

PNB GURUKUL SCHEME	
PARAMETERS	PARTICULARS
Purpose/ Objective	✓ To meet the financial requirements for setting up of new/ expansion/ renovation/ modernization of recognized Educational Institutes i.e. Schools (including play schools), Colleges and other educational bodies, running education institutions having necessary affiliation. Construction of hostel/canteen/labs etc. is also permissible under the scheme. ✓ To purchase equipments, Vehicles, Computer/Library books/ furniture /AC/ Lab equipments, etc.
Eligibility	✓ Educational institutions, Schools (including play schools), Colleges and other educational bodies running educational institutions set up by Firms/ Company/ Trusts/ Society/ Private Ltd. Co./ Public Ltd. Co./ LLP etc. (HUFs are not eligible). ✓ Education institutions which are covered under the scheme may also be financed for construction of hostel, canteen, activity Centre which are exclusively used by the concerned institution provided cash flow of the education institutions is sufficient enough to meet the obligation under agreement.
Area of operation	All Branches of the Bank.
Type of facility	✓ Term Loan: Need based ✓ Overdraft: Need based
Margin	✓ 25% for both Term Loan and Working capital ✓ Wherever land is also financed as part of the cost of project in such cases minimum prescribed margin against cost of land shall be 40%. ✓ Further, the quantum of finance against cost of the land shall be restricted to 50% of the total sanctioned loan amount. ✓ However, maximum finance for the land shall not exceed Rs. 2.00 crore.
Tenure of Loan	✓ Term Loan: Upto 10 years including moratorium period of maximum upto 24 months.

	✓ Overdraft Facility: Shall be sanctioned for a period of one year subject to annual renewal.
Primary Security	✓ Hypothecation of entire equipments, Current & Non-current assets of the unit. ✓ Mortgage of Project Land with existing / future construction thereon.
Collateral Security	✓ Minimum 50% of the loan amount (Other than the land and building of the educational institute) shall be obtained in the form of immovable property / liquid security. ✓ Institutions whose final approval is pending (After receipt of Letter of Intent from the concerned authority like AICTE, UGC, MCI, DCI, CBSE, ICSE etc. as applicable at particular stage), collateral security shall be 100% of the loan amount (Other than the land and building of the educational institute) ✓ Personal guarantees of the Promoters/ Trustees (only office bearers excluding professional office bearers) / Members of the Society (only office bearers excluding professional office bearers)/ Proprietor/ Partners /Directors (excluding professional or independent directors) of the Institution shall be obtained. <u>Note:</u> 1. While sanctioning credit facilities to the Educational Institutions, comfort should not be derived from the securities being offered. The viability of the project and cash flows of the Educational Institutions are to be relied upon while considering any credit facilities to the Educational Institutions. 2. Education Institutions are not eligible to be covered under CGTMSE Scheme.
Rate of Interest	As per Bank's guidelines