ENTRANCE INTERVIEW FORM

NAME: _____ PHONE: _____

ADDRESS: _____

EXAMPLE STUDENT LOAN SUMMARY

TOTAL LOAN AMOUNT	INTEREST RATE	ESTIMATED MONTHLY PAYMENTS	REPAYMENT BEGINS
10,500	Variable Caps at 8.25%	130.00	6 months after separation from school
18,500	Variable Caps at 8.25%	230.00	6 months after separation from school

Initial **I understand that:**

_____ 1. The Lender I have chosen is _____. This is a loan I must repay with all accrued interest and deducted fees. (Guarantee and Origination Fees)

_____ 2. I must repay this loan within 10 years unless my loans are consolidated.

_____ 3. I may prepay all or part of this loan without penalty.

_____ 4. The minimum annual repayment amount is $600.00. The minimum monthly repayment is $50.00 and can be as much as $1,000.00, depending upon the amount borrowed.
Repayment will begin as follows:
a) Stafford and Unsubsidized Stafford Loan Borrowers - following your 6 month grace period.
b) Perkins Loan Borrowers - following your 9 month grace period.

_____5. I must inform my lender or the current holder of my loan in writing within 10 days if I:
- change my name, address or phone number
- transfer to another school
- drop below half-time or withdraw from school
- change my graduation date

_____6. The current holder of my loan will be notified in writing if my loan is transferred to a new holder. I must direct all future correspondence to the new holder.

_____7. There are conditions under which I may apply for postponement of my loan payments. These postponements are known as deferments.

_____8. If I do not qualify for a deferment and am unable to make payments on my loan, I may request a forbearance in writing from my lender. If lender and borrower agree to terms, lender may verbally grant administrative forbearance for up to one year. The lender will send notice within 30 days confirming terms.

_____9. If I fail to pay my student loan I will be considered in default and the following could result:
- The default will be reported to a National Credit Bureau and will negatively affect my credit rating for years.
- The entire unpaid amount of my loan, including interest, may become immediately due and payable.
- My Federal and State income tax refunds will be withheld.
- My wages will be garnished.
- I will be ineligible to receive any additional Federal or State financial aid funds at <u>any</u> institution.
- My default will have an effect on the future of this loan program and could jeopardize the educational opportunities of future students.
- I will get calls from bill collectors, and will still have to pay back my loan. **It is not worth it!**

I understand that I must repay my loan even if I do not complete my education, if I am not satisfied with my education, cannot find employment. I have read this form and understand the meaning and intent of the information.

SIGNATURE_____ **DATE**_____