



## Indian Banks' Association

No. RB/EL-HM/11697

January 30, 2023

The Director (A&F),  
National Council for Hotel Management & Catering Technology,  
Noida,  
Uttar Pradesh

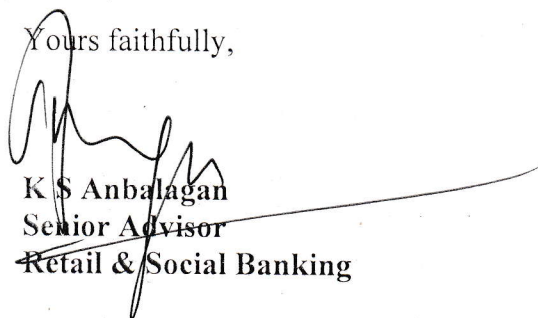
Dear Sir,

### Bank Loan for Institute of Hotel Management students

We refer to your letter dated 19.12.2022 on the captioned subject.

2. In this context, we have perused the matter in the backdrop of 'IBA Model Educational Loan scheme' (broad guidelines followed by the member banks) and observe that the extant scheme provides to consider Education Loans (ELs) for eligible courses such as (a) Courses as initiated under various Government Subsidy Schemes; and (b) Approved courses leading to graduate/ post graduate degree and P G diplomas/certificate conducted by recognized colleges/ universities recognized by UGC/ Government/ AICTE/ AIBMS/ ICMR etc.
3. In the above backdrop, we are sanguine that member Banks guided by the extant scheme are considering courses offered by the affiliated Institutes listed in the Annexure to the letter under reference for extending Education Loans. Further, we have also sought feedback from our member banks and based on the response received our submissions are as under:
  - a. Banks have confirmed providing ELs to students pursuing Hotel Management courses in different Institutes. As per feedback the Education Loan portfolio of Banks consists of students where the loan has been disbursed to the IHM approved Institutes for instance institutes like 'Institute of Hotel management, 'State Institute of Hotel Management', 'Kukreja Institute of Hotel Management' etc. which are established under the umbrella of National Council for Hotel Management and Catering Technology (NCHMCT); and
  - b. Many member Banks have also indicated that they have not come across of any major complaints where students of the 'Institute of Hotel Management (IHM)' established under the umbrella of NCHMCT have been denied ELs.
4. Notwithstanding the above, we are arranging to send a suitable advisory to the member Banks highlighting the concern shared in your communication.

Yours faithfully,



**K S Anbalagan**  
Senior Advisor  
Retail & Social Banking