

FEATURE	DESCRIPTION																
Recommendations before applying for Workers' Credit Union's Student Choice Private Loan	<ul style="list-style-type: none"> • Fill out a FAFSA (Free Application for Federal Student Aid) found at www.fafsa.ed.gov • Apply for scholarships - student may be eligible for many of them. <ul style="list-style-type: none"> - Check with college financial aid office for listings. - Check the U.S. Department of Education's website at http://studentaid.ed.gov for free information on preparing for and funding education beyond high school. Site also includes a scholarship search wizard. • Plan to take the maximum amount of Federal <u>Stafford</u> Loans awarded. While student is in school: <ul style="list-style-type: none"> - Government may pay the interest (on "subsidized" loans) - Capped low interest rate set by Government - Deferred payment option until after leaving the school 																
Type of Loan	<ul style="list-style-type: none"> • Line of Credit <ul style="list-style-type: none"> - Apply just once – multiple draw benefit - Student underwritten for the cost of their education (less other aid received) as certified by their school - Annual draw requested by member with multiple disbursements up school certified amount • School Certified <ul style="list-style-type: none"> - School validates enrollment and the student's financial need based on their calculated Cost of Attendance estimate - Funds disbursed directly to school when school specifies - School disburses any excess to the student beyond what is needed by the school 																
Co-Borrower	<ul style="list-style-type: none"> • Not required but may be necessary to meet approval criteria and qualify for a lower rate 																
Loan Limit Amounts	<ul style="list-style-type: none"> • Annual (minimum of \$1,000): Cost of Attendance (COA) less other financial aid received - as certified by the school • Maximum Total (throughout college career): \$75,000 																
Rates	<ul style="list-style-type: none"> • Competitive, set by the credit union. • Variable • Rates based on LIBOR • Rates adjust quarterly <table border="1" style="margin-left: auto; margin-right: auto; border-collapse: collapse; text-align: center;"> <thead> <tr style="background-color: #006633; color: white;"> <th>FICO Tier</th> <th>Index</th> <th>Margin</th> <th>Floor</th> <th>Ceiling</th> </tr> </thead> <tbody> <tr> <td style="background-color: #006633; color: white;">790 & Above</td> <td rowspan="4" style="background-color: #e6f2ff;">LIBOR</td> <td style="background-color: #e6f2ff;">2.75%</td> <td rowspan="4" style="background-color: #e6f2ff;">6.25%</td> <td rowspan="4" style="background-color: #e6f2ff;">15.00%</td> </tr> <tr> <td style="background-color: #006633; color: white;">720-789</td> <td style="background-color: #e6f2ff;">3.50%</td> </tr> <tr> <td style="background-color: #006633; color: white;">680-719</td> <td style="background-color: #e6f2ff;">4.00%</td> </tr> <tr> <td style="background-color: #006633; color: white;">660-679</td> <td style="background-color: #e6f2ff;">5.00%</td> </tr> </tbody> </table> <p style="font-size: small; margin-top: 5px;">*All rates listed above are as of April 1, 2011. Workers Credit Union reserves the right to change rates for new applications at any time and without notice.</p>	FICO Tier	Index	Margin	Floor	Ceiling	790 & Above	LIBOR	2.75%	6.25%	15.00%	720-789	3.50%	680-719	4.00%	660-679	5.00%
FICO Tier	Index	Margin	Floor	Ceiling													
790 & Above	LIBOR	2.75%	6.25%	15.00%													
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Interest	<ul style="list-style-type: none"> • May be deferred (see below) • Interest paid is usually tax deductible (consult tax advisor) 																
Terms	<ul style="list-style-type: none"> • 20 years if balance is <\$40,000 • 25 years if balance is >\$40,000 																
Disbursement	<ul style="list-style-type: none"> • Funds disbursed directly to school at the time(s) specifies 																
Origination Fee	None																
Miscellaneous Fees	<ul style="list-style-type: none"> • NSF - \$20 • Late - \$15 																
Deferment	<ul style="list-style-type: none"> • 60 months plus six months <i>or</i> date of school separation/graduation plus six months (whichever comes first) 																

STUDENT CHOICE PRIVATE LOAN INFORMATION - UNDERGRADUATE (CONTINUED)

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Repayment Options <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"> • While in school (member's choice): <ul style="list-style-type: none"> - Full deferment of principal and interest - Interest only - Principal and interest • After repayment begins (member's choice before entering repayment): <ul style="list-style-type: none"> - Straight repayment over 20 or 25 years (depending on loan balance) or - 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.
Pre-Payment Penalty	None
Apply (24/7)	<ul style="list-style-type: none"> • Online at the credit union's website - wcu.studentchoice.org • By phone - 1-800-518-1589
Eligible Schools <i>Note: Community Colleges and For-Profit schools are not eligible for this loan.</i>	<ul style="list-style-type: none"> • Most Four-Year Public and Private Non-Profit Schools • Degree-Granting Program (Title IV) • For a complete list of participating schools (approximately 1,700), visit the credit unions student choice website.
Who Can Apply	<ul style="list-style-type: none"> • Students enrolled at least half-time • U.S. citizen or permanent resident alien who has resided in the U.S. for the previous two years.
Covers	Costs included in the school's Cost of Attendance estimates. Typically these may include: <ul style="list-style-type: none"> • Tuition • Fees • Books • Room and Board • Travel/Vehicle • Food plan • Other Related Expenses
Automated Payment	.25% Rate Discount
Release of Co-Borrower	With automated payment and after 48 consecutive months of payments made on time, co-borrower may request to be released. However, the primary borrower must be credit worthy with the following: <ul style="list-style-type: none"> • 680 minimum FICO • \$18,000 minimum annual salary • 45% debt-to-income ratio maximum • No bankruptcies, judgements, or student loan defaults
Credit Union Membership Eligibility	Workers' Credit Union is a state-chartered community credit union. Our field of membership allows us to accept members who either live or reside in Massachusetts.

