

بِسْمِ اللَّهِ الرَّحْمَنِ الرَّحِيمِ

Agreement For Interest Free Loan

This AGREEMENT

is made at _____ this _____

BETWEEN

_____, having its place of business at /

resident of ___ hereinafter referred to as "the Client" (which shall wherever the context so requires or permits mean and include its successors-in-interest and assigns) of the ONE PART.

AND

_____ having its place of business at /

resident of _____ hereinafter referred as "the Institution" (which expression shall wherever the context so requires or permits mean and include the heirs, legal representatives and successors-in-interest and assigns) of the OTHER PART.

WHEREAS the Institution has agreed to give an Interest Free Loan to the Client on terms and conditions hereinafter appearing.

NOW, THEREFORE, THIS AGREEMENT WINTESSETH AS UNDER:-

1. The Institution hereby agrees to provide to the Client an Interest Free Loan (hereinafter referred to as "the Loan") upto a maximum of US. _____, eligible to be renewed up to a maximum of four years on the terms and conditions hereinafter contained.

2. The parties hereto hereby mutually agree and covenant as under:-

i. The Client undertake to repay the loan without any interest on or before _____ .

ii. In case the Client fails to perform as per provisions of this Agreement or any amount is

required to be paid by the Client on a specified date and is not paid on that date, or any

amount is payable by the Client under this Agreement within a specified period after the

receipt of a demand from the Institution and is not paid by it within the specified period after|

the receipt of the demand and such amounts have to be recovered through litigation, a court

may award solatium to the Institution to cover the expenses incurred in the recovery of its

dues.

3. As security for repayment of the Institution’s loan and/or all other sums payable as aforesaid the Client hereby agrees and undertake to give such security as may be acceptable to the Institution and the terms and conditions of which shall be such as the Institution may determine.

4. As pertaining to the nature of the project being funded, the Client will be eligible to a renewal of an equivalent loan of ____ at the conclusion of each of the first four years of ____ School studies should sufficient academic progress be satisfied. This progress is at the discretion of the Institution and will be determined when said contract is agreed upon.

5. At this time, this loan transaction will take place in an environment where interest and its effects on the value of money need to be considered. The Institution should be aware of certain realities of what happens to a loan after a few years in a Western-based economy. Especially in our current economic climate, money that exists as hard currency depreciates in value due to the effects of inflation, and currently the money supply of the country has increased significantly and continues to do so meaning that a loan of value x that will be paid back will be worth less in real terms if measured by what it can buy today versus what it can buy tomorrow. The execution of this loan agreement signifies that the institution is aware of this reality and is comfortable with the terms of the loan.

IN WITNESS WHEREOF the Client and the Institution have executed this agreement on the

day, month and year hereinabove mentioned.

Witness

CLIENT

1. _____
2. _____

Witness

INSTITUTION

1. _____
2. _____

Appendix A

Description of the Project in which said funds will be used towards

Appendix B

Schedule for Tuition Payment

Appendix A

Description of the Project in which said funds will be used towards

This document hereby states that the funds obtained through this loan will only be used towards the payment of tuition, fees, books, and other ____ School related costs. It will not be used for any other purpose and the use of the funds for any other purpose will signify a breach of the terms of this contract.

Appendix B
Schedule for Tuition Payment

“ ____ to ____” Student Expense Budget and Loan Period/Disbursements

Year I Year II Year III Year IV

Tuition (PA) ^ \$43,654 \$43,654 \$47,146 \$47,146

Tuition (NR) ^ \$54,745 \$54,745 \$57,745 \$57,745

\$714 \$644 \$659 \$816

Books/Supplies \$1,700 \$900 \$1,000 \$700

Room \$8,527 \$7,681 \$10,241 \$10,241

Board \$3,658 \$3,292 \$4,389 \$4,389

\$- \$- \$3,000 \$3,500

Health Insurance \$3,400 \$3,400 \$3,400 \$3,400

\$8,610 \$7,749 \$10,332 \$10,332

\$- \$925 \$1,645 \$-

Total Resident \$73,755 \$71,737 \$81,812 \$80,524

^ estimated tuition for 2012-13. Final tuition will be approved by Board of Trustees in June.