

mefa Undergraduate Student Alternative Loan

2010-2011

Features and Benefits

- **Fixed interest rate** provides stable and predictable monthly payments for the life of the loan.
- MEFA's fixed interest rate Student Alternative Loan is **one of the only of its kind in the country**.
- Student is the primary borrower. A credit-worthy co-borrower may be required, which reduces the origination fee.
- **Co-borrower release option**¹ after 48 consecutive on-time payments.
- Benefits **Massachusetts residents attending college in-state or out-of-state**, and for students from across the U.S. attending a Massachusetts college or university.

Apply online & receive an instant credit decision beginning early April 2010.
mefa.org/collegeloans

Student Alternative Loan

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| Interest Rate and APR² | Fixed interest rate of 8.29% (APR ² 8.12% – 8.88%) |
| Monthly Payment per \$10,000 borrowed | As low as \$115.48 per \$10,000 borrowed |
| Fees | 4.00% with a co-borrower; 7.00% without a co-borrower |
| Repayment Terms | <ul style="list-style-type: none"> • Full in-school payment deferment.³ • Interest payment and principal repayment begin 6 months after the student graduates, leaves the program, or reduces hours to less than half-time. • The loan must be fully repaid within 15 years of final disbursement. • The borrower may request co-borrower release after 48 consecutive on-time payments if meeting then-current underwriting standards |

1. Co-borrower release option is available upon request and must meet the then-current underwriting standards.
2. The Annual Percentage Rate (APR) reflects both the accruing interest and the effect of borrowing the origination fee and paying the expected monthly payment over the term of the loan. APR varies with length of deferral and the presence of a co-borrower.
3. Subject to a maximum five-year deferment period.

To compare MEFA's college loan options, visit us at online at mefa.org/collegeloans

You'll also find tips for paying for college and resources to help you minimize borrowing.

MEFA reserves the right to modify or terminate benefits, products, services and terms in its sole discretion and without prior notice. MEFA education loan availability is subject to MEFA's acceptance of a completed loan application, including credit approval and fund availability for the applicable loan category at the proposed disbursement time.