



**BABSON**  
Student Financial Services  
2008-2009 Graduate  
Federal PLUS Loan Options

Loan Program	Borrower	Interest Rate*	Fees	Repayment Term	Application Requirements
<i>Federal Graduate PLUS</i>	Graduate student (must be U.S. Citizen or national, a U.S. permanent resident, or eligible non-citizen); can add a credit worthy endorser if the student's credit is not approved	Fixed: 8.50%	Origination fee: 3% Federal Default fee: 0-1% (depending on lender and guarantor) All fees will be deducted from the loan amount (i.e. 3-4% less is disbursed to the student's account)	10 years; Repayment begins 60 days after final disbursement, but will be deferred while enrolled in at least 6 credits; Can extend repayment up to 25 years for loan balances over \$30,000; Interest will accrue upon disbursement and will capitalize once at repayment and at the end of any deferment or forbearance period; No penalty for early repayment or prepayment; Interest payments may be tax-deductible	Student must file FAFSA ( <a href="http://www.fafsa.ed.gov">www.fafsa.ed.gov</a> ) and submit required documents; Must be enrolled in at least 6 credits; Must borrow full Stafford eligibility prior to Graduate PLUS; Student must complete application and Master Promissory Note with their lender of choice; When applying for the full academic year, the two disbursements must be equal; Male borrowers must be registered with the U.S. Selective Service System; A borrower may not qualify if he or she has defaulted on a federal education loan, owes an overpayment on other federal education aid, has been convicted of a drug-related offense while receiving federal student aid, or is incarcerated; Approval is based on borrower's good credit standing alone; No debt-to-income ratio or proof of employment required; Cannot have an adverse credit history (i.e., no more than 90 days late on any debt and no defaults, bankruptcies or other adverse action on any Title IV debt)

**Babson will process a loan from any lender, and it is your right to apply for loans through the lender of your choice without penalty.**

We make the following recommendations of Federal Graduate PLUS loan providers, although you are in no way limited to the suggested lenders and guarantors on this list:

Lender	Guarantor	Servicer	Fees	Repayment Term	Borrower Benefits*
<i>Citibank</i> 826878	EDFUND 706	Citibank	Origination fee: 3% Federal Default fee: 0% with EDFUND	10 years; Repayment begins 60 days after final disbursement, but will be deferred while enrolled in at least 6 credits Can extend repayment up to 25 years for loan balances over \$30,000	0.50% automatic interest rate reduction at repayment (benefit may be lost due to a late payment - if lost, the benefit can be recovered after 24 on-time monthly payments); 0.25% interest rate reduction for auto debit and online statements  <a href="http://www.studentloan.com/schools/babson">www.studentloan.com/schools/babson</a>
<i>Citizens Bank</i> 810240	Texas Guaranteed Student Loan Corporation (TG) 748	Sallie Mae	Origination fee: 3% Federal Default fee: 0% with TG	10 years; Repayment begins 60 days after final disbursement, but will be deferred while enrolled in at least 6 credits Can extend repayment up to 25 years for loan balances over \$30,000	0.25% interest rate reduction for auto debit  <a href="http://www.citizensbank.com/pf/studentloans/applications/plusloan.aspx">www.citizensbank.com/pf/studentloans</a>
<i>Rhode Island Student Loan Authority</i> 828577	Rhode Island Higher Education Assistance Authority (RIHEAA) 744	Nelnet	Origination fee: 3% Federal Default fee: 0% with RIHEAA	10 years; Repayment begins 60 days after final disbursement, but will be deferred while enrolled in at least 6 credits Can extend repayment up to 25 years for loan balances over \$30,000	0.25% interest rate reduction for auto debit  <a href="http://www.plusloan.com">www.plusloan.com</a> or <a href="http://www.risla.com">www.risla.com</a>
<i>Wells Fargo Education Financial Services</i> 807176	EDFUND 706	Wells Fargo	Origination fee: 3% Federal Default fee: 0% with EDFUND	10 years; Repayment begins 60 days after final disbursement, but will be deferred while enrolled in at least 6 credits Can extend repayment up to 25 years for loan balances over \$30,000	0.25% interest rate reduction for auto debit  <a href="http://www.wellsfargo.com/student">www.wellsfargo.com/student</a>

\*last updated 9/5/2008, rates/benefits effective 7/1/2008, subject to change at any time