Byblos Bank and BAU Student Loan

The right to education is a vital issue for both BAU and Byblos Bank. Thus, Byblos Bank and BAU have joined ventures and created a tailor-made Student Loan in order to cater to the needs and aspirations of Lebanese students while helping them get a brighter future. Outlined hereunder you may find the main characteristics of the loan program:

Loan currency: Lebanese pounds
Borrower/Beneficiary: Student
Guarantor: Student’s parent (father, mother, close relative or guardian)
Disbursement of fund: Directly to the University

Eligibility

An eligible student must be/have:
- Lebanese nationality or permanent resident in Lebanon for a minimum of 10 years.
- Aged between 18 and 35 years old.
- Referred by the University.
- Official transcript for the tuition fees.
- Official Baccalaureate or equivalent min. required grade 12/20 (for students enrolled for the first year at the University).
- For students enrolled in the second year and above, a min. GPA of 2.3 is required.
- The student will submit the following documents at loan subsequent disbursements:
  - Official transcript for the tuition fees.
  - Certificate or notification issued by the University evidencing that the student has passed the academic year/semester (no minimum grade is required at this stage).

Eligible Guarantor:

An Eligible Guarantor must be a:
- Lebanese national.
- Parent, relative or guardian of the borrower.
- Have satisfactory credit history.
- Have satisfactory net worth (income, assets etc…).

If the Guarantor is an employee, he must:
- Be working in a reputable institution.
- Have a regular and permanent job.
- Have a minimum of 2 years of experience.
- Be less than 64 years of age at the end of the loan grace period.
- Have verifiable income of at least USD 800 per month and monthly loan payments that do not exceed 50% of the income.

If the Guarantor is self-employed, he must:
- Be working in an activity sector acceptable by the Bank.
- Have a minimum of 2 years of experience.
- Be less than 64 years of age at the end of the loan grace period.
- Have verifiable income of at least USD 800 per month and monthly loan payments that do not exceed 50% of the income.

If the Guarantor is retired or does not meet above requirements, he must provide:
- Mortgage of acceptable assets (fully owned) to value at least 2 times the global limit amount expected at end of major.
Bank Financing
- Up to 50% of tuition fees for medical school and 75% of tuition fees for other schools.
- The remaining 25% shall be financed either by the student/guarantor or by university grants, scholarship, or combination of both.

Loan Amount
- Maximum LBP 15,000,000 per academic year.

Interest Rate
- Very low interest rate of 4% in Lebanese pounds, paid by the student during all periods (under graduation, grace period and post-graduation/repayment period).

Loan Period
**Loan period is maximum 18 years defined as follows:**
- Under graduation period: maximum 7 years. No payments of the principal amount during this period; however, student will settle accrued interest at the end of each quarter.
- Grace period: student can benefit from a grace period of 1 year before starting principal repayment. No payments (principal) are to be performed during the grace period; only interest due amounts are settled.
- Post graduation period: student will benefit from a monthly repayment schedule up to 10 years; covering both principal and interest starting the 1st month after the grace period.

File Fees
- Free file fees.

Life Insurance
- Required for student only. It must cover natural and accidental death and is payable on an annual basis by the student.

Referral
- The applicant must be referred through the university.

Important Notes
- The Bank will only finance successfully passed courses or years.
- The student shall settle the total loan amount in case he/she drops from the University.

It is important to mention that the Student Loan subject of this flyer will be available for booking during the first quarter of 2019; noting that its related typical APR for a fully withdrawn loan amount of LBP 30,000,000 over 10 years will be 4.285%.