

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:360

ANSWERED ON:06.12.2013

EDUCATION LOANS

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Will the Minister of FINANCE be pleased to state:

- (a) the number as well as percentage of students who availed loans for higher education along with total loan amount sanctioned , disbursed and outstanding during each of the last three years and the current year, bank and State/UT-wise;
- (b) whether the Government has received complaints regarding certain banks refusing loans to the students during the said period;
- (c) If so, the details thereof, year-wise and the action taken by the Government thereon;
- (d) whether the Government has taken any decision on the proposal for establishment of Credit Guarantee Fund (CGF) for educational loans and if so, the details thereof and if not, the time by which a final decision is likely to be taken in this regard; and
- (e) the steps taken/being taken by the Government to simplify the process of raising education loan and to redress the grievances of the students in this regard and also for expeditious recovery of outstanding loan amount?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE) (SHRI NAMO NARAIN MEENA)

- (a) The details of education loans outstanding of Public Sector Banks, Bank-wise as on last reporting Friday of March, 2011 & March, 2012 and as on 31st March, 2013 & during the current year as on 30th September, 2013 (Provisional) as per data furnished by RBI & Public Sector Banks are given at Annexure-I. State-wise details during the same period are at Annexure-II.
- (a) and (c): Complaints regarding educational loans, as and when received by the Government, are taken up with banks concerned for corrective action. As informed by Public Sector Banks, during 2013-14 (upto 30.09.2013), 3181 complaints related to education loans were received, out of which 3091 were disposed off and 90 were pending.
- (d) Government has approved the proposal for establishment of Credit Guarantee Fund for Education Loans.
- (e) The Model Education Loan Scheme is modified from time to time by Indian Banks' Association (IBA) keeping in view the needs of the students. The last such revision was made in September, 2012. The educational loans outstanding amount of Public Sector Banks has been increasing over the years. It has increased from Rs 19844 crore as on last reporting Friday of March, 2008 to Rs 56918 crore as on 30th September, 2013.