

**Bank of North Dakota**  
PO Box 5509  
Bismarck, ND 58506-5509  
800.472.2166 ext. 328.5660

## Loan Interest Rate (Fixed) & Fees

Your **starting interest rate** will be between

**3.39%**

and

**4.39%**

For loans approved 07/01/2020 – 09/30/2020

### Your Starting Interest Rate (upon approval)

The starting interest rate you pay will be determined when your loan is approved. It will be based upon your state of legal residence. If approved, we will notify you of your starting rate. For more information, see Reference Notes.

### Your Interest Rate During the Life of the Loan

**Your rate is fixed.** This means that your rate will be set on the day the loan is approved and remains the same until the loan is paid in full. The fixed rate is based upon the Federal Home Loan Bank (FHLB) 10-Year Advanced Rate. For more information on this rate, see Reference Notes.

Loans approved 07/01/2020 through 09/30/2020 will **never exceed 4.39%.**

## Loan Fees

**Administrative Fee:** Up to 3.75% of the total loan amount. BND may pay the fee for North Dakota residents.

**Late Charge:** 6 percent of the unpaid portion of the installment or a maximum amount of \$15.

**Non-Sufficient Funds (NSF):** \$25.

## Loan Cost Examples

Repayment Option	Amount Financed (amount provided directly to your loan holders)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid Over Life of the Loan (includes associated fees)
<b>MAKE FULL PAYMENTS</b> Principal and interest payments.	\$10,000	4.39%	10 years	<b>\$12,837.60</b>
<b>MAKE FULL PAYMENTS</b> Principal and interest payments.	\$30,000	4.39%	25 years	<b>\$51,321.00</b>

### About these examples

These repayment examples are based on the **highest starting rate currently charged** and the administrative fee. The total amount you will pay for these loans will vary depending the term you receive, which varies based on the balance you refinance. The minimum term can vary but will be based on a minimum \$50 per month payment or a 10-year term. The maximum term you could receive is 25 years.

## Next Step

### To Apply for this Loan, Complete the Application

An Approval Disclosure will be provided to you by BND after you have completed the application process and your loan has been approved. The Approval Disclosure will identify the loan terms in effect at the time and will be available for 45 days (terms will not change during this period, except as permitted by law).

SEE BACK OF PAGE

## REFERENCE NOTES

### Fixed Interest Rate

- The interest rate for a fixed interest rate loan will be set on the day the loan is approved and remains the same until the loan is paid in full. The current fixed interest rates are calculated using the Federal Home Loan Bank (FHLB) 10-Year Advanced Rate, as posted by the Federal Home Loan Bank – Des Moines, and adding a margin of 2% or 3% dependent upon your state of legal residence. The fixed interest rate is set on the 15th, or proceeding business day, in the months of March, June, September and December, and is effective on the 1st of the following month.

### Eligibility Criteria

#### Borrower

- Non-North Dakota residents must have an existing DEAL loan to consolidate DEAL and non-DEAL alternative education loans.
- Loans must be in a status of grace or repayment (repayment includes loans in deferment and forbearance).
- You must be at least 16 years of age.
- You must be a U.S. citizen.
- You must not be delinquent or in default on a student loan.
- You and/or your cosigner's credit will be evaluated to determine if the application can be approved.

### Loan Repayment Benefit

- You may be eligible to receive a 0.25% interest rate reduction if you request and are approved to have your monthly payment withdrawn electronically from your bank account. This benefit may reduce your repayment term and the total amount of interest paid over the life of the loan. This benefit will be canceled due to an NSF payment, if you request the withdrawal to be canceled or at any time by BND. You must provide an additional request to regain this benefit. BND reserves the right to modify or discontinue this benefit.

### Cosigners

- Creditworthy cosigner is required if you do not meet BND's credit criteria.
- Cosigner must be a U.S. citizen.
- Cosigner must be at least 18 years of age.
- Cosigner must not be delinquent or in default on a student loan.

### Bankruptcy Limitations

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

**See your application and promissory note for more information about interest rates, loan eligibility, repayment, deferment and forbearance options, default, consumer reporting notification and loan cancellation. This information is also available on our website at [bnd.nd.gov](http://bnd.nd.gov).**