



York Educational Federal Credit Union

## CREDIT UNION STUDENT CHOICE PRIVATE LOAN SOLUTION

FEATURE	DESCRIPTION												
<b>Recommendations before applying for Credit Union Student Choice Private Education Line of Credit</b>	<ul style="list-style-type: none"> <li>• Fill out a FAFSA (Free Application for Federal Student Aid) found at <a href="http://www.fafsa.ed.gov">www.fafsa.ed.gov</a></li> <li>• Apply for scholarships - student may be eligible for many of them.               <ul style="list-style-type: none"> <li>- Check with college financial aid office for listings.</li> <li>- Check the U.S. Department of Education's website at <a href="http://studentaid.ed.gov">http://studentaid.ed.gov</a> for free information on preparing for and funding education beyond high school. Site also includes a scholarship search wizard.</li> </ul> </li> <li>• Plan to take the maximum amount of Federal Stafford Loans awarded. While the student is in school.               <ul style="list-style-type: none"> <li>- Government may pay the interest (on "subsidized" loans)</li> <li>- Capped low interest rate set by Government</li> <li>- Deferred payment option until after leaving the school</li> </ul> </li> </ul>												
<b>Type of Loan</b>	<ul style="list-style-type: none"> <li>• Line of Credit               <ul style="list-style-type: none"> <li>- Apply just once – enjoy multiple draw benefit over entire undergraduate career*</li> <li>- Student underwritten for the cost of their education (less other aid received) as certified by their school</li> <li>- Annual draw requested by member with multiple disbursements up to the school certified amount</li> </ul> </li> <li>• School Certified               <ul style="list-style-type: none"> <li>- School validates the student's enrollment and financial need based on their calculated Cost of Attendance estimate</li> <li>- Funds disbursed directly to school when school specifies</li> <li>- School disburses any excess to the student beyond what is needed by the school</li> </ul> </li> </ul>												
<b>Co-Borrower</b>	<ul style="list-style-type: none"> <li>• Not required, but may help you meet approval criteria and qualify for a lower rate</li> <li>• Co-borrower release option is available - see details on back</li> </ul>												
<b>Loan Limit Amounts</b>	<ul style="list-style-type: none"> <li>• Annual: Cost of Attendance (COA) less other financial aid received - as certified by the school (minimum of \$1000)</li> <li>• Maximum Total (throughout college career): \$75,000</li> </ul>												
<b>Rates</b>	<table border="0"> <thead> <tr> <th><u>FICO Score</u></th> <th><u>Interest Rate**</u></th> <th><u>Floor Rate</u></th> </tr> </thead> <tbody> <tr> <td>720+</td> <td>Prime + 3.00%</td> <td>6.00%</td> </tr> <tr> <td>719 - 680</td> <td>Prime + 3.25%</td> <td></td> </tr> <tr> <td>679 - 660</td> <td>Prime + 3.50%</td> <td></td> </tr> </tbody> </table> <p>**Variable rate based on Prime Interest Rate index. Index may adjust quarterly based on the Prime Interest Rate (Jan, Apr, Jul, Oct). Maximum rate of 18.00%.</p>	<u>FICO Score</u>	<u>Interest Rate**</u>	<u>Floor Rate</u>	720+	Prime + 3.00%	6.00%	719 - 680	Prime + 3.25%		679 - 660	Prime + 3.50%	
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720+	Prime + 3.00%	6.00%											
719 - 680	Prime + 3.25%												
679 - 660	Prime + 3.50%												
<b>Interest</b>	<ul style="list-style-type: none"> <li>• May be deferred (see below)</li> <li>• Interest paid is usually tax deductible (consult tax advisor)</li> </ul>												
<b>Repayment Terms</b>	<ul style="list-style-type: none"> <li>• 20 years if balance is less than or equal to \$75,000</li> <li>• 25 years if balance is greater than \$75,000</li> </ul>												
<b>Disbursement</b>	Funds disbursed directly to school at the time(s) the school specifies												
<b>Origination Fee</b>	None												

\* Subject to credit approval and annual credit review.



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<b>Miscellaneous Fees</b>	<ul style="list-style-type: none"> <li>• Insufficient Funds Charge - \$25</li> <li>• Late - 5% of payment amount</li> </ul>
<b>Deferment</b>	<ul style="list-style-type: none"> <li>• 60 months plus six months OR date of school separation/graduation plus six months (whichever comes first).</li> </ul>
<b>Repayment Options</b> <i>Note: Mandatory repayment begins six months after the student graduates or separates the school. Monthly payment based on final loan balance and repayment choices.</i>	<ul style="list-style-type: none"> <li>• While in school (member's choice):               <ul style="list-style-type: none"> <li>- Full deferment of principal and interest</li> <li>- Interest only</li> <li>- Principal and interest</li> </ul> </li> <li>• After repayment begins (member's choice before entering repayment):               <ul style="list-style-type: none"> <li>- Straight repayment over 20 or 25 years (depending on loan balance) OR</li> <li>- Graduated repayment for two years. The graduated repayment option temporarily lowers monthly payments by amortizing the first two repayment years over a 40 year period and then over either 18 or 23 years for the remainder of the loan depending on the balance.</li> </ul> </li> </ul>
<b>Pre-Payment Penalty</b>	None
<b>Apply (24/7)</b>	<ul style="list-style-type: none"> <li>• Online at <a href="http://www.yefcu.studentchoice.org">www.yefcu.studentchoice.org</a>. Instant approval possible.</li> <li>• By 24/7 call center phone at <b>866-686-6856</b></li> </ul>
<b>Eligible Schools</b> <i>Note: Community Colleges and For-Profit schools are not eligible for this loan.</i>	<ul style="list-style-type: none"> <li>• Most Four-Year Public and Private Non-Profit Schools</li> <li>• Degree-Granting Program (Title IV)</li> <li>• For a complete list of participating schools, visit <a href="http://www.yefcu.studentchoice.org">www.yefcu.studentchoice.org</a></li> </ul> <p style="text-align: right;">* Trade schools and online universities are not eligible</p>
<b>Who Can Apply</b>	<ul style="list-style-type: none"> <li>• Students enrolled at least half-time in an undergraduate degree program (certificate programs are not eligible)</li> <li>• Must be a U.S. citizen or permanent resident alien</li> <li>• NOTE: Must be a credit union member to receive funded loan</li> </ul>
<b>Covers</b>	Costs included in the school's Cost of Attendance estimates. Typically these may include: <ul style="list-style-type: none"> <li>• Tuition</li> <li>• Fees</li> <li>• Books</li> <li>• Room and Board</li> <li>• Other Related Expenses</li> </ul>
<b>Borrower Benefit</b>	<ul style="list-style-type: none"> <li>• 0.25% rate discount during repayment for automated electronic payment</li> </ul>
<b>Release of Co-Borrower</b>	<ul style="list-style-type: none"> <li>• With automated payment and after 48 consecutive monthly on-time payments, co-borrower may request to be released. However, the primary borrower must be credit-worthy with the following criteria:               <ul style="list-style-type: none"> <li>- 680 minimum FICO</li> <li>- \$18,000 minimum annual salary</li> <li>- 45% debt-to-income ratio maximum</li> <li>- No bankruptcies, judgments, or student loan defaults</li> </ul> </li> </ul>