

**FIFTH THIRD BANK**

P.O. Box 9435  
 Wilkes-Barre, PA 18773-9435  
 (877) 279-7172

**Loan Interest Rate & Fees**

Your **starting interest rate** will be between

8.00%

and

12.750%

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, which repayment option you choose, 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 upon the one-month LIBOR Rate (as published by the Reuters on its Reuters Screen LIBOR01). For more information on this rate, see the reference notes.

Although the rate will vary after you are approved, it will never exceed 25% (the maximum allowable for this loan).

**Loan Fees**

**Application fee:** \$0 . **Disbursement fee:** The fees that we charge to make this loan are 0% to 5% of total loan amount. **Late charge:** 5% of the amount of the past due payment, or \$5, whichever is greater. **Returned check charge:** up to \$20. **Fee when you begin repaying the loan:** 0% of loan balance.

**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 (2) different repayment options available to you while enrolled in school.

<b>Repayment Options</b> <small>(while enrolled in school and during the separation period of six (6) billing cycles thereafter)</small>	<b>Amount Provided</b> <small>(amount provided directly to you or your school)</small>	<b>Interest Rate</b> <small>(highest possible starting rate)</small>	<b>Loan Term</b> <small>(how long you have to pay off the loan)</small>	<b>Total Paid over life of loan</b> <small>(includes associated fees)</small>
<b>INTEREST PAYMENT</b> Make interest payments but defer payments on the principal amount while enrolled in school and during separation.	\$10,000	12.750%	10 years starting after the in school period	\$20,421.75
<b>FIXED PAYMENT</b> Make fixed payments of \$25 each month while enrolled in school and during separation. Interest will be charged and unpaid interest will be added to your loan.	\$10,000	12.750%	10 years starting after the in school period	\$21844.35

**About this example**

The repayment example assumes that you remain in school for 2 years and have a 6-month separation period before beginning repayment. It is based on the **highest starting rate currently charged** and associated fees. Please note that monthly principal and interest payments after the separation period ends and the interest rate on your loan is higher for the "Fixed Payment" Repayment Option. So long as you do so prior to finalizing this loan, you can change your repayment option election by calling 877-279-7172. Principal and interest repayment terms vary from 5 to 15 years and are based upon the borrower's cumulative outstanding Sallie Mae-serviced private student loan balance and the student's school-certified academic grade level.

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## Federal Loan Alternatives

Loan program	Current Interest Rates by Program Type
<b>PERKINS</b> for Students	5% fixed
<b>STAFFORD</b> for Students	3.4% fixed Undergraduate subsidized
	6.8% fixed Undergraduate unsubsidized and Graduate
<b>PLUS</b> 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](http://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](http://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. 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

- This loan has a variable interest rate that is based on a publicly available index, the one-month London Interbank Offered Rate (LIBOR). Your rate will be calculated each month by adding a margin between +7.75% and +12.50% to the LIBOR.
- 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.

### Eligibility Criteria

#### Borrower

- You must attend an eligible school, be an undergraduate student, or attending an eligible associate, graduate or technical/trade program at least half-time. In some circumstances, the Smart Option Student Loan is available to less-than-half-time students and students enrolled in a continuing education program.
- Must have attained the age of majority in your state of residence at the time of loan application. Otherwise, a cosigner is required.

### Cosigners

- A cosigner is not required, but may help you qualify and/or receive a lower interest rate.
- Must have attained the age of majority in their state of residence at the time of loan application.

### 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 Promissory Note.**