FEDERAL PERKINS LOAN
Terms and Conditions

I. General Information:

A student accepting a Federal Perkins Loan offer is required to return a complete copy of this application for each new Perkins Loan. A Perkins Loan Master Promissory Note must be signed and submitted to Scholarships & Financial Aid prior to receiving the first Perkins Loan disbursement and will be valid for 10 years.

This is a need-based program and may affect eligibility for other need-based aid.

The Perkins Loan Program will close effective September 30, 2017, as required by the Federal Perkins Loan Program Extension Act of 2015. No new Perkins loans may be made after this date.

II. Disbursement of Loan Funds

Following the review and acceptance of the loan application, equal portions of the loan per enrollment period will be disbursed through Student Business Services. Loan funds will first be applied to Title IV eligible charges before any loan proceeds are refunded to the student.

III. Student Responsibilities:

This loan may be used ONLY for education purposes.

The student is obligated to keep the University informed of changes in name, address, SS#, or status.

At the time of graduation or withdrawal from school, the student must arrange for repayment of this loan with ECSI, the loan servicer.

The student is under full obligation to repay the loan except for the conditions specified on the promissory note. Since this will probably be his/her first experience with installment credit, the manner in which he/she handles this obligation cannot be over-emphasized.

IV. Interest Rate

The interest rate on the Perkins Loan is 5% per annum beginning on the date of commencement of repayment. The interest rate on Direct Loans is:

<table>
<thead>
<tr>
<th>Loan Type</th>
<th>Interest Rate Formula</th>
<th>Fixed Interest Rate for 2015-2016 Loans</th>
<th>Fixed Interest Rate for 2016-2017 Loans</th>
</tr>
</thead>
<tbody>
<tr>
<td>Subsidized Direct Loans</td>
<td>T* plus 2.05%</td>
<td>4.29%</td>
<td>Available May 2016</td>
</tr>
<tr>
<td>Unsubsidized Direct Loans (Undergraduate)</td>
<td>T* plus 2.05%</td>
<td>4.29%</td>
<td>Available May 2016</td>
</tr>
<tr>
<td>Unsubsidized Direct Loans (Graduate/Professional)</td>
<td>T* plus 2.05%</td>
<td>5.84%</td>
<td>Available May 2016</td>
</tr>
</tbody>
</table>

*T equals the 10 year T-Bill rate
V. **Loan Conditions:**

You have been awarded the Perkins Loan after being awarded all Direct Subsidized and Unsubsidized Loans for which you are eligible in the current award year.

**Aggregate Perkins Loan Limits:**

- **Undergraduate** - $5,500 per year of undergraduate study  
  $27,500 maximum as undergraduate

- **Graduate/Professional** - $8,000 per year of graduate study  
  $60,000 maximum as graduate  
  (Includes amounts borrowed under Perkins or National Direct Student Loan Program (NDSLP) during undergraduate study.)

**Aggregate Direct Loan Limits:**

<table>
<thead>
<tr>
<th></th>
<th>Dependent Undergraduate Students</th>
<th>Independent Undergraduate Students</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Subsidized Loan</td>
<td>Additional Unsubsidized</td>
</tr>
<tr>
<td>Freshman</td>
<td>$3,500</td>
<td>$2,000</td>
</tr>
<tr>
<td>Sophomore</td>
<td>$4,500</td>
<td>$2,000</td>
</tr>
<tr>
<td>Junior/Senior</td>
<td>$5,500</td>
<td>$2,000</td>
</tr>
<tr>
<td>U0 Preparatory</td>
<td>$2,625</td>
<td>$0</td>
</tr>
<tr>
<td>G6 Preparatory and</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Teacher Certification</td>
<td>Students</td>
<td>$5,500</td>
</tr>
<tr>
<td>Maximum Total Debt</td>
<td>$31,000 ($23,000 may be Subsidized)</td>
<td>$57,500 ($23,000 may be Subsidized)</td>
</tr>
</tbody>
</table>

**Graduate/Professional Students**

<p>| | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Unsubsidized Loan</td>
<td>$20,500/Academic Year *</td>
</tr>
<tr>
<td>Maximum Total Debt</td>
<td>$138,500 ($65,500 may be subsidized) *</td>
</tr>
</tbody>
</table>

* Graduate and professional students enrolled in certain health profession programs may receive additional Direct Unsubsidized Loan amounts each academic year beyond those shown above.
VI. Repayment Information

Exit Interview

Borrower must complete exit counseling to facilitate loan repayment once the applicant ceases to be enrolled less than half time. Graduating students must clear with ECSI at http://ecsi.net or 888-549-3274 at least 2 weeks prior to commencement.

Grace period

The maximum grace period for Perkins Loans is 9 months. For NDSLPS loans made on or after October 1, 1980, the grace period is six months.

Payments

Minimum repayment of $40.00 ($30 if a Federal Perkins Loan was made before October 1, 1992 that included the $30 minimum payment option or outstanding National Direct Student Loans) after the initial grace period.

The maximum repayment period is 10 years. Your repayment period may be shorter than 10 years if you are required to make minimum monthly payments.

Texas A&M University will report the status of your Perkins loan to a National Credit Bureau at least annually.

Repayment and loan forgiveness benefits that may be available to Direct Loan borrowers are not available to Perkins Loan borrowers. For more information regarding repayment and forgiveness benefits, please visit https://studentaid.ed.gov/sa/repay-loans.

Your current Perkins Loan balance with Texas A&M University can be found online at www.heartlandecsi.com.

The following is a table of an estimated monthly Perkins loan payment schedule:

<table>
<thead>
<tr>
<th>Principal Amount on Loan</th>
<th>Number of Payments</th>
<th>Simple interest Rate</th>
<th>Your monthly payment will be approximately…</th>
</tr>
</thead>
<tbody>
<tr>
<td>$5,000</td>
<td>120 (10 Years)</td>
<td>5%</td>
<td>$53.03</td>
</tr>
<tr>
<td>$10,000</td>
<td>120</td>
<td>5%</td>
<td>$106.06</td>
</tr>
<tr>
<td>$20,000</td>
<td>120</td>
<td>5%</td>
<td>$212.13</td>
</tr>
</tbody>
</table>

Perkins Loan payments can be mailed to the following address:

Texas A&M University
C/O ECSI
181 Montour Run Rd
Coraopolis, PA 15108
Prepayment

You have the right to prepay all or a part of your Perkins Loan, at any time, without penalty.

Deferment and Forbearance Conditions and Loan Cancellation

Deferment or forbearance are options to temporarily postpone or reduce monthly payments. During an approved forbearance period, payments of principal and interest, or principal only, may be postponed or reduced. Interest continues to accrue during forbearance. During deferment, payments are postponed and interest does not accrue.

Loan Cancellation

A borrower may apply for up to a 100 percent cancellation of the original principal Perkins Loan amount due to performing qualifying service in the following areas: Teaching, Early Intervention Services, Law Enforcement or Corrections Officer, Nurse or Medical Technician, Child or Family Service Agency, Attorneys in a Defender Organization, Firefighters, Tribal College/University Faculty, Librarian, Speech-Language Pathologist, Early Childhood Education Program, Military Service, Volunteer Service (ex: Peace Corps).

Please refer to the Master Promissory Note for additional Forbearance, Deferment and Loan Cancellation terms.

Loan Consolidation

Borrowers have the option to consolidate the Perkins Loan into a Direct Consolidation Loan along with other types of federal loans. This may simplify loan repayment or reduce the monthly payment, but it can also result in more interest being paid over the life of the loan. You should research all repayment options before consolidating.

Default

Your Perkins Loan may be considered in default if (1) you fail to make a scheduled payment when due; (2) you fail to submit to the School, on or before the due date of a scheduled payment, documentation that you qualify for a forbearance, deferment, or cancellation; or (3) you fail to comply with the terms and conditions of your promissory note. Texas A&M University will report the default to credit bureaus. A borrower in default on any federal student loans, including Perkins, is ineligible to receive any additional federal financial aid until the default is resolved.

Collection Fees

Texas A&M University may impose late charges if you do not make scheduled Perkins Loan payments when due. Late charges will be added to your principal balance the day after the payment was due or will be included in your next scheduled payment. Late charges will not exceed 20% of your monthly, bimonthly, or quarterly payment.
Texas A&M University  Texas A&M Galveston Processing  
P. O Box 30016  P.O Box 40005  
College Station, TX 77842  College Station, TX 77842

I hereby apply for a student loan in the amount of $__________________ under terms of Title IV of the Higher Education Act of 1965 (Public Law 498-99) as amended, to assist in the payment of my educational expenses while in attendance at the above University during the ______________________ (Academic Year or Semester).

All blanks must be filled in or the application will not be processed. This form must be completed in ink. CO-OP students are not eligible.

I. PERSONAL INFORMATION

UIN:__________________________________________

Name:__________________________________________________________________ SSN:_______________________________

Last First Middle

Local Address:___________________________________________________________ (____ )_________ ____________________

(Street) (City) (State) (Zip) Local Telephone #

Perm. Address:___________________________________________________________ (____ )_________ ____________________

(Street) (City) (State) (Zip) Permanent Telephone #

Driver’s License:___________________________________ DOB:_________ Email Address ______________________________

(Number) (State) (M/D/Y)

Employer:________________________________________________________ Telephone #: ( _____)___________ _____________

Address: _________________________________City:_______________________________State:_______Zip: _________________

FOR REFERENCE PURPOSES ONLY

Telephone #: ( _____) _________________

Father/Guardian:___________________________________________________ Telephone #: (_____) _________________________

Address: _________________________________City:________________________________State:_______Zip: ________________

Mother/Guardian:__________________________________________________ Telephone #: ( _____) ________________________

Address:_________________________________ City:________________________________ State:______ Zip: ________________

II. SPOUSE’S INFORMATION (if applicable)

SS#:__________________________________________

Last First Middle

Driver’s License:___________________________________ DOB:_________ Employer __________________________

(Number) (State) (M/D/Y)

Father/Guardian:___________________________________________________ Telephone #: (_____) ________________________

Address: _________________________________City:_______________________________State:_______Zip: _________________

Mother/Guardian:__________________________________________________ Telephone #: ( _____) ________________________

Address:_________________________________ City:________________________________ State:______ Zip: ________________
III. REFERENCES

LIST THREE REFERENCES: Three adults with different U.S. addresses other than your permanent or local address who will know where to locate you. (i.e., Brother, Sister, Grandparents, Cousin, Aunt, Uncle), or (Neighbor, Friend or Co-worker). Can Not be a student or a reference already used (i.e., parents, spouse’s parents).

Name:__________________________________________ Tel #: (______) ______________ Relationship: ____________________
Address:_______________________________________ City: _________________________ State: ________ Zip:__________________

Name:__________________________________________ Tel #: (______) ______________ Relationship: ____________________
Address:_______________________________________ City: _________________________ State: ________ Zip:__________________

Name:__________________________________________ Tel #: (______) ______________ Relationship: ____________________
Address:_______________________________________ City: _________________________ State: ________ Zip:__________________

APPLICANT'S STATEMENT:

In the event I receive a loan under the Federal Perkins Loan Program, I hereby certify:

1. I am in need of the loan in order to continue my college work.

2. I will be registered as a half-time student during the period of this loan request. If I ceased to be enrolled at least half time or graduating from Texas A&M University, I must complete Exit Counseling with ECSI, the loan servicer for this loan.

3. I agree that the repayment of principal together with interest shall be made over a period commencing 9 months after the date on which I cease to carry at least one-half the normal full-time academic work load and ends 10 years after repayments commence. Interest of 5 percent per annum shall accrue from the beginning of such repayment period.

4. I will use the proceeds of the loan only for payment of educational expenses; (i.e.: tuition and required fees; books and supplies; board and room; and required living expenses).

5. I understand that Texas A&M University is the lender of these funds and ECSI is the loan servicer.

6. I hereby acknowledge that the information submitted herewith is true and correct and I fully understand my obligations incurred by the acceptance of this loan and the conditions of its repayment.

7. I have read and fully understand the attached terms and conditions and all of the rights and responsibilities put forth in its contents.

__________________________________________________________________________________________________________
Applicant’s Signature __________________________ Date __________________________

REV 03/22/16