

**UNION BANK OF INDIA  
EDUCATIONAL LOAN – FAQ's**

**Q. What are the important documents that I need to provide?**

**A.** You will need to furnish the following documents along with the completed application form.

- ❖ Mark sheet of last qualifying examination of school and graduate studies in India
- ❖ Proof of admission to the course
- ❖ Schedule of expenses for the course
- ❖ 2 passport size photographs
- ❖ Statement of Bank account for the last six months
- ❖ Proof of Residence – (Recent Telephone Bill / Electricity Bill / Municipal Tax receipt etc.,)
- ❖ Proof of Identity – (Passport copy / Driving License / Voter ID Card / Ration Card / PAN card etc.,)

**Q. Do I need to provide any co-applicant/guarantor?**

**A.** Yes. The co-applicant can either be a **“Parent or Spouse”** Whose means are equal to the quantum of loan amount. You will also be required to provided a **guarantor** whose means are at least equal to the quantum of loan in case Parent or Spouse's income is not sufficient.

**Q. What are the documents that are to be provided by the co-applicant/guarantor?**

**A.** The co-applicant / guarantor will have to provided the following documents:

- ❖ 2 passport size photographs
- ❖ Statement of Bank account for the last six months
- ❖ Proof of Residence – (Recent Telephone Bill / Electricity Bill / Municipal Tax receipt etc.,)
- ❖ Proof of Identity – (Passport copy / Driving License / Voter ID Card / Ration Card / PAN card etc.,)
- ❖ Employment details of co-applicant/ guarantor (if working)
- ❖ Income proof of the co-applicant/ guarantor

**Q. Are there any charges of processing fee?**

**A.** No. There are no charges/ fees that are levied.

**Q. Is there any concessional rate of interest for ISB Students?**

**A.** Yes. Union Bank of India is offering education loans for the students of ISB at a concessional rate of interest of 10% for Female Students and 10.5% for Male Students.

**Q. What is the maximum amount of Education Loan that I can get for pursuing my course at ISB?**

**A.** The maximum loan amount for pursuing course at **ISB is 90%** of cost of the course or Rs.20lacs whichever is lower.

**Q. What is the repayment period?**

**A.** The loan can be repaid in a **minimum of 60** and **maximum of 84** months in equal monthly installments.

**Q. What is the repayment holiday/moratorium period?**

**A.** The repayment will commence **one year after completion of the course or 6 months after getting the job, whichever is earlier.**

**Q. How will be the repayment of the loan?**

**A.** The loan is to be repaid in Equated Monthly Installments (EMIs).

**Q. What type of interest do you charge under your Union education Scheme?**

**A.** During the course of study and upto the moratorium period only **simple interest is charged at monthly rests.** Once the repayment is commenced the interest will be **compounded at monthly rests.**

**Q. Do you levy any penalty for default under the scheme?**

**A.** Yes. A penal interest @2% p.a. is charged on the overdue amount.

**Q. Where can I avail of a “Union Education” loan?**

**A.** The loan is available from all branches in metro/urban areas as well as from Retail Assets Branches and Retails Marts Spread over across the country. However, it will be easier for us, if you submit your application to the contact address given on the ISB website.

**Q. How will the loan process work?**

**A.** You will have to approach a branch nearer to your place / your co-applicant's place and submit your application for loan and the same will be processed by them directly. Once sanctioned, you will be provided with a sanction letter by the sanctioning branch. The loan amount will be directly remitted to the ISB on April 11, 2009. While signing the

document you will also need to specify, if the amount needs to be released in one single installment or in two installments.

**Q. Am I entitled to any other freebies?**

**A.** Yes. You will be provided with **“Free Internet Banking”** ID and you will also be provided with a **“Free Debit Card”** if you open your account with Union Bank Of India.

**Q. Are there any other terms and conditions?**

**A.** You will have to obtain a **“Term Life Insurance Policy”** equivalent to the quantum of the loan and assign it in favour of the Bank. The premium payable can also form a part of the loan.