

Highlights of Educational Loan Scheme

- Studies in India Max Rs. 10 Lacs and studies abroad: Rs. 20 Lacs
- **Margin:** upto 4 Lacs NIL –. Above 4 Lacs - studies in India: 5% Abroad: 15%
- **Security:** upto Rs. 4 Lacs- jointly with parent, 4 to 7.5 Lacs: jointly with parent and III party guarantee. Above 7.5 Lacs- jointly with parent and III party guarantee & 100% collateral security
- In case of Management Quota, obtention of security or third party guarantee in all cases.

- **Upto Rs. 4 Lacs**
 - a. Parents to be joint borrower(s)
 - b. Suitable third party guarantee which shall be 15% of the limit
 - c. Or tangible collateral security shall be 50% of the limit.
 - d. Assignment of future income of the student.

- **Above Rs. 4 Lacs**
 - a. Parents to be joint borrower(s)
 - b. Tangible collateral security to cover atleast 100% of the loan amount.
 - c. Assignment of future income of the student.

- **Interest concession:** Reduction of 0.50% on the applicable ROI on the loans extended to girl students with immediate effect.
- Concession of 0.5% in ROI if interest is serviced during study period/ repayment holiday. In case full interest is not cleared by the borrower before the debit of next month's interest, then the 0.5% concession shall not be extended for the current month and If 3 instalments of interest are irregular, concession will not be extended.

- **Online Application:** Applying ONLINE facility available.
- Repayment holiday: Course period+ (1 year after completion of course or 6 months after getting job, whichever is earlier).
- **Repayment:**
 - For loans upto Rs.7.5 Lacs- upto 10 years
 - For loans above Rs 7.5 Lacs- upto 15 years

Loans sanctioned prior to 4.02.2012 (Only in case of standard accounts)	Repayment period
upto Rs. 7.5 Lacs	10 years
above Rs. 7.5 Lacs	15 years

- Extension of time for completion of course may be permitted for a maximum period of 2 years.
- **If parent is in Govt. job:** If parent/s are in transferable jobs (in Govt. PSU, reputed corporate), loan can be sanctioned at place of work/place of permanent residence at the option of borrower.
- **Rented house:** Persons staying in a rented house for a minimum period of 2 years in a place without owing a house in the present place of stay may also be treated as a permanent resident of the place.
- **Age Limit:** There is no specific restriction with regard to the age of the student to be eligible for education loan
- **Processing charges: Applicable for studies Abroad, Loan amount exceeding Rs. 25,000/-** Applicable rate: Priority Sector Term Loan rates i.e. above Rs 25,000/- : 1% of Loan amount.
- Obtention of UID number (Aadhar) of the student is compulsory. If the student is not having UID Number, an undertaking letter to be obtained from the student stating that he will enroll himself and provide the UID number to the bank at the earliest.

REVISED GUIDELINES OF IBA FOR EL

- In case of students who have secured admission under 'Management Quota', Educational Loan can be considered only if students have secured 60%/50 % (GEN/SCT/Girl) marks in the Board Examination. However, students who secured admission under state selection process but opt for 'Management Quota' for a different Branch/Stream can be considered under IBA Scheme.
- Wherever student is directly getting admission to the College without undergoing any selection process, the student should have scored minimum 60% marks in the previous qualifying examination for getting educational loan.
- **Full name of the scheme:** "Central Scheme to provide Interest Subsidy for the period of moratorium on EIs taken by students from Economically Weaker sections (EWS means annual gross parental/family income upper limit of Rs.4.50 Lacs per year (from all sources)) from scheduled banks under the EL Scheme of the IBA to pursue Technical/Professional Education studies in India"

Insurance product of CHOICE for educational Loan Borrowers- Vidya Suraksha Yojana

- A loan protection scheme offered to provide coverage on a voluntary basis for eligible Education loan Canara Bank.
- Non-linked, non-participating, group credit protection product.
- **Key features:**
 - a. Reducing Cover (with pre-specified sum assured schedule as printed in COI (Certificate of Insurance) at the time of issuance)
 - b. Risk coverage: Death cover only
 - c. Single premium payment
 - d. Coverage to up to three Joint Borrowers/ CO-Applicants
 - e. Moratorium period is covered under the product.

Check list for education loan up to Rs 4.00 lacs

1	Application form dully filled
2	Pan Card of Applicant/co – applicant
3	Aadhar Card of Applicant/co –applicant (acknowledgment if not available)
4	Any Govt ID card for Permanent address proof
5	Proof of Exam selection/Rank/scored card
6	Details of fee structure
7	Certificate and Marksheet of academic qualification
8	Last 6 month salary slip of Guardian
9	Last 3 years IT return of Form 16
10	Last 1 year Bank Account statement of Guardian

Applicable for loan above Rs 4 lacs to up to Rs 7.50 lacs

1	Application form dully filled
2	Pan Card of Applicant/co – applicant
3	Aadhar Card of Applicant/co –applicant (acknowledgment if not available)
4	Any Govt ID card for Permanent address proof
5	Proof of Exam selection/Rank/scored card
6	Details of fee structure
7	Certificate and Marksheet of academic qualification
8	Last 6 month salary slip of Guardian
9	Last 3 years IT return of Form 16
10	Last 1 year Bank Account statement of Guardian
11	ID proof of Guarantor i.e Pan Card
12	Address proof i.e passport/electricity bill/voter ID card/Aadhar card
13	NW statement in NF 589
14	Collateral details
15	Last 6 month salary slip of Guarantor
16	Last 3 years IT return of Form 16 of Guarantor
17	Last 1 year Bank Account statement of Guarantor