

Education Loan Scheme of NSFDC: Terms & Conditions

OBJECTIVE

To extend Loans to eligible **Scheduled Caste** students for pursuing full-time professional/ technical / higher education

ELIGIBILITY

- (i) Students should have Scheduled Caste Certificate issued by the Competent Authority.
- (ii) Annual family income should be less than Rs. 40,000/- in rural areas and Rs. 55,000/- in urban areas.
- (iii) The applicant should have secured admission to the educational institution on the basis of JEE/CAT etc.

PROFESSIONAL / TECHNICAL COURSES COVERED

Full time professional / Technical courses in the fields of Engineering, Architecture, Medical, Dental, Physiotherapy, Management, Information Technology, Hotel Management & Catering Technology, Biotechnology, Law Education Journalism & Mass Communication CA ICWA CS AMIE FIA IETE & Higher Education like Doctoral Studies leading to M.Phil/ PhD **from Government Recognized Institutions**

MAXIMUM LIMIT OF LOAN

- For Studies within India : Up to Rs. 7.50 lakh
- For studies abroad : Up to Rs. 15.00 lakh

90% of the expenditure of entire duration of the professional courses subject to maximum loan limit of up to Rs. 1.875 lakh/ per beneficiary per annum (for studying in India) and up to Rs. 3.75 lakh/ per beneficiary per annum (for studying abroad) shall be provided considering average duration of the course as four years. Balance 10% will have to be borne by the students.

EXPENSES COVERED

1. Admission Fees & Tuition Fees
2. Books, Stationary and other instruments required for the course.
3. Examination Fee.
4. Boarding & Lodging expenses.
5. Insurance premium for policy for insuring loanees against death or permanent disability.
6. Travel Expenses/ Passage Money for studying abroad.
7. Caution Money, Development Fund etc.

RATE OF INTEREST

5% per annum (1% rebate in case of women Beneficiaries)

RECOVERY

Recovery (Principal and Interest) will commence after 6 months of completion of course or getting employment, whichever is earlier. The loan will have to be repaid in 20 quarterly installments over a period of 5 years. The total currency of loan shall not exceed 10 years from the date of first disbursement.

TAG/MARKER

There would be a tag or marker on the Diploma/ Degree of the Loanee Student indicating his/ her repayment liabilities to the NSFDC.

LOAN AGREEMENT

Applicant and his / her Guardian will have to sign a Memorandum of Agreement with NSFDC detailing terms and conditions of the loan and repayment through EMIs.

NSFDC – National Scheduled Caste Finance & Development Corporation