

**GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES
LOK SABHA
UNSTARRED QUESTION NO. 2931
TO BE ANSWERED ON THE 28th DECEMBER, 2018, PAUSHA 7, 1940 (SAKA)
Interest Free Education Loans**

2931. SHRI KODIKUNNIL SURESH:

SHRI MALYADRI SRIRAM:

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has cancelled the interest free education loan for poor students in the country, if so, the details thereof and the reasons therefor; and
- (b) the corrective steps being taken by the Government in this matter?

**ANSWER
(MINISTER OF STATE IN THE MINISTRY OF FINANCE)
(SHRI SHIV PRATAP SHUKLA)**

(a) & (b) For the students belonging to the economically weaker sections, an interest subsidy scheme, namely Central Sector Interest Subsidy Scheme (CSIS), is operational under which full interest subsidy, on educational loans upto Rs 7.50 Lakh, is available during the period of moratorium on loans availed under the Model Education Loan Scheme from Scheduled Banks.
