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The Reserve Bank of India (RBI) announced a host of measures, including injecting Rs 50,000 crore via targeted long-term repo operations, so that banks provide more liquidity, specifically to small and mid-sized non-banking finance companies (NBFCs) and micro-finance institutions.

The central bank's decision to reduce reverse repo rate by 25 basis point and additional liquidity for the National Housing Bank (NHB) will also accelerate and facilitate bank credit flows towards to the beleaguered sector in the wake of Covid19 crisis.

“The second announcement by the RBI during the lockdown period is an indication that the government is working tirelessly to find out ways to address the situation. Real estate was demanding the steps that could help the sector and now it is again up to the banks to take a leaf out of RBI announcement where it has talked about the real estate sector and extend a helping hand to real estate.” **Manoj Gaur, MD, Gaurs Group and Chairman, Affordable Housing Committee, CREDAI (National)**