

CEFCU  
 PO Box 1715  
 Peoria, IL 61656  
 (800) 542-3328

## Loan Interest Rate & Fees

Your starting interest rate will be between

**4.75 %** and **12.00 %**

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 (co-signer credit, school type, etc.). 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. Any limitation is determined by applicable law. 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 rate will vary after you are approved, it will **never exceed 29%** (the maximum allowable for this loan).

### Loan Fees

**Application Fee:** None

**Origination Fee:** None

**Late Charge:** If the full monthly payment is ten (10) days or more late you will pay a late charge of \$10 or 5% of the payment amount, whichever is greater.

**Returned Check Charge:** \$30

## 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 on your payments being deferred while you are enrolled in school. The term of the loan, which is the period during which regularly scheduled payments of principal and interest will be due, is 144 months (12 years).

| Repayment Option<br>(while enrolled in school)  | Amount Provided<br>(amount provided directly to you or your school) | Interest Rate<br>(highest possible starting rate) | Loan Term<br>(how long you have to pay off the loan)  | Total Paid over <b>144 months</b><br>(includes associated fees) |
|---|---|---|---|---|
| <b>1. DEFER PAYMENTS</b><br>Make no payments while enrolled in school.<br>Interest will be charged and added to your loan | \$10,000  | 12.000%   | 144 months starting <u>after</u> the deferment period | <b>\$29,126.38</b>  |
|   |   |   |   |   |
|   |   |   |   |   |

### 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. Payments are deferred while the student is enrolled in a covered educational institution, interest will accrue during the deferral period and payment of interest will be deferred and added to the principal balance.

## Federal Loan Alternatives

| Loan Type   | Loans first Disbursed on or after 7/1/20 and before 7/1/21. | Loans first Disbursed on or after 7/1/21 and before 7/1/22. |
|---|---|---|
| Direct Subsidized Loans (Undergraduate Students)                  | Fixed at 2.75%  | Fixed at 3.73%  |
| Direct Unsubsidized Loans (Undergraduate Students)                | Fixed at 2.75%  | Fixed at 3.73%  |
| Direct Unsubsidized Loans (Graduate or Professional Students)     | Fixed at 4.30%  | Fixed at 5.28%  |
| Direct PLUS Loans (Parents and Graduate or Professional Students) | Fixed at 5.30%  | Fixed at 6.28%  |

### You may qualify for Federal education loans.

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

<https://studentaid.gov/>

**Note:** All interest rates shown in the chart are fixed rates for the life of the loan.

The interest rates for federal student loans are determined by federal law. If there are future changes to federal law that affect federal student loan interest rates, changes will be published at:

<https://studentaid.gov/understand-aid/types/loans>

## 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.studentaid.gov](http://www.studentaid.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

Your loan has a variable interest rate that is based on a publicly available index, the Wall Street Journal Prime Rate. Your rate will be calculated each quarter by adding a margin between 0.75% and 8.00% to the Wall Street Journal Prime Rate. The rate will not increase more than once each calendar quarter, but there is no limit on the amount that the rate could increase at one time.

### Eligibility Criteria Borrower

Must be enrolled at an eligible school at least half-time. In order to obtain this loan, you must become a member of CEFCU. Borrower must be age of majority in state of residence at the time you apply.

### Eligibility Criteria Cosigner

Cosigner must be age of majority in state of residence at the time you apply. Rates may be, but are not necessarily, higher without a Cosigner.

### 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.