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सूचना का अधिकार

Chief Secretary

M. By (Hedn) e. 2579285/18/CSO

भारत सरकार
मानव संसाधन विकास मंत्रालय
उच्चतर शिक्षा विभाग
शास्त्री भवन
नई दिल्ली - 110 115
GOVERNMENT OF INDIA
MINISTRY OF HUMAN RESOURCE DEVELOPMENT
DEPARTMENT OF HIGHER EDUCATION
SHASTRI BHAWAN
NEW DELHI-110 115

26548

21 May, 2018

D.O. No. 7-4/2017-U.5 (Vol.II)

Dear

As you are kindly aware, the Department of Higher Education is implementing the Central Sector Interest Subsidy Scheme since 2009. The scheme provides full interest subsidy during the moratorium period (course period +1 year) on the education loans, taken by the students belonging to economically weaker sections of the society (having family income up to Rs. 4.5 lakhs annually), from Scheduled Banks under the Model Education Loan Scheme of Indian Banks' Association. The Scheme has been approved for continuation up to 2019-20 with the following modifications: -

- i) The ceiling on the Education loan amount has been refixed at Rs. 7.5 lakhs on which the Interest subsidy would be provided.
- ii) Moratorium period has been rationalized to course period + 1 year.
- iii) To promote quality education, the scheme would cover loans for pursuing professional/technical courses from NAAC/NBA accredited Institutions/programmes or Institutions of National Importance or Central Funded Technical Institutions (CFTIs). Those Professional Institutions / programmes, which do not come under the ambit of NAAC or NBA, would require approval of the respective regulatory body viz, approval of Medical Council of India for Medical courses, Nursing Council of India for Nursing courses, Bar Council of India for Law etc. This condition would however, be applicable with prospective effect, and would not apply to the current loans.

2. Your intervention in widely publicizing the Scheme through DLCCs for the information of Banks Branch Managers would, therefore, be crucial in effective implementation of the Scheme so that no deserving and eligible student is denied the opportunity to pursue professional/ technical education because he or she is poor. A copy of the revised guidelines of the Scheme is enclosed for ready reference.

Regards,

Encls.: As above

All Chief Secretaries of States/ UTs

शिक्षा का अधिकार

सर्व शिक्षा अभियान
सब पढ़ें सब बढ़ें

Yours sincerely,

(Manoj Kumar Kejrewal)

Shri Paul Antony, Chief Secretary Government of Kerala Secretariat, Thiruvananthapuram-695001

- ① copy to all heads of the institutions under BTG
- ② to publish in the DEE website

28/6

ACBI
Academics
19/6/18
SFO
Submitted
19/6

The Scheme is not related to MCM Scholarship. As it is connected with education loan availed by students it may be transferred to ACB.

CENTRAL SECTOR INTEREST SUBSIDY SCHEME, 2009
(As Revised – Applicable for loans taken w.e.f. 01.04.2018)

Introduction

One of the major objectives of the Government is to ensure that no student is denied the opportunity to pursue higher education because he or she is poor. To achieve this objective, Ministry of Human Resource Development (MHRD) launched a Scheme titled "Central Sector Interest Subsidy Scheme" (CSIS) in 2009. The scheme provides full interest subsidy during the moratorium period on modern education loans without any collateral security and third-party guarantee, for pursuing technical/professional courses in India. Students whose annual gross parental/ family income is up to Rs.4.5 lakhs are eligible under the scheme. The existing Scheme has been modified with the approval of the Cabinet on March 28th, 2018.

Objective of the Scheme

CSIS is a unique scheme which pivots around the vision that no student desiring to pursue higher education is denied of the opportunity if he/ she is financially poor. This scheme benefits all categories of economically weaker students for pursuing professional/ technical courses in India only, and intends to provide affordable higher education. The Scheme, envisages to uplift the students from the grassroot level and increase the number of qualified technicians/ professionals in the nation. CSIS aims to check the existing geographical imbalance with regard to Gross Enrolment Ratio (GER) in Higher Educational Institutions.

Features of the Scheme

The Scheme is adopted by all Scheduled Banks and is linked with the existing Model Educational Loan scheme of the Indian Banks' Association, and restricted to students enrolled in professional/ technical courses only from NAAC accredited Institutions or professional/ technical programmes accredited by NBA or Institutions of National Importance or Central Funded Technical Institutions (CFTIs). Those Professional Institutions/programmes, which do not come under the ambit of NAAC or NBA, would require approval of the respective regulatory body viz, approval of Medical Council of India for Medical courses, Nursing Council of India for Nursing courses, Bar Council of India for Law etc. The scheme is applicable to students belonging to Economically Weaker Sections, i.e. students whose annual gross parental income is up to Rs.4.5 lakhs. Subsidy is admissible only once either for undergraduate or post graduate or integrated course. Under the scheme, education loan is provided without any collateral security and third-party guarantee and for a maximum amount of Rs. 7.5 lakhs.