

INTEREST SUBSIDY FOR EDUCATIONAL LOANS

An Initiative to help students from Economically Weaker Sections

One of the major concerns of the Government of India is to ensure that nobody is denied professional education because he/she is poor. Indian Banks' Association (IBA) has formulated a comprehensive model educational loan scheme for adoption by all Banks. In order to support students from Economically Weaker Sections of the Society, Department of Education, Ministry of Human Resource Development, Government of India, has launched this interest subsidy scheme.

Eligibility :

- Only for Educational Loans availed from Scheduled Banks for pursuing any of the approved courses after Class-XII in Technical and Professional streams from recognized Institutes in India under the Educational Loan scheme of IBA.
- Students belonging to Economically Weaker Sections with annual gross parental income from all sources with an upper limit of Rs.4.50 lacs. Certificate to this effect issued by authorized officers of State Government is to be submitted.
- Full interest subsidy is available for the period of moratorium i.e. Course Period plus 1 year or 6 months after getting the job, whichever is earlier.
- Scheme is applicable for the loan amount availed from 1st April, 2009 to 31st March, 2010 (Academic year 2009-10).
- For loans sanctioned earlier to 01.04.2009, only interest applied on the amounts disbursed during the above period are eligible.

Eligible students have to contact our Branches from where they have availed loans for further details.
