

**RALPH M. PARSONS FOUNDATION COLLEGE LOAN
STUDENT PARSONS
SAMPLE DISCLOSURE**

RIGHT TO CANCEL

You have a right to cancel the Student Parsons Loan, without penalty at anytime. You may cancel by written request to Harvey Mudd College Office of Financial Aid by fax at (909) 607-7046 or by email at financial_aid@hmc.edu.

BORROWER:

[Name]
[Address]

LOAN CONTACT:

Harvey Mudd College
Student Loans
150 East 8th Street Suite A
Claremont, CA 91711
(909) 621-8038

LOAN RATES & ESTIMATED TOTAL COSTS

Amount Borrowed	Interest Rate	Total Interest Paid	Total of Payments
\$4,000.00	5.25%	\$1,167.20	\$5,167.20

The loan amount provided to you or on your behalf.

Your current interest rate.

The estimated dollar amount the loan will cost you.

The estimated amount you will have paid when you have made all payments.

YOUR INTEREST RATE IS FIXED.

A fixed rate means that your actual rate will remain at a predetermined rate for the entire term of the loan. The Student Parsons Loan interest will begin to accrue **three** months after graduation or withdrawal from college or after ceasing to be enrolled at least half-time and will continue until principal and interest have been paid.

ITEMIZATION OF AMOUNT BORROWED

Loan Amount Borrowed	\$4,000.00
Origination Fee	\$0.00
Total Amount Borrowed	\$4,000.00

OTHER FEES

- **Late Charge:** 10% of the amount due of \$5, whichever is greater.
- **Return Check Charge:** \$10.00

ESTIMATED REPAYMENT SCHEDULE & TERMS

PAYMENT SCHEDULE 10 Year Loan Term	QUARTERLY PAYMENTS	
	at 5.25% the current rate of your loan	at 18% if 30 days default on loan
September 1, 2009 - June 1, 2013 In-School Period	No payment required	No payment required
June 1, 2013 – September 1, 2013 Grace Period	No payment required	No payment required
September 1, 2013 - September 1, 2023 40 Quarterly Payments (Interest will accrue at end of grace period, first payment will be due three months later)	\$129.18	\$217.37

*The estimated **Total of Payments** if your rate rises to 18% due to 30 days default on loan, the amount would be **\$8,694.80**. If the rate is changed to 18%, you will be notified by mail. We will call you at 30

days past due. At 60 days past due you will be notified by mail. At 120 days you will be notified by mail that your loan will be sent to a collection agency in 30 days if you do not bring the loan current. You are responsible to pay all costs of collection related to the default.

REFERENCE NOTES

Fixed Interest Rate:

- Your loan has a fixed interest rate.
- The rate will not change for the entire term of the loan.

Bankruptcy Limitations

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

Repayment Options:

- Although you elected to defer (postpone) payments, you can make payments during this time.

Prepayments:

- If you payoff early, you will not have to pay a penalty. You will not be entitled to a refund of part of the interest paid.

See your Student Parsons Loan application documents for any additional information about non-payment, default, or any required repayment in full before the scheduled date, and prepayment refunds and penalties.