AGREEMENT UNDER THE PERKINS LOAN REHABILITATION PROGRAM

Ó[¦ [, ^ ¦€ Name (please print clearly):

Last Name	First Name	Middle Inital
U.S. Department of Education Account Number:		

This letter confirms my acceptance into the loan rehabilitation program and my agreement to repay my defaulted National Defense Student Loan(s), National Direct Student Loan(s) or Perkins loan(s) held by the U.S. Department of Education (ED). I understand that compliance with this agreement is a prerequisite to rehabilitation of my loan(s).

Please check the appropriate paragraph:

I am currently making consecutive monthly payments in accordance with a repayment agreement between me and ED. I understand that these payments, if consecutive and if made in amounts at least equal to the agreed-amount, will be credited by ED toward the required nine (9) consecutive monthly payments needed for rehabilitation of the loan(s). I will continue to meet my established monthly payment due date.

I also understand and agree to repay under the following terms and conditions:

- 1. I must make each of the required nine (9) consecutive monthly payments no more than 15 days before or 15 days after its due date.
- 2. If I fail to make monthly payments as explained here, I must sign a new repayment agreement and complete a new series of nine (9) consecutive monthly payments and in order to qualify for rehabilitation of my loan(s) –
- 3. I cannot change the monthly payment amount without ED's agreement or the agreement of Financial Asset Management Systems, Inc.
- 4. I agree to provide a new financial statement and supporting documentation in order to support a request to change my monthly required payment amount. I also agree to provide three personal references upon request.
- 5. I must continue to make monthly payments to ED after I have completed the minimum of at least nine (9) payments as described above until I am notified in writing by ED's loan servicer that the rehabilitation has been completed and that I am to begin making payments directly to ED's loan servicer.
- 6. ED agrees to waive collection of any cost ED incurs as a result of the rehabilitation of my loan(s) under this agreement. However, if I default on my loan(s) in the future, ED may collect as part of the debt then owed the collection cost originally waived under this agreement. This will substantially increase the amount that will then be owed and needed to satisfy the debt to ED.
- 7. After the date on which my loan(s) are transferred to ED's loan servicer:
 - ED will credit to the rehabilitated loan(s) any payment ED receives that I designate as payment on the rehabilitated loan(s).
 - ED will refund to me at the address on my billing statement any involuntary payment ED receives (for example, a Treasury offset).
 - ED will refund to me at the address on my billing statement any postdated check payment ED receives that was designated as payment solely on the rehabilitated loan(s).
- 8. After the rehabilitation of my loan(s) is completed, ED's loan servicer that handles my loan(s) will establish a new due date, will calculate a new monthly payment amount based upon the balance owed at the time of the rehabilitation, and will notify me of these determinations. The amount of the required monthly installment payment may substantially increase.

I have read the above and agree to the terms and conditions of the loan rehabilitation program and this repayment agreement.