

FOR STUDENTS
The Art Institute of California - Orange County
(The School Code for Loans is 007236-03)
FEDERAL FAMILY EDUCATION LOAN PROGRAM (FFELP)
INFORMATION AND RECOMMENDED LENDER LIST

This notice is for a student's Federal Subsidized Stafford and/or Unsubsidized Loan

Name (print)

Dear Student,

As a service to you, we have listed below lenders that we recommend because, in our experience, these lenders:

- for Stafford loans provide competitive terms. Some lenders in conjunction with certain guarantee agencies may pay federal origination and/or default fees, assuming you also select the recommended guarantor for that lender. (Please see the Federal Stafford Loan Overview)
- provide quick and reliable customer service and provide important consumer information,
- allow you to apply for a student loan and follow up on your loan status over the internet as well as by phone,
- participate in Electronic Funds Transfer (EFT) and other electronic processes,
- can provide loan proceeds within 10 days of receiving a properly completed and certified loan application as long as you are otherwise eligible,
- Have assured us that if your Stafford loan is sold that you will still retain any borrower benefits.
- These are established lenders, who have indicated that at this time they intend to continue to provide funding to our students, regardless of the current U.S. credit environment.
- **You do not have to use any of the recommended lenders. Please note that due to the national credit crunch, some lenders will only offer loans to borrowers attending certain schools. The lenders listed below are currently providing loans to students attending our schools.**
- **Information is subject to change.**

Recommended eligible FFELP lenders (if you choose one of these lenders, please check the box next to the lender name):

Lender	Lender Code	Phone Number	Guarantee Agency	Website
<input type="checkbox"/> Bank of America	824421	1-833-344-8382	Ed Funds	www.bankofamerica.com/studentloans
<input type="checkbox"/> Chase Bank	803000	1-800-487-4404	ECMC***	http://www.chasestudentloans.com/custom/artinstitutes/
<input type="checkbox"/> Regions Bank**	810612	1-888-272-5543	USAF	www.salliemae.com
<input type="checkbox"/> Sallie Mae Education Trust*	802218	1-888-272-5543	USAF	www.salliemae.com
<input type="checkbox"/> Student Loan Funding*	831455	1-888-272-5543	USAF	www.salliemae.com
<input type="checkbox"/> Wells Fargo	807176	1-800-658-3567	Ed Funds	https://www.wellsfargo.com/student/undergrad/stafford/

* Lender is directly or indirectly owned or an affiliate of Sallie Mae Inc. ("Sallie Mae"). These loans may be sold or securitized but servicing remains with Sallie Mae.

** Lender is not owned by Sallie Mae, but the lender sells these loans to Sallie Mae and uses Sallie Mae to service loans

***ECMC is a non profit guarantee agency which is not affiliated with EDMC.

You do not have to use any of these recommended lenders.

If you choose a lender not listed above, please make sure you have the following information, including the guarantee agency.

Lender Name

Address

City State ZIP

Lender Code Number Telephone Number

Guarantee Agency

If you do not choose a recommended lender, a Master Promissory Note for use with the lender of your choice is available in the Student Financial Services Department. Depending on the lender, it may also be available on line.

Important Disclosures concerning recommended lenders:

- o **You are permitted to obtain a loan from any eligible FFELP lender you wish to use.** Lenders frequently advertise on the internet and in national or local media outlets. You can learn more about choosing a lender at www.studentaid.ed.gov. If you choose a lender other than a recommended lender listed above, you will want to ensure that the lender you choose is eligible to participate in the FFELP program at this school. You must include the lender's complete name, address, phone number, lender ID and guarantee agency on your FFELP Master Promissory Note.
- o Currently, EDMC and/or the school also contracts (or may contract) with Sallie Mae or their affiliates for loan-related services including default prevention services, collection of Perkins loans and student receivables (such as tuition), creating checks, ACH or debit cards (stipends) as well as student retention activities. Sallie Mae (in the future Chase may) provides private (non-federal) loan products to qualified students as well as private loans for students with no credit or less desirable credit attending this school and other schools affiliated with EDMC. Chase is also contemplating the implementation of a similar program currently being offered by Sallie Mae. The institution and EDMC may share in the default risk associated with these loans.
- o Your FFELP loan may be sold to another lender once issued; the recommended lenders listed above have ensured EDMC that any loan benefits offered to you will continue even if your loan is sold to another lender, providing you have complied with the terms of your promissory note.
- o There is no guarantee that you will continue to be eligible for future loans or receive the same benefits, rates and fees for subsequent loans if you take out an initial loan with any lender listed above. Borrower benefits are subject to change at any time prior to disbursement of the loan.
- o While, you are free to choose your lender, we recommend that if you will pursue a private (non-federal) loan, you apply for a private loan with the same lender or servicer that will provide your federal loan. This arrangement will allow you to have one point of contact for loan information and can receive one billing statement (combined billing) on your loans
- o If you have a previous loan from a lender you should consider retaining that lender for future loans

Student Obligation for Payment to the School:

All students who provide us with an accurately completed FFELP Master Promissory Note prior to starting school will be permitted to defer the payment of the portion of their tuition that the FFELP loan is projected to cover for a period not to exceed 45 days. Prior to receiving your loan funds, you may be required to provide additional documentation due to institution or federal requirements. If loan proceeds are not received within 45 days, the unpaid tuition may be immediately considered past due.

Unless you tell us otherwise, we will assume that you elect to use the same lender for subsequent loans at our institution. It is your obligation to provide written notice to the Student Financial Services Department if you wish to select a different lender for subsequent loans.

Borrower – Please acknowledge that you have read the above notice and selected the recommended lender and guarantee agency, or that you have determined your own lender or guarantor, by dating and signing below.

Borrower's Signature Date

Name (print)