Fixed Refinance Loan Application and Solicitation Disclosure

Creditor:
New Jersey Higher Education Student Assistance Authority ("HESAA")
NJCLASS Loan Program
PO Box 538
Trenton, NJ 08625-0538
www.hesaa.org 800-792-8670

Loan Interest Rate & Fees – NJCLASS ReFi+ Loan Program

6.45% 10 Year	7.45% 15 Year

All loan options are based on the availability of funds. See **Loan Cost Examples** below.

Your Interest Rate (upon approval)
The interest rate you pay will be based in the loan term your selected. **It will be based upon your credit history, loan term and other factors, including your cosigner(s)' and co-borrower's credit history (if applicable).** Upon approval, the interest rate you selected will appear on the Loan Offer Disclosure.

Your Interest Rate During The Life Of The Loan
Your interest rate is fixed. This means that your rate will not vary with the market; and it will not change during the life of your loan.

Loan Fees

HESAA does not charge an Administrative Fee on this loan. Although HESAA does not currently charge fees for late and/or returned payments, HESAA reserves the right to charge a late fee of up to 6% of the payment amount and a handling charge for returned payments up to $25.00. Collection costs of up to 30% of the debt can also be added to the outstanding loan amount on defaulted NJCLASS Loans to cover debt collection, attorneys' fees, and court costs. A finance charge is any fee or charge representing the cost of credit, or the cost of borrowing. In this loan it includes only interest charged over the life of the loan.

Loan Cost Example

This example provides an estimate based upon payments of principal and interest beginning immediately after the loan is disbursed.

Repayment Option	**Amount Provided** (amount disbursed directly to lenders of underlying loans)	**Fixed Interest Rate**	**Loan Term** (How long you have to pay off the loan)	**Total Paid** (includes associated fees)
MAKE FULL PAYMENTS Pay both the principal and interest amounts immediately after the loan is disbursed.	**$10,000**	**6.45%**	**10 years** Starting at the date of disbursement	**$13,581.04**
MAKE FULL PAYMENTS Pay both the principal and interest amounts immediately after the loan is disbursed.	**$10,000**	**7.45%**	**15 years** Starting at the date of disbursement	**$16,644.92**

About these Examples: The repayment examples assume that you begin making payments of principal and interest immediately after the loan is disbursed; and the examples are for each interest rate for each loan term, and associated fees.

Federal Loan Alternatives

Federal student loans can be consolidated into a Federal Direct Consolidation Loan, which may provide you with options and benefits not available with the NJCLASS ReFi+ Loan Program. By refinancing federal student loans, you may lose eligibility benefits, such as income-based repayment, loan forgiveness and loan redemption programs offered to eligible federal student loan borrowers.

You may qualify for Federal education loans.

For additional information, **contact your school's financial aid office or the Department of Education at:** www.studentaid.gov

Next Steps

Find Out About Other Loan Options

For further information about Federal Loan Consolidation options go to: https://studentaid.ed.gov/sa/repay-loans/consolidation

To Apply for this Loan, Complete the Application.

NJCLASS offers an online application process. Applying online is the most secure method and will provide an immediate credit score decision. Applicants are subject to income verification and must also meet required debt to income requirements in order to be approved for the loan. If you are approved for this loan and receive a loan offer, the loan terms will be available for 30 days and will not change, except as permitted by law.

REFERENCE NOTES

Fixed Interest Rate:

- This loan has a fixed interest rate that will not change during the term of your loan.

Program Information

- This loan has a $50.00 minimum monthly payment requirement. The loan term may be less than the 10 or 15 years you selected if the minimum monthly payment will repay the loan in a shorter amount of time. Deferments and/or forbearances are limited and do not extend the term of the loan. Requesting and receiving a deferment or forbearance will shorten the amount of time available to repay the loan, resulting in higher monthly payments.
- The interest is not subsidized and will accrue daily on the unpaid principal balance during all periods of repayment, deferment, and forbearance, except for during approved periods of temporary total disability of the student borrower.
- There is no prepayment penalty.
- The borrower may cancel this loan any time prior to disbursement.

Source of Funds

- **This is not a Federal Student Loan.** NJCLASS Loans are funded through the sale of tax-exempt bonds issued by the New Jersey Higher Education Student Assistance Authority (HESAA).

Eligibility Criteria

NJ Nexus (all underlying loans being refinanced by a NJCLASS ReFi+ Loan must have a NJ Nexus)

- **All NJCLASS Loans meet the NJ Nexus Requirement**
    - Because only private education refinance or consolidation loans comprised solely of NJCLASS loans are eligible for ReFi+, these loans meet the NJ Nexus Requirement**.**
- If you would like to include your Federal Parent PLUS and/or Private Educational Loans in your NJCLASS ReFi+ Loan, the student beneficiary of each underlying loan must meet at least one of the following criteria:
    - Is currently a NJ resident;
    - Was a NJ resident at the time each underlying Federal Parent PLUS and/or Private Educational Loan included in this refinance was obtained; or
    - Attended a NJ school with the proceeds of each Federal Parent PLUS and/or Private Educational Loan being refinanced.

Borrowers

- Must be the borrower on each underlying loan included in the refinance
- Must be at least 18 years old
- Must be a US Citizen or eligible Non-Citizen
- Must meet credit and income requirements, or a co-borrower/cosigner will be required
- Must not be delinquent or in default on a Federal or State student loan

Cosigners

- Must be at least 18 years old
- Must be a US Citizen or eligible Non-Citizen
- Must meet credit and income requirements
- Must not be delinquent or in default on a Federal or State student loan

Additional criteria

- All loans included in the NJCLASS ReFi+ Loan must be in monthly repayment of principal and interest and be current.
- The student that benefited from the loans included in the NJCLASS ReFi+ Loan must be out of school (graduated or withdrawn).
- A school certification is required for each private Educational Loan included in this refinance.

Bankruptcy Limitations

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

Statement of the Military Annual Percentage Rate ("MAPR")

- Federal law provides important protections to members of the Armed Forces and their dependents relating to extensions of consumer credit. In general, the cost of consumer credit to a member of the Armed Forces and his or her dependent may not exceed an annual percentage rate of 36 percent. This rate must include, as applicable to the credit transaction or account: The costs associated with credit insurance premiums; fees for ancillary products sold in connection with the credit transaction; any application fee charged (other than certain application fees for specified credit transactions or accounts); and any participation fee charged (other than certain participation fees for a credit card account).

Refinancing Federal Loans

Federal loans included in this refinance are no longer eligible for any Federal Loan Benefits, including but not limited to income-based repayment, loan forgiveness, and loan redemption programs that are currently, or prospectively might be, offered to eligible federal student loan borrowers.

Underlying Loans

Existing NJCLASS, Federal Parent PLUS and Private Educational Loans paid off by the NJCLASS ReFi+ Loan. The borrower may lose eligibility for underlying loan benefits and repayment options, including but not limited to income-based repayment, loan forgiveness, and loan redemption programs that are currently, or prospectively might be, offered to eligible underlying loan borrowers.

The full Terms and Conditions of this loan are available on our website, and on your Promissory Note, including information about loan repayment, deferment, or forbearances. We encourage you to read the Terms and Conditions carefully and to contact us if you have any questions.