

FAQ: Union Education

- **Can I get reimbursement of cost already incurred for the course?**

Answer: Yes, reimbursement is permissible for initial year /semester fees for loan sanctioned within 6 Month from the date of letter of admission. For further information please visit Branch/office.

- **What is the Normal time required for disbursement of Education loan**

Answer: It takes only 7 working days to get the Loan sanctioned from Union Bank of India after submission of requisite documents and papers.

- **How do I know if I am eligible for any Subsidy Scheme?**

Answer: In order to make education loan affordable for each student, many tax benefits and government sponsored subsidy schemes are available in India. You can check the brief of [Education Loan Subsidy schemes](#) to know the eligibility norms.

- **Do I need to pay interest amount during the course period?**

Answer: It is not mandatory. However, if you choose to pay the accrued interest during the course period, rebate of 1 % will be given in applicable rate of interest for the repayment period.

- **Does Bank offer some concession to Female students?**

Answer: Yes, Union bank of India offer 0.50 % concession in the applicable rate of interest for female students.

- **Is there any requirement with respect to the minimum marks in previous exams?**

Answer: Yes, Minimum marks secured in qualifying exam should be as under:

For studies in India

Category	Minimum marks
General	60%
OBC	55%
SC/ST	50%

For studies abroad

Category	Minimum marks
General	60%
OBC	50%
SC/ST	50%

- **What is qualifying exam?**

Answer: Qualifying exam is defined as any examination/course which is a prerequisite for securing admission to the proposed course of study. For example 10+2/higher secondary exam is a qualifying exam for securing admission to Degree course. NEET is qualifying exam for medical study and CAT/MAT is qualifying exam for management study courses.

- **What does the own contribution (Margin) mean?**

Answer: Own contribution (Margin) means is the total expenses minus loan amount.

- **What are the expenses covered under the Education Loan?**

Answer: Expenses includes tuition fee, Hostel/mess charges, Examination/ Library/ Laboratory fee, Insurance premium, Books/ equipment/ instruments/ uniforms, computer/laptop, travel expenses (for studies abroad), any other expense required to complete the course - like study tours, project work, thesis, etc.

- **What is EBLR**

Answer: EBLR stands for External Benchmark Lending Rate. Union bank of India has adopted Repo rate as the External benchmark to link its floating rate home loans with effect from 01.10.2019.

- **When will my interest Rate changes under EBLR regime?**

Answer: The interest rate Change at quarterly interval on 1st day of calendar quarter subsequent to the change in RBI's repo rate.

- **How do I make a Union Education Loan Application?**

Answer: You could collect an application form from our nearest branch or simply [download](#) it from our website and submit it along with [documents](#) and the Processing fees Cheque at any Union Bank of India branch. However, it is advisable to apply online through [Vidya Lakshmi Portal](#) of GoI and select Union Bank of India as preferred Bank.

- **Is it mandatory to buy insurances policy with Education loan?**

Answer: For a borrower to understand the same better, there are two types of insurance covers available for Home Loan:

- ✓ **Property Insurance:** In order to safeguard the Bank's interest against any loss to the Property caused by unpredictable damages and natural disasters, insurance cover is **mandatory** (only for the cases where the loan is secured by mortgage of the property). Property insurance policy should cover the structure as well as its contents or possessions.
- ✓ **Life Insurance:** This is also **mandatory**. The insurance policy should cover the life of the student for the tenure and quantum of the loan. The insurance premium amount can be included in the loan amount, if so desired by the applicant.