

FEDERAL STUDENT LOAN FACT SHEET

2008-2009 ACADEMIC YEAR[†]



	FEDERAL SUBSIDIZED STAFFORD LOAN	FEDERAL UNSUBSIDIZED STAFFORD LOAN	FEDERAL PLUS LOAN (PARENT PLUS)	FEDERAL PLUS LOAN (GRAD PLUS)
Borrower	Undergraduate and graduate students		Parents of dependent undergraduate students	Graduate/professional students
Eligibility	Need-based	Not need-based but all students may apply	Not need-based but the borrower must be creditworthy	
Free Application for Federal Student Aid (FAFSA)	Required	Required	Not required	Required
Minimum loan amount	\$100			
Maximum loan amount	Dependent undergraduate: Year 1 — \$5,500 (up to \$3,500 subsidized) Year 2 — \$6,500 (\$4,500 subsidized) Years 3, 4 and 5 — \$7,500 per year (\$5,500 subsidized per year) Independent undergraduate: Year 1 — \$9,500 (up to \$3,500 subsidized) Year 2 — \$10,500 (\$4,500 subsidized) Years 3, 4 and 5 — \$12,500 per year (\$5,500 subsidized per year) Graduate: \$20,500 per year (\$8,500 subsidized per year)		Cost of attendance minus other financial aid	
Cumulative loan limits	Dependent undergraduate: \$31,000 (up to \$23,000 subsidized) Independent undergraduate: \$57,500 (\$23,000 subsidized) Graduate: \$138,500 (\$65,500 subsidized; limit includes undergraduate Stafford loans)		Cost of attendance minus other financial aid	
Interest	The federal government pays the interest while you are in school and during grace and eligible deferment periods.	You pay the interest during school and grace and deferment periods. Unpaid interest is added to the principal at repayment.	Borrower pays the interest while the student is in school. Unpaid interest is added to the principal at repayment.	
Interest rate	6.00% fixed for undergraduate and 6.80% fixed for graduate	6.80% fixed for undergraduate and graduate	8.50% fixed	
Repayment period	Up to 10 years (except under an extended repayment plan)		Up to 10 years (except under an extended repayment plan)	
Repayment choices	Standard: Fixed monthly payments throughout (10-year maximum, not including authorized deferment and forbearance periods). Graduated: Lower payments that gradually increase over the repayment period (10-year maximum, not including authorized deferment and forbearance periods). Income-Sensitive: Monthly payment amount adjusts annually based on the borrower's expected total monthly gross income. Extended: New borrowers after Oct. 7, 1998, with an outstanding principal and interest balance in FFELP loans of \$30,000 or more can choose to extend either the standard or the graduated repayment plan up to 25 years.			
Grace period	Six months after graduation or leaving school		First payment due no later than 60 days after full disbursement unless parent agrees to delay repayment until after dependent student's grace period	No grace period; first payment due no later than 60 days after the loan is fully disbursed
Default fee	Up to 1% deducted from the loan amount			
Origination fee	Up to 1% deducted from the loan amount		3% deducted from the loan amount	

For more information on federal student loans, see your financial aid officer or visit ChaseStudentLoans.com.

Predict your financial future with FAFSA4caster

Get an early estimate of your Free Application for Federal Student Aid (FAFSA) results with a new U.S. Department of Education tool: **FAFSA4caster**. Based on information you provide, FAFSA4caster can estimate how much federal aid — including grants — you may receive when you're ready to attend college. Visit fafsa4caster.ed.gov to learn more.

With FAFSA4caster, you can:

- **Prepare.** FAFSA4caster results can be an important piece of your college financing strategy. Use the results to create a projected budget and start taking control of your financial future.
- **Save time later.** You can get your PIN early and transfer the information you provide now from FAFSA4caster to your online FAFSA form later, saving time and hassle.

The results from FAFSA4caster are only an estimate and do not include financial aid provided directly to you by states or schools. You'll still need to complete the official FAFSA.

Budgeting tips

Be realistic about your expenses. If you don't know the actual costs, ask other students or your school's financial aid office for estimates. And be realistic. Even with the best of intentions, budgeting just \$30 for entertainment per semester gives you only \$2 a week for a little fun.

Leave room for flexibility. Be sure to plan for emergencies or special opportunities, like car repairs or a road trip with friends. Treat it as savings until you really need it.

Build your financial knowledge. Develop your skills in managing your finances, budgeting and using credit wisely. The more you know, the easier it is to make sound financial decisions. See if your school offers personal finance classes; learn lifelong skills and maybe even class credit!

Make a commitment to your future. Don't give up if your budget is limited — or limiting. It's supposed to be a guideline that you review and revise as necessary. Just be sure you know what really needs adjusting: the budget or your habits.

Estimated repayment chart for federal student loans

Interest rate	6.00%			6.80%			8.50%		
	Repayment balance	Payment	Total interest	Repayment balance	Payment	Total interest	Repayment balance	Payment	Total interest
	\$ 1,000	\$ 50*	\$ 56	\$ 1,000	\$ 50*	\$ 64	\$ 1,000	\$ 50*	\$ 82
	\$ 2,000	50*	237	\$ 2,000	50*	275	\$ 2,000	50*	360
	\$ 3,000	50*	576	\$ 3,000	50*	677	\$ 3,000	50*	920
	\$ 3,500	50*	819	\$ 3,500	50*	971	\$ 3,500	50*	1,351
	\$ 4,000	50*	1,121	\$ 4,000	50*	1,344	\$ 4,000	50*	1,924
	\$ 4,500	50*	1,493	\$ 4,500	52	1,714	\$ 4,500	56	2,195
	\$ 5,000	56	1,661	\$ 5,000	58	1,905	\$ 5,000	62	2,439
	\$ 5,500	61	1,827	\$ 5,500	63	2,095	\$ 5,500	68	2,683
	\$ 6,000	67	1,993	\$ 6,000	69	2,286	\$ 6,000	74	2,927
	\$ 6,625	74	2,201	\$ 6,625	76	2,524	\$ 6,625	82	3,232
	\$ 7,500	83	2,492	\$ 7,500	86	2,857	\$ 7,500	93	3,659
	\$ 8,000	89	2,658	\$ 8,000	92	3,048	\$ 8,000	99	3,903
	\$ 8,500	94	2,824	\$ 8,500	98	3,238	\$ 8,500	105	4,147
	\$ 10,000	111	3,322	\$ 10,000	115	3,810	\$ 10,000	124	4,878
	\$ 15,000	167	4,984	\$ 15,000	173	5,714	\$ 15,000	186	7,317
	\$ 17,125	190	5,690	\$ 17,125	197	6,524	\$ 17,125	212	8,354
	\$ 18,500	205	6,147	\$ 18,500	213	7,048	\$ 18,500	229	9,025
	\$ 19,000	211	6,313	\$ 19,000	219	7,238	\$ 19,000	236	9,269
	\$ 20,000	222	6,645	\$ 20,000	230	7,619	\$ 20,000	248	9,757
	\$ 30,000	333	9,967	\$ 30,000	345	11,429	\$ 30,000	372	14,635
	\$ 37,000	411	12,293	\$ 37,000	426	14,096	\$ 37,000	459	18,050
	\$ 38,500	427	12,791	\$ 38,500	443	14,667	\$ 38,500	477	18,781
	\$ 40,000	444	13,290	\$ 40,000	460	15,239	\$ 40,000	496	19,513
	\$ 50,000	555	16,612	\$ 50,000	575	19,048	\$ 50,000	620	24,391
	\$ 60,000	666	19,935	\$ 60,000	690	22,858	\$ 60,000	744	29,270
	\$ 100,000	1,110	33,225	\$ 100,000	1,151	38,096	\$ 100,000	1,240	48,783
	\$ 138,500	1,538	46,016	\$ 138,500	1,594	52,764	\$ 138,500	1,711	67,320

* Chart assumes 30 days per month and a 360-day calendar year. Chart assumes no payments have been made while in school. Chart does not include capitalization of accrued interest, which occurs at the end of the grace or deferment period, so monthly payments and total interest may be higher for those loans. Minimum \$50 payment is shown. Last payment may be less than \$50. Making payments greater than minimum will result in lower total interest costs and a shorter loan repayment term.

† Important Information: Effective for loans first disbursed on or after July 1, 2008. Dependent undergraduate students whose parents are unable to obtain Federal PLUS Loans are eligible for the independent student loan limits on Federal Stafford Loans. See your school's financial aid office for details. Graduate/professional students applying for a Federal PLUS Loan must be determined eligible for their maximum loan amount of Federal Subsidized and Unsubsidized Stafford Loans. Payments and interest figures are both rounded to the nearest dollar and will not reflect actual payment amount. Payment amounts are for illustrative purposes only and are not intended to be reflective of precise calculations. The interest rate on subsidized undergraduate Federal Stafford Loans first distributed on or after July 1, 2008, is fixed at 6.00%. The interest rate on all other Federal Stafford Loans first distributed on or after July 1, 2008, is fixed at 6.80%. The interest rate for Federal PLUS Loans first distributed on or after July 1, 2006, is fixed at 8.50%. The interest rate is variable on loans made between July 1, 1998, and June 30, 2006. The variable rate on Stafford loans cannot exceed 8.25% and PLUS loans are capped at 9.00%. © 2008 JPMorgan Chase & Co. All rights reserved. The information contained within this document was correct at the time of publication. (08-142) 06/08