

Private Education Loan Approval Disclosure

Smart Option Student Loan

BORROWER: TIANA A HERNANDEZ

829 E D ST APT 101, APARTMENT 101, YAKIMA, WA 98901-2487

CREDITOR:

Sallie Mae Bank

P.O. Box 3319

Wilmington, DE 19804

Loan Rates & Estimated Total Costs

| Total Loan Amount | Interest Rate | Finance Charge | Total of Payments |
|-------------------------------------|-----------------------------|-------------------------------------------------------|--------------------------------------------------------------------------|
| \$12,995.00 | 10.250% | \$9,086.89 | \$22,081.89 |
| The total amount you are borrowing. | Your current interest rate. | The estimated dollar amount the credit will cost you. | The estimated amount you will have paid when you have made all payments. |

ITEMIZATION OF AMOUNT FINANCED

| | |
|-----------------------------------------------------------------------------------------------------------------|---------------|
| Amount paid to you | \$0.00 |
| Amount paid to others on your Behalf: | + \$12,995.00 |
| <ul style="list-style-type: none"> UNIVERSITY OF WASHINGTON | |
| Amount Financed (total amount provided) | = \$12,995.00 |
| Initial finance charges (total) | + \$0.00 |
| <ul style="list-style-type: none"> Origination Fee (\$0.00) Loan Guarantee Fee (\$0.00) | |
| Total Loan Amount | = \$12,995.00 |

ABOUT YOUR INTEREST RATE

- **Your rate is variable.** This means that your actual rate varies with the market and could be lower or higher than the rate on this form. The variable rate is based upon the 30-day average Secured Overnight Financing Rate (SOFR) (as published by the Federal Reserve Bank of New York). For more information on this rate, see reference notes.
- Although your rate will vary, **it will never exceed 25.000%** (the maximum allowable for this loan).
- Your **Annual Percentage Rate (APR) is 10.239%**. The APR is typically different than the Interest Rate since it considers fees and reflects the cost of your loan as a yearly rate. For more information about the APR, see reference notes.

FEES

- **Late Fee:** 5.000% of the amount of the past due payment, up to a maximum of \$25.
- **Returned Check Fee:** up to \$20.00.
- **Fee when you begin repaying the loan:** 0.000% of loan balance.

Estimated Repayment Schedule & Terms

| 120 MONTH LOAN TERM | MONTHLY PAYMENTS | |
|-------------------------------------------------------------|------------------------------------------------------|----------------------------------------------------------------|
| | at 10.250% the current interest rate of your loan | at 25.000% the maximum interest rate possible for your loan |
| Nov. 3, 2021 - Jan. 3, 2022 3 monthly payments | \$55.50 | \$135.38 |
| Feb. 3, 2022 - Oct. 3, 2022 9 monthly payments | \$111.00 | \$270.73 |
| Nov. 3, 2022 - Sept. 3, 2032 119 monthly payments | \$174.56 | \$299.90 |
| Oct. 3, 2032 - Oct. 3, 2032 1 monthly payment | \$143.75 | \$164.02 |

◀ The estimated **Total of Payments** at the Maximum Rate of Interest would be **\$38,394.93**.

Actual number of monthly payments may vary at maximum rate.

Federal Loan Alternatives

| Loan Program | Current Interest Rates by Program Type* |
|-----------------------------------------------------------------------|----------------------------------------------------|
| STAFFORD for Students | 3.730% fixed Undergraduate subsidized |
| | 5.280% fixed Undergraduate unsubsidized & Graduate |
| PLUS for Parents and Graduate / Professional Students | 6.280% fixed Federal Direct Loan |

You may qualify for Federal education loans.

For additional information, **contact your school's financial aid office or the Department of Education at:**

www.studentaid.gov

*To provide relief to student loan borrowers during the COVID-19 national emergency, interest on federal student loans is being temporarily set at 0%. For more information, including the duration of temporary rates, please see <https://studentaid.gov/understand-aid/types/loans/interest-rates>.

Next Steps & Terms of Acceptance

This offer is good until:

September 15, 2021

1. Find Out About Other Loan Options.

Contact your school's financial aid office for more information.

2. You Have Until September 15, 2021 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 the market.

To Accept the Terms of this loan, contact us at

(855) 284-4880 or <https://www.salliemae.com/ApplicationSummary>

REFERENCE NOTES

Variable Interest Rate

- Your loan has a variable Interest Rate that is based on a publicly available index, the 30-day average Secured Overnight Financing Rate (SOFR) rounded up to the nearest one-eighth of one percent, which is currently 0.125%. Your rate is calculated each month by adding a margin of 10.125% to the SOFR rounded up to the nearest one-eighth of one percent.
- The Interest Rate may be higher or lower than your Annual Percentage Rate (APR) because the APR considers certain fees you pay to obtain this loan, the Interest Rate, and whether you defer (postpone) payments while in school.
- 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. Your rate will never exceed 25.000%.
- If the Interest Rate increases your monthly payments will be higher and, depending on the Total Loan Amount, the number of monthly payments may increase.
- Please see your promissory note for more information about the circumstances in which a replacement or substitute index may be used in place of SOFR.
- You can change your interest rate type (fixed or variable interest rate) by calling (877) 279-7172 no later than two (2) business days before the first loan disbursement.

Bankruptcy Limitations

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

Repayment Options

- You elected the Interest Repayment option, so you must make interest payments while enrolled in school and during a separation period of 6 billing periods thereafter. You can make larger payments during that time.
- You can also change your repayment option choice to Fixed Repayment or Deferred Repayment by calling (877) 279-7172 no later than two (2) business days before the first loan disbursement.
- More information about repayment deferral or forbearance options is available in your promissory note.

Prepayments:

- If you pay the loan off early, you will not have to pay a penalty. You will not be entitled to a refund of part of the finance charge.

See your promissory note for any additional information about nonpayment, default, any required repayment in full before the scheduled date, and prepayment refunds and penalties.

Military Lending Act Disclosure: To receive important disclosures and payment obligation information about this loan verbally, please call 855-455-6972.

Please note, Monthly Payments are referred to as "Current Amount Due" on the Promissory Note and in other correspondence.

