

Loan Rehabilitation Program Terms

Congratulations! You are eligible to participate in the Loan Rehabilitation Program. You can receive many benefits from this program, which are outlined for you below. This form is the first step to enter into Loan Rehabilitation and confirms our agreement to accept reasonable and affordable monthly payments of \$_____ in conjunction with your request to participate.

We encourage you to participate in the program and take advantage of this opportunity, under the following terms and conditions:

Nine (9) consecutive monthly payments of \$_____, beginning ____/____/____, must be received timely. To be considered timely, each payment must be received no earlier than 20 days before your due date and no later than 20 days after your due date. According to federal law, a loan may be considered for rehabilitation only after you have made voluntary reasonable and affordable full payments for each of the 9 consecutive months. If a payment is received too late, too early, or for less than the agreed amount, this offer becomes null and void and the series of 9 payments must start over again.

After the 9 payments have been applied to your loan(s), the loan(s) may be considered for purchase by an eligible lender to complete the Loan Rehabilitation. You must continue to make your monthly payments, as agreed upon, until you are notified that your loan(s) have been rehabilitated.

Once your loan(s) are rehabilitated and are no longer in default, the national credit bureaus will be notified to delete the derogatory credit rating previously reported by the guarantor in reference to the loan(s).

Once rehabilitation is complete, collection costs that have been added will be reduced to 18.5% of the unpaid principal and accrued interest outstanding at the time of Loan Rehabilitation. Collection costs may be capitalized at the time of the Loan Rehabilitation by your new lender, along with outstanding accrued interest, to form one new principal amount.

Once your loan(s) are rehabilitated, you can apply for additional financial aid if you return to school. You also regain remaining deferment and forbearance eligibility on the rehabilitated loan(s).

You may object to the rehabilitation terms outlined in this form by contacting GRC.

To participate in the Loan Rehabilitation program and take advantage of the benefits above we must receive this acknowledgement form back, with your signed approval. Once we receive the form with your signature, and you have made 9 on-time, consecutive, monthly payments, your loan(s) will be considered for Loan Rehabilitation. If the loan(s) is rehabilitated, we will notify you once the Loan Rehabilitation is complete. The lender will establish a new repayment schedule after rehabilitation and your monthly payments may increase or decrease according to the new schedule.

This is an attempt by a debt collector to collect a debt. Any information obtained will be used for that purpose.

LOAN REHABILITATION ACKNOWLEDGEMENT

You must sign and return this form to the address listed below in order to participate in the loan rehabilitation program. Failure to agree to the capitalization of collection costs renders you ineligible for participation in this program.

By signing below, I understand and agree that the lender may capitalize collection costs of 18.5% of the outstanding principal and accrued interest upon rehabilitation of my loan(s). I also understand and agree that the lender may capitalize any outstanding accrued interest at the time of the rehabilitation.

Signature: _____ Date: _____

Printed Name: _____ Social Security Number: _____

Employer: _____ Phone: _____

First scheduled Repayment Due Date of the Nine (9) Consecutive Payments: ____/____/____