

## ARIHANT – EDUCATION

### NATURE OF FACILITY

EDUCATION LOAN

### PURPOSE

To provide financial support to deserving/meritorious students for pursuing higher education in India and abroad.

### ELIGIBILITY CRITERIA.

- Good academic records of the students.
- Studies through recognized Universities/Board/ Institute.
- Studies for higher education (Professional/Technical Courses) in India and Abroad.

(Please refer to Annexure I for indicative list of recognized courses that can be pursued)

- one of the parents (Father/Mother) having regular income should be co-borrower.

### MAXIMUM LOAN AMOUNT

**For Studies in India** –Upto Rs 10.00 Lacs.

**For Studies in Abroad** –Upto Rs 20.00 Lacs.

In Exceptional cases Board of Directors may relax the above limit.

### EXPENSES TO BE CONSIDERED FOR LOAN SANCTION

Fees payable to College – School – University.

Fees for hostel Accommodation and / or boarding and lodging.

Fees for examination – Library – laboratory and registration of the course.

Cost of Books – Equipment – instruments – uniforms – computers and laptops.

Expenses towards travel/passage money for studies abroad and insurance.

Any other incidental expenses required to complete the course.

### MARGIN

Upto Rs 2.00 Lacs Nil

Above Rs 2.00 lacs to Rs 5.00 lacs 10%

Above Rs 5.00 Lacs 20%

### RATE OF INTEREST

Upto Rs. 1.50 lacs @ 11.00% p.a.

Above Rs. 1.50 lacs to Rs. 5.00 lacs @ 11.50 % p.a.

Above Rs. 5.00 lacs to Rs. 10.00 lacs @ 12.00 % p.a.

Above Rs. 10.00 lacs to Rs 20.00 lacs @ 12.50 % p.a.

### REPAYMENT :

- Simple Interest to be charged during study period and upto commencement of repayment. (Maximum 6 months).
- The accumulated Interest during study period be added to the principal amount borrowed while fixing EMI for repayment.
- The repayment of the Loan will commence six months after completion of educational course or procuring job / employment whichever is earlier.
- Repayment by 60 EMIs or monthly installments + interest.

### SECURITY

**Guarantee and Collateral.**

**Upto Rs 3.00 Lacs**

- Guarantee of two persons of sufficient means acceptable to the Bank and collateral security if available & willing to offer.

**Above Rs 3.00 Lacs**

1. Guarantee of two person(s) of sufficient means acceptable to the Bank.
2. 100% collateral Security acceptable to the Bank for Loan amount.

**PROCESSING CHARGES**

1% of limit, with minimum cap of Rs 250.00 and maximum cap of Rs 2.00 lacs + GST

**INSURANCE**

Assignment of Life Insurance Policy on the students availing Educational Loan or Life Term Policy for Equivalent to Loan amount.