First National Bank School-Certified Student Loan Application and Solicitation Disclosure

Loan Interest Rate & Fees

Your **starting interest** rate will be between 5.75% and 9.25%. 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 (cosigner credit, school type, 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 Prime Rate reported in the Money Rates column in the Credit Market section of The Wall Street Journal. For more information on this rate, see the reference notes.

Although the rate will vary after you are approved, it will **never exceed 22.00%** (the maximum allowable for this loan).

**Loan Fees**
**Late charge:** 5% of the amount of the past due payment, or $25.00, whichever is greater.
**Returned check charge:** up to $25.00. **Fee when you begin repaying the loan:** 0.00% of loan balance.

**Loan Cost Examples**
The total amount you will pay for this loan will vary depending upon when you start to repay it. This example provides estimates based upon the repayment option available to you while enrolled in school.

<table>
<thead>
<tr>
<th>Repayment Option (while enrolled in school)</th>
<th>Amount Provided (amount provided directly to you or your school)</th>
<th>Interest Rate (highest possible starting rate)</th>
<th>Loan Term (how long you have to pay off the loan)</th>
<th>Total Paid over 15 years (includes associated fees)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. <strong>DEFER PAYMENTS</strong></td>
<td>$10,000</td>
<td>9.25%</td>
<td>15 years starting after the deferment period</td>
<td>$27,974.19</td>
</tr>
</tbody>
</table>

Make no payments while enrolled in school. Interest will be charged and added to your loan.

**About this example**
The repayment example assumes that you remain in school for 4 years and have a 6-month grace period before beginning repayment. It is based on the highest starting rate currently charged and associated fees. Repayment will last 15 years.
Federal Loan Alternatives

<table>
<thead>
<tr>
<th>Loan Program</th>
<th>Current Interest Rates by Program Type</th>
</tr>
</thead>
<tbody>
<tr>
<td>PERKINS for Students</td>
<td>5.00% fixed</td>
</tr>
<tr>
<td>STAFFORD for students</td>
<td>5.60% fixed Undergraduate subsidized</td>
</tr>
<tr>
<td></td>
<td>6.80% fixed Undergraduate subsidized &amp; Graduate</td>
</tr>
<tr>
<td>PLUS for Parents and Graduate/ Professional Students</td>
<td>8.50% fixed Federal Family Education Loan</td>
</tr>
<tr>
<td></td>
<td>7.90% fixed Federal Direct Loan</td>
</tr>
</tbody>
</table>

You may qualify for Federal education loans. For additional information, contact your school's financial aid office or the Department of Education at: www.federalstudentaid.ed.gov

Next Steps

1. **Find Out About Other Loan Options.**
   Some schools have school-specific student loan benefits and terms not detailed on this form. Contact your school's financial aid office or visit the Department of Education's website at: www.federalstudentaid.ed.gov for more information about other loans.

2. **To Apply for this Loan, Complete the Application and the Self-Certification Form.**
   You may get the certification form from your school's financial aid office. 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 based on the market).

REFERENCE NOTES

**Variable Interest Rate**
- Your loan has a variable interest rate that is based on a publicly available index, the Prime Rate. Your rate will be calculated each quarter by adding a margin between 2.50% and 6.00% to the Prime Rate.
- The rate will not increase more than once per quarter, but there is no limit on the amount that the rate could increase at one time.

**Cosigners**
- A cosigner may not be required, but may help you qualify and/or receive a lower interest rate.
- Must have attained the age of majority in their state of residence at the time of loan application.

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

**Eligibility Criteria**
- Must be enrolled, accepted for enrollment, or be previously enrolled at an eligible school at least half-time within the last 240 days.
- Must have attained the age of majority in your state of residence at the time of loan application.

More information about loan eligibility and repayment deferral or forbearance options is available in your Promissory Note.