

SKILL LOAN SCHME

Sr. No.	Parameters	Features
1	Facility Purpose	<ol style="list-style-type: none"> 1. The applicant should be an Indian national. 2. Have secured admission in a course run by Industrial Training Institutes (ITIs), Polytechnics or in a school recognized by Central or State Education Boards or in a college affiliated to recognized university, training partners affiliated to National Skill Development Corporation (NSDC)/Sector Skill Councils, State Skill Mission, State Skill Corporation, preferably leading to a certificate / diploma/degree issued by such organization as per National Skill Qualification Framework (NSQF).The Government of India / State Governments may, from time to time , notify institutes/organizations for the purpose.
2	Facility Type	<ul style="list-style-type: none"> ➤ Courses run by above mentioned Training Institutes aligned to National Skill Qualification Framework (NSQF) shall be covered by the Skill Loan. ➤ There is no minimum course duration. <p>State Level Banker's Committee/State Level Coordination Committee may add other skill development courses/programs having good employability.</p>
3	Quantum of finance	<ul style="list-style-type: none"> ➤ Minimum Loan Amount: Rs. 5,000/- ➤ Maximum Loan Amount: Rs. 150,000/- <p>The estimated per month fees, based on sector & NSQF level, will be available with the NSDC. Skill loan could be availed by beneficiaries of other grant/reward based Government schemes for skill training to cover the cost of such skill training not covered under such grant/reward.</p> <ul style="list-style-type: none"> ➤ For courses of duration up to 6 months : Up to Rs. 50,000/- ➤ For courses of duration above 6 months : Up to Rs. 1,50,000/-
4	Collateral Security	No collateral or third party guarantee will be taken. However the parent to execute the loan documents along with the student borrower as joint borrower.
5	Balance Transfer (BT)	BT not allowed from other banks to IDBI Bank Ltd.
6	Loan Margin	Nil, if Interest is serviced during the moratorium period. 10 % of total cost of course in other cases. Margin may be brought in on pro rata basis if disbursement is made in stages.
7	Repayment Terms	<p>Moratorium period: In order to instill repayment behavior and get some commitments from the students, it is advisable to start repayment during the course period itself. However, Moratorium may be considered for specific courses or certain sections of the students by sanctioning authority. Upon completion of the course, repayment will start after a moratorium period as indicated below:</p> <ul style="list-style-type: none"> ➤ For courses of duration up to 1 year: 6 months from the completion of the course ➤ For courses of duration above 1 year: 12 months from the completion of the course. <p>Repayment tenor: The repayment tenor after completion of the moratorium period would be as under</p> <ul style="list-style-type: none"> ➤ Loans up to Rs. 50,000 : Up to 3 years ➤ Loans between Rs. 50,000 to Rs. 1 Lakh : Up to 5 years ➤ Loans above Rs. 1 Lakh : Up to 7 years
8	Applicable heads of expenses	<p>Expenses Covered under Loan:</p> <ul style="list-style-type: none"> • Tuition /course fees • Examination / Library / Laboratory fee. • Caution Deposit • Purchase of books, equipment and instruments • Any other reasonable expenditure found necessary for completion of course to be considered on merit. • Insurance premium for student borrower, if insurance cover sought. <p>As such courses are localized, boarding/lodging may not be necessary based on the cost of living in the particular area. However, wherever it is found necessary, the same could be considered on merit.</p>