

NANYANG POLYTECHNIC STUDY LOAN SCHEME

TERMS & CONDITIONS

The **NANYANG POLYTECHNIC STUDY LOAN SCHEME** is open to all full-time students of the Polytechnic and comprises **TWO** components:

COMPONENT A:

A loan of up to 25% of tuition fees payable;

***COMPONENT B:**

A loan of up to \$1000 for any 2 consecutive semesters to meet living expenses.

* Applications for Component B alone are permissible if tuition fees have been paid in full. If you have tuition fees of up to 25% still owing to the Polytechnic at the point of application for the above, you will have to apply for Component A first before applying for Component B.

1. ELIGIBILITY

Applicants must be full-time students in any course and year of study in the Polytechnic.

Component A: Loan of up to 25% of tuition fees:

- 1) Eligible only to those who have applied for / are awarded at least one of the following 3 schemes:
 - Tuition Fee Loan Scheme
 - CPF Approved Education Scheme
 - Mendaki Tertiary Fee Subsidy Scheme

The total loan/subsidy from the above schemes must be at least 75% of tuition fees.

Component B: Loan of up to \$500/semester to meet living expenses:

- 1) Eligible to those who qualify to apply for Component A
- 2) Eligible to those who have obtained loans / subsidies amounting to 100% of tuition fees through any of the 3 schemes listed above

2. CRITERIA/TERMS OF AWARD

The above loan is awarded on a needs basis. Hence, there will be a 2-tier loan system as follows:

Tier 1 (interest-free)	Tier 2 (with interest)
@Gross Monthly Per Capita Family Income Ceiling	@Gross Monthly Per Capita Family Income Ceiling
\$500	\$900 \$1,000 (with effect from AY2007/2008)

@: Gross Income of all family members in the same household / No. of Dependents in same household

3. REPAYMENT

The repayment of the loan can be made in one lump sum payment or by monthly instalments commencing 6 months after graduation or on graduate securing employment, whichever is earlier. Students who are required to perform National Service are however allowed to commence repayment of the loan 2 months after ORD.

3. **REPAYMENT (.....continued)**

The maximum repayment period in respect of the loans under the 2-tier loan system is:

Tier 1 (interest-free)	:	2 years
*Tier 2 (with interest)	:	5 years

The minimum monthly instalment payment is \$100. Penalty interest will be charged at the rate of 1% per month on instalments in arrears.

If a student leaves the Polytechnic without completing the course of study, the loan amount will immediately become due and payable. He may repay the outstanding sum by monthly instalments on such terms and conditions as the Polytechnic may, on a case-by-case basis, determine.

The repayment of instalment amounts shall be made through Interbank GIRO.

*: *Interest on the Tier 2 loan will be charged upon graduation at the same rate as the Tuition Fee Loan Scheme; i.e., average of prime rate of DBS, OCBC and UOB.*

To arrange for partial / full / instalments repayment, please contact our Finance Office at florence_lim@nyp.gov.sg or esther_c_h_tan@nyp.gov.sg

4. **DISBURSEMENT OF LOAN**

Disbursement of the NYP Study Loan (comprising Component A/B or Components A and B) will be made in 2 parts; the first part will be paid out upon approval of application and the completion of the necessary processing by the Finance Department and the second part will be paid out at the beginning of the immediately following semester.

The loan amount less all outstanding payments to the Polytechnic for each semester will be disbursed through Interbank GIRO.

5. **GUARANTOR**

To apply for the loan, the applicant is required to secure a guarantor who is a Singapore Citizen or Permanent Resident who shall be above 21 years but not exceeding 60 years old. For International students, 2 guarantors who fulfill the above criteria are required. No income qualification is required. Parents or family members who meet the above criteria would qualify as a guarantor.

6. **NOTIFICATION OF ORD DATE/CHANGE OF ADDRESS**

Male students with National Service obligation must inform the Polytechnic of their ORD date by 31 December of the year of graduation, failing which it will be assumed that they are exempted from National Service and that their repayment of the loan would commence from the following month. Students must inform the Polytechnic accordingly of any change in their addresses.

7. **CHANGES TO TERMS & CONDITIONS**

The Polytechnic reserves the right to add or amend the terms and conditions of the loan at its sole discretion.

A copy of the NYP Study Loan application form can be obtained at the Student Services Centre, Blk A Level 2.