

AGREEMENT FOR EDUCATIONAL LOAN

This Agreement made on this _____ day _____ in the year _____, between _____ (**Applicant Student/ Borrower**
Son/Daughter of _____ **and/or**
(Co-applicant1/ Co-Borrower/s) **(Co-applicant 2/ Co-**
Borrower/s) residing
at _____,
_____, hereinafter referred to as "**the Student**".

(Co-applicant-1/Co-Borrower/s) **and**

(Co-applicant-2/ Co-Borrower/s) residing at

_____, hereinafter referred to as "**the Guardian/s**") of the one part and
the **DCB Bank Limited**, a bank constituted under the Company's Act 1956 and having its Registered &
Corporate Office at 601 & 602, Peninsula Business Park, Tower A, 6th floor, Senapati Bapat Marg, Lower
Parel, Mumbai 400 013 and **Credit Administration Department** at
_____, (hereinafter referred to as "the Bank") of the other part.

Whereas the Student desires and intends to pursue higher studies at _____
(name of the institution), (hereinafter referred to as "the Institution/ Institution") situated at,
_____ and for that purpose has sought/ secured
admission to the course titled _____ at the Institution and is in
need of financial assistance from the Bank and has, therefore, jointly with the Guardian/s applied to the
Bank under the Bank's scheme for Education Loan vide loan application dated _____ for a
loan of **INR _____ (Rupees**
_____) so as to enable the Student
to pay the tuition fees, cost of books and maintenance charges, etc., during the period of the course as
stated in detail vide in this application.

And whereas the Bank has expressed its willingness to afford such assistance by way of loan to the
extent of **INR _____ (Rupees**
_____) and upon and subject to
the terms and conditions hereinafter expressed and contained.

Now it is hereby agreed and declared as follows:

- 1) The Bank agrees to grant jointly to the Student and the Guardian/s a loan which in no circumstances shall exceed **INR _____ (Rupees _____)**. The grant of such loan is at the Bank's discretion and the Bank reserves the right to withhold or discontinue the loan after sanction/ part disbursement thereof for any reason which it considers just and sufficient and the Bank shall be the sole and final judge of such justness and sufficiency.
- 2) The disbursement of the loan will be made as follows:
 - i) An amount equivalent to tuition fees will be paid in whole or in installments directly to the Institution where the Student proposes to pursue or is pursuing the aforementioned titled education course, as and when the whole or each installment as specified in clause number 4 hereof falls due for payment.
 - ii) Such part of the Loan as is towards purchase of books necessary for the course of study undertaken will be paid to the Student from time to time on the condition that the Student provides the related valid receipts/ invoice evidencing purchase of the books to the Bank within a reasonable time from the disbursement of the relative part of the Loan; and
 - iii) Any other amount towards any other expenses agreed to be financed by the Bank, will be paid at such time/ intervals as may be decided by the Bank.
- 3) The Loan amount will bear floating rate of interest @ _____ **percent per annum with monthly rest**. The applicable interest rate is DCB Bank External Benchmark Linked Rate (EBLR). The Bank reserves the right to vary the rate of interest from time to time commensurate with changes in the Base Rate or for that matter for any reason which it considers just and sufficient and the Bank shall be the sole and final judge of such justness and sufficiency.

- 4) The Loan would be repayable as under:
- i) For school/ college education in India in _____ installments of INR _____ by the Guardian/s, beginning from _____ in addition the interest on the Loan is to be paid every month.
 - ii) For technical/ professional higher studies abroad in _____ installments of INR _____ by the Guardian/s/ Student, beginning from _____ in addition to the interest on the loan to be paid every month.

The Bank may vary from time to time the number of installments and determine the quantum thereof or allow of it deems fit the repayment to be made in any other manner.

- 5) In case the Student has to discontinue the course for any reason whatsoever, whether attributable to the Student's/ Guardian/s' default, negligence or misbehavior or otherwise, then the entire outstanding of the Loan together with interest and other costs shall at the discretion of the Bank become payable forthwith.

In consideration of the Bank granting such loan, the Student and the Guardian agree and undertake as follows:

- i) The Student shall not without the prior permission of the Bank obtain any loan or other such financial accommodation as would involve repayment thereof and in case where such loan or other financial accommodation or other non-payable scholarship, fellowship or other financial assistance has been availed of by the Student after the availment of the loan hereunder, with the permission of the Bank, the Student shall immediately notify to the Bank about the same. Upon receipt of such notification, the Bank may at the time of granting such permission decide whether to continue the loan arrangement and, if it decides to do so, it shall stipulate the extent thereof.
- ii) The Student is ordinarily not expected to take up employment during the course of studies without the prior written permission of the Bank. Where, however, the Student wishes to take up a job during the course of studies, the Student should inform the Bank about the same and should produce a certificate from the institution engaging the Student's services that such employment will not interfere with the studies. Full particulars about the nature of the employment, the working hours, salary and other relevant matters should be advised to the Bank immediately. Upon receiving such intimation, the Bank may consider whether to continue the loan arrangement and, if it decided to do so, it shall stipulate the extent thereof.
- iii) Should there be any change in the Guardian/s'/ Student's financial condition from what was stated in the application to the Bank for financial assistance, which is likely to affect the Bank's decision to continue the finance the same shall be notified to the Bank and thereupon the Bank may decide whether to continue the loan arrangement, and if so, it shall stipulate the extent thereof.
- iv) The Student shall not enter into any pecuniary obligation or financial liability, whether actual or contingent, during the currency of the loan without the prior permission of the Bank.
- v) The Student is expected to take up studies seriously and shall work hard and attain the best possible academic and all-round record and shall intimate to the Bank the results of periodical test/ examination conducted by the Institution. The Student shall not participate in any unlawful or undesirable activity which might debar the individual from pursuing the herein mentioned course/ studies and shall follow all the applicable rules and regulations and maintain such dignity and decorum as is expected of the Student from the Institution. If the performance of the Student is not satisfactory or is deficient in any examination conducted by the Institution or if any adverse report in respect of the progress/ conduct of the Student comes to the Bank's knowledge, the Bank will be at liberty to recall the Loan amount forthwith and the Student and/or the Guardian/s shall be liable to repay immediately the outstanding due together with interest and other costs.
- vi) The Student shall not without the prior consent of the Bank change the course/ specialisation of study, place of study or the institution as stated in this application.
- i) The Student shall during the currency of the loan keep the Bank informed via email from time of any change of address on account of being on vacation, study leave, study tour or being required to stay away from the original location of the institution/ place of study as stated in this application form.

vii) In case if there is any outstanding in your DCB Loan account with the Bank, upon completion of the course of study, it will be the responsibility of the Student to secure gainful employment and immediately upon securing such employment inform the Bank via the registered email/ an application in writing to the nearest DCB Bank branch, giving full particulars of such employment and the income thereof.

viii) In case the Student has undertaken higher studies in India and intends to go abroad for further studies or taking up employment, the Student shall intimate to the Bank immediately and thereupon the Bank may at its discretion, decide whether the loan has to be repaid in full before the student leaves the country or whether to allow the loan to be continued on revised terms and conditions, including interest at the commercial rate.

6) Notwithstanding anything contained in these presents, the Borrower/ Co-Borrower/s agrees that in the event of non-realization of any installments or dishonor or return of Post Dated Cheque(s), the Bank shall be entitled to recover the amount of the installment by collection in the form of cash or in any other mode of payment. The Borrower/ Co-Borrower/s further agrees that despite having paid the installment in the form of cash or in any other mode of payment, the Bank may re-present such returned/ dishonored Post Dated Cheque(s) and the Borrower/ Co-Borrower/s shall not hold the Bank liable for re-presentation of such returned/ dishonored Post Dated Cheque(s) or for any other circumstances arising on account of such re-presentation by the Bank. However, the Bank agrees that in the event of double recovery/ realization of the same installment, both in form of realization of the returned / dishonored Post Dated Cheque and also in form of cash or any other mode of payment the Bank shall, without prejudice to the Bank's right of set off or lien available under law or otherwise, have the right to adjust / appropriate the excess amount towards any dues/ installments outstanding and/or for any future dues / installments payable by the Borrower/ Co-Borrower/s. In the event the Borrower/ Co-Borrower/s is regular in making payment of the dues/installment and has repaid all the dues/ installment, the Bank will within a reasonable period, refund the excess amount collected from the Borrower/ Co-Borrower/s, without any interest.

Signature of the Student

(Applicant Student/ Borrower)

Signature of the Co-applicant 1

(Co-Applicant 1/ Co-Borrower/s)

Signature of the Co-applicant 2

(Co-Applicant 2/ Co-Borrower/s)