

PERKINS LOAN BORROWER'S RIGHTS & RESPONSIBILITIES

A loan is a serious obligation. It is important that you understand your rights and responsibilities before you receive a Federal Perkins Loan. Please read the following information carefully. When you sign this statement and read each box below, you will be indicating your understanding of the conditions of the loan and your willingness to accept the responsibilities as a loan recipient.

I UNDERSTAND THAT: (PLEASE READ EACH ITEM)

1. My Federal Perkins Loan may be used for educational expenses only.
2. My Federal Perkins Loan will be reported to a credit bureau *at least once annually* from the time of loan origination until the loan is paid in full.
3. The Department of Defense has repayment programs based on certain military service.
4. I MUST, without exception, report any of the following information to the Registrar and Financial Aid Office:

a. Withdrawal from Catawba	d. Reduction of my course loan below half-time status
b. Transfer to another school	e. Change of my legal name (i.e.: by marriage)
c. Completion of my studies	f. Change in my address and/or my parent's address
5. Before I graduate or withdraw from Catawba College, I MUST complete an exit interview at www.mycampusloan.com. **Failure to do so may cause my loan to be in default.**
6. The annual maximum that any eligible student may borrow is \$5,500 per award year for an undergraduate student. The program limits are \$5,500 per year for undergraduate students with cumulative limits of \$27,500 for undergraduate loans and \$60,000 for undergraduate and graduate loans combined.
7. My first monthly payment will be due nine (9) months from the time I cease to be enrolled as at least a half-time student.
8. My monthly payment will be at least \$40.00. It may be more if the amount borrowed is sufficient to require larger payments.
9. The Annual Percentage Rate of 5% will be the finance charge based on the unpaid balance of my loan and that interest will begin to accrue nine (9) months after I cease to be enrolled as at least a half-time student.
10. Cancellation of all or a portion of my loan may be granted for employment in certain areas. I accept the responsibility to inform the school of such status.
11. Cancellation of all or a portion of my loan may be granted in the event of death or disability.
12. If I enroll for at least half-time study at an institution of higher education, or am involved in a graduate fellowship or supported study abroad, or by providing proof of economic hardship or unemployment, I may request that the payments of my loan be deferred. I also understand that I am responsible for submitting the appropriate forms in a timely manner.
13. If I fail to repay my loan as agreed, the total loan may become due and payable immediately and legal action could be taken against me. All legal and collection fees will be paid by me.
14. I will promptly answer any communication from Catawba College regarding my Federal Perkins Loan.
15. I may, at my option and without penalty, prepay all or a portion of my loan at any time. I further understand that future interest charges will be reduced by making such payments. I understand that I may have the option to refinance or consolidate my loan. Borrowers should carefully investigate the program offered by their financial institution. Consolidation lowers monthly payments, but increases the total loan repayment amount because of a longer repayment period and typically higher interest rates.
16. If I cannot make payments on time, I must contact the Loan Collections Officer in the Catawba College Business Office to make arrangements.
17. I authorize Catawba College to contact any school which I may attend to obtain information concerning my student status, my year of study, my dates of attendance, or withdrawal, my transfer to another school, or my current address.
18. If I default on my loan, the Catawba College and/or the Federal Secretary of Education may disclose, using my social security number, that I have defaulted along with other relevant information to Dept. of Education and credit bureau organizations.

I attest that I have read and understand my responsibilities in the Federal Perkins Loan Program and that I will adhere to them. I acknowledge receipt of a copy of this statement, a sample repayment schedule, and a copy of the Master Promissory Note, which I have read and understand.

Signature of Student

Date

Signature of Catawba Representative