

HERITAGE 21 LOAN MASTER PROMISSORY NOTE
DORDT HERITAGE 21 LOAN FUND
DORDT UNIVERSITY, SIOUX CENTER, IA 51250

I, _____ (hereinafter referred to as "Borrower") promise to pay DORDT UNIVERSITY, hereinafter called the lending institution, located at SIOUX CENTER, IA 51250, the sum of the amounts disbursed to me under the terms of this Note.

I understand that multiple advances may be made to me under this Note. As each advance is made, written verification of the amount loaned and date of the advance shall be sent to the borrower.

I understand that by accepting any disbursements issued at any time under this Note, I agree to repay the loans, plus interest and other fees which may become due as provided in this Note. I promise to pay all attorney's fees and other reasonable collection costs and charges necessary for the collection of any amount not paid when due. I understand that each loan is separately enforceable based on a true and exact copy of this Note.

I further understand and agree that:

I. GENERAL

- (1) All sums disbursed under this note are drawn from a fund created to assist students attending Dordt University, said fund being known as the Dordt Heritage 21 Loan Fund, to be used in the form of loans to said students.
- (2) I requested assistance from said fund to be used in paying necessary expenses in connection with attending Dordt University.
- (3) The financial assistance provided for in this loan agreement shall be equally divided between the first and second semesters of the school award year that the Borrower is eligible for this loan program.
- (4) If the Institution makes more than one loan with the same repayment terms to the borrower, the sum of the amounts disbursed to the borrower shall be consolidated for the purpose of repayment.
- (5) I understand that if I am eligible for deferment of the loan repayments, I am responsible for submitting the properly completed and certified form on time. See Section IV herein below for a discussion concerning deferment.
- (6) I understand that I will be notified of any disbursements made under this Note and that I may cancel or reduce the amount of any advance by not accepting or by returning all or a portion of any disbursement that is issued.
- (7) **CHANGE OF STATUS:** The Borrower assumes the responsibility for informing Dordt University of any change in name, address, telephone number or Social Security Number.
- (8) Dordt University has the option to withhold transcripts of academic records if an account becomes delinquent.

II. INTEREST

Interest shall accrue from the beginning of the repayment period and shall be at one of the following annual percentage rates: three (3%) percent interest upon completion of 4 years at Dordt University, or completion of a Dordt University bachelor's degree, four (4%) percent upon completion of 3 years at Dordt University, five (5%) percent upon completion of 2 years at Dordt University, or seven (7%) percent upon completion of less than 2 years at Dordt University, on the unpaid balance unless interest is deferred pursuant to Section IV(1) herein below. In that event, interest shall not begin to accrue until the Borrower is no longer eligible for deferment. See Section III herein below concerning the date when the repayment period begins.

III. REPAYMENT

- (1) Monthly repayments shall be a minimum of \$50.00 per month including interest charges at one of the previously mentioned interest rates set out in Section II, on the unpaid balance. Repayment period is limited to 10 years. Payments of more than \$50.00 will be required if the repayment period [periods of deferment excluded] would be greater than ten years. Payments may, at option of the lending institution, be increased to the next \$5 increment when not evenly divisible by \$5.00. Interest begins to accrue 120 days after completion of study at Dordt University or withdrawal from Dordt University, with payment beginning 150 days after the above, unless deferred pursuant to Section IV. Monthly payments are due the first day of each month. Any payments received after the first of the month are considered delinquent. Checks are to be made payable to Dordt University and sent to Dordt University, 700 7th St. NE, Sioux Center, IA 51250.
- (2) Failure to make a scheduled repayment of any installment when due can result in the entire indebtedness being declared immediately due and payable at the option of the lending institution without notice.

IV. DEFERMENT

- (1) To qualify for deferment of repayment, you must be at least a half-time student at an accredited institution of higher learning. The Borrower must submit a deferment annually [more often if period certified is less than an academic year] and provide certification that Borrower is a half-time student at an accredited institution of higher learning and is attending an institution

of higher learning other than Dordt University. The maximum time permitted for deferment of interest accrual and/or repayment of this loan is five years from the date that the loan is made.

- (2) The lending institution may, upon application of the Borrower, defer or reduce any scheduled repayments if, in lending institution's sole discretion, extraordinary circumstances have occurred which prevent the Borrower from repaying the loans pursuant to the terms of repayment set out in Section III. The Borrower specifically understands and agrees, however, that the granting of a deferment request pursuant to this subparagraph will not defer the accrual of interest on these loans and that interest will continue to accrue pursuant to the terms of this note.

V. LATE CHARGES

- (1) Dordt University will impose late charges if the Borrower does not make a scheduled payment when due or if the Borrower fails to submit to Dordt University on or before the due date of a payment, a properly documented written request that the Borrower qualifies for any of the deferment benefits described above. The late charge will be \$15.00 and will be charged to all delinquent accounts. The late charge may be imposed the day after the scheduled payment is due and notice of the charge will be sent before the next installment is due.

VI. EXIT INTERVIEW

- (1) The Borrower agrees to complete an exit interview prior to completing or terminating half-time student status at Dordt University.

NOTICE TO CONSUMER:

1. Do not sign this promissory note before you read it.
2. You are entitled to a copy of this note.
3. You may prepay the unpaid balance at any time without penalty and may be entitled to receive a refund of unearned charges in accordance with law.

Signature: (E-signature)

Date/Time: __/__/__:__

Permanent Address:

Social Security/Insurance# ***-**-****

Phone:

Email:

This signed loan agreement must be received by Dordt University before the money will be credited to your account.