

Ref.No. IDBI/Sirifort/EL/NIFT/010

Date: 12.07.2014

The Director General (DG),
National Institute of Fashion Technology (NIFT),
NIFT Campus, Hauz Khas,
Opp. Gulmohar Park,
New Delhi - 110016.

Dear Sir,

Institutional Tie up with National Institute of Fashion Technology (NIFT)

With reference to the above subject, we advise that IDBI Bank has decided to offer the Education Loan facility to the students of National Institute of Fashion Technology (NIFT) for pursuing Under Graduate and Post Graduate courses at Pan India basis including 15 location centres of NIFT, viz. Bangalore, Bhopal, Bhubaneswar, Chennai, Gandhinagar, Hyderabad, Jodhpur, Kangra, Kannur, Kolkata, Mumbai, New Delhi, Patna, Raebareli and Shillong._ campus. The facility will be offered through any of IDBI Branches and IDBI shall nominate nodal branches in above mentioned cities for addressing Education Loan specific requirements of applicants and will be informed to NIFT on later date.

The terms and conditions relating to the Education Loan facility in respect of the students of NIFT are as under :

Sr. No.	Features	Details
1.	Loan amount	1. Maximum Rs. 20 Lakhs or 95% of the cost of the programme (inclusive of insurance cover) whichever is lower.
2.	Co-Applicant parent / Guardian	Co-applicant is mandatory for all the loans. The loan documents should be executed by both, the student and the co-applicant. Parent (if parents deceased, grand-parents) should mandatorily join the loan as a co-applicant. In case, parents are physically not able to enter into any kind of agreement for Education Loan due to old age or illness or handicap or in case of married applicant, guardian /or any member of the family such as brother, sister, grand-parents, spouse, father-in-law, mother-in-law, uncle and aunt (both maternal and paternal) or any other relative, may join in as a co-applicant provided applicant submits sufficient proof of relationship. In case, applicant is unable to provide any relative as a co-applicant,

आईडीबीआई बैंक लिमिटेड: 1/6, सिरीफोट इंस्टीट्यूशनल एरिया खेलगाँव मार्ग, नई दिल्ली - 110 049.
IDBI Bank Ltd.: 1/6, Sirifort Institutional Area KhelGaon Marg, New Delhi - 110 049.



जिसका ऑफिस : आईडीबीआई टॉवर, डब्ल्यूटीसी कॉम्प्लेक्स, 1 कफ़ परेड, मुंबई 400 005. वेबसाइट : www.idbi.com
Register Office : IDBI Tower , WTC Complex, Cuffe Parade, Mumbai 400 005. Website: www.idbi.com

		branch may consider and accept a non-relative person as guardian and allow him/ her to join the loan application as a co-applicant subject to he/she having sufficient net-worth. For all purposes, such person shall be treated as co-applicant to the loan and normal credit norms shall be applicable to him/ her.
3.	Expenses covered under Loan facility	<p>a. Fee payable to institute / hostel.</p> <p>b. Examination/Library/Laboratory Fee.</p> <p>c. Purchase of Books/ Equipments/ Instruments/ Uniforms.</p> <p>d. Caution Deposit/Building Fund/ Refundable Deposit supported by Institution Bills/Receipts subject to the condition that the amount does not exceed 10% of total tuition fees for the entire course.</p> <p>e. Travel Expenses/ passage Money for Studies Abroad.</p> <p>f. Purchase of Computers - Essential for Completion of the Course.</p> <p>g. Any other expense required to complete the course - like Study Tours, Project Work, Thesis, etc.</p> <p>h. Insurance premium for student borrower, if insurance cover sought.</p> <p>The maximum total expenditure under the heads e, f, g and h to be restricted to 50% of the total tuition fees payable for completion of the course.</p>
4.	Documents required	<p>1. Completed application Form</p> <p>2. A declaration/ affidavit from the borrower confirming that, no educational loans have been availed from other banks.</p> <p>3. DPN</p> <p>a. Applicant:</p> <ul style="list-style-type: none"> ➤ Age Proof ➤ ID proof ➤ Address Proof ➤ Mark sheets of last qualifying examination ➤ Proof of admission (before disbursement), scholarship, etc. ➤ Schedule of expenses for the specified course <p>b. Co-applicant:</p> <ul style="list-style-type: none"> ➤ Age Proof ➤ ID proof ➤ Signature proof ➤ Address Proof ➤ Employment or Business or Income Proof <p>Income proof – Only In case income is considered for the purpose of calculation of loan eligibility.</p> <p>Salaried – If only salary income considered then - Any one of below –</p> <ul style="list-style-type: none"> i) last 3 month salary slip (average to be taken) ii) Salary Account statement for last 3 months with salary credits.



5.	Collateral Security	<p>a. No collateral security for loans up to Rs.10 lakh</p> <p>b. Collateral security is mandatory for loan amount exceeding Rs. 10 Lakhs.</p> <p>Co- applicant is mandatory. The loan documents should be executed by both, the student and the co-applicant.</p>								
6.	Margin	<table border="1" data-bbox="483 405 1443 757"> <thead> <tr> <th data-bbox="483 405 797 562">Place of study</th> <th data-bbox="797 405 1078 562">Loan amount</th> <th data-bbox="1078 405 1443 562">Margin</th> </tr> </thead> <tbody> <tr> <td data-bbox="483 562 797 674" rowspan="2">India</td> <td data-bbox="797 562 1078 674">Up to Rs.4 Lakh</td> <td data-bbox="1078 562 1443 674">NIL</td> </tr> <tr> <td data-bbox="797 674 1078 757">Above Rs.4 Lakh</td> <td data-bbox="1078 674 1443 757">5% of total course expenses</td> </tr> </tbody> </table> <ul style="list-style-type: none"> • Scholarship /assistantship to be included in margin. • Margin may be brought in on year on year basis as and when disbursements are made on pro rata basis. 	Place of study	Loan amount	Margin	India	Up to Rs.4 Lakh	NIL	Above Rs.4 Lakh	5% of total course expenses
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7.	Repayment Terms	<p>As applicable to premier institutes.</p> <p>Moratorium period :</p> <p>Duration of the course period + 1 year or 6 months after getting a job, whichever is earlier.</p> <p>Repayment tenor :</p> <p>The repayment tenor after completion of the moratorium period would be as under :</p> <p>a. For loans up to Rs. 7.5 lakh: up to 10 years.</p> <p>b. For loans above Rs. 7.5 lakh: up to 15 years.</p> <p>If a student is unable to complete the course within the scheduled time, time to complete the course may be extended for a maximum period of 2 years as under –</p> <p>a. for reasons beyond his/ her control with then, with the approval of sanctioning authority</p> <p>b. for all other reasons, with the approval of GM, Zone and above</p> <p>However, such extension is available only for those cases where moratorium period is not completed. The same is not available if EMI for the loan is started.</p>								
8.	Rate of Interest (Floating)*	<p>Floating</p> <p>10.75% p.a., (Floating) excluding Concessions subject to minimum of Base Rate. Current Base Rate is 10.25% p.a.</p> <p>Concessions subject to Base Rate</p> <p>1. 100 bps concession available for servicing of interest during</p>								



		<p>moratorium period</p> <ol style="list-style-type: none"> 2. 50 bps for being girl applicants 3. 50 bps for being children of the existing customer of the Bank (asset/liability) 4. 50 bps for physically challenged applicants 5. 50 bps for children of the staff members of the bank 6. 25 bps for SC/ST/Minority community 7. 25 bps for girl applicants from SC/ST/Minority; <p>Clarification in concessions</p> <p>a. Staff of IDBI is not eligible for concession no. 3 above available to an existing customer</p> <p>b. Concessions enumerated in 6 & 7 above shall not be clubbed.</p> <p>The total concessions in applicable interest rate not to exceed 100 bps without deviation and excluding 100 bps concession available for servicing of interest during moratorium period (this concession shall be extended on a financial year basis and is restricted for the period of moratorium only). The effective rate of interest after giving all the concessions should not go below Base Rate.</p>
9.	Other terms and conditions	Other terms and conditions are given in the Annexure.

**BR stands for Base Rate of the bank which is 10.25 %p.a at present. BR is subject to change.*

Yours faithfully



Rabi Narayan Patra
DGM & Branch Head,
Siri Fort, IDBI.



Annexure

Additional Terms and Conditions

The facility will be subject to following additional terms and conditions:

- (a) Applicant/ Co-applicant to open the students Savings Bank(SB) account at IDBI Bank's loan processing branch and also to open NRE accounts of the students after employment/absorption in the company and remittance of salary in NRE accounts, if employed/ posted overseas. Applicant to credit 50% of the stipend amount of the student applicants to Savings Bank account of the students maintained with IDBI Bank Ltd.
- (b) The following expenses will be covered under the Education Loan facility:
- Fee payable to College/ School/ Hostel.
 - Examination / Library / Laboratory Fees.
 - Purchase of Books / Equipments / Instruments / Uniforms.
 - Caution deposit / Building fund / Refundable deposit supported by Institution Bills / Receipts(maximum up to 10% of the total course fees)
 - Purchase of Computers - essential for completion of the course.
 - Any other expense required to complete the course - like study tours, project work, thesis, etc.
- (c) The documents required for financing the facility are as under :
- **Applicant** - Application Form, Passport size Photograph, Age, Address & Identity Proof, Mark sheets of last qualifying examination, Proof of admission, scholarship, studentship etc, Schedule of expenses for the specified course.
 - **Co-applicant** - Application Form, Passport size Photograph, Age, Address & Identity Proof, 2 latest salary slips along with latest Form 16 for Salaried or 2 years latest Financials for Self employed & 6 months updated banking statements, Talathi certificate, etc.
- (d) Credit decision for each application will be at sole discretion of IDBI Bank Ltd. IDBI Bank Ltd reserves the right to ask for any additional documents or information as required to process the loan application.
- (e) RCU verification and FI to be waived for NIFT students however applicant to facilitate Field Investigation/other verifications and also documentation of students / co-applicants already enrolled.
- (f) The period of tie-up shall remain in force from the date of issuing the tie up letter till notified by the institute/ bank.
- (g) All the Loans and liability proposals will be processed as per the bank's extant product and credit guidelines.
- (h) Despite institutional tie up, Bank reserves the right to reject Education Loan applications not meeting the underwriting criteria of the Bank without necessarily giving any reason.



