



STATE BANK OF MYSORE REGION-III, CENTRAL ZONE, HYDERABAD - 500016 (5)

Phone: 040-66824971

No.

Date: 1912.2004 dol12/2014

The Branch Manager Home Branch:

ONGOLE BRANCH

Dear Sir,

EDUCATION LOAN - SANCTION COMMUNICATION

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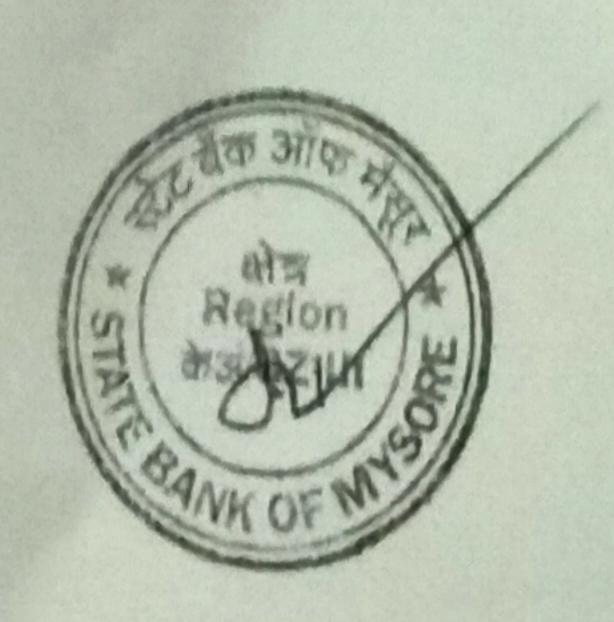
EDUCATION LOAN - SANCTION COMMUNICATION

ACCOUNT: ILAVALA SRINIVASULA REDDY and ILAVALA VENKAT REDY

TERM LOAN LIMIT Rs.20,00,000/- (Rupees Twenty Lacs only)

Proposal Considered for the sanction of a term loan limit of 'Rs.20,00,000/- (Rupees Twenty Lacs only) UNDER GNANAMITRA SCHEME- STUDIES ABROAD subject to the following conditions:

| 1. | Purpose | For pursuing course of Masters in Information Technology at University of Mary Hardin-Baylor, 900 College Street/UMHB Box 8367, Belton, TX 76513 |
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| 2. | Rate of Interest | Floating 12.00% p.a [1.75]. above beschote] |
| | | 1% concession in rate of interest may be provided if full interest is paid during the moratorium period. Simple Interest to be charged during the moratorium period. Penal Interest @2% to be charged for loans above `4 lakh for the overdue amount and overdue period. |
| 3. | Repayment | The loan is repayable in 84 Equated Monthly Installments of `Rs.35,310 each commencing from one year after completion of the course or months after getting the job whichever is earlier. |
| 4. | Security Collateral security | Third party guarantee of Mrs. Bonala Krishna Reddy S/o Venkateswa Reddy, NM 'Rs.95.00 Lacs Admeasuring 102 sq yds, T S No.1, D No.20-6-124, 1st ward, 1st Bloc 4th line, Brundavan Nagar, Anjaiah Road, Ongole property in the nam of Sri Bonala Krishna Reddy valued at the cost of Rs.38.25 Lacs by S G P Penchala Reddy SBI Panel Valuer, legal opinion by Sri R V Bhardwaja SBI Panel Advocate |
| 5. | Insurance | To be covered under Life Insurance policy for the loan amount and the policy has to be assigned in the name of the branch and the original policy to be kept along with securities. The computer/Laptop/other Equipment wherever hypothecated shound be insured for full value. |



Educational Loan A/e ILAVALA SRINIVASULA REDDYILAVALA VENKAT REDY ONGOLE bound

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| 6. | Processing Charges | 0.50% of sanctioned amount Rs.10,000/- Ufford free Refundable and to be adjusted at the time of first disbursement |
| 7. | Disbursement | The loan to be disbursed in stages as per the Requirement/ demand directly to the institution/ vendors of books/ equipments/ instruments. In case of Studies abroad, copy of the VISA - to be obtained and held in files after duly verifying with the original. |
| 8. | Declaration | Declaration/ Affidavit confirming that no loans are availed from other banks to be obtained. |
| 9. | Follow-up | To contact College/University Authorities to send the progress report at regular intervals. Student/Guardian need to furnish the progress report at regular intervals. |
| 10 | Execution of the documents | The documents should be executed by both the student and the parent/guardian as joint borrowers. In addition, to obtain Hypothecation Agreement for Computer / Laptop / other Equipment , wherever applicable |
| 11 | Margin | **Wherever applicable, Margin may be brought in on year-to-year basis as and when disbursements are made on a pro-rata basis. |
| 12 | Special Stipulations | If Interest is serviced during moratorium period, the applicants are eligible for 1% concession. Please refer Circular P&S/ 062/ 2004-2005 dated 15.03.2005 & P & S 62/2007-2008 dated 20.02.2008 for scheme details. To offend a minimum of the conduct periodic Inspections and verify all the original |
| | | Branch to conduct periodic Inspections and verify all the original testimonials before release. |

