

Federal Undergraduate Stafford Loan Request Form

Student Name (Print) _____	Drake ID# (required) _____
Student Driver's License # and State _____	Anticipated Graduation (mm/yy) _____
Loan Period From _____ (mm/yy) To _____ (mm/yy)	I request the following loan amounts: Subsidized \$ _____ .00 Unsubsidized \$ _____ .00

YOU MUST COMPLETE AND RETURN THIS FORM BEFORE DRAKE UNIVERSITY CAN CERTIFY LOAN ELIGIBILITY

Selecting a Lender

It is your responsibility to select a lender. The lenders listed below (in no particular order) are those most frequently selected by Drake students in 2008-2009. Drake has no agreement that makes it advantageous for the University to promote any lender, and the three lenders below have no affiliation with one another. Please see page two for interest rates, borrower benefits and the web addresses for the lenders listed below.

FIRST-TIME DRAKE BORROWERS - INDICATE YOUR CHOICE OF LENDER

- ____ Citibank (Lender code: 826878)
____ Wells Fargo (Lender code: 807176)
____ Sallie Mae (Lender code: 802218)

If you wish to select a lender not listed, please list the lender name and lender code below:

Lender Name: _____
Lender Code: _____

TRANSFER STUDENTS: If you have previously borrowed a Federal Stafford Student Loan with a Federal Family Education Loan lender and wish to remain with that lender, enter the lender name and lender code above.

PREVIOUS DRAKE BORROWERS—IF YOU ARE A PREVIOUS U.S. BANK BORROWER, YOU MUST SELECT A NEW LENDER AS U.S. BANK IS NO LONGER PROVIDING FEDERAL STUDENT LOANS, AND THE NEW LENDER WILL REQUIRE A NEW MASTER PROMISSORY NOTE (MPN).

Your loan will be processed with your **PREVIOUS LENDER** (except U.S. Bank) unless you indicate a change of lender choice below:

Lender Name: _____
Lender Code: _____

FOR ALL NEW BORROWERS OR BORROWERS CHANGING LENDERS: A change in lender requires the completion of a new Master Promissory Note (MPN). Lenders will contact borrowers with instructions for completing the MPN. All students borrowing for the first time at Drake must complete loan entrance counseling at www.mappingyourfuture.org.

ALL BORROWERS: PLEASE REVIEW THE NEXT PAGE FOR INFORMATION REGARDING THE WEB SITE ADDRESSES, INTEREST RATES AND BORROWER BENEFITS FOR LENDERS LISTED ON THIS PAGE.

Your Rights and Responsibilities Regarding Your Federal Subsidized and/or Unsubsidized Stafford Loan

1. I understand that I do not have to borrow from one of the lenders on this form and can select any Stafford lender participating in the Federal Family Education Loan Program for 2009-2010. I understand that Drake will process my loan request form as promptly as possible no matter which lender I select.
2. I understand that I must be enrolled at least half-time (6 credits per semester for undergraduate and pharmacy, 5 credits for graduate or law) to be eligible for Federal Stafford Loan. I also understand that all funds will be credited first to my student account.
3. I understand that I may be required to complete a new Master Promissory Note (MPN) per instructions and that I must repay all loans. I also understand that I may cancel my loan at any time prior to its disbursement or within fourteen days after it is disbursed. I understand that first-time borrowers at Drake must complete loan entrance counseling and that my loan can be cancelled if I do not complete this requirement.

Borrower Signature _____ Date _____

RETURN THIS FORM TO: Drake Office of Student Financial Planning, 2507 University Avenue, Des Moines, IA, 50311-4505 or fax the form to 515-271-4042. Questions? Email us at studentloancenter@drake.edu or phone 515-271-3742 (1-800-44-DRAKE, x3742).

A REVIEW OF LENDER WEB SITES ON 2/5/2009 (INFORMATION FOR SALLIE MAE ADDED 8/28/2009) PROVIDED THE FOLLOWING INFORMATION:

Lender	Federal Stafford Loan Interest Rate	Borrower Benefits for Federal Stafford Loans	Lender URLs
Citibank	Subsidized = 5.6% fixed Unsubsidized = 6.8% fixed	.25% interest rate reduction for electronic statements & auto-debit for repayment	www.studentloan.com
Wells Fargo	Subsidized = 5.6% fixed Unsubsidized = 6.8% fixed	No borrower benefits listed	www.wellsfargo.com select student loans, undergraduate
Sallie Mae	Subsidized = 5.6% fixed Unsubsidized = 6.8% fixed	May qualify for 0.25% interest rate reduction for payment by auto debit	Visit www.SallieMae.com/StaffordTerms to learn how to earn borrower benefits and other information

2009-2010 Undergraduate Federal Loans for Drake University Students and Parents

Please note that Your Financial Aid Awards notice lists all loans and the loan amounts for which you are eligible. **If you do not have an award from one of the programs listed below, you are either not eligible or Drake does not have funds to award from that program.** All of the programs below require the student to be admitted to a degree program and enrolled at least half-time (6 credits) in a term. For more detailed information regarding loan aggregate borrowing limits, loan eligibility for certificate students, and loan eligibility for preparatory coursework, visit our web site at www.drake.edu/finaid/. All information assumes loan disbursement on or after July 1, 2009.

Federal Loan Type	Interest Rate and Origination and/or Guarantee Fees	Grace Period	Annual Amounts	Eligibility	Repayment
Subsidized Stafford Loans and Unsubsidized Stafford Loans	5.6% Subsidized interest 6.8% Unsubsidized interest Both: No more than 1.5% in fees No interest on subsidized loans until repayment. Unsubsidized loans begin accruing interest as disbursed.	6 months beginning when student ceases to be enrolled at least half-time.	\$5,500 total with no more than \$3,500 Subsidized Loan (0-29 credits) \$6,500 total with no more than \$4,500 Subsidized Loan (30-59 credits) \$7,500 total with no more than \$5,500 Subsidized Loan (60 credits and above during remaining undergraduate years) Independent undergraduates may borrow additional Unsubsidized Loans. <ul style="list-style-type: none"> • \$4,000 (0-59 credits) • \$5,000 (60 credits and above) 	A student must file a FAFSA and have financial need to be awarded a Subsidized Loan; Unsubsidized Loans are not based upon need. Students may have a mix of both subsidized and unsubsidized loan eligibility.	Begins when the student is no longer enrolled at least half-time (and after any grace period if applicable).
Parent Loan for Undergraduate Students (PLUS)	8.5% fixed interest rate; loan eligibility is certified by Drake. See your Loan Request Form for more information. PLUS loans accrue interest as disbursed. Fees are 4% of gross loan amount.	6 months after the dependent student on whose behalf the parent borrowed ceases to be enrolled at least half-time or 60 days after the PLUS is fully disbursed (borrower option).	The difference between cost of attendance established by Drake and all other financial educational assistance.	Borrower must be a natural or adoptive parent of a dependent (FAFSA definition) student or stepparent if included on dependent student's FAFSA No adverse credit history A U.S. citizen/eligible non-citizen	Begins 6 months after the dependent student on whose behalf the parent borrowed ceases to be enrolled at least half-time or 60 days after the PLUS is fully disbursed (borrower option).
Perkins Loan <i>If you do not have a Perkins Loan on your award notice, there is no funding remaining for this award.</i>	Interest is a fixed 5%; no interest accrues during the in-school period but begins to accrue at repayment. No fees.	9 months beginning when student ceases to be enrolled at least half-time.	\$5,500 maximum each year. (Drake awards are generally no more than \$3,000 per student due to limited Perkins funding).	A student must file a Free Application for Federal Student Aid (FAFSA) and have financial need.	Begins when the student is no longer enrolled at least half-time (and after any grace period if applicable).
Health Professions Loan (HPL) <i>If you do not have an HPL on your award notice, you are not eligible or there is no funding for the award.</i>	Interest is a fixed 5%; no interest accrues during the in-school period. Interest begins to accrue once the student enters repayment. No fees.	12 months after a student ceases to be enrolled at least half-time in a qualified health profession program.	Drake awards are typically \$3,000 or less due to limited funding. If you do not have an HPL on your award notice, you are not eligible or there is no remaining funding for the award.	A student must file a FAFSA and have financial need to be awarded an HPL. PharmD is Drake's only HPL eligible program.	Begins when at least half-time enrollment in a health profession program ceases (and after any grace period if applicable).

Below, please find general information about the Federal Pell Grant, the “foundation grant” for federal financial aid. If you do not have a Federal Pell Grant on your award notice, you are not eligible to receive the grant.

Award	2009-2010 Maximum Award	Expected Family Contribution (EFC)	General Eligibility
Federal Pell Grant	\$2,675 per term for a full-time student; amounts are pro-rated for less than full-time enrollment	\$0 EFC for maximum award; EFCs above \$4,617 are not eligible for Pell Grants	Student must be admitted and earning credit toward a first undergraduate degree, file a Free Application for Federal Student Aid (FAFSA) and be EFC eligible.

PRIVATE EDUCATION LOAN INFORMATION

You do not have to borrow from one of the lenders listed below. Determining how to finance your education is your decision. For almost all students, the best loan options are Federal Student Loans (eligible amounts are on your award notice and detailed information on pages 1 and 2 of this document). Parents, before borrowing or co-signing a private education loan, please consider the Federal Parent Loan for Undergraduate Students (PLUS) as an option.

Drake University does not recommend or endorse any lender. The lenders listed below (in no particular order) are those most frequently selected by Drake students in 2008-2009. Drake University has no agreement that makes it advantageous for the University to promote any particular lender, the three lenders are not affiliated, and your loan will be processed promptly no matter what lender you select. The following chart provides a brief comparison of two important criteria in private education loan selection. Borrowers are encouraged to use the URLs provided to conduct thorough research and to use the questions listed at the bottom of this page in the review of any loan.

Loan	Borrower Category	Interest Rate	Borrower Benefits	URL
U.S. Bank No Fee Education Loan	Undergraduate	Prime* + 1.95% to Prime* + 8.95%	Interest rate reduction of up to .50% for auto-debit	www.usbank.com , select student loans, supplemental loans
Wells Fargo Collegiate	Undergraduate	5.75 – 12.74%	0.25% interest rate reduction for auto-debit; 0.50% interest rate reduction at graduation	www.wellsfargo.com , select student loans, undergraduate
CitiAssist	Undergraduate	5.00 – 11.50%	0.25% interest rate reduction for auto-debit payment	www.studentloan.com

*Prime Rate on 2/5/2009

- Information collected from the lender web site on 2/5/2009. It is the borrower’s responsibility to research and understand all terms and conditions of a loan at the time of borrowing.
- Annual percentage rates on private loans are most often variable and indexed to credit score.
- Most private educational loans borrowed by students will require a co-signer for approval.

ITEMS TO RESEARCH/QUESTIONS TO HAVE ANSWERED:
What are the requirements for borrower eligibility including the underwriting criteria for the loan?
What are the terms for repayment? Look for a calculator or chart on the web site that estimates monthly repayment.
What are the loan deferment and/or forbearance options?
What are the fees for the loan and how are they “charged” (up-front, reduction of disbursement, added at repayment, etc.)?
What are the minimum and maximum loan amounts? What is the aggregate maximum for the loan?
Are there any borrower benefits? How are they “earned”? What percentages of borrowers actually earn the benefits?
How is the interest rate for the loan determined? What was the annual percentage rate (APR) for calendar year 2008? Is the current interest rate expected to be similar to the 2008 APR? How often is accrued interest capitalized to the loan?
Are there provisions to release a co-signer? Does the lender offer private loan consolidation?
Does the interest rate include a “floor”? For example, if the interest rate is quoted as Prime + 5.00% is there a floor (minimum) interest rate that will be used to replace the Prime Rate should Prime drop below the floor rate?