

NOVEMBER 12, 2014

BORROWER NAME  
BORROWER ADDRESS

RE: STUDENT LOAN NO

Congratulations. The DEAL loan application process has been completed and your loan has been approved. We are enclosing your DEAL Final Disclosure for your records.

Please note that you have the "Right to Cancel" this loan by the date listed on the DEAL Final Disclosure. Regulations prohibit BND from disbursing any loan funds to your school until after this date.

If you have any questions about this disclosure or your DEAL loan, please contact our office at 800.472.2166 ext. 328.5763.

Bank of North Dakota  
Student Loan Services

enc.

**BORROWER:**

BORROWER NAME  
BORROWER ADDRESS

**CREDITOR:**

Bank of North Dakota  
PO Box 5509  
Bismarck, ND 58506-5509  
800.472.2166 ext. 328.5763

**RIGHT TO CANCEL**

You have the right to cancel this transaction, without penalty, by midnight on **OCTOBER 13, 2015**. No funds will be disbursed to you or to your school until after this time. You may cancel by calling us at 800.472.2166 ext. 328.5763.

**Loan Rates & Estimated Total Costs**

**Total Loan Amount**

**\$ 10,000.00**

The total amount you are borrowing.

**Interest Rate**

**5.080 %**

Your current interest rate.

**Finance Charge**

**\$ 6,636.80**

The estimated dollar amount the credit will cost you.

**Total of Payments**

**\$ 1,636.80**

The estimated amount you will have paid when you have made all payments.

**ITEMIZATION OF AMOUNT FINANCED**

<b>Amount paid to you</b>	\$ 0.00
<b>Amount paid to others on your behalf:</b>	+ \$ 10,000.00
• SCHOOL NAME	
<b>Initial finance charges (total)</b>	+ \$ 0.00
• Administrative Fee \$ 0.00	
<b>Total Loan Amount</b>	<b>= \$ 10,000.00</b>

**ABOUT YOUR INTEREST RATE**

- **Your rate is fixed.** This means that your rate will not change throughout the life of the loan. The fixed rate is based upon the Federal Home Loan Bank (FHLB) 10 Year Advanced Rate as posted by the Federal Home Loan Bank – Des Moines. For more information on this rate, see Reference Notes.

- Your rate will remain fixed and will not change throughout the life of the loan.

- Your **Annual Percentage Rate (APR)** is **5.080 %**. The APR is typically different than the Interest Rate since it considers fees and reflects the cost of your loan as a yearly rate. For more information about the APR, see Reference Notes.

**FEES**

- **Late Charge:** 6% of each monthly payment not to exceed \$15.00.
- **Non-sufficient Funds (NSF):** \$25.00.

**Estimated Repayment Schedule & Terms**

<b>10 YEAR LOAN TERM</b> (unless noted differently below)	<b>MONTHLY PAYMENTS</b>	
	<b>at 5.080 %</b> the current interest rate of your loan	<b>at 5.080 %</b> the maximum interest rate for your loan
OCTOBER 15, 2015 NOVEMBER 14, 2021 deferment period	<b>No payment required</b>  (\$ 3,022.99 in interest will accrue during this time)	<b>No payment required</b>  (Interest will accrue during this time)
DECEMBER 15, 2021 OCTOBER 15, 2031 119 monthly payments	<b>\$ 138.64</b>	<b>\$ 138.64</b>
NOVEMBER 15, 2031  1 monthly payment	<b>\$ 138.64</b>	<b>\$ 138.64</b>

◀ The estimated **Total of Payments** at the Maximum Rate of Interest would be **\$ 16,636.80**

## REFERENCE NOTES

### Fixed Interest Rate:

- Your interest rate is fixed. This means that your rate will not change throughout the life of the loan. The fixed rate is calculated using the Federal Home Loan Bank (FHLB) 10 Year Advanced Rate which is currently 3.06 % as posted by the Federal Home Loan Bank – Des Moines and adding a margin of %.
- The interest rate may be higher or lower than your Annual Percentage Rate (APR) because the APR considers certain fees you pay to obtain this loan, the interest rate, and whether you defer (postpone) payment while in school.

### Bankruptcy Limitations

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

### Repayment Options

- Although you are not required to make payments while you are in school, it is to your advantage, and we encourage you to make payments during this time. By making payments, or by paying some of the interest, it will reduce the total amount that you have to pay throughout the life of the loan. Any interest you do not pay will be capitalized (added to your principal balance) when your loan enters repayment.

### Prepayments

- I may prepay all or any part of the unpaid balance on my loan at any time without penalty.

### Demand Feature

- The entire unpaid balance shall become immediately due and payable upon the occurrence of any of the following: (i) I fail to enroll as certified on my application; (ii) I fail to use the proceeds of the loan solely for educational expenses; (iii) I make a false representation that results in my receiving a loan for which I am not eligible; or (iv) I default on the loan.

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

EXAMPLE