

Loan Interest Rate & Fees

Your interest rate will be

6.25%

After the starting rate is set, your rate will remain the same over the life of the loan

Your Starting Interest Rate (upon approval)

The interest rate is set based on a rate floor of not less than the weighted average true interest cost of the Alaska Student Loan Corporation's (ASLC) outstanding fixed-rate debt obligation plus the Alaska Commission on Postsecondary Education's (ACPE) and ASLC's most recent five-year average cost of administering the state education loan program.

Your Interest Rate during the life of the loan

Your rate is fixed. This means that your rate remains the same over the life of the loan. For more information on this rate, see the reference notes.

Loan Fees

Origination Fee: No origination fee is charged.

Late Fees: A late fee of up to \$15 may be charged for loan payments 30 days or more past due.

Collection Costs: In the case of default, reasonable collection agency fees and/or collection and legal costs will be charged up to the total cost of debt collection.

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 repayment options available to you while the student is enrolled in school.

| Repayment Option (while enrolled in school) | Amount Provided (amount provided directly to you or 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) |
|--|---|---|--|--|
| 1. PAY ONLY THE INTEREST Interest accrues during the in-school period. Assumes two disbursements. | \$10,000 | 6.25% | 10 years Repayment starts after your second disbursement | \$13,592.59 |
| 2. MAKE FULL PAYMENTS Pay principal and interest from first disbursement. Assumes two disbursements. | \$10,000 | 6.25% | 10 years, Repayment starts after your second disbursement | \$13,533.50 |

About this example

The repayment examples assume the borrower enters repayment after the final disbursement to the school. The repayment periods are 10 years and are based on the current rate for this program year.

Federal Loan Alternatives

| Loan Program | Current Interest Rates by Program Type |
|--|---|
| PERKINS for Students | 5.00% fixed |
| STAFFORD for Students | 3.76% fixed Undergraduate subsidized & unsubsidized |
| | 5.31% fixed Graduate unsubsidized |
| PLUS for Parents and Graduate Professional Students | 6.31% fixed |

You may qualify for a Federal education loan.

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 web site 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. 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 | |
|--|--|
| <p>Fixed Interest Rate The interest rate is set based on a rate floor of not less than the weighted average true interest cost of the Alaska Student Loan Corporation’s (ASLC) outstanding fixed-rate debt obligation plus the Alaska Commission on Postsecondary Education’s (ACPE) and ASLC’s most recent five-year average cost of administering the state education loan program.</p> <p>Bankruptcy Limitations If you file for bankruptcy, you may still be required to pay back this loan.</p> <p>More information about loan eligibility and repayment deferral or forbearance options is available in your loan application and loan agreement.</p> | <p>Borrower Eligibility Criteria The borrower must:</p> <ol style="list-style-type: none"> 1. be a U.S. citizen or an eligible non-citizen and an Alaska resident; 2. not be delinquent or have ever defaulted on a prior student loan, and within the preceding five years not have had an education loan written off for any reason except for discharge in bankruptcy; 3. not be past due in an Alaska child support obligation; 4. not have a status at the time of application for a loan, or disbursement of the funds, that would prevent you from repaying the loan as it becomes due; 5. have complied with any applicable military selective service registration requirements under the Military Selective Service Act; and 6. not have a credit history that demonstrates chronic inability or unwillingness to pay an extension of credit, or have a credit-worthy cosigner. <p>Student Eligibility Criteria The student must:</p> <ol style="list-style-type: none"> 1. be a U.S. citizen or eligible non-citizen, and an Alaska resident; 2. attend an eligible postsecondary institution; 3. be enrolled full-time in a career vocational-technical program or an associate, baccalaureate, or graduate degree program; 4. be a student in academic good standing, as defined by the institution you attend, during the loan period; 5. not be delinquent or have ever defaulted on a prior student loan, and within the preceding five years not have had an education loan written off for any reason except for discharge in bankruptcy; 6. not be past due in an Alaska child support obligation; 7. have complied with an applicable military selective service registration requirements under the Military Selective Service Act; 8. be a spouse, child, step child, foster child, or grandchild of the borrower; and 9. meet all other requirements under AS 14.43.710. |