

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:554

ANSWERED ON:25.11.2005

EDUCATION LOAN BY PRIVATE BANKS

Chandrappan Shri C.K.;Rajendran Shri P.;Surendran Shri Chengara

Will the Minister of FINANCE be pleased to state:

(a) whether the Government is aware that most of the new generation private banks are not extending education loan to the students;
and

(b) if so, the details and reaction of the Government thereto ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI S.S. PALANIMANICKAM)

(a)&(b): Reserve Bank of India had advised all Scheduled Commercial Banks

(including new generation private banks) to implement the new education loan scheme prepared by Indian Banks Association (IBA).
New generation private banks as well as other banks do offer education loans to students.