

Agreement
Shri Durgiana Committee Study Loan

This tripartite agreement made this ___ day of April 2017 at Amritsar between Shree Durgiana Committee (Registered), Amritsar, Punjab herein after referred to as the **creditor** through it's President/Secretary _____

And

Sh. _____ S/o Sh. _____ , aged _____ years, R/o _____, Amritsar herein after referred to as the **Student**

And

Sh. _____ S/o Sh. _____ , aged _____ years, R/o _____, Amritsar herein after referred to as the **Guarantor**

Now this agreement witnesseth as under:-

1. Whereas the student is studying in class _____ in _____ school/college and is unable to pursue his studies further for want of financial support.
2. Whereas the student has studied upto _____ and wants to pursue his studies further in class _____/graduation, post graduation.
3. Whereas the student has sought/applied for admission into _____ school/college/university.
4. And whereas the student is unable to continue/pursue his studies on account of financial constraints and has approached/applied to the creditor for financial help in the form of study loan to bear the expenses of his fees including admission and examination fee. And whereas the application of the student has been cleared by the screening committee of the creditor and has been approved for grant of study loan. And whereas the guarantor has agreed to stand surety/guarantee for due repayment of the loan amount to the creditor in case of failure of the student to repay the loan amount in terms of this agreement.

5. That the loan will be disbursed to the student in phases i.e. semester wise during the course of his/her studies and the dues of the college/institution shall be directly disbursed to the college/institution.
6. That the repayment of the loan amount shall start after completion of the course for which loan is granted to the student. In case the student does not pay the loan amount within one year of course completion or within six months of taking up a job, whichever is earlier, the recovery shall be enforced against guarantor. Both student and guarantor shall execute balance confirmation letters in favour of the creditor as and when called upon to do so.
7. That the interest on the loan amount shall be charged from the date of commencement of repayment of the loan amount after completion of the course as determined by the creditor. The rate of interest shall be charged @ 5% p.a. simple for repayment period. For period of delay 1% penal interest will be charged in addition.
8. That the loan shall be re payable in easy monthly installments as per above clause no.6 which can be relaxed in rarest of rare cases as determined by creditor in consultation with the student.
9. That the guarantor above said hereby agrees that his liability to pay the loan amount with interest and penalty, if any, is co-extensive with that of the student and the creditor has a right to enforce recovery of the amount against guarantor leaving aside the student.

In witness whereof the parties have set their hands unto this agreement this _____ day of April 2017.

Student

Guarantor/Parents

President/Secretary

Witness

(Executive Member, SDC)