

Biola Institutional Loan Application and Solicitation Disclosure



13800 Biola Avenue
La Mirada CA 90639
(562) 903-6000

Loan Interest Rate

Your Interest Rate upon approval for this loan will be:

5.0% Fixed

Your Starting Interest Rate (upon approval) is 5%.

Your Interest Rate during the life of the loan is a fixed rate.

This means that your rate will not fluctuate with market conditions.

Your maximum interest rate is 5%.

Loan Fees

Origination Fees: there are no origination fees for this loan.

Late Charges: a late charge of \$10.00 per month will be imposed if you do not make a scheduled payment when it is due. Late charges are due with the next scheduled payment and any unpaid late charges will be added to the principal due on the loan.

Loan Cost Examples

<u>Loan Amount</u>	<u>Interest Rate</u>	<u>Monthly Payment</u>	<u>Repayment Period</u>	<u>Total Paid</u>
\$2,000.00	5.0%	\$40.00	57 Months	\$2,247.40
\$5,000.00	5.0%	\$53.03	120 Months	\$6,364.06

About this example:

The amounts shown above are for illustrative purposes only. Federal regulations require disclosing the cost of this loan on a \$5,000 award amount. This loan is normally awarded for a maximum amount of \$2,000 per year. The example above illustrates the repayment period and monthly payment if the total amount borrowed is \$2,000.00 and \$5,000.00 respectively when the loan enters repayment (multiple advances may be given during your education under one Master Promissory Note; these advances may be grouped for repayment purposes).

The monthly payment amount will vary depending upon the total principal amount that is due when the loan enters repayment (the total of all advances given under one Master Promissory Note). The minimum monthly payment will be at least \$40.00 per month. The repayment period and total interest paid over the life of the loan may vary from the above illustration if higher than the minimum monthly payment is made during repayment.

Interest on this loan is deferred until the loan enters repayment and during subsequent periods of deferment. Repayment begins after the nine month GRACE PERIOD. The grace period begins on the first day of the month after the day you cease to be at least a half-time student at Biola University (as determined by the Registrar's Office).

The loan must be repaid in ten years (does not include grace period or qualifying Biola-student deferment). There is no prepayment penalty.

Federal Loan Alternatives

Loan Program	Current Interest Rates by Program Type	
Perkins For Students	5% fixed	
Stafford For Students	3.4% fixed * 6.8% fixed	Undergraduate subsidized Undergraduate Unsubsidized & Graduate
Plus For Parents and Graduate/Professional Students	7.9% fixed	Federal Direct Loan

You may qualify for Federal education loans.

For additional information, contact the financial aid office or the Department of Education at:

www.federalstudentaid.ed.gov.

*Interest rate not finalized at time of printing.

Next Steps

1. Find Out About Other Loan Options.

There may be other loan options not detailed on this form. Contact the Financial Aid office or visit the Department of Education's web site at: www.federalstudentaid.ed.gov for more information about other loan options.

2. To apply for this loan, complete and return the Promissory Note and Self-Certification Form. You must also complete the online entrance interview.

To apply for this loan, please complete the Promissory Note and Self-Certification Form in blue or black ink. Return the originals to the Biola University Financial Aid office. You must also complete the online entrance interview. If you are approved for this loan, the loan terms described in this disclosure will be available for 30 days from the time you are notified that your loan has been approved (the loan terms will not change during this period, except as permitted by law).

Reference Notes

Fixed Interest Rate

- This loan has a fixed interest rate of 5%.

Eligibility Criteria

- Borrower must be enrolled at Biola University at least half-time.
- A co-signer must be obtained if borrower is under 18 years of age as of the date the promissory note is signed.

Deferment Criteria

- Once the loan has entered repayment, deferment of interest and principal is only available if the borrower returns to Biola University at least half-time.

Bankruptcy Limitations

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

Your promissory note contains provisions for credit bureau reporting, collection and or litigation costs. Please refer to your promissory note for the terms and conditions of your loan.