

ELMSelect Glossary of Terms

Lender Name: The name of the financial institution, bank or credit union from which a borrower may obtain a private student loan.

Servicer Name: The name of the organization that collects payments, provides customer service and performs other administrative responsibilities on a private student loan.

Enrollment Requirements: A list of conditions necessary to receive a student loan. This may include a minimum number of hours taken and mandatory number of days in attendance.

Satisfactory Progress: Satisfactory Academic Progress Required?

Less Than Half - Time: If the enrollment status is less than half-time allowed.

Degree Seeking Requirements: A list of conditions necessary to receive a student loan. This may include a minimum number of hours taken and mandatory number of days in attendance.

Index Type: Identifies the base interest rate type used to set the interest rate on the loan. Prime rate is published in the financial section of most major newspapers and is based on the interest rate at which lenders are currently lending money to creditworthy customers. London Interbank Office Rate (LIBOR) is based on the average interest rate at which banks are lending funds to each other in the London market. Custom rate is set by the lender.

Index Rate: This number is calculated from an array of prices or of quantities and is used to set interest rates. Variable rate loan programs base their interest rates on an index like Prime rate, the London Interbank Office Rate (LIBOR) or a custom rate.

Disbursements To: Identifies where loan funds will be disbursed. For example: Loan funds will be disbursed directly to the school and will be made payable to the borrower and the school or loan funds will be disbursed directly to the school and will be made payable to the borrower.

Number Of Disbursements: Indicates the maximum number of disbursements in which loan funds will be disbursed.

Available Loan Amounts: The minimum and maximum loan amount the lender will loan a borrower under the private loan program providing the borrower is creditworthy.

Repayment Type: The Repayment type for the Lender Product Selected.

Term: The calculated Repayment term for the Lender Product Selected.

Total Cost of Loan: The lowest and highest amount that must be repaid to the lender in principal and interest payments based on the low and high interest rate margins assuming that payments will be made on time using the graduation date that has been entered.

Monthly Payment: The lowest and highest amount of the monthly payment based on the low and high interest rate margins.

APR Range: The range presented is not adjusted by any product attributes such as repayment type. See details for further information" alt="Annual Percentage Rate which is the lowest and highest interest rate that determines the yearly costs for a loan (including interest and associated fees). Costs will be lower as the principal amount of the loan is reduced with payments and benefits.

Repayment Rate: The interest rate on the loan once the loan has entered repayment, which is the period of time in which the borrower is required to begin making payments on the loan.

Repayment Margin: A constant value added to the index rate on a variable rate loan to compute the interest rate when the loan is in repayment, which is the period of time in which the borrower is required to begin making payments on the loan.

Deferment Rate: The interest rate on the loan when repayment on the loan has been deferred or postponed through an agreement between the borrower and the lender. Deferment is often available when the student is enrolled in school.

Deferment Margin: A constant value added to the index rate on a variable rate loan to compute the interest rate when repayment on the loan has been deferred or postponed through an agreement between the borrower and the lender. Deferment is often available when the student is enrolled in school.

Origination Fee: A fee that may be charged by the lender for administrative costs to make the loan. This fee is usually deducted from each loan disbursement when the loan funds are disbursed to the school or borrower.

Repayment Fee: A fee that is assessed at the time the loan enters repayment, which is the period of time in which the borrower is required to begin making payments on the loan. This fee is typically added to the principal balance when the repayment period begins.

First Payment Date: Estimated date the first payment must be made by the borrower.

Last Payment Date: Estimated date the borrower will be making their last payment.

Repayment Type Description: Indicates how payments must be made on the loan while the borrower is in school. Immediate Repayment - principal and interest payments will be due once the loan has been disbursed. Interest only - payments for interest only are required while the student is in school. Upon leaving school or graduating principal and interest payments are required. Principal and Interest Deferred - no payment is required while the student is in school. Upon leaving school or graduating principal and interest payments are required. Payments on all private student loans must be made per the repayment schedule provided by the lender or servicer.

Repayment Length: The estimated number of monthly payments it will take to pay off the loan based on the standard length of the repayment period and on-time payments. Repayment Length

Grace Period: Indicates how payments must be made on the loan while the borrower is in school. Immediate Repayment - principal and interest payments will be due once the loan has been disbursed. Interest only - payments for interest only are required while the student is in school. Upon leaving school or graduating principal and interest payments are required. Principal and Interest Deferred - no payment is required while the student is in school. Upon leaving school or graduating principal and interest payments are required. Payments on all private student loans must be made per the repayment schedule provided by the lender or servicer.

Cosigner Release: The time period expressed in months when a joint signer may be released from the responsibility for payments on the loan when certain requirements are met.

On-Time Payments: Reduction to the loans Annual Percentage Rate (APR) is provided after a certain number of payments have been made on time. For more details about the specifics of this benefit you should check with the lender.

Auto Debit Of Payments: Information about the automatic deduction of payments from borrower's checking or savings account.

Automatically Applied: Information about the automatic deduction of payments from borrower's checking or savings account.

Is Past Due Balances Applied: Indicates if the school will apply any new private loan funds to any past due balances owed from previous quarters or semesters.

Other Benefits: Identifies additional borrower benefits that are available for this loan product.

Other Fees (\$): Identifies additional fees assessed by the lender for this loan product.

Other Fees Description - Identifies additional information provided by the lender about other fees for this loan product.