Ohio Private Loan Marketplace

http://ohio.privateloanmarketplace.com/

Once you and your family have considered institutional and federal loan options, you can use the Ohio Private Loan Marketplace to instantly and accurately compare rates and terms from multiple private loan lenders side-by-side. This will help you make an informed decision about the most appropriate loan for you.

The Marketplace displays products from local and national lenders, complete with detailed listings of APRs (annual percentage rates), interest rates, total cost, monthly payments, borrower benefits, fees and repayment options.

Federal Funding First

You may qualify for Federal education loans.

For additional information, contact your financial aid office or the U. S. Department of Education at: www.federalstudentaid.ed.gov

<table>
<thead>
<tr>
<th>Student Aid Program</th>
<th>Type of Aid</th>
<th>Details</th>
<th>Annual Award Limits (2010 – 2011)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Federal Pell Grant</td>
<td>Grant – does not have to be repaid</td>
<td>Need based financial aid that doesn’t have to be repaid. Available almost exclusively to undergraduates with very low expected family contributions (EFC).</td>
<td>$5,500</td>
</tr>
<tr>
<td>Federal Supplemental Education Opportunity Grant (FSEOG)</td>
<td>Grant – does not have to be repaid</td>
<td>Available to undergraduates with exceptional financial need. Priority is given to Pell Grant recipients and depends on availability at the school.</td>
<td>$4,000</td>
</tr>
<tr>
<td>Academic Competitiveness Grant (ACG)</td>
<td>Grant – does not have to be repaid</td>
<td>For undergraduates receiving Pell Grants who are enrolled full time in their first or second academic year of study who met rigorous academic standards while in high school.</td>
<td>First academic year students up to $750; Second academic year students up to $1,300.</td>
</tr>
<tr>
<td>National Science and Mathematics Access to Retain Talent Grant (National SMART)</td>
<td>Grant – does not have to be repaid</td>
<td>For undergraduates receiving Pell Grants, enrolled full time in their third or fourth academic year of an eligible degree program majoring in physical, life or Up to $4,000 for each of the third and fourth academic years.</td>
<td></td>
</tr>
<tr>
<td>Student Aid Program</td>
<td>Type of Aid</td>
<td>Details</td>
<td>Annual Award Limits (2010 – 2011)</td>
</tr>
<tr>
<td>--------------------------</td>
<td>--------------------------</td>
<td>-------------------------------------------------------------------------</td>
<td>-----------------------------------</td>
</tr>
<tr>
<td>Grant)</td>
<td></td>
<td>computer sciences, engineering, technology, math or a critical need foreign language and have at least a 3.0 cumulative GPA.</td>
<td></td>
</tr>
<tr>
<td>Federal Work Study</td>
<td>Money is earned while attending school</td>
<td>For undergraduate and graduate students; jobs can be on campus or off campus; students are paid at least federal minimum wage (and depends on availability at the school).</td>
<td>No annual minimum or maximum awards</td>
</tr>
<tr>
<td>Federal Perkins Loan</td>
<td>Loan – must be repaid</td>
<td>Interest charged on this loan is 5% for both undergraduate and graduate students; payment is owed to the school that made the loan.</td>
<td>$5,500 annual maximum for undergraduate students (lifetime maximum of $27,500); $8,000 maximum for graduate and professional degree students (lifetime maximum of $60,000, which includes Perkins loans taken as an undergrad).</td>
</tr>
<tr>
<td>Federal Direct Loan</td>
<td>Loan – must be repaid</td>
<td>Federal Direct Loans are for undergraduate, graduate, and professional degree students. You must be enrolled at least half-time to be eligible for a Federal Direct Loan. You must have financial need to qualify for Subsidized Direct Loan, which is determined by the information provided on your FASFA. The U. S. Department of Education will pay interest that accrues on a Subsidized Direct Loan while you are enrolled at least half time and during grace and deferment periods. Financial need is not a requirement for an Unsubsidized Direct Loan where a borrower is responsible for the interest during the life of the loan.</td>
<td>For Subsidized Direct Loans, annual award limits range from $3,500 to $8,500, depending on your year in school. Annual award limits range from $5,500 to $20,500 for Unsubsidized Direct Loans, less any subsidized amounts received for the same period, depending on year in school and dependency status. Current Interest Rate by Program Type: 4.5% Fixed - Undergraduate Subsidized \n6.8% Fixed - Undergraduate Unsubsidized and Graduate</td>
</tr>
<tr>
<td>Federal Plus Loan</td>
<td>Loan – must be repaid</td>
<td>Available to parents of dependent undergraduate students (PLUS) and to graduate and professional students (GradPLUS) enrolled at least half-time. Financial need is not a requirement. Borrower is</td>
<td>Maximum amount is the Cost of Attendance minus any other financial aid the student receives. Current Interest Rate by</td>
</tr>
</tbody>
</table>
Student Aid
Program
Type of Aid
Details
Annual Award Limits (2010 – 2011)

<table>
<thead>
<tr>
<th>Program Type:</th>
<th>7.9% Fixed – Federal Plus Loan</th>
</tr>
</thead>
<tbody>
<tr>
<td>Details</td>
<td>responsible for the interest during the life of the loan.</td>
</tr>
</tbody>
</table>

You must complete a Free Application for Federal Student Aid (FAFSA) to be eligible. The FAFSA is a form that is filled out annually by current and prospective undergraduate and graduate students to determine their eligibility for federal student financial aid. Most colleges and universities use information from the FAFSA to award non-federal aid, but be sure to check if an additional form, such as the CSS Profile is also required.

The FAFSA consists of questions regarding your finances, as well as those of your family; these are entered into a formula that determines the Expected Family Contribution (EFC). A number of factors are used in determining the EFC including the family size, income, number in college, and assets (not including retirement and 401K). This information is required because of the expectation that parents will contribute to their child’s education.

Upon completion of the FAFSA, you will be sent a Student Aid Report (SAR). You should review the SAR carefully for any necessary corrections. An electronic version of the SAR is sent to the schools you select on the FAFSA. The information is also sent to state agencies that award state need-based aid. Schools may award aid on a first-come, first-served basis, and it is strongly recommended that you fill out the FAFSA as early as possible after January 1st each year for consideration for maximum financial assistance.

To begin, get a Federal Student Aid PIN to apply, sign and make corrections to your FAFSA. Apply for your PIN at the Department of Education’s website. Remember, the first F in FAFSA stands for FREE, and as such, both the FAFSA site and the FAFSA itself do not cost you anything to complete – don’t let any websites tell you otherwise.

Lender Selection Criteria

Many lenders have elected to provide accurate rates and terms for students to compare in the Ohio Private Loan Marketplace. However, you may apply for a loan from any lender to fund your education, regardless of whether or not they are in the Marketplace. We will not deny or otherwise impede your choice of lender or cause unnecessary delay in loan certification for any borrower. The following lenders participate in the Marketplace. The TILA Application Disclosures for each lender are available in the appendix of this document.

- cuStudentLoans (below)
- Discover Student Loans (below)
- Eli Lilly Federal Credit Union*
- Evansville Federal Credit Union*
Our school has chosen to enter into a preferred lender arrangement with the lenders listed in the Ohio Private Loan Marketplace for private education loans that are made through the Marketplace process for the reasons below. We believe that the Marketplace promotes competition among the participating lenders and such competition may result in borrowers receiving better terms and conditions on private education loans. The range of interest rates and fees and other terms offered by the lenders in the Marketplace are set forth in the TILA Application Disclosures* below.

* Regulation Z, which implements the Truth-in-Lending Act, promotes the informed use of consumer credit by requiring disclosures about its terms and cost. The required Regulation Z disclosures for the Marketplace lenders are attached below. Certain Marketplace lenders structure their loans as open ended credit. In these cases, the required disclosures will be provided by the lender to the borrower later in the application or lending process and are not required to appear below.

Each lender available to you in the Ohio Private Loan Marketplace meets the following criteria:

- ☑ Remains in good regulatory standing.
- ☑ Commits to presenting upfront, accurate pricing information to students.
- ☑ Only offers school-certified loans.
- ☑ Provides an online application process for students seeking a loan.

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**Code of Conduct**

Our School has adopted a Code of Conduct with respect to student loans which applies to all employees in the financial aid office and anyone else at our school who has any responsibilities with respect to student loans or the selection of preferred lenders for student loans. To view our Code of Conduct, visit the financial aid website.
Self Certification Form

Please note that you will be required to complete the Department of Education’s “self-certification form” before you can complete your private loan application. This form, along with the information you need to complete it, will be provided to you by your chosen lender. You may also obtain this form from the financial aid office.
Lenders’ TILA Application Disclosures

Table of Contents

I..........cuStudentLoans

III........Discover Student Loans

VI..........U.S. Bank
SAMPLE H-21 DISCLOSURE

ABC Credit Union
123 ABC Lane
Anytown USA, 00000

Loan Interest Rate & Fees

<table>
<thead>
<tr>
<th>Loan Type</th>
<th>Rate Range</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>Your starting interest rate will be between:</td>
<td>6.0% and 9.17%</td>
<td>After the start date, will vary with the market</td>
</tr>
</tbody>
</table>

Your Starting Interest Rate (upon approval)

The starting interest rate you are determined after you apply. It will be based upon your current credit and other factors. If approved, we will notify you of the rate you qualify within the range.

Your Interest Rate during the life of the loan

Your rate is variable. This means that your rate could move as high as the rate on the loan. The variable rate is based upon the London Interbank Offered Rate (LIBOR) plus 2.50%. For more information about this rate, see the reference note.

Although the rate will vary after you are approved, it will never exceed 9.3% (the maximum allowable for the loan).

Loan Fees

Late Charge: 5.0% of the unpaid installment amount (amount due and finance charge of $35.00).

Loan Cost Examples

The total amount you will pay for this loan will vary depending upon when you want to repay it. This example provides estimates based upon three different payment options available to you while enrolled in school.

<table>
<thead>
<tr>
<th>Payment Option (while enrolled in school)</th>
<th>Amount Provided (money provided directly to you or your school)</th>
<th>Interest Rate (highest possible starting rate)</th>
<th>Loan Terms</th>
<th>Total Paid now 20 years (includes associated fees)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Defer Payments</td>
<td>$10,000</td>
<td>17.375%</td>
<td>20 years</td>
<td>$50,091</td>
</tr>
<tr>
<td>2. Pay Only the Interest</td>
<td>$10,000</td>
<td>17.375%</td>
<td>20 years</td>
<td>&gt;50,797</td>
</tr>
<tr>
<td>3. Make Full Payments</td>
<td>$10,000</td>
<td>17.375%</td>
<td>20 years</td>
<td>&gt;50,190</td>
</tr>
</tbody>
</table>

About this example

This example assumes that you are in school for 6 years and have a 6-month grace period before repayment. It is based on the highest starting rate currently charged and associated fees. For loan amounts up to $50,000, repayment will be 10 years, starting after the enrollment period, for loan amounts over $50,000, repayment will be 20 years, starting after the enrollment period.

Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan program</th>
<th>Current Interest Rate by Program Type</th>
<th>You may qualify for Federal education loans.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Perkins for Students</td>
<td>5% Fixed</td>
<td>For additional information, contact your school's financial aid office or the Department of Education at: <a href="http://www.federalstudentaid.gov">www.federalstudentaid.gov</a></td>
</tr>
<tr>
<td>Stafford for Students</td>
<td>5.6% Fixed</td>
<td></td>
</tr>
<tr>
<td>SLC for Students</td>
<td>9.8% Fixed</td>
<td></td>
</tr>
<tr>
<td>Perkins for Parents &amp; Graduate/Professors</td>
<td>8.5% Fixed</td>
<td></td>
</tr>
<tr>
<td>Students</td>
<td>7.8% Fixed</td>
<td></td>
</tr>
<tr>
<td>Federal Direct Loan</td>
<td>1.5% Fixed</td>
<td></td>
</tr>
<tr>
<td>Federal Family Education Loan</td>
<td>7.9% Fixed</td>
<td></td>
</tr>
</tbody>
</table>

Next Steps

1. Find Out About Other Loan Options.

Some schools have school-specific student loan benefits and terms not detailed on this form. Contact your school's financial aid office or visit the Department of Education’s web site at: www.federalstudentaid.gov for more information about other loans.

2. To Apply for this Loan, Complete the Application and the Self-Certification Form.

You may get the certification form from your school’s financial aid office. If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law and the variable interest rate may change based on the market).

REFERENCE NOTES

Variable Interest Rate:

- This loan has a variable interest rate, that is based on a publicly available index; the London Interbank Offered Rate (LIBOR). Your rate will be re-calculated each month by adding a margin between 3.0% and 3.5% to the LIBOR.
- The rate will not increase more than once a month, but there is no limit on the amount that the rate could increase at any one time.
- Eligibility Criteria:
  - Borrower: Must be at least 16 years old at the time of application.
  - Eligible: Must be a student at an eligible school at least half-time.

For more information about loan eligibility and repayment deferment or forbearance options is available in your loan application and loan agreement.
SAMPLE H-22 DISCLOSURE

ABC Credit Union
123 ABC Lane
Anytown USA, 00000

Loan Rates & Estimated Total Costs

<table>
<thead>
<tr>
<th>Total Loan Amount</th>
<th>Interest Rate</th>
<th>Finance Charge</th>
<th>Total of Payments</th>
</tr>
</thead>
<tbody>
<tr>
<td>$10,416.67</td>
<td>9.17%</td>
<td>$9,310.36</td>
<td>$10,310.36</td>
</tr>
</tbody>
</table>

This total amount is the amount you are borrowing. The estimated dollar amount the credit will cost you.

Itemization of Amount Financed

<table>
<thead>
<tr>
<th>Amount paid to you</th>
<th>Amount due to others</th>
<th>Original balance</th>
</tr>
</thead>
<tbody>
<tr>
<td>$20,000</td>
<td>$20,000</td>
<td>$20,000</td>
</tr>
</tbody>
</table>

Estimated Repayment Schedule & Terms

120 MONTHS LOAN TERM

| MONTHLY PAYMENTS | OF 9.17%  
the current interest rate of your loan | OF 9.17%  
the maximum interest rate possible for your loan |
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Good Faith Payment</td>
<td>$29.00 (Interest, will escalate during this term)</td>
<td>$29.00 (Interest, will escalate during this term)</td>
</tr>
<tr>
<td>Regular Payment</td>
<td>$156.60 45 monthly payments Payments are due monthly beginning 15th of each due date term repayment</td>
<td></td>
</tr>
<tr>
<td>After 1% Reduction</td>
<td>$152.18 75 monthly payments Payments are due monthly Beginning December 2014</td>
<td></td>
</tr>
</tbody>
</table>

Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan Program</th>
<th>Current Interest Rate By Program Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>Perkins</td>
<td>5% fixed</td>
</tr>
<tr>
<td>Stafford</td>
<td>5.6% fixed (undergraduate subsidized)</td>
</tr>
<tr>
<td>Stafford</td>
<td>5.6% fixed (unsubsidized)</td>
</tr>
<tr>
<td>PLUS</td>
<td>6.6% fixed (graduate)</td>
</tr>
<tr>
<td>PLUS</td>
<td>7.5% fixed (Federal educational loan)</td>
</tr>
</tbody>
</table>

You may qualify for Federal education loans. For additional information, contact your school's financial aid office or the Department of Education at www.federalstudentaid.ed.gov.

Next Steps & Terms of Acceptance

This offer is good until March 17, 2010

1. Find Out About Other Loan Options.
   Contact your school’s financial aid office for more information.

2. You Have Until March 17, 2010 to Accept This Offer.
   The terms of this offer will not change except as permitted by law and the variable interest rate may, change based on market conditions.

   To Accept the Terms of this loan, please click this “Agree” button below. If you have any questions, please contact us at...

   PASTURE LIND.
   1240 W 32nd Street
   Suite 990
   New York, NY 10001
   212.581.6010

   Reference Notes

   Variable Interest Rate:
   Your loan has a variable interest rate that is based on a publicly available index, the Wall Street Journal (primarily the One-Year U.S. Treasury Rate), and may vary up to 8.8% or 9.0% of the rate, or 6.6% or 6.8% of the rate, depending on the variable interest rate.

   The interest rate may be higher or lower than your annual percentage rate (APR) because the APR includes certain fees that you pay to receive the loan, such as origination fees, service fees, and other fees.

   If the rate of the loan increases over 8.8% or 9.0% of the rate, you may elect to reduce the rate of the loan by paying the full amount of the loan, including any fees and charges, in a single payment. If you elect not to pay the full amount of the loan, the loan will continue to accrue interest at the rate of 8.8% or 9.0% of the rate, or 6.6% or 6.8% of the rate.

   If the rate of the loan increases over 8.8% or 9.0% of the rate, or 6.6% or 6.8% of the rate, you may still be required to pay the loan.

   Bankruptcy Limitations:
   If you file for bankruptcy, you may still be required to pay the loan.
SAMPLE H-23 DISCLOSURE

BORROWER:
Jon Smith
123 ABC Lane
Anytown USA, 00000

ABC Credit Union
123 ABC Lane
Anytown USA, 00000

RIGHT TO CANCELS
You have the right to cancel this transaction without penalty, by midnight on February 14, 2013. The funds will be disbursed to you or to your school and will enter into effect. You may avoid by calling us at 1-888-567-8900.

Loan Rates & Estimated Total Costs

<table>
<thead>
<tr>
<th>Total Loan Amount</th>
<th>Interest Rate</th>
<th>Finance Charge</th>
<th>Total of Payments</th>
</tr>
</thead>
<tbody>
<tr>
<td>$10,416.67</td>
<td>9.17%</td>
<td>$9,310.36</td>
<td>$19,310.36</td>
</tr>
</tbody>
</table>

The total amount you are borrowing is $10,416.67. Your current interest rate is 9.17%. The estimated dollar amount the credit union will cost you is $9,310.36. The estimated amount you will have paid when you have made all payments is $19,310.36.

ITEMIZATION OF AMOUNT FINANCED

<table>
<thead>
<tr>
<th>Amount paid to you</th>
<th>$0.00</th>
</tr>
</thead>
<tbody>
<tr>
<td>Amount paid to others on your behalf</td>
<td></td>
</tr>
<tr>
<td>- Origination fees</td>
<td></td>
</tr>
<tr>
<td>- Lineup of fees</td>
<td></td>
</tr>
<tr>
<td>Amount financed (total amount)</td>
<td></td>
</tr>
<tr>
<td>$10,416.67</td>
<td></td>
</tr>
</tbody>
</table>

| Initial finance charge (0%) | $0.00 |
| Total Loan Amount | $10,416.67 |

ABOUT YOUR INTEREST RATE

- Your rate is variable. This means that your current rate does not change with the market and could be less or higher than the rate on your loan. The variable rate is based upon the LIBOR rate (publicly published in the Wall Street Journal). For more information on the rate, visit Reference Rates.
- Although your rate will vary, it will never exceed 12% (the maximum allowable for this loan).
- Your Annual Percentage Rate (APR) is 9.20%. The APR is typically different than the interest rate. It reflects the cost of your loan as a yearly rate. For more information about the APR, visit Reference Rates.
- Fees:
  - Origination fee: $0.00
  - Late Charge: 5.00% of the unpaid installment amount.
  - Check processing fee: $10.00

Estimated Repayment Schedule & Terms

<table>
<thead>
<tr>
<th>120 MONTHS LOAN TERM</th>
<th>MONTHLY PAYMENTS</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>at 9.17%</td>
</tr>
<tr>
<td></td>
<td>at 12%</td>
</tr>
<tr>
<td></td>
<td>the current interest rate of your loan</td>
</tr>
<tr>
<td></td>
<td>the maximum interest rate payable for your loan</td>
</tr>
</tbody>
</table>

- Good Faith Payment: $35.00 (Interest will apply during this term)
- Regular Payment: $92.00 (Interest will apply during this term)
- Regular Payment: $268.10 (Interest will apply during this term)
- Regular Payment: $263.44 (Interest will apply during this term)

The estimated total of Payments at the Interest Rate of 9.17% would be $13,000.00.

Through your loan does not have a maximum interest rate, an exorbitate rate of 12% has been used for comparative purposes.

The estimated total of Payments at the Interest Rate of 12% would be $13,000.00.

REFERENCE NOTES

Variable Interest Rate
- Your loan has a variable Interest Rate that is based on a publicly available index, the London Interbank Offered Rate (LIBOR), which is currently 0.50%. Your rate is calculated each month by adding a margin of 9.90% to the current LIBOR.
- The Interest Rate may be higher or lower than your Annual Percentage Rate. As a result, the actual amount that you pay may be more than the amount that you take out. You can close the loan at any time without penalty if the Interest Rate is below 9.90%.
- Your rate will not increase more than once a month, but there is no limit on the amount that the rate could increase at any time. Your rate will never exceed 12%.
- If the interest rate increases your monthly payments will be higher.

Payoff Obligations
- Although you are not required to make payments while you are in school, you can also choose to make your payments. Your deferment status for your interest rate will also vary. You will not be allowed to be added to the account if the amount due.

Prepayment
- If you get the loan early, you will not have a prepayment penalty. Your prepayment will be made in full of the prepayment date, and any additional payment is against the outstanding balance.

Backpacking Cancellation
- If you do not maintain your enrollment, you may be required to pay back the loan.
Certified Private Loan Application & Solicitation Disclosure

Loan Interest Rate & Fees

Your Starting Interest Rate (upon approval)
The starting interest rate you pay will be determined after you apply. It will be equal to the Prime Index plus Margin. The value of the Prime Index varies with the market and is 3.25% for the quarter Apr 1 – June 30, 2010. The Margin is a fixed value between +1.00% and +7.75% that is set based on credit evaluation at the time of your application. If approved, we will notify you of the rate you qualify for within the stated range.

Your Interest Rate during the Life of the Loan
Your rate is variable. This means that your rate could move lower or higher than the rates on this form. The variable rate is based upon the Prime Rate (as published in the Wall Street Journal). For more information on this rate, see the reference notes.

Although the interest rate will vary after you are approved, the interest rate will never exceed 18% (the maximum allowable for this loan).

Loan Fees and Charges
- Application Fee: Zero
- Origination Fee: Zero
- Loan Guarantee Fee: Zero
- Repayment Fee: Zero
- Late Charge: 5% of the amount of the past due payment, or $5, whichever is greater.
- Returned Check Charge: Up to $10.

Loan Cost Examples
The total amount you will pay for this loan will vary depending upon when you start to repay it. This example provides estimates based upon three (3) different repayment options available to you while enrolled in school.

<table>
<thead>
<tr>
<th>Repayment Option</th>
<th>Amount Provided (Directly to your school)</th>
<th>Interest Rate (Highest possible starting rate)</th>
<th>Loan Term (How long you have to pay off the loan)</th>
<th>Total Paid over 15 years (Includes associated fees)</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>1. DEFER PAYMENTS</strong></td>
<td>$10,000</td>
<td>11%</td>
<td>15 years starting after the deferment period</td>
<td>$30,028</td>
</tr>
<tr>
<td><strong>Make no payments while enrolled in school at least half-time (automatic in-school deferment). Interest will be charged and added to your loan.</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>2. PAY ONLY THE INTEREST</strong></td>
<td>$10,000</td>
<td>11%</td>
<td>15 years starting after the deferment period</td>
<td>$25,134</td>
</tr>
<tr>
<td><strong>Make interest payments but defer payments on the principal amount while enrolled in school at least half-time.</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>3. MAKE FULL PAYMENTS</strong></td>
<td>$10,000</td>
<td>11%</td>
<td>15 years starting after your first payment</td>
<td>$20,459</td>
</tr>
<tr>
<td><strong>Pay both the principal and interest amounts (required while enrolled in school less than half-time).</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

About this example
The repayment example assumes that you remain in school for 4 years and have a 6 month grace period before beginning repayment. It is based on the **highest starting rate currently charged** and associated fees. You always have the option to make payments ahead of schedule without penalty. By making payments ahead of schedule you can reduce the total cost of your loan.

V201004
Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan Program</th>
<th>Current Interest Rates by Program Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>PERKINS</td>
<td>5.0% fixed</td>
</tr>
<tr>
<td>for Students</td>
<td></td>
</tr>
<tr>
<td>STAFFORD</td>
<td>5.6% fixed Undergraduate Subsidized</td>
</tr>
<tr>
<td>for Students</td>
<td>6.8% fixed Undergraduate Unsubsidized &amp; Graduate</td>
</tr>
<tr>
<td>PLUS</td>
<td>8.5% fixed Federal Family Education Loan</td>
</tr>
<tr>
<td>for Parents and</td>
<td></td>
</tr>
<tr>
<td>Graduate / Professional</td>
<td>7.9% fixed Federal Direct Loan</td>
</tr>
<tr>
<td>Students</td>
<td></td>
</tr>
</tbody>
</table>

You may qualify for Federal education loans.
For additional information, contact your school's financial aid office or the Department of Education at: www.federalstudentaid.ed.gov

Next Steps

1. **Find Out about Other Loan Options**
   Some schools have school-specific student loan benefits and terms not detailed on this form. Contact your school's financial aid office or visit the Department of Education's web site at: www.federalstudentaid.ed.gov for more information about other loans.

2. **Follow These Steps to Apply for This Loan**
   A) Complete the application and consider adding a cosigner. A cosigner may improve your chances for approval and may lower your interest rate.
   B) Sign your Promissory Note. Log in to your account at DiscoverStudentLoans.com to sign it electronically, or mail your Promissory Note to us with your original signature.
   C) Verify your cosigner (if you have a cosigner) has mailed us the Cosigner Addendum with an original signature.
   D) Complete the Self Certification Form and mail it to us with your original signature. You may get the Self Certification Form from your school's financial aid office.
   E) Obtain school certification. In most cases, we will contact your school and request school certification on your behalf. Your loan amount will be the lesser of: the amount you request, the amount certified by your school, or the amount we approve.

If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law and the variable interest rate may change based on the market).

**Reference Notes**

**Variable Interest Rate**
- This loan has a variable interest rate that is based on a publicly available index. The Prime Index adjusts quarterly on each Jan 1, Apr 1, Jul 1 and Oct 1, and it is the highest “prime rate” listed in the Money Rates section of the Wall Street Journal on the first Friday of the last month of the preceding quarter. Your rate will be calculated each quarter by adding a margin between 1.00% and 7.75% to the Prime Index.
- For more information and the most recent value of the Prime Index, visit: DiscoverStudentLoans.com/prime-interest-rate.aspx
- The rate will not increase more than once a quarter, but there is no limit on the amount that the rate could increase at one time.

**Borrower Eligibility Criteria**
- Must be enrolled at an eligible school.
- Must be a US citizen or permanent resident.
- Must be 16 years or older at the time you apply.
- Must pass a credit check.

**Cosigner Eligibility Criteria**
- Rates are typically higher without a cosigner.
- Must be a US citizen or permanent resident.
- Must be 18 years or older at the time of loan application.
- Must pass a credit check.

**School Disbursement**
- Your school will receive the funds, credit your school account, and forward any remaining amount to you.

**Bankruptcy Limitations**
- If you file for bankruptcy, you may still be required to pay back this loan.

More information about loan eligibility and repayment deferral or forbearance options is available in your Promissory Note, on DiscoverStudentLoans.com, or by calling us at 1-877-728-3030.
### Loan Interest Rate & Fees

Your starting interest rate will be between

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>4.20%</td>
<td>12.20%</td>
</tr>
</tbody>
</table>

After the starting rate is set, your rate will then vary with the market.

Your starting Interest Rate (upon approval)

The starting interest rate you pay will be determined after you apply. It will be based upon your credit history and other factors, such as your cosigner's credit history (if applicable). Rates are typically higher without a cosigner. If approved, we will notify you of the rate you qualify for within the stated range.

Your Interest Rate during the life of the loan

Your rate is variable. This means that your rate could move lower or higher than the rates on this form. The variable rate is based upon the Prime Rate (as published in the *Wall Street Journal*). For more information on this rate, see the reference notes.

The rate will vary after you are approved; there is no maximum interest rate.

### Loan Fees

- Application Fee: $0
- Origination Fee: $0
- Repayment Fee: $0
- Late Charge: $15.00 or 15% of the late payment amount, whichever is less.

### Loan Cost Example

The total amount you will pay for this loan will vary depending upon when you start to repay it. This example provides estimates based upon three different repayment options available to you while enrolled in school.

<table>
<thead>
<tr>
<th>Repayment Option (while enrolled in school)</th>
<th>Amount Provided (amount provided directly to you or your school)</th>
<th>Interest Rate (highest possible starting rate)</th>
<th>Loan Term (how long you have to pay off the loan)</th>
<th>Total Paid over 15 years (includes associated fees)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. DEFER PAYMENTS</td>
<td>$10,000</td>
<td>12.20%</td>
<td>15 years Starting after the Interim Period</td>
<td>$33,134</td>
</tr>
<tr>
<td>Make no payments while enrolled in school. Make interest payments but defer payments on the principal amount while enrolled in school.</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2. PAY ONLY THE INTEREST</td>
<td>$10,000</td>
<td>12.20%</td>
<td>15 years Starting after the Interim Period</td>
<td>$27,021*</td>
</tr>
<tr>
<td>3. MAKE FULL PAYMENTS</td>
<td>$10,000</td>
<td>12.20%</td>
<td>15 years Starting immediately after final disbursement</td>
<td>$21,836</td>
</tr>
<tr>
<td>Pay both the principal and interest amounts while enrolled in school.</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

**About this example**

The repayment example assumes that an Interim Period of 45 months in school and six months in grace period before repayment begins. It is based on the example rate provided above and associated fees. The minimum monthly payment is $50.00. The repayment term is 15 years.
Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan Program</th>
<th>Current Interest Rates by Program Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>PERKINS</td>
<td></td>
</tr>
<tr>
<td>For Students</td>
<td>5.0% fixed</td>
</tr>
<tr>
<td>STAFFORD</td>
<td></td>
</tr>
<tr>
<td>For Students</td>
<td>5.6% fixed Undergraduate subsidized</td>
</tr>
<tr>
<td></td>
<td>6.8% fixed Undergraduate unsubsidized and Graduate</td>
</tr>
<tr>
<td>PLUS</td>
<td></td>
</tr>
<tr>
<td>For Parents and Graduate/Professional Students</td>
<td>8.5% fixed Federal Family Education Loan</td>
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<td>7.9% fixed Federal Direct Loan</td>
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Next Steps

1. Find out About Other Loan Options.
   Some schools have school-specific student loan benefits and terms not detailed on this form. Contact your school’s financial aid office or visit the Department of Education’s website at www.federalstudentaid.ed.gov for more information about other loans.

2. To Apply for the Loan, Complete the Application and the Self-Certification Form.
   You may get the certification form from your school’s financial aid office. If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law and the variable interest rate may change based on the market).

REFERENCE NOTES

Variable Interest Rate
- The Variable Rate shall be equal to the highest Prime Rate as published in The Wall Street Journal in the Money Rates section plus a margin of 0.95% to 8.95%, rounded to the nearest one-tenth of one percent (0.10%).
- The Variable Rate can change, and will be effective for the first day of any calendar month for a change in the Current Index that took place on the 15th day of the previous month.
- A change in the interest rate may cause the amount of the final payment to change, may cause the amount of the monthly payments to increase, and may cause the number of payments to change.
- The rate will not increase more than once a month, but there is no limit on the amount that the rate could increase at one time.

Eligibility Criteria
- Must be enrolled and making satisfactory academic progress in a bachelor’s degree or post-baccalaureate program at an eligible college or university.
- Borrower and cosigner(s) must be at least 18 years of age.
- Borrower or cosigner(s) must be a U.S. Citizen or a Permanent Resident.

Bankruptcy Limitations
- If you file for bankruptcy you may still be required to pay back this loan.

More information about loan eligibility and repayment deferral or forbearance options is available in your loan application and loan agreement.