

# mefa Loans

## for Undergraduate Education

### 2010-2011

## Features and Benefits

- Multiple **repayment options** — immediate, interest-only, and deferred — let you choose a loan that meets your needs.
- **Fixed interest rate** provides stable and predictable monthly payments for the life of the loan.
- Step-up repayment strategy features a **lower interest rate while you are in school**, keeping the monthly payment amount low during the college years.
- Family loans mean the **parent and student are co-borrowers** and are equally responsible for loan repayment.
- 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](http://mefa.org/collegeloans)

	Immediate Repayment	Interest-Only Repayment	Deferred Repayment
Interest Rate and APR <sup>1</sup>	Fixed interest rate of 6.89% during the Anticipated In-School Period; 7.89% thereafter (APR <sup>1</sup> 8.00% – 8.36%)	Fixed interest rate of 7.19% during the anticipated in-school period; 8.19% thereafter (APR <sup>1</sup> 8.25% – 8.64%)	Fixed interest of 7.69% (APR <sup>1</sup> 7.60% – 8.27%)
Monthly Payment per \$10,000 borrowed	\$94.34 in-school, then payments step-up to as low as \$98.96 at the end of the in-school period. <sup>2</sup>	\$63.36 in-school, then payments step-up to as low as \$105.97 at the end of the in-school period. <sup>2</sup>	As low as \$110.85.
Fees	4.00% with a co-borrower; 7.00% without a co-borrower	4.00% with a co-borrower; 7.00% without a co-borrower	4.00% with a co-borrower; 7.00% without a co-borrower
Repayment Terms	<ul style="list-style-type: none"> <li>• Interest payment and principal repayment begin 45 days after final disbursement.</li> <li>• Fixed interest rate is lower during the Anticipated In-School period<sup>3</sup> with a step-up to the higher fixed interest rate upon expected graduation.</li> <li>• The loan must be fully repaid within 15 years of final disbursement.</li> </ul>	<ul style="list-style-type: none"> <li>• Interest payment begins 45 days after final disbursement in any academic year.</li> <li>• Principal repayment begins after the end of the Anticipated In-School Period.<sup>3</sup></li> <li>• Interest accrues at a higher rate after the end of the Anticipated In-School Period.</li> <li>• The loan must be fully repaid within 15 years of final disbursement.<sup>4</sup></li> </ul>	<ul style="list-style-type: none"> <li>• Full in-school payment deferment.<sup>5</sup></li> <li>• Interest payment and principal repayment begin 6 months after the student graduates, leaves the program or reduces to less than half-time status.</li> <li>• The loan must be fully repaid within 15 years of final disbursement.<sup>4</sup></li> </ul>

1. 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, length of in-school period, and the presence of a co-borrower.
2. Monthly payment amount at the end of the in-school period varies according to the length of the in-school period.
3. The undergraduate Anticipated In-School Period begins on the initial disbursement date of the loan and ends on the date which is expected, at the time of origination, to be the first anniversary of the final disbursement date of the loan on which the student will have completed his or her current course of study (e.g., for a loan for a freshman, four years from the final disbursement date of the loan), but no later than the fourth anniversary.
4. The Interest-Only Payment Option and Deferment Option do not extend the overall repayment period.
5. Subject to a maximum five-year deferment period.

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.