

Brazos Education Lending
Corporation
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Loan Interest Rate & Fees - Variable

Your starting **interest rate**
will be between:

4.32%

and

7.24%

After the starting rate is set, your rate will
then vary with the market.

Your Starting Interest Rate (upon approval)

The starting interest rate you pay will be determined after you apply. It will be based upon your credit history and other factors (income, co-signer credit, etc.). If approved, we will notify you of the rate you qualify for within the stated range.

Your Interest Rate during the life of the loan

Your rate is variable. This means that your rate could move lower or higher than the rates on this form. The variable rate is based upon the greater of the (a) 30-Day Average SOFR or the (b) forward looking term rate based on SOFR (as published in The Wall Street Journal or by the Federal Reserve Bank of New York). For more information on this rate, see the reference notes.

Although the rate will vary after you are approved, it will **never exceed 9.90%** (the maximum allowable for this loan).

See the Reference Notes for more information on the variable interest rate.

Loan Fees

Application Fee: \$0.00. **Origination Fee:** \$0.00. **Late Payment Charge:** 5% of the entire payment that was not paid in full when due or \$7.50, whichever is greater. **Returned Payment Charge:** \$5.00. **Collection and Default Charges:** In the event of default, the borrower may incur additional collection charges as permitted by applicable law.

Loan Cost Examples

The total amount you will pay for this loan will vary depending on the interest rate, the selected loan term, and the actual amount required to pay off the loans you selected for refinance. This example provides an estimate based on the five repayment options that are available to you. The range of interest rates shown above apply to the entire set of possible loan repayment term options. Each repayment term option has its own minimum and maximum interest rates.

Repayment Option	Amount Provided (amount provided directly to other lenders/servicers)	Interest Rate (highest possible starting rate)	Loan Term (how long you have to pay off the loan)	Total Paid (includes associated fees)
1. 5 Year Variable Rate Loan Pay both the principal and interest amounts.	\$10,000.00	6.39%	5 years starting <u>after</u> loan disbursement	\$11,744.81
2. 7 Year Variable Rate Loan Pay both the principal and interest amounts.	\$10,000.00	6.55%	7 years starting <u>after</u> loan disbursement	\$12,533.69
3. 10 Year Variable Rate Loan Pay both the principal and interest amounts.	\$10,000.00	6.35%	10 years starting <u>after</u> loan disbursement	\$13,576.59
4. 15 Year Variable Rate Loan Pay both the principal and interest amounts.	\$10,000.00	6.66%	15 years starting <u>after</u> loan disbursement	\$15,891.29
5. 20 Year Variable Rate Loan Pay both the principal and interest amounts.	\$10,000.00	7.24%	20 years starting <u>after</u> loan disbursement	\$19,023.49

About this example.

These repayment examples are based on the **highest rate currently charged**. All examples are based on a \$10,000.00 loan. This loan enters repayment immediately following disbursement. The Interest Rates shown are the highest possible for each repayment term option.

Federal Loan Alternatives

There are currently no Federal Loan Alternatives that allow the consolidation of private education loans. Federal Consolidation Loans only allow for the consolidation of federal student loans and may not be used to consolidate private education loans. The interest rate for the federal Direct Consolidation Loan equals the weighted average interest rate of the loans being consolidated, rounded up to the nearest one-eighth of one percent.

Think carefully before using a consolidation loan to pay off your federal student loans. If you refinance your federal student loans through this program, you will lose federal student loan benefits such as income driven repayment or loan forgiveness options that may be available to federal student loan borrowers. In addition, federal student loans offer deferment and forbearance options that are not available to you if you take out a private consolidation loan. ***In addition, due to the COVID-19 pandemic, interest on the federal loans eligible for consolidation will be waived and payments suspended temporarily. You will lose these benefits if you include federal loans in the Brazos Refinance Loan.***

You may qualify for a federal education loan. For additional information about a consolidation option for federal loans, contact the Department of Education at: www.studentloans.gov.

Next Steps

1. **Find Out About Other Loan Options.**

Federal education loans can also be consolidated into a Federal Direct Consolidation Loan, which may provide you with features and benefits not available with non-federal refinancing loans such as this one. For more information about Federal Loan Consolidation options, visit the Department of Education's web site at <http://www.studentloans.gov>.

2. **To Apply for this Loan, Complete the Application.**

If you are approved for this loan, the loan terms will be available for 30 days (terms will not change during this period, except as permitted by law) and the variable interest rate may change with the market.

REFERENCE NOTES**Variable Interest Rate**

- This loan has a variable interest rate, that is based on a publicly available index, the greater of the (a) 30-Day Average Secured Overnight Financing Rate (SOFR) or the (b) forward looking term rate based on SOFR. Your rate will be calculated each month by adding a margin between 2.03% and 4.95% to the greater of SOFR or the forward-looking term rate based upon SOFR.
- The Interest Rate may be higher or lower than your Annual Percentage Rate (APR).
- The rate will not increase more than once each month, but there is no limit on the amount that the rate could increase at one time.

General Program Details

- Proceeds from this loan will be made payable directly to the other lenders and/or loan servicers.

Prepayments

- If you pay all or part of your loan early, you will not have to pay a penalty.

Bankruptcy Limitations

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

Eligibility Criteria**Borrower**

- Must be a U.S. citizen or permanent resident or, if not, must have a Cosigner who is a U.S. citizen or permanent resident.
- Must be a Texas resident.
- Must be at least 18 years old at the time of application.

Cosigner

- Must be a U.S. citizen or permanent resident with a valid Social Security number, and be residing in the United States.
- Must be a Texas resident.
- Must be at least 18 years old at the time of application.
- Rates are typically higher without a cosigner.

Loans Eligible for Refinancing and/or Consolidation

- Loans must be fully disbursed and cannot be in a delinquent status and must have an aggregate minimum balance among all loans of \$10,000 and a maximum balance of not more than \$150,000 if the borrower has a bachelor's degree, or \$400,000 if the borrower has a graduate degree.
- Loans must have been used only for qualified higher education expenses (as defined in 26 USC § 221) and incurred by or for the benefit of the borrower at an accredited U.S. higher education institution.

See your credit agreement for any additional information about nonpayment, default, any required payment in full before the scheduled due date, and refunds.