

Loan Interest Rate & Fees

Your fixed interest rate will be

5%

Your Starting Interest Rate

The starting interest rate is 5%.

Your Interest Rate during the life of the loan

Your rate is fixed at 5%.

Your interest rate will **never exceed 5%** (the maximum allowable for this loan).

Loan FEES

Application Fee: \$0.00. **Origination Fee:** The fees that we charge to make this loan range from 0% to 3% of total loan amount. **Loan Guarantee Fee:** 0% to 3% of total loan amount. **Repayment Fee:** The fees we charge when you begin repayment range from 0% to 3.5% of the total loan amount. **Late Charge:** 0% - 5% of the amount of the past due payment. **Returned check charge:** up to \$25.

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.

Repayment Option (while enrolled in school)	Amount Provided (amount provided directly to you or your school)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid over 20 years (includes associated fees)
1. DEFER PAYMENTS Make no payments while enrolled in school.	\$10,000	5%	5 years starting <u>after</u> the deferment period	\$11,312.50
2. PAY ONLY THE INTEREST No interest charged while enrolled in school.	\$10,000	5%	5 years starting <u>after</u> the deferment period	\$11,312.50
3. MAKE FULL PAYMENTS Make principal payments while in school (assume 2 payments prior to end of grace period). No interest charged while enrolled in school.	\$10,000	5%	5 years starting after your first payment	\$10,181.25

About this example

The repayment example assumes that you remain in school for 4 years and have a 9 month grace period before beginning repayment. It is based on the **highest starting rate currently charged** and associated fees. For all loan amounts, repayment will last 5 years, starting once the initial principal payment is made.

Federal Loan Alternatives

Loan program	Current Interest Rates by Program Type	
PERKINS for Students	5% fixed	
DIRECT LOAN for Students	4.5% fixed	Undergraduate subsidized
	6.8% fixed	Undergraduate unsubsidized & Graduate
DIRECT PLUS for Parents and Graduate / Professional Students	7.9% 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.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. To Apply for this Loan, Complete the Application and the Self-Certification Form.

The Wellesley Students' Aid Society Loan is need-based. If you are awarded this loan, the terms will be available for 30 days (terms will not change during this period, except as permitted by law). You must also complete a **Self-Certification Form**, which is available at our office at Green Hall, room 26, at Wellesley College.

REFERENCE NOTES

Variable Interest Rate

- This loan has a fixed Interest Rate of 5% during repayment. The interest rate while the borrower is enrolled at Wellesley College and during a 9-month grace period after graduation or termination of studies is 0%.
- The Interest Rate may be higher or lower than the Annual Percentage Rate (APR) because the APR considers the Interest rate and the deferment of interest while the borrower is in school.
- The rate will not increase; it will never exceed 5%.

Eligibility Criteria

Borrower

- Must be enrolled as a full time student at Wellesley College.

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.