such properties. You do not need to intimidate RBI about the purchase of any commercial or residential property in India even after completing the transactions following it. However, you cannot purchase any property that falls under the category of agricultural land, plantation property or farmhouse.

How to obtain a home loan?

If you are an NRI, you can easily get a **home loan** from the banks as well as housing finance companies that are affiliated with the National Housing Bank in India. It is to be noted that the loan amount would not be directly added to the bank account of the NRIs. It would rather be deposited into the account of the seller or the builder. You can also get a loan against the balance that is in your NRE or FCNR account.

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Learn about the **home loan** criteria if you are an NRI and want to purchase a property in India.

Page Title:

Home Loan guide for NRIs to buy properties in India