

RAB : KARNAL, SECTOR 12

To,
Date :13/08/2015

Ms. MEENAL CHAUDHARY

#1204 SEC 6 U E ,

KARNAL ,

KARNAL ,

HARYANA ,

INDIA ,

Pincode : 132001

Dear Sir / Madam,

YOUR APPLICATION FOR EDUCATION LOAN - SANCTION LETTER

We are pleased to inform that we have sanctioned an Education Loan of Rs.500000.00 in your favour for STUDIES IN INDIA at DELHI TECHNOLOGICAL UNIVERSITY on the undernoted terms & conditions.

Sanctioned Amount	Rs.500000.00	
Educational Expenses	Tution Fee :	Rs.3,30,000.00
	Hostel Fee :	Rs.1,00,000.00
	Caution deposit, Building fund / refundable deposit supported by Institution bills/receipts :	Rs.0.00
	Purchase of books/ equipments/ instruments/ uniforms/computer/ study tours, project work, thesis, etc :	Rs.70,000.00
	Insurance	Rs.0.00
Rate of Interest *	10% Interest Rate linked with Base Rate. Presently BR is 10.00%	
Type of Interest	Floating	
Margin	5 %	
Documentation Fee	Rs.0.00	
Credit Information Report Charges		
Security	Guarantor(s)	
	Primary	Assignment of Future income of the Borrower
	Collateral	Rs.
Security Details	Security Name	Security Value
Repayment Tenor	120 months	
Repayment to be commenced from	The loan shall be repayable in Equal Monthly Installments (EMI) in 120 (months), commencing from either One year after completion of the course/ studies or 6 months after getting Job whichever is earlier subject to stipulations made in other terms and conditions of sanction	
Upfront fee / Processing fee	Rs.0.00	

* is subject to change from time to time.

Sanction Terms

1. Penal Interest, if any , shall be applicable as per Bank's guidelines :

2. The above sanction is, however, subject to

- i) Execution of Loan documents as per Banks format & guidelines;
- ii) The ROI/EMI is subject to change from time to time;
- iii) The above sanction shall be valid for a period of six months from the date of issue of the sanction letter.

Other terms & conditions

General Terms & Conditions

- 1. The sanction is valid for six months from the date of sanction. Facilities not availed within the above period shall be treated as lapsed.
- 2. The Bank, however reserves the right to withdraw all or in part or any of the sanctioned loan even before expiry of the said period of 6 months.
- 3. The sanction shall be cancelled in case of incorrect certification by the borrowers.
- 4. The rate of interest and margin are subject to change from time to time at Bank's discretion.
- 5. The loan under consideration shall be released by the Bank only after acceptance and compliance of bank's terms of sanction.

Scheme Specific Terms & Condition

1. The disbursement shall be subject to submission of an affidavit from borrower/co-borrower that he has not taken any loan from any Bank/FIs.
2. The loan shall be disbursed in stages as per the requirement/demand directly to the Institutions/Vendors of Books/equipments/instruments to the extent possible on prorata basis. The remittance of fee to the institute shall preferably be done through electronic channel.
3. Margin, if applicable, shall be brought in on year to year basis as and when disbursements are made on a pro-rata basis.
4. No reimbursement of fees paid by the student/guardian exceeding six months from the date of payment of fees shall be considered. The reimbursement will, however, be within the sanctioned limit under appropriate heads and subject to production of proper receipt/documentary evidence or proof of payment to the satisfaction of the bank.
5. Any escalation in the tuition fees, lodging and boarding charges, etc subsequent to sanction of loan will be borne by the borrower.
6. The borrower shall furnish periodical progress report of the institution where he/she has joined for studies . Each release of disbursement shall be only after ensuring end use verification of the previous one and after ensuring successful completion of the previous semester.
7. The Bank will reserve the right of giving loan to the borrower or continue / discontinue the periodical disbursement to the borrower depending upon
 - a . Whether or not he/she shows good results at the institution he/she has joined for studies and where institution/college allows student to move to the higher class even if they fail in a few subjects in the examination for previous year/semester and provided he/she has been allowed to keep terms;
 - b . Whether or not reports about his/her conduct are satisfactory
8. The borrower shall not, without Banks prior written permission change the course, the studies or the place of study or the Educational Institution.
9. In case the student discontinues the course midway, the loan shall be repaid within the original repayment tenor/period.
10. The borrower shall not enter into a pecuniary obligation or financial liability during the currency of the loan and should confine his entire borrowing to us.
11. The borrower shall keep bank informed of change, if any, in his address.
12. The borrower shall strive to secure a suitable employment after the completion of the course and immediately after getting job he should furnish full particular including his income to the Bank.
13. The rate of interest shall be subject to change from time to time as per Banks /RBI guidelines.
14. 1% concession in Rate of Interest shall be made available at the time of closure of education loan for full tenure of the loan, if interest is serviced promptly as and when applied during the moratorium period including course duration and regular repayment of loan during the repayment period.
15. The repayment of loan shall commence after completion of course period + 1 year or 6 months after getting job, whichever is earlier.
16. The accrued interest during the repayment holiday period shall be added to the principal and the repayment in EMI shall be fixed after completion of the moratorium period.
17. Advance cheques shall be obtained under the Scheme. The number and dates of such cheques should synchronise with number and due dates of term loan instalments. Such cheques should be drawn in favour of "PUNJAB NATIONAL BANK" and on the reverse of the cheque -"Payment Instalment in Term Loan Account _____" may be written.
18. The Bank shall have the right to avail the benefit of Sections 138-142 of the NI Act against the borrower in case of dishonour of the cheques on account of insufficiency of funds.
19. Penal interest @ 2% over and above the normal rate to be recovered for the amount/period of default.
20. In the event of revision of interest in interest rate to be charged in the account, the borrower shall have the option to pay increased amount of EMI or continue to pay the existing amount of EMI with a condition that the balance outstanding in the account shall be paid in one go with the last EMI of the originally applicable repayment tenor, failing which the applicable rate of interest shall be charged for the appropriate repayment tenor from the date of original sanction.
21. Any concession/subsidy/subvention admissible shall be subject to submission/execution of requisite documents at the time of sanction only.
22. The student and the parent/guardian shall jointly execute all necessary legally enforceable loan

documents, as per banks guidelines prior to disbursal of the loan.

23. All expenses, stamp duty, legal charges, valuation charges etc. are to be borne by the borrower.

24. In case loan is to be collaterally secured by mortgage of IP, copy of Title Deed, Valuation Certificate and Non Encumbrance Certificate from approved Lawyer of the Bank shall be obtained at the cost of the borrower. It is only when the Title Deed, legal opinion, NEC, valuation report, etc are found to be satisfactory, the loan shall be considered for disbursement.

25. The student shall submit PAN preferably at the time of sanction but in no case later than one year from first disbursement of loan.

26. The sanction shall be valid for six months from the date of sanction. Facilities not availed within the above period shall be treated as lapsed.

27. Any change in the existing terms and condition of sanction against request made shall attract charges as prevalent from time to time.

28. The Bank reserves the right to alter / ammend any terms / without prior reference to the borrower.

29. The borrower to comply with all relevant guidelines of the Bank/RBI.

30. The student may opt to get his life insured by obtaining a life insurance policy for an amount equivalent to the likely liability arising out of the loan during the course period, whose premium shall be met by the bank at borrowers cost and which shall constitute a part of loan component.

Please convey acceptance for having accepted the terms & conditions of the sanction.

Thanking you.

Yours truly,
for Punjab National Bank

Authorised Signatory