

PM-Vidyalaxmi Scheme for Students

Introduction of the Scheme

Pradhan Mantri Vidyalaxmi (PM-Vidyalaxmi) was approved on **6th November 2024**. PM-Vidyalaxmi is a new **Central Sector Scheme** aimed at providing financial support to meritorious students, ensuring that no youth in India is denied quality higher education due to financial constraints. The scheme operates in a mission mode to facilitate and promote the extension of education loans to deserving students who secure admission in top-tier higher educational institutions across the country—benefiting over **22 lakh students** every year. This initiative follows the **Budget 2024 announcement** regarding education loans.

PM-Vidyalaxmi – Key Features:

- Education loans under PM-Vidyalaxmi are **collateral-free** and **guarantor-free**.
 - Applications are submitted through a new, simple, transparent, student-friendly, and fully **digital portal**: <https://pmvidyalaxmi.co.in>
 - Loans up to **₹7.5 lakhs** come with a **75% credit guarantee** by the Government of India.
 - Students with annual family income up to **₹8 lakhs** are eligible for **3% interest subvention** on loans up to ₹10 lakh.
 - This is in addition to the **full interest subvention** available to students with annual family income up to **₹4.5 lakhs**, under the **PM-USP Central Sector Interest Subsidy (PM-USP CSIS)** scheme.
-

Steps to be Followed by Students:

1. **Visit the Portal**: PM-Vidyalaxmi – A unified education loan application portal.
 2. **Registration**: Students who wish to apply must register on the portal. Provide essential details as mentioned in the registration form.
 3. **Fill the Common Education Loan Application Form**: Enter all required information. After filling the form, you can search for educational loan options and **apply** as per your eligibility and preference.
 4. **Submit Application to Banks**: Applications can be submitted to the bank(s) of your choice.
 5. **Apply to up to Three Banks**: Students can apply to a **maximum of three banks** for an education loan.
-

Documents to be Uploaded on the Portal by Student:

(PDF or JPEG format; maximum file size: 200 KB)

1. Class X Marksheet
2. Class XII / Last Qualifying Examination Marksheet
3. Proof of Admission to the Course
4. Schedule of Expenses provided by the Institution
5. Proof of Income (issued by public or college authority)
6. Applicant's / Parents' Photograph

After completing the form and uploading the necessary documents, the student can **select the preferred bank** based on their needs, eligibility, and convenience.

Tracking the Application Status:

1. The student can check the loan status (approved/rejected/disbursed) by clicking the **"Track Loan Application"** tab on the PM-Vidyalaxmi portal.
 2. In case of rejection, students may contact the respective **member bank** for clarification.
-

Loan Disbursement Process by Banks:

1. Banks will initiate the loan disbursement upon receiving a **request from the student**.
 2. The amount will be **directly remitted** to the educational institution's account.
 3. Disbursement occurs **outside the PM-Vidyalaxmi portal**.
-

Modifying or Reapplying for Education Loan:

1. To modify a submitted application, the student must approach the respective bank to **close** the application in the portal.
 2. Once all applications are **closed or rejected**, the **'Reapply for New Loan Scheme'** option will be enabled in the Loan Application Form tab.
-

The list of **Member Banks** integrated with the PM-Vidyalaxmi portal is available on the **Home Page** of the portal.