

Private Education Loan Application Disclosure Form

Ascentra Private Student Loan Variable Rate Loan

Ascentra Credit Union
c/o Aspire Servicing Center
6775 Vista Drive
West Des Moines, IA 50266-9305
Phone: (800) 542-6005
Fax: (515) 471-3996

Loan Interest Rates & Fees

The interest rate will be between:

6.790% and **8.040%**

After the starting rate is set, your rate will then vary with the market.

Your Interest Rate (upon approval) The starting interest rate you pay will be determined after you apply. It will be based upon your or your cosigner's, if applicable, credit history, the 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 on the LIBOR (as published in the Wall Street Journal). For more information on this rate, see the Reference Notes.

Although the rate will vary after you are approved, it will **never exceed 21.000%** (the maximum allowable for this loan).

Loan Fees

Late Charges: 5.000% of the amount of past due payment up to a maximum of \$15.00

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 on two repayment option(s) available to you while enrolled in school. Immediate payments of principal and interest are due following the disbursement of loan proceeds if you select to make full payments.

Repayment Option (while enrolled in school)	Amount Provided (amount provided directly to the school)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid over the life of the loan (includes associated fees)
1. DEFER PAYMENTS Make no payments while enrolled in school. Interest will be added to your loan.	\$10,000	8.040%	20 years starting <u>after</u> the deferment period	\$27,019
2. PAY ONLY THE INTEREST Make interest only payments but defer payments on the principal amount while in school.	\$10,000	7.790%	20 years starting <u>after</u> the deferment period	\$23,069
3. MAKE FULL PAYMENTS Pay both the principal and interest amounts while enrolled in school.	NOT AVAILABLE	NOT AVAILABLE	NOT AVAILABLE	NOT AVAILABLE

About this example

All examples assume that the student is enrolled in school for 45 months and has 6 months after graduation before beginning repayment depending on the repayment option selected. It is based on the **highest starting interest rate** for the repayment option selected for this loan and associated fees. This cost example also shows the total paid for all repayment options that are available. These examples are based on the **highest starting interest rate** for the option selected and associated fees. Principal and interest repayment term will last 20 years for the selected repayment option. All examples assume one disbursement of loan proceeds. For loan amounts of \$1,000 or less, repayment will last 37 months, starting once the initial principal payment is made.

Federal Loan Alternatives

Loan Program	Current Interest Rates By Program Type
PERKINS -- For Students	Program not available
Direct Subsidized -- For Undergraduate Students	4.530% fixed
Direct Unsubsidized -- For Undergraduate Students	4.530% fixed
Direct PLUS -- For Parents of Dependent Undergraduate Students and Graduate/Professional Students	7.080% fixed
Direct Unsubsidized -- For Graduate/Professional Students	6.080% fixed

You may qualify for federal education loans.

For additional information, contact the school's financial aid office or the Department of Education at:
<https://studentaid.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 the school's financial aid office or visit the Department of Education's web site at: <https://studentaid.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 the 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

Eligibility Criteria

Borrower

- Must be the age of majority in your state of residence.
- Must be a citizen or permanent resident of the United States.
- Must be enrolled at an eligible school at least half-time.

Cosigners

- Must be the age of majority in your state of residence.
- Must be a citizen or permanent resident of the United States.

Variable Interest Rate

- This loan has a variable interest rate that is based on a publicly available index, the London Interbank Offered Rate (LIBOR) as published in The Wall Street Journal, which is currently 2.540%. Your rate will be calculated each quarter by adding a margin of 4.250% to 5.500% to the LIBOR. Your interest rate will never be less than 5.250% to 6.500%.
- The Interest Rate may be higher or lower than your Annual Percentage Rate (APR) because the APR considers certain fees you pay to obtain this loan, whether you defer (postpone) payments while in school, and the Interest Rate.
- The rate will not increase more than once a quarter, but there is no limit on the amount that the rate could increase at one time. Your rate will never exceed 21.000%.
- If the Interest Rate increases beyond the interest rate in effect, your monthly payments will be higher.
- Applying with a cosigner typically results in a lower rate.

Bankruptcy Limitations

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

Cosigner Requirement

- A cosigner is required for this student loan if you are not able to meet our underwriting criteria on your own. If you meet our underwriting criteria, you will not need to have a cosigner for your loan. If you apply with a cosigner your loan may be less expensive.

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

ADDITIONAL STUDENT LOAN DISCLOSURES FOR IOWA

A. Cosigner Requirements

A cosigner is required for this student loan if you are not able to meet our underwriting criteria on your own. If you meet our underwriting criteria, you will not need to have a cosigner for your loan. If you apply with a cosigner your loan may be less expensive.

B. Repayment of Loan Information

Repayment of your loan begins approximately thirty days after the day on which we lend money to you. During and for up to 6 months after your initial period of enrollment at a qualified educational institution on at least a half time basis you will be obligated to make payments of interest only on your loan. This interest-only repayment period may not exceed 60 months. Following this period of interest-only payments you must make payments consisting of both principal and interest. You can prepay the loan in whole or part at any time without penalty.

C. Additional Terms and Conditions

Your loan is subject to all of the terms and conditions of your credit agreement/promissory note. Please read your credit agreement/promissory note carefully, it may include terms under which the interest rate on the loan may change. To obtain a copy of your credit agreement/promissory note, please continue with this application or contact Aspire Servicing Center at (888) 584-0016.

D. Consequences of Loan Default

There are serious consequences if you default on this loan. For example, under normal circumstances, student loans are not dischargeable in bankruptcy. In order to discharge a loan in bankruptcy, the borrower must prove undue hardship in an adversary proceeding before the bankruptcy court.

Additional consequences of default on this loan include:

- Lender may report the late payment history to credit reporting agencies, which will adversely affect your credit rating and ability to get more credit
- Interest will continue to accrue on the outstanding principal balance
- Lender may take legal action
- Borrower may become ineligible for further loans from the lender