

Scenario: Student Loan Management

Profile:

* Age: 24 * Student Loan: Rs. 1,200,000* Starting Salary: Rs. 70,000/month* Grace period ending → must start repayment

Step 1: Choose Repayment Plan

* Option A: Standard Plan Rs. 25,000/month (5 years) remaining balance spent on essential expenses.

* Option B: Extended Plan Rs. 12,000/month (10 years). remaining balance spent on essential expenses.

* Option C: Income-based plan 15% of salary (~Rs. 10,500/month). remaining balance spent on essential expenses.

* Option D: Refinance with private bank at 14% interest.(27,921.00/month). remaining balance spent on essential expenses.

Step 2: After 06 months' Salary Hike to Rs. 100,000

Option A: Keep repayment same, save extra amount.

Option B: Increase repayment to finish early (~Rs. 40,000) & Save the remaining balance

Option C: Invest extra in 15 years invest Plan at a rate of 12%.

Option D: Keep minimum repayment, increase lifestyle spending.

Step 3: After 01-year due to Inflation, Living Expenses Increase by Rs.7,500.00

Option A: Stick to plan, cut non-essential expenses.

Option B: Switch to extended plan for lower EMI.

Option C: Skip one month payment.

Option D: Take new credit card to cover shortfall.

Step 4: Opportunity for Master's Abroad after 12 months.

Option A: Take new loan Rs. 20,000.00 new installments.

Option B: Delay Master's until current loan is finished.

Option C: Seek scholarship → minimize loan.

Option D: Drop plan → avoid over-debt completely.

Step 5: Family Emergency Rs. 300,000 after 18 months

Option A: Pause loan repayment temporarily.

Option B: Borrow extra from bank (18% annual).

Option C: Use savings instead of loan repayment.

Option D: Ask bank for temporary repayment reduction.