Loan terms – flexible loans

Interest and repayment
The outstanding amount on the loan for the time being carries interest and must be repaid as stipulated in Parts 8 and 10 of the Danish Act on the Educational Grant and Loan Scheme in Denmark and Part 17 of the Executive Order on SU. The repayment will take place in equal-sized instalments every other month to Udbetaling Danmark, Studiegæld. The first repayment is due on 1 January of the calendar year 1 year after the end of the grant year in which the programme was completed. Borrowers who have also obtained a loan for a period prior to 1 January 1991 must make the first repayment on August 1 one year after the end of the grant year in which the programme was completed. Repayment is made to Udbetaling Danmark, Studiegæld.

When you apply for a new SU loan during a new training period after July 1, 2020, the residual debt from your previous SU loan is automatically repaid. At the same time, you take out a loan with an amount corresponding to the outstanding debt including interest and fees in connection with the payment of the first loan rate in your new loan.

The repayment of SU loans and SU completion loans under ordinary charge is suspended during training periods. In case of termination, the expiration is suspended and a new limitation period runs from the time the repayment is resumed.

Voluntary repayments before the individual repayments fall due must also be made to Udbetaling Danmark, Studiegæld.

Repayments are first used to cover fees, then interest and finally to reduce the principal.

Termination
The entire loan is terminated and must be repaid immediately:

1) if repayments due are not paid 8 days after the due date at the latest;
2) if the borrower dies;
3) if the borrower is fully or partially stripped of their legal capacity;
4) if negotiations for an arrangement with creditors are opened, if debt rescheduling proceedings are instituted or if the borrower’s estate is administered in bankruptcy;
5) if the borrower does not have an e-Boks and resides on the Faroe Islands, abroad or moves to the Faroe Islands or moves abroad and does not notify Udbetaling Danmark, Studiegæld of his/her new address within 14 days.

The entire loan will, upon termination, be recovered by the Danish Debt Collection Agency, and the amount will carry interest according to the Danish Interest on Overdue Payments Act.

Disclosure
You are obliged to notify Udbetaling Danmark, Studiegæld, if you later start an education without applying for SU, or you extend or complete an education for which you have not obtained SU.

Choice of forum
The forum is determined according to the rules of the Danish Administration of Justice Act. In principle, the venue is the borrower’s registered address.
**Legal basis**

The loan has been granted according to the Danish Act on the Educational Grant and Loan Scheme in Denmark, see Consolidation Act No. 395 of April 13, 2023 on the Educational Grant and Loan Scheme in Denmark with later changes.