

## **VARIOUS INTEREST SUBVENTION SCHEMES FOR EDUCATIONAL LOAN BENEFICIARIES**

### **1. CENTRAL SCHEME FOR INTEREST SUBVENTION ON EDUCATION LOANS [CSIS]:**

IBA has approved comprehensive model educational loan scheme aimed at providing financial support from the banking system to deserving/ meritorious students belonging to Economically Weaker Sections with family income up to Rs.4.50 lakh per annum for pursuing higher education in India for adoption by all banks. The Government of India has introduced w.e.f.01.09.2009, Central Scheme to provide full interest Subsidy (CSIS) for the period of moratorium on Educational Loans taken by students from scheduled banks to pursue any of the approved courses of studies in Technical/Professional streams, from recognized institutions in India. The loans sanctioned/dispensed on/after 01.04.2009 are eligible under the scheme.

### **2. CENTRAL SCHEME FOR PROVIDING INTEREST RELIEF FOR EDUCATION LOANS AVAILABLE UPTO 31.03.2009 & OUTSTANDING AS ON 31.12.2013 [CSIR]:**

Central Scheme for Interest Subsidy [CSIS] for providing interest subsidy for the interest debited during the moratorium for education loans availed by the students belonging to Economically Weaker Section [EWS] ,on or after 01.04.2009 for pursuing technical/ professional courses from recognized institutions in India and whose loan account is outstanding as on 31.12.2013 are eligible for interest relief. Interest amount outstanding as on 31.12.2013 in such accounts will be taken over by the Central Government as interest relief. The borrower will have to pay the interest charged from 01.01.2014 onwards. The above Scheme did not cover the education loans availed prior to 01.04.2009.

### **3. RAJIV GANDHI EDUCATION LOAN SCHOLARSHIP SCHEME FOR KARNATAKA STATE [RGLSS]:**

The Government of Karnataka has launched the scheme to provide the interest subvention on education loans for pursuing studies in eligible institutions [State Universities, Govt. Colleges and Aided Colleges in the State of Karnataka Only. Under the scheme, the fresh education loans opened on or after 01.04.2013 are alone eligible for interest subsidy to the extent of interest debited to the loan account during the initial moratorium period i.e. course period + maximum of 12 months. If borrower has been covered under any other interest subvention scheme, he is not eligible for coverage under the scheme.

### **4. PADHO PARDESH SCHEME [PPS] :**

Central Scheme to provide interest subsidy on education loans availed by the Students belonging to Minority Communities for pursuing studies abroad. Full interest charged/ debited to the loan account during the period of moratorium will be reimbursed by the Govt. as Subsidy. Only the Students belonging to notified Minority Communities such as Muslim, Christian, Sikh, Parsi /Zoroastrian, Buddhist and Jain are eligible. Scheme is applicable from the academic year 2013-14 [i.e., from 01.04.2013] Beneficiaries can avail subsidy only under any one of the Subsidy schemes being implemented by Government.

5. **Dr. AMBEDKAR CENTRAL SECTOR SCHEME OF INTEREST SUBSIDY ON EDUCATION LOAN FOR OVERSEAS STUDIES FOR OTHER BACKWARD CLASSES (OBCs) & ECONOMICALLY BACKWARD CLASSES (ACSI SOBCEBCs):**

Central Scheme launched from FY 2014-2015 with the objective of providing interest subsidy to the students belonging to the OBCs & EBCs on interest payable for the period of moratorium for overseas studies to pursue approved courses of studies abroad at Masters & Ph.D. level. The income limit for OBCs is up to Rs.3.00 lakh and for EBCs up to Rs.1.00 lakh.

***FOR FULL DETAILS, CONTACT OUR NEARBY BRANCHES/ZONAL OFFICES.***