

Central Scheme of Interest Subsidy for Education Loans (CSIS)-w.e.f 01.04.2009 and continuing.

Government of India, Ministry of Human Resources Development, Department of Higher Education has formulated an Interest Subsidy for Education Loans for the students of economically weaker section (EWS) for pursuing technical / professional courses in India

1. Applicability of the Scheme

- i. The scheme would be applicable only for studies in recognized Technical/Professional courses in India.
- ii. The interest subsidy shall be linked with the existing Education Loan Scheme of IBA and restricted to students enrolled in recognized **Technical/Professional courses (after class XII) in India** in Educational institutions established by Acts of Parliament, other institutions recognized by the concerned Statutory Bodies, Indian Institutes of Management (IIMs) and other institutions set up by the Central/State Government.
- iii. Under IBA Model Education Loan Scheme for studies in India maximum eligible loan limit is Rs.10 lacs. Course fee (all inclusive) may exceed Rs. 10 lacs but subsidy amount will be calculated only up to loan amount of Rs. 10 lacs.

2. Subsidy Eligibility Period

- **The subsidy is provided for the period of Study Period Plus moratorium period** i.e. 12 months after completion of the course or six months after getting the job, whichever is earlier as prescribed under the IBA Model Education Loan Scheme.
- After the study plus moratorium period is over, the interest on the outstanding loan amount shall be paid by the student in accordance with the provisions of the Education Loan Scheme.

3. Criteria for Economically Weaker Section/ Income Limit

- The benefit of the scheme would be applicable to those students belonging to economically weaker sections with an annual gross parental/family income with upper limit of Rs.4.5 lacs per year (from all sources).

4. Competent Authority to issue Certificate:

- As per the list issued by IBA/ Government of India, MOHRD(List as on 01.04.2013 attached).

5. Eligibility for Interest Subsidy

- The interest subsidy under the scheme shall be available to the eligible students only once either for the first undergraduate degree course or the post graduate degree/diploma in India. Interest subsidy shall however, be admissible for integrated courses (graduate plus postgraduate).

- Interest subsidy under this scheme shall not be available for those students once they discontinue the course midstream, or who are expelled from the institutions on disciplinary or academic grounds.
- However, the interest subsidy will be available only if the discontinuation was due to medical grounds for which necessary documentation to the satisfaction of the Head of educational institution will have to be given.

6. Interest Rate:

- **Interest charged on the loan shall be as per interest rates applicable under our Education Loan Scheme.**

7. Nodal Bank

- The scheme shall be implemented through Canara Bank, which is the Nodal Bank for the Ministry of Human Resources Development.

8. Applicable Academic Year

- Scheme is implemented on ongoing basis from the academic year 2009-10 starting from 01.04.2009.
- Loan disbursed after 01.04.2009 irrespective of date of sanction shall only be covered under the scheme. In case of loans sanctioned prior to 1.4.2009, for the courses beginning prior to academic year 2009-10, the interest subsidy is available to the extent of disbursements made after 1.4.2009.

9. Subsidy claims lodgment with Nodal Bank/MOHRD.

- Subsidy claims to be lodged with Nodal Bank /MOHRD on half-yearly or yearly basis within a given period of time provided by a MOHRD.

10. Subsidy Claim for the FY 2014-15:

- Claim is lodged with Nodal Bank and will be disbursed on receipt of the same from the Nodal Bank. Presently Portal is closed for submission of claim for the FY 2014-15.

11. Unclaimed/Pending Claim under CSIS

- Web portal is opened for submission of unclaimed/pending claim for the period 01.04.2009 to 31.03.2014, as a Final chance to claim subsidy.
- Last Date for submission of claim is 10.10.2015.
- To avoid operational problems, error free subsidy claim for eligible students to reach HO latest by 08.10.2015 for uploading in the portal.

For further details eligible students to contact the BOI Branch from where he/she had availed educational loan.