

Quantum of Finance

- ▶ Need based finance to meet the education expenses taking in to account margins and subject to the ceiling limits based on the course. Bank at its discretion may consider finance in excess of the specified ceiling limit on case to case basis.

Studies in India	Maximum Loan Amount
Medical courses	Rs. 30 lakhs
Engineering / Management courses	Rs. 25 lakhs
Aeronautical, Pilot training, Shipping courses, nursing etc. recognized by competent regulatory bodies in India.	Rs. 20 lakhs
Other courses	Rs. 10 lakhs

Expenses Covered under Loan

- ▶ Fee payable to college/ school/ hostel
- ▶ Examination/Library/Laboratory fee
- ▶ Caution deposit, Building fund / refundable deposit supported by Institution bills/receipts (maximum upto 10% of total tuition fees)
- ▶ Purchase of books/ equipment/ instruments/ uniforms/computer at reasonable cost if essential for the course, any other expense like academic and maintenance fees, study tours, project work, thesis, exchange programme etc. required to complete the course (maximum upto 20% of total tuition fees)
- ▶ Service Tax & Cess if applicable.
- ▶ Insurance premium for student borrower. Various options to choose from our Insurance partner.

Repayment terms

- ▶ Loan repayment will commence after moratorium period and to be paid in equated monthly installments in a period of up to 15 years
- ▶ Moratorium period: Course period + 1 year
- ▶ Servicing of interest during study period and the moratorium period till commencement of repayment is optional for students; the option would be unavailable if loan eligibility is based solely on the future income prospects of the student. For the option of non-payment of interest during moratorium, the interest accrued during the repayment holiday/moratorium period will be added to the Principal and EMI will be calculated on revised Principal Amount.



Margin & Security

	Margin	Security
Standard criteria (for all cases)	Margin= Total Course Fee (including Living Expenses) - minus Sanctioned Loan Amount. Scholarship may be included in margin	Parent(s) / guardian(s) to be joint borrower(s) for all cases, which may be spouse/ parents/parents in-law for married candidates. Other relative or non-relative may join subject to conditions.
Loan amount	Minimum Margin	Security norms
Up to Rs. 4 Lakh	Nil	No security. Only co-obligation
> Rs. 4 lakh - Rs. 7.5 Lakh	5%	Suitable third-party guarantee apart from co-obligation
Above Rs. 7.5 Lakh	10%	Collateral security required <ul style="list-style-type: none"> ▪ Ownership of security - in the name of student/ parent/ guardian/ Co-applicant(s). ▪ Options: various options of liquid collateral and Immovable property

Collateral (if applicable)

- ▶ Collateral in the name of student/ parent/ guardian/ Co-applicant(s)

Type of Collateral & Security coverage:

(i) **Immovable Property**

Immovable property including open/vacant plot (*except agri land/plot used for cultivation*)

Security coverage: Value of immovable property to cover 1.33 times of loan amount

(ii) **Liquid collateral options**

- ▶ Fixed deposit with IDBI Bank
- ▶ LIC Policy
- ▶ NSC/ KVP
- ▶ Government Securities/ Public Sector Bonds

Security coverage: Above Liquid collaterals having fixed returns / surrender value such that security value after deducting applicable margin covers 100% of loan amount.



Documents required

IDBI BANK

i_learn

EDUCATION LOAN



Documents required along with duly completed application form

I) Documents in respect of Student-applicant:

- ▶ Age Proof & Proof of Identity and Address based on Officially Valid Document as per KYC norms
- ▶ Mark sheets from Class 10th onwards till the last qualifying examinal
- ▶ Proof of admission secured: Offer Letter /Admission Letter from the
- ▶ Schedule of expenses for the course
- ▶ Passport-size photographs
- ▶ Details of previous / existing loan, if any, from Banks/Lenders.
- ▶ Pan Card
- ▶ Aadhaar (mandatory for availing benefit of Govt. subsidy scheme)
- ▶ If eligible for benefit under Government subsidy scheme- relevant documents to be furnished
- ▶ Security documents if applicable
- ▶ Any other document as specified by Sanctioning Authority

II) Documents in respect of Co-applicant / Guarantor:

- ▶ Age proof, Proof of Identity, address and signature as per KYC norms
- ▶ Passport-size photographs
- ▶ Details of previous / existing loan, if any, from Banks/Lenders.
- ▶ Pan Card
- ▶ Employment or Business or Income Proof
- ▶ Asset liability state of co-applicant /guarantor for ascertaining Net worth, if applicable
- ▶ Income proof depending on profile – if income is considered for the purpose of calculation of loan eligibility.
- ▶ For availing the benefit of Government Subsidy schemes, Income certificate/ proof from the designated officials of the respective states/Competent Authority is mandatory before sanctioning of loan. Also relevant documentation formalities to be completed
- ▶ Any other document as specified by Sanctioning Authority to take the credit decision.

