

**Connecticut Higher Education
Supplemental Loan Authority**
PO Box 82522
Lincoln, NE 68501-2522
888.295.0713

Loan Interest Rate & Fees

Your **starting interest rate** will be

4.95%

After the starting rate is set, your rate will remain fixed for the life of the loan.

Your Starting Interest Rate (upon approval)

The starting interest rate you pay is not dependent on your credit score or other factors. All borrowers pay the same interest rate.

Your Interest Rate during the life of the loan

Your rate is fixed. This means that your rate will not change over the life of your loan.

The **maximum interest rate** for this program is 4.95%.

Loan Fees

Loan Origination Fee: Non-refundable reserve fee equal to 3% of requested loan amount. This charge is deducted from the loan proceeds at the time of loan disbursement. **Returned Payment charge:** \$5.00

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 the options available to you while enrolled in school. The option of capitalization of interest is available only to graduate and professional students.

Repayment Option (while enrolled in school)	Amount Provided (amount provided directly to your school)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid over 10 years (includes associated fees)
CAPITALIZE THE INTEREST Make no payments while enrolled in school. Interest will be charged and added to your loan.	\$10,000.00	4.95%	140 months starting <u>after</u> the enrollment period	\$16,401.26
PAY ONLY THE INTEREST Make interest payments but defer payments on the principal amount while enrolled in school.	\$10,000.00	4.95%	140 months starting <u>after</u> the enrollment period	\$15,387.58

About this example

The example assumes that you remain in school for 4 years and have a 6 month grace period before beginning repayment. For all loan amounts, repayment will last 140 months, starting after the enrollment period.

Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type	
PERKINS for Students	5.00%	fixed
Direct STAFFORD for Students	4.66%	fixed Undergraduate Subsidized and Unsubsidized
	6.21%	fixed Graduate and Professional Unsubsidized
Direct PLUS for Parents of undergraduates and Graduate / Professional Students	7.21%	fixed

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 website 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.

You may get the certification form from your school's financial aid office, or complete it online as part of the application process. 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).

REFERENCE NOTES

Fixed Interest Rate

* This loan has a fixed interest rate. It is made payable directly to the institution.

General Program Details

- * No application fee.
- * 3% reserve fee.
- * No application deadline.
- * Loans can be made for \$2,000 up to the total cost of education per academic year (less other financial aid), to a cumulative maximum total of \$125,000.
- * Loans can be made for either current or prior year's educational expenses.
- * 4.95% fixed annual rate (non-tiered, simple interest)
- * **LOW** monthly interest only payments of \$4.13 per \$1,000 borrowed (in school and 6-month grace period)
- * **LOW** monthly principal & interest payments of \$9.42 per \$1,000 borrowed (140-month repayment period)

** **Disclosure:** Annual Percentage Rate (APR), which accounts for a 3% reserve fee, ranges from 5.33% to 5.45% over the life of the loan.

General Program Details

- * Interest only payable while student is in school and for a 6-month grace period after the student leaves school (up to a five-year maximum).
- * Graduate and professional students may defer interest while in school and for a 6-month grace period after the student leaves school (interest is capitalized annually).
- * Principal and interest payable over an extended 140-month repayment term after the grace ends.
- * No prepayment fee.

Bankruptcy Limitations

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

More information about loan eligibility and repayment options is available in your application and loan agreement.