

**Education Loan to Physically Challenged Persons under NHFDC Guidelines (refinance scheme)**

| Sr No. | Parameters  | Details of the parameters   |
|--------|---|---|
| 1.     | <b>Target clientele, and Eligibility Criteria</b> | <p>Indian Nationals having physical disability to the extent of 40% or more and have secured admission in a recognized educational institution, through merit quota, in India and Abroad.</p> <p><b>Eligible Courses :</b><br/>                     All courses having employment prospects are eligible.<br/>                     Graduation courses/ Post graduation courses/ Professional courses<br/>                     Other courses approved by UGC/Government/AICTE etc.</p>   |
| 2.     | <b>Quantum of finance</b>                         | <p>Need based finance subject to the repaying capacity of the parents/students will be passed on to the student beneficiaries out of the refinance received in advance by the Bank from NHFDC. However the maximum loan ceilings to be restricted as under :</p> <p>i. Studies in India : Maximum Rs. 10 lakhs<br/>                     ii. Studies Abroad : Maximum Rs. 20 lakhs</p>   |
| 3.     | <b>Repayment terms</b>                            | <p><b>Moratorium period :</b><br/>                     One year after completion of course or 6 months after securing a job, whichever is earlier</p> <p><b>Repayment tenor :</b><br/>                     The loan to be repaid within 7 years from the date of commencement of repayment.</p>   |
| 4.     | <b>Loan Margin</b>                                | <p><b>Up to Rs. 4 lakhs :</b> Nil</p> <p><b>Above Rs. 4 lakhs :</b><br/>                     - For studies in India : 5% of the total cost of the program<br/>                     - For studies Abroad : 15% of the total cost of the program</p>  |
| 5.     | <b>Security</b>                                   | <p>Up to Rs. 4 lakhs : No Security</p> <p>Above Rs. 4 lakhs and up to Rs. 7.5 lakhs: Collateral security in the form of suitable Third party Guarantee. However Bank at its discretion, in exceptional cases, waive third party guarantee if satisfied with the net-worth/means of parent/s who would be executing the documents as "joint borrower".</p> <p>Above Rs. 7.5 lakhs: Tangible collateral security of suitable value, along with the assignment of future income of the student for payment of installments.</p>  |
| 6.     | <b>Applicable heads of expenses</b>               | <ul style="list-style-type: none"> <li>• Fees payable to college/school/hostel</li> <li>• Examination/Library/Laboratory fees</li> <li>• Purchase of Books/Equipment/Instruments/Uniforms</li> <li>• Caution Deposit/Building Fund/Refundable Deposit (maximum 10% tuition fees for the entire course)</li> <li>• Travel Expenses/Passage money for studies abroad</li> <li>• Purchase of computers considered necessary for completion of course</li> <li>• Cost of a Two-wheeler up to Rs. 50,000/-</li> </ul> <p>Any other expenses required to complete the course like study tours, project work, Assistive devices etc.</p> |
| 7.     | <b>Processing Fees</b>                            | <p>Processing Fee / Upfront charges: NIL.</p> <p>Processing fee @ 1% of the loan amount subject to a maximum of Rs.5000/- plus applicable service tax to be collected for studies abroad and refunded at the time of disbursement.</p>  |
| 8.     | <b>Charges</b>                                    | <p>(a) Mortgages charges, Documentation/Stamp charges: Actual expenses if any to be borne by the customer</p> <p>(b) Charges for change of institution : Rs. 250/-</p>  |
| 9.     | <b>Prepayment norms &amp; charges</b>             | <p>Prepayment /Foreclosure may be allowed anytime during the period of repayment of the loan facility and no prepayment/ foreclosure charges to be levied.</p>  |
| 10.    | <b>Mode of repayment</b>                          | <p>Standing Instruction (SI) only.</p>  |

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| 11.    | Co-applicant | <ul style="list-style-type: none"> <li>• Co-applicant is compulsory irrespective of the loan amount. Co-applicant to be preferably parent/guardian.</li> <li>• If the parent /guardian is not earning, then any other earning family member with whom the relationship can be established.</li> <li>• If the parent/guardian is alive then he/she has to be the co-applicant along with any other earning member of the family.</li> <li>• In case father does not have any source of income and mother is earning then mother to be taken as co-applicant.</li> <li>• In case of married person, co-obligator can be spouse or the parent(s)/parents-in-law.</li> </ul>   |
| 12.    | Age          | <p><b>Applicant :</b></p> <ol style="list-style-type: none"> <li>a) There is no specific restriction with regard to the age of the student to be eligible for education loan.</li> <li>b) If the student is a minor while the parent executed documents for the loan, the bank will obtain a letter of ratification from his /her upon attaining majority.</li> </ol> <p><b>Co-applicant :</b></p> <ol style="list-style-type: none"> <li>a. Salaried – Minimum -21 years and Maximum : 65 years(at the loan maturity) ;</li> <li>b. Self employed-Minimum-21 years and Maximum: 70 years (at loan maturity)</li> </ol>  |
| 13.    | Documents    | <ol style="list-style-type: none"> <li>1. Completed application Form.</li> <li>2. Obtain a declaration / affidavit from the borrowers confirming that, no educational loans have been availed from other banks.</li> </ol> <p><b>a. Applicant:</b></p> <ul style="list-style-type: none"> <li>- Age Proof</li> <li>- Two latest passport size photographs</li> <li>- Identity proof viz. Election I card/ PAN Card/Aadhar Card</li> <li>- Address proof for both permanent and temporary.</li> <li>- Mark sheets of last qualifying examination - Proof of admission, scholarship, studentship etc</li> <li>- Schedule of expenses for the specified course. - Certificate issued by authorised Medical Officer certifying the extent of physical disability.</li> </ul> <p><b>b. Co-applicant:</b></p> <ul style="list-style-type: none"> <li>- Certified Bank account statement for the last <b>six months</b></li> <li>- Identity proof viz. Election I card/ PAN Card/Aadhar Card</li> <li>- Address proof for both permanent and temporary.</li> <li>- Age Proof - Employment cum Business Proof - Borrower's Bank account statement for the last six months</li> </ul> <p><b>Proof of Income :</b></p> <p><b>Salaried –</b></p> <ol style="list-style-type: none"> <li>(a) Last 2 Months' Salary Slip plus Form 16</li> <li>(b) Brief statement of assets and liabilities.</li> </ol> <p><b>Self Employed –</b></p> <ol style="list-style-type: none"> <li>(a) Profit and Loss Statement and Balance Sheet for last 2 Financial Years along with Schedules.</li> <li>(b) Income Tax Returns for last 2 Years.</li> </ol> |