

Loan Interest Rate & Fees

Academic Year: 2018/19

**RISLA VARIABLE RATE
STUDENT LOAN**

Your **interest rate** will be between

4.59%

and

6.84%

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

Your Interest Rate (upon approval)

The interest rate you pay will be determined after you apply. It will be based on your credit history and other factors. 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 on the 1-month LIBOR rate as published in the Wall Street Journal. **For more information on this rate see reference notes.**

Although the rate will vary after you are approved, it will never exceed 21% (the maximum rate allowable for this loan). The interest rate is determined by your credit history and other factors.

Loan Fees

Late Charge: 6% of the late payment amount. **Returned Check Fee:** \$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 two (1) repayment options available to you while enrolled in school.

| Repayment Option | Amount Provided <small>(amount provided directly to you or your school)</small> | Interest Rate <small>(highest possible starting rate)</small> | Loan Term <small>(how long you have to pay off the loan)</small> | Total Paid over 5 years <small>(includes associated fees)</small> |
|--|--|--|---|--|
| 1. Immediate Repayment Option <small>(0% Origination Fees)</small> | \$10,000 | 6.84% | 5 years, first payment is due 45 days <u>after</u> last disbursement. | \$12,003.87 |

About this example

Assumptions: **ALL EXAMPLES:** Equal disbursements of \$5000 in September and January, a variable interest rate of a 1 Month LIBOR rate plus the highest margin currently offered. Minimum monthly payment is \$50.00. **5 YEAR VARIABLE RATE IMMEDIATE REPAYMENT:** Loan enters repayment 15 days after the final disbursement at which time outstanding interest is capitalized and a 60-month repayment term begins.

Federal Loan Alternatives

| Loan program | Current Interest Rates by Program Type | |
|---|--|---|
| PERKINS for Students | 5.00% fixed | |
| STAFFORD for Students | 5.05% fixed | Undergraduate subsidized |
| | 5.05% fixed 6.60% fixed | Undergraduate unsubsidized Graduate unsubsidized |
| PLUS for Parents and Graduate/ Professional Students | 7.60% 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

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.
- To Apply for this Loan, Complete the Application and the Self-Certification Form.**
You may get the self-certification form from your school's financial aid office or your lender's website. If your loan is approved, the self-certification form will also be sent with your approval disclosure. This form must be signed and returned to your lender before any funds can be disbursed to your school. If you are approved for this loan, the loan terms will be available for 45 days and will not change during this period.

REFERENCE NOTES

Variable Interest Rate

- The interest rate on your loan is variable and is based on a publicly available index, the one-month London Interbank Offered Rate (LIBOR) rounded down to the nearest one-hundredth of one percent. Your rate will be calculated each month by adding a margin between 2.25% and 4.50% to the LIBOR rate.
- 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.
- Rate changes on your loan will result in a monthly payment amount change.
- Interest on this loan accrues during the time the first disbursement is made until the loan is fully disbursed and any unpaid accrued interest is capitalized upon entering repayment. The borrower does have the option to pay the interest on this loan monthly during the deferment period (time between the first disbursement is made until the loan is fully disbursed).

Eligibility Criteria

Borrower

- **Must be a U.S. citizen or permanent resident.**

Co-Signer

- **Must be 18 years or older at the time you apply.**
- **Must be U.S. citizen or permanent resident.**
- **Rates are typically higher without a co-signer.**

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 are available in your loan application and promissory note.