Education Loan scheme for students secured admission through Management quota

Sr No.	Parameters	Details of the parameters
1.	**Target clientele, and Eligibility Criteria**	a. The applicant should be an Indian citizen and residing in India. b. Confirmed admission through Management Quota. c. Secured admission under management quota since he/she has not qualified for admission under merit quota.
2.	**Eligible courses**	Any job oriented courses offered by any educational institute/organisation located in India and having the approval of any statutory authority like AICTE, UGC, etc.
3.	**Quantum of finance**	Maximum loan amount to be restricted up to Rs. 10 lakhs.
4.	**Repayment terms**	<u>Moratorium period :</u> Duration of the course plus six months. Simple interest to be charged during the period of moratorium. <u>Repayment period :</u> In 84 EMIs excluding moratorium period.
5.	**Loan Margin**	5 % of the total cost of the program irrespective of the loan amount and place of study.
6.	**Security**	Security is mandatory irrespective of the loan amount. The security may be in the form of Land/Building/ LIC policy/Fixed Deposit with IDBI Bank. The collateral value at the time of sanctioning the loan to be at least 1.33 times of the loan amount sanctioned. The Land offered as collateral security should not be an agricultural land. For details of the collateral to be offered please visit your nearest Branch.
7.	**Applicable heads of expenses**	All the expenditure relevant for completion of the course to be financed. The break up of the relevant expenditure are as under : a. Fee payable to college/school/hostel. b. Examination/Library/Laboratory Fee. c. Purchase Of Books/ Equipments/ Instruments/ Uniforms. d. Caution Deposit/Building Fund/ Refundable Deposit supported by Institution Bills/Receipts subject to the condition that the amount does not exceed 10% of total tuition fees for the entire course. e. Purchase Of Computers - Essential For Completion Of the Course. f. Any other expense required to complete the course - like Study Tours, Project Work, Thesis, etc. g Insurance premium for student borrower, if applicable. Note: The maximum expenditure under the heads e and f to be restricted to 20% of the total tuition fees payable for completion of the course
8.	**Processing Fees**	1.00 % of the loan amount applied plus applicable service tax subject to minimum of Rs.1000.
9.	**Charges**	Change of institution before disbursement : Rs. 500
10.	**Prepayment norms**	Maximum number of prepayment allowed in a year is 4. Minimum amt. to be at least Rs.25000. In no case should the total amount of prepayment in a year exceed 25% of the loan outstanding at the beginning of the year.
11.	**Prepayment charges**	No prepayment charges if prepaid after six months from the date of commencement of EMI. 2% on the amount of prepayment to be charged if prepaid before six months from the date of commencement of EMI.
12.	**Penal charges**	2% on the overdue amount and overdue period.
12.	**Mode of repayment**	Standing Instruction (SI) only.
13.	**Co-applicant**	Co-applicant is compulsory irrespective of the loan amount. Co-applicant to be preferably parent/guardian. If the parent /guardian is not earning, then any other earning family member with whom the relationship can be established. If the parent/guardian is alive then he/she has to be the co-applicant along with any other earning member of the family. In case father does not have any source of income and mother is earning then mother to be taken as co-applicant.

Sr No.	Parameters	Details of the parameters
14.	**Documents**	1. Completed application Form. 2. Obtain a declaration/affidavit from the borrowers confirming that, no educational loans have been availed from other banks. a. Applicant: -Age Proof - One latest photograph - Identity proof viz. Election I card/ PAN Card/Aadhar Card -Address proof for both permanent and temporary. -Mark sheets of last qualifying examination -Proof of admission, scholarship, studentship etc - Schedule of expenses for the specified course. b. Co-applicant: - Certified Bank account statement for the last four months - Identity proof viz. Election I card/ PAN Card/Aadhar Card -Address proof for both permanent and temporary. - Age Proof -Employment cum Business Proof Proof of Income : Salaried – Last 2 Months' Salary Slip plus Form 16 Self Employed – (1) Profit and Loss Statement and Balance Sheet for last 2 Financial Years along with Schedules; (2) Income Tax Returns for last 2 Years.