Advantage Education Loan Application Disclosure

CREDITOR:
KY HIGHER EDUCATION STUDENT LOAN CORP
PO BOX 4250
FRANKFORT, KY 40604-4250
800-988-6333

Loan Interest Rate & Fees

Your interest rate will be no higher than 6.59%.

<table>
<thead>
<tr>
<th>Loan Fees</th>
</tr>
</thead>
<tbody>
<tr>
<td>Guarantee Fee: No guarantee fee</td>
</tr>
<tr>
<td>Late Fee: No late fee</td>
</tr>
<tr>
<td>Non-negotiable Funds Fee (NNF): $15</td>
</tr>
</tbody>
</table>

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 3 repayment options available to you while enrolled in school at least half time.

<table>
<thead>
<tr>
<th>Repayment Option</th>
<th>Amount Provided (amount provided directly to you or your school)</th>
<th>Interest Rate (highest possible starting rate)</th>
<th>Loan Term (how long you have to pay off the loan)</th>
<th>Total Paid over 120 months (includes associated fees)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. MAKE FULL PAYMENTS</td>
<td>$10,000.00</td>
<td>6.59%</td>
<td>120 months starting after your final disbursement</td>
<td>$13,681.20</td>
</tr>
<tr>
<td></td>
<td>Pay both the principal and interest amounts while enrolled in school. Note: This is the only option available for students enrolled less than half time.</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2. PAY ONLY THE INTEREST</td>
<td>$10,000.00</td>
<td>6.59%</td>
<td>120 months starting after the forbearance and 6-month grace periods</td>
<td>$14,352.70</td>
</tr>
<tr>
<td></td>
<td>Make interest payments but suspend payments on the principal amount until 6 months after no longer enrolled in school at least half time for up to 72 months (forbearance and grace periods).</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>3. MAKE NO PAYMENTS</td>
<td>$10,000.00</td>
<td>6.99%</td>
<td>120 months starting after the forbearance and 6-month grace periods</td>
<td>$14,875.00</td>
</tr>
<tr>
<td></td>
<td>Have payments suspended until 6 months after no longer enrolled in school at least half time for up to 72 months (forbearance and grace periods). Interest will be charged and added to your loan.</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

About this example

The repayment examples assume that you remain in school for 48 months and will immediately convert to repayment after your final disbursement. If no payments are made while you are enrolled at least half time, interest will accrue and will be capitalized at the end of the forbearance and grace periods. If payments on your principal balance are made while you are enrolled, the total payment amount will be less.

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Revised 6/10/2017
Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan program</th>
<th>Current Interest Rates by Program Type</th>
<th>You may qualify for Federal education loans.</th>
</tr>
</thead>
<tbody>
<tr>
<td>PERKINS for Students</td>
<td>5.00% fixed</td>
<td>For additional information, contact your school's financial aid office or the Department of Education at:</td>
</tr>
<tr>
<td>STAFFORD DIRECT for Students</td>
<td>4.45% fixed Undergraduate Subsidized/Unsubsidized</td>
<td><a href="http://www.studentaid.ed.gov">www.studentaid.ed.gov</a></td>
</tr>
<tr>
<td>DIRECT PLUS</td>
<td>7.00% fixed Parents of Dependent Undergraduate Students Graduate/Professional Students</td>
<td></td>
</tr>
</tbody>
</table>

Next Steps

1. **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.studentaid.ed.gov](http://www.studentaid.ed.gov) for more information about other loans.

2. **Application**
   To apply for this loan, complete the application if you have not already done so.

3. **Self-Certification Form**
   To qualify for this loan you must also complete a self-certification form. This form is available at [www.kheaa.com/apps/altloan/pdf/forms/selfcertform.pdf](http://www.kheaa.com/apps/altloan/pdf/forms/selfcertform.pdf) or 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**

**Fixed Interest Rate**
- This loan has a fixed interest rate that is based upon the repayment option selected and your credit score or your co-signer’s credit score (if applicable).
- A 0.5% interest rate reduction is available for repayments made via ACH. This incentive will be permanently removed if your payment is returned for non-sufficient funds.

**Eligibility Criteria**

**Borrower**
- Must be enrolled at least half time at an eligible school unless the full payment option is selected.
- Must be at least the age of majority at the time you apply based on your state of permanent residence or have an eligible co-signer.
- Must be a U.S. citizen or permanent resident.
- Must have no evidence of past fraud.
- Must have a co-signer if loan amount is greater than $30,000.

**Co-signer**
- Must be at least the age of majority at the time you apply based on your state of permanent residence.
- Must be a U.S. citizen or permanent resident.
- Must have no evidence of past fraud.

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

**Repayment Options**
- Repayment of full principal and interest begins after final disbursement. There is a minimum monthly payment of $50.
- A 10-year repayment term is standard.
- Your repayment plan may not be changed once selected.

**Prepayments**
- If you pay the loan off early, you will not have to pay a penalty.

See your Promissory Note for any additional information about extended repayment, nonpayment, default, and any required repayment in full before the scheduled date, and prepayment refunds and penalties.

*Although the standard repayment term is 10 years, there are factors such as minimum payment amounts that could impact the length of the repayment term.*