To,
The Chairman
Chandigarh Group of Colleges
Landran

Date: 20/03/2014

Sir,

Tie up for Educational Loan to Chandigarh Group of Colleges

We refer to your letter dated 15.02.2014 on captioned subject and are glad to advise that we have agreed to consider education loans to the students of following colleges-

1. Chandigarh Group of Colleges Landran,
2. Chandigarh Group of Colleges Jhanjeri
3. Chandigarh University, Ghauran

from the academic year 2014-15 onwards, subject to compliance of various terms and conditions as per our education loan scheme/Government/RBI guidelines.

Herewith we enclose annexure explaining terms & conditions of education loan.

With Regards,

Yours Faithfully,

(M M Sarangi)
Chief Regional Manager
ANNEXURE

Tie up for Educational Loan to Chandigarh Group of Colleges

1. QUANTUM OF LOAN: (Not to exceed Rs.4 lacs)

All the terms and conditions given below is based on the assumption that the quantum of loan is not more than Rs.4.00 lacs. The salient features of our Vidya jyothi Education loan is as per the guidelines prepared by IBA and accepted by Government of India.

2. ELIGIBILITY CRITERIA:

- Should be an Indian National.
- Candidate should have secured admission to higher education course through Entrance Test/ Merit based Selection process after completion of HSC (10 plus2 or equivalent). In the states where there is no common entrance test (CET) the applicant must secure 65% in the qualifying examination as Cutoff marks.

3. MARGIN:

- Upto Rs. 4.00 lacs : Nil
  - Scholarship/ assistantship to be included in margin.
  - Margin may be brought-in on year-to-year basis as and when disbursements are made on a pro-rata basis.

4. SECURITY:

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<th>Security</th>
<th>Co-Obligation of Parents and Guardian. No security.</th>
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<td>Upto Rs.4 lacs</td>
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8. REPAYMENT

Holiday/ Moratorium period is Course period + 1 year or 6 months after getting job, whichever is earlier. However interest may be serviced during the course of the period.

9. OTHER TERMS AND CONDITIONS:

- The applicant has to be introduced by the Authorized Signatory of Chandigarh Group of Colleges.
- The loan documents should be executed by the student and the parent/ guardian as joint-borrower.
Registration of ECS credit to the SB A/c/ Post-dated cheques towards holiday Period Interest, if acceptable to the borrower.

The loan to candidates having their permanent residence outside Chandigarh is to be sanctioned by authorized branches in Chandigarh and will be transferred to the branch nearest to the residence after the course is complete. An undertaking in this respect is to be obtained from the Applicant and his/her parents that they have no objection in transferring the loan to the nearest branch of their place of residence.

Submission of Periodic Progress Report from the University to the Branches who have sanctioned the loan.

The loan to be disbursed in stages as per the requirement/demand directly to the Institution.

After completion of the course the University has to issue the Transfer Certificate subject to their getting certificate from the respective Branch that loan account is regular and there is no overdue/irregularity.

Simple interest to be charged during the Repayment holiday/Moratorium period.

1% concession if interest is serviced during the study period and subsequent moratorium period prior to commencement of repayment will continue.

The Interest concession of 0.5% given to the Girl students at the time of disbursement of loan to continue. If interest is serviced as per the above condition by a girl student, she will be eligible for 1.5% interest concession in total.

Servicing of interest during study period and the moratorium period i.e. till commencement of repayment is optional for students. Accrued interest to be added to the principal amount borrowed while fixing EMI for repayment if interest not to be serviced during the holiday period.

Insurance- The lives of the students and the parents upto 50 years of age shall be insured while granting Educational Loan by covering the loan under our Vidya Jyothi Educational Scheme with Suraksha with their consent.

Minimum age- If the student was a minor while the parent executed documents for the Loan, the bank will obtain a letter of ratification from him/her upon attaining majority.

Compliance of any other terms & conditions stipulated by the bank as per bank norms & Govt/RBI instructions.

We are enclosing herewith the list of our authorized branches in Chandigarh region along with contact number of branches. For all other branches you may visit our site www.iob.in