

## SBI-SCHOLAR LOAN SCHEME

### **MOST IMPORTANT TERMS AND CONDITIONS**

#### 1. Purpose for which the loan can be availed:

Loans will be extended to deserving/ meritorious students for pursuing full time courses at selected premier and reputed institutions identified by the Bank. The list of eligible Institutes is available at <https://www.sbi.co.in/portal/web/student-platform/scholar-loan>

#### 2. Courses Eligible:

- Regular full-time Degree/ Diploma Courses, through entrance test/ selection process.
- Full time Executive Management Courses like PGPX.
- Part-time Graduate/ Post-Graduate Courses at Select Institutes.

#### 3. Student Eligibility:

- Should be an Indian National or OCI/PIO/NRI

#### 4. Expenses Considered for Loan:

- Fees payable to college/school/hostel
- Examination/ Library/ Laboratory fees
- Purchase of books/equipments/instruments
- Caution deposit / building fund/ refundable deposit supported by Institution bills/ receipts.
- Travel expenses/expenses on exchange programme
- Purchase of computer/laptop
- Any other expenses related to education.
- Premium of life insurance / credit life policy assigned in favor of the Bank.

#### 5. Maximum Loan Amount & Security:

Category	Maximum Loan Limit	
	No Security	With tangible collateral
List 'AA'*	₹ 50 lakh	Need based financing
List 'A'	₹ 40 lakh	Need based financing
List 'B'	₹ 30 lakh	Need based financing
List 'C'	₹ 7.5 lakh	Above ₹ 7.5 lakh & upto ₹ 1.00 crore

\*Co-obligation of parents/guardian is optional for institutes categorized in List AA. We clarify that if the student is a minor, the documents will be signed by the guardian acting 'for self' as well as 'for and on behalf of the minor'.

- The co-obligator should be parent(s)/guardian of the student borrower. In case of married person, co-obligator can be either spouse or the Parent(s)/ Parent(s)-in-law.
- The assignment of future income of the student for payment of instalments.

#### 6. Margin:

- Upto ₹ 4 Lakh: NIL
- Above ₹ 4 Lakh & Upto ₹ 7.5 Lakhs: 5%
- Above ₹ 7.5 Lakh: NIL

#### 7. Appraisal, Sanction & Disbursement:

- Application will be received through Vidya Lakshmi Portal (VLP)/ Jan Samarth Portal of Govt. of India in the Branch. Upon receipt of application, a system-generated acknowledgement email with reference number will be sent on registered email id.
- Scholar loan to students, who have secured admission to the selected institutes, will be primarily sanctioned, and disbursed from the Campus/ Designated branch or all major branches situated at the place of permanent residence/ place of employment of co-borrower/ location of property.
- The loan to be disbursed in stages as per the requirement/ demand directly to the Institutions/Vendors of books/ equipments/ instruments to the extent possible.
- In genuine cases, the fee already paid to the institute by the borrower from their own sources may be considered for

reimbursement provided the reimbursement is claimed within 6 months of the payment, supported by verifying receipts/ proof of payment/ account statement etc.

#### 8. Processing Charges: NIL

#### 9. Rate of Interest:

- Kindly go to <https://www.sbi.co.in/portal/web/interest-rates/education-loan-scheme> for latest Rate of Interest applied.
- Switchover facility from Base/ SBAR/ MCLR linked interest rates to EBR linked interest is available.

#### 10. Penal charge:

In the event of default in payment of any instalment or any irregularity in the loan account, penal charges will be applicable at the following rate plus applicable taxes:

- Irregularity upto 60 Days: 2.40% per annum on the irregular portion for the period of irregularity
- Continuous irregular for a period beyond 60 days: 5% per annum on the outstanding for the period of irregularity.

#### 11. Repayment Holiday/ Moratorium:

- Repayment Holiday/ Moratorium: Course period plus 1 year
- Servicing of Interest during Course & Moratorium: Optional. However, we advise to service the interest during course and moratorium period to reduce EMI burden.

#### 12. Repayment Period:

- Repayment Period: Up to 15 years after completion of course & moratorium.
- If the student is not able to complete the course within the scheduled time, extension of time for completion of course may be permitted for a maximum period of 2 years. However, request for extension of course period to be made before the end of moratorium period.
- In case the interest is not serviced during course & moratorium, the accrued interest to be added to the principal and repayment to be fixed in Equated Monthly Installments (EMI).

#### 13. Top Up Loan

If a student approaches the bank for a loan for further studies, the same can be granted to him/ her subject to the following conditions:

- The combined loan amount should not exceed the maximum permissible loan amount under SBI Scholar Loan Scheme
- The student will be given a maximum period of 15 years, after completing the second course, to repay both the loans.
- If the second loan is availed for pursuing studies from an institute covered under SBI Scholar Scheme, combined loan amount would be maximum permissible for the second institute under Scholar Loan Scheme
- If the second loan taken for pursuing studies is not covered under SBI Scholar Loan Scheme, then the loan will be considered under other Education Loan Schemes subject to the terms and conditions applicable for the combined loan amount under the other Scheme. However, for the first loan, interest rate applicable to SBI Scholar Loan would continue and for the second loan interest rate applicable to other Scheme should be charged.

Note: In cases where the student is pursuing higher studies by availing Second Loan from some other Bank, there will be no change in the moratorium period.

#### 14. Timeline for Disposal of Loan Application

- Maximum 15 days, after the receipt of duly completed application with supporting documents.
- The timeline starts from the date of receipt of complete documents from the applicant and the time taken by the applicant for submitting documents and/ or for furnishing information sought by the Bank will not be taken into account for the purpose of timeline indicated above.
- All timeline counts will be on the basis of full working days. Wherever there is a need for verification etc. with various authorities/ Govt. bodies across one or more centres, a minimum of 15 additional working days will be applicable.
- We shall endeavor, at all times, to deliver within the indicated timelines, barring in situations and circumstances that are beyond the control of the Bank.

#### Customer Service:

For any service-related issue, customer can get in touch with SBI:

- Calling Customer Help Line Numbers
- Contact Customer Grievance Cell at our Local Head Offices
- Write to Grievance Cell at our Local Head Offices

(Details on Help line Numbers and Grievance Cell available on [www.sbi.co.in](http://www.sbi.co.in))

In case a customer is not satisfied with the handling of grievance by the Local Head Office, a communication may be sent (enclosing the message sent earlier to Local Head Office) to the -

Customer Service Department,

State Bank of India, State Bank Bhavan, 16th Floor

Madam Cama Road, Mumbai 400 021

Tel: 022-22029456, Fax: 022 22742431

E-mail address - [customercare@sbi.co.in](mailto:customercare@sbi.co.in)

Toll free number: 1800-1234, 1800-2100, 1800-11-2211,  
1800-425-3800, 080-26599990

#### Disclosure:

State Bank of India is authorized to disclose from time to time any information relating to the loan to any credit bureau (Existing or Future) approved by Government of India and Reserve Bank of India without any notice to the borrower. State Bank of India is also authorized to make inquiries with any Credit Bureau and get the applicants Credit Information Report. Terms & Conditions mentioned herein are subject to change without prior notice.