

BRAZOS IN-SCHOOL LOAN
PROMISSORY NOTE (STUDENT LOAN)

Maximum Principal Sum	Loan Date	Account ID	Loan Number	Loan Period

Borrower: BorrowerName
 BorrowerAddress1
 BorrowerAddress2
 BorrowerAddress3

Lender:
Institution:

Cosigner: CosignerName
 CosignerAddress1
 CosignerAddress2
 CosignerAddress3

(No alterations, scratch-outs or white-outs will be accepted on this form.)

In this Promissory Note the words "I," "me," "my," and "mine" mean the signed Borrower and Cosigner, unless the language specifically refers to only one or the other. If more than one person signs this Promissory Note, each person will be jointly and individually liable for the full amount of the loan. "You," "your," "yours" and "Lender" collectively mean: (i) Bank of Lake Mills and (ii) any other holder of this Promissory Note, including any successor or assignee of the Lender.

This is a consumer credit transaction. Non-negotiable consumer note. This is a loan for study.

By signing this Promissory Note and any related notices that require signature electronically, I intend that: (i) the electronic copy of my signature or my electronic signature to be an electronic signature under applicable federal and state law, (ii) any printout of Lenders' electronic record of this Promissory Note and related notices to be an original document, (iii) to conduct business with you by electronic records and electronic signatures, (iv) my consent under (iii) to be electronically given under applicable federal and state law, and (v) that this Promissory Note will not be governed by Article 3 of the Uniform Commercial Code, and my obligations under this Promissory Note will not be subject to, but any transfer of my obligations will be subject to, Article 9 of the Uniform Commercial Code.

A. PROMISE TO PAY

1. I promise to pay you, or a subsequent holder, according to the terms of this Promissory Note; the sum of the total amount that is advanced to me or disbursed (the "Final Loan Amount") for my benefit; and as further set forth in this Promissory Note, interest on the Final Loan Amount; interest on any unpaid accrued interest added to the Final Loan Amount; late charges; reasonable costs of collection and attorneys' fees; and other costs and charges (see Sections E and I), all in lawful money of the United States of America (see Section L.8).
2. The proceeds of this loan will be used only to finance my post-secondary education expenses incurred at the institution of higher education that I attend or will be attending (the "School") that are eligible for financing under the rules of this loan program as explained to me in the application process. I understand that during the application process I may select a loan term, whether to defer payment of my Loan while I am in school ("Deferred Repayment Option"), to pay only the interest that accrues on my Loan while I am in school ("Interest-Only Repayment Option"), or to repay my Loan immediately ("Immediate Repayment Option"). I understand that when you receive this signed Promissory Note, you are not agreeing to lend me money and you have the right not to make a loan or to lend an amount less than the loan amount that I have requested in my application for a Loan ("Application") as provided under applicable law. For example, but without limiting your rights, (i) you can lower the loan amount requested based on information received from the School after I provide this signed Promissory Note, and (ii) you can refuse to disburse loan proceeds to me if doing so is prohibited by law. I agree to accept an amount less than the loan amount requested and to repay the amount that you actually lend to me (i.e., Final Loan Amount) in accordance with applicable law along with interest and all other amounts I owe (see Section A.1). You have the right, at your discretion, to disburse my loan through an agent.
3. After you receive this signed Promissory Note you will provide me a Truth-in-Lending Final Disclosure Statement (the "Final Disclosure") as required by law. The Final Disclosure you provide me will identify my Final Loan Amount, loan term, fee amounts, interest rate, whether

I have chosen the Deferred Repayment Option, Interest-Only Repayment Option or the Immediate Repayment Option, and other important loan terms. The Final Disclosure is incorporated herein and is made a part of this Promissory Note by this reference. My contractual obligation on this Promissory Note will begin when loan proceeds are disbursed to the School on my behalf following expiration of the pre-disbursement cancellation period identified in the Final Disclosure. I will promptly review the Final Disclosure and notify you in writing if I have any questions. If any information on the Final Disclosure conflicts with the information on the Truth-in-Lending Approval Disclosure Statement (the "Approval Disclosure") and/or the Promissory Note, the information on the Final Disclosure governs. If I am not satisfied with the terms of my loan as disclosed in the Final Disclosure, I may cancel this loan as provided in Section B. I will show my agreement to the terms of the loan as set forth in this Promissory Note and in the Final Disclosure by allowing the loan proceeds to be disbursed to the School without objection. I understand that you may disburse the proceeds of this loan in one or more installments (each, a "Disbursement"). Each day that you make a Disbursement will be a "Disbursement Date."

B. CANCELLATION

To cancel this loan, I must contact you in the manner described in the Final Disclosure by the deadline for loan cancellation specified in the Final Disclosure.

C. INTEREST

1. **Accrual of Interest** – Beginning on the first Disbursement Date, interest on the unpaid, outstanding balance of the Final Loan Amount (the "Loan Principal Balance"), to the extent disbursed from time to time, will be calculated at the "Applicable Rate," as defined below, charged on the Loan Principal Balance, and on any unpaid interest later added to the Loan Principal Balance (see Section C.3). Interest will be charged on the Loan Principal Balance until the date this Promissory Note is paid in full. Interest will be calculated on a daily simple interest basis. The daily interest rate will be equal to the annual interest rate in effect on that day, divided by the actual number of days in the year (i.e. 365 or 366).
2. **Applicable Rate** – The Applicable Rate for my Loan will be the Fixed interest rate disclosed in the Final Disclosure. The Applicable Rate for my Loan will not change during the term of my Loan.
3. **Capitalization** – I understand that you will add all accrued and unpaid interest to the Loan Principal Balance ("capitalized interest") in the following manner:
 - (a) **Deferred Option.** Accrued and unpaid interest will capitalize at the end of the "Grace Period" as well as at the end of any individual period of deferment or forbearance, except in cases where deferment and/or forbearance periods run consecutively. In that case, interest will capitalize at the end of the final consecutive period of deferment and/or forbearance. In all cases, the sum is thereafter considered the Loan Principal Balance, and interest will accrue on this new Loan Principal Balance at the Applicable Rate.
 - (b) **Interest Only Option.** Accrued and unpaid interest will capitalize at the end of any individual period of deferment or forbearance, except in cases where deferment and/or forbearance periods run consecutively. In that case, interest will capitalize at the end of the final consecutive period of deferment and/or forbearance. In all cases, the sum is thereafter considered the Loan Principal Balance, and interest will accrue on this new Loan Principal Balance at the Applicable Rate.
 - (c) **Immediate Repayment Option.** Interest that accrues between the first disbursement and the final disbursement will be capitalized upon the final disbursement as well as at the end of any individual period of deferment or forbearance. In all cases, the sum is thereafter considered the Loan Principal Balance, and interest will accrue on this new Loan Principal Balance at the Applicable Rate.

D. TERMS OF REPAYMENT

1. **Interim Period and Grace Period** – The "Interim Period" means the period beginning on the first Disbursement Date and ending on the date that I graduate or cease enrollment on at least a half time basis at my School or another Title IV eligible school. The Interim Period is followed by the "Grace Period," which begins on the day after the Interim Period ends and ends on the date that is six months later. The Interim Period plus the Grace Period may not exceed 60 months from the first disbursement of my Loan. During the Interim Period and Grace Period, you will send me quarterly interest notices showing the loan details and the outstanding interest that has accrued on my loan.
 - (a) **Deferred Repayment Option.** If I have selected the Deferred Repayment Option, I will not have to make any payments during the Interim Period or the Grace Period. I may make, but am not required to make, payments during the Interim Period or the Grace Period.
 - (b) **Interest-Only Option.** If I have selected the Interest-Only Repayment Option, during the Interim Period and the Grace Period, I will make monthly payments in the amounts shown in the billing statements that you will send me. The amount of each monthly payment will be no greater than the total amount of outstanding, unpaid interest on my Loan that has accrued at the Applicable Rate. Each billing cycle will run from either the first Disbursement Date or from my last payment, as applicable, to the next scheduled payment due date. I may make, but am not required to make, payments of principal during the Interim Period or Grace Period.
 - (c) **Immediate Repayment Option.** If I have selected the Immediate Repayment Option, the "Interim Period" will begin immediately following the first Disbursement Date and will end on the last Disbursement Date and I will not have a Grace Period. You will add any interest that I do not pay during the Interim Period to the Loan Principal Balance as described in Section C.3.
2. **Repayment Period** – The "Repayment Period" will begin immediately after the Interim Period and the Grace Period, if any, end and will continue for the number of months shown in the Final Disclosure. My first payment will be due no later than 60 days after the beginning of the Repayment Period. I will make consecutive monthly payments of principal and interest during the Repayment Period in the amounts and on the payment due dates shown on my statements until I have paid all of the principal and interest and any other charges I may owe under this Promissory Note.
3. **Repayment Amounts** – Subject to the terms of Section D.4 and during the Repayment Period, I will repay my loan in consecutive

installments of principal and interest calculated to equal the amount necessary to amortize the unpaid Loan Principal Balance (as of the date of calculation) in equal monthly installments of principal and interest at the Fixed Rate.

4. **Forbearance**— If I am unable to repay my Loan in accordance with the terms of this Promissory Note, I understand that, in certain circumstances, I may request a forbearance. If you grant my request for forbearance, I will not have to make payments on my Loan, but interest will continue to accrue on the outstanding amount of the Loan Principal Balance during the forbearance. At the end of the forbearance, all accrued interest will be capitalized into the Loan Principal Balance as described in Section C.3 and my monthly payment amounts will be recalculated to amortize the new Loan Principal Balance at the Applicable Rate. The number of months of any forbearance that you may grant me will extend the Repayment Period by the same number of months. To obtain a forbearance, I will contact the loan servicer and provide any documentation necessary to qualify for the forbearance that I am requesting. I understand that the decision to grant a forbearance will be at your sole discretion. I understand that I can request one of the following types of forbearance:
 - (a) **Hardship Forbearance.** A Hardship Forbearance may be approved in three (3) month increments, with an aggregate limit not to exceed twelve (12) months.
 - (b) **Natural Disaster Forbearance.** Borrowers are eligible to receive a Natural Disaster Forbearance in three (3) month increments with an aggregate limit not to exceed twelve (12) months.
 - (c) **Military Forbearance.** The Military Forbearance is intended to cover active-duty status in any of the U.S. Armed Forces if either the Borrower or Cosigner is on active duty. The maximum aggregate time for a Military forbearance is thirty-six (36) months.
5. **Deferment**— During the Repayment Period the Borrower may apply for a deferment of the payments due on my Loan or an additional grace period. If you grant the Borrower's request for deferment or grace, I will not have to make payments on my Loan, but interest will continue to accrue on the outstanding amount of the Loan Principal balance during the deferment or grace. At the end of the deferment or grace, all accrued interest will be capitalized into the Loan Principal Balance as described in Section C.3 and my monthly payment amounts will be recalculated to amortize the new Loan Principal Balance at the Applicable Rate. The number of months of any deferment or grace that you may grant me will extend the Repayment Period by the same number of months. To obtain a deferment or grace, the Borrower will contact the loan servicer and provide any documentation of enrollment, separation, re-enrollment or graduation, including a copy of a diploma or transcript, as applicable, necessary to qualify for the deferment or grace requested. I understand that the decision to grant a deferment or grace will be at your sole discretion after I apply for the deferment or grace. I understand that the Borrower may qualify to request one of the following types of deferment or grace:
 - (a) **In-School Deferment:** If I selected the Immediate Repayment Option, after the Borrower has graduated from the degree level for which the Loan was obtained (i.e., undergraduate, graduate, etc.) and the Borrower re-enrolls on at least a half-time basis at an eligible institution, the Borrower may request an In-School Deferment of up to fifty-four (54) months. If I selected the Deferred Repayment Option or the Interest-Only Repayment Option, after entering the Repayment Period, a Borrower who returns to, and remains in, an Eligible School at least part-time may request an In-School Deferment of up to fifty-four (54) months. The Borrower must apply for an In-School Deferment and provide proof of graduation and re-enrollment, such as a copy of a diploma or a copy of a transcript.
 - (b) **Post-Deferment Grace:** If the Borrower has requested and received an In-School Deferment, the Borrower may request a Post-Deferment Grace of up to six (6) months immediately following the end of the In-School Deferment.
 - (c) **Medical Residency or Internship Deferment:** A Borrower who shows proof of participation in a medical residency or internship may be eligible for a Medical Residency or Internship Deferment. The Borrower must apply for a Medical Residency or Internship Deferment, and qualification for the deferment is subject to verification of participation in a medical residency or internship by the loan servicer. Medical Residency or Internship Deferments will be granted in one (1) year increments. The Borrower must show continued proof of participation in a medical residency or internship at each one (1) year increment requested. There is no maximum number of months for which a Borrower may request a Medical Residency or Internship Deferment.
6. **Amounts Owed at the End of the Repayment Period** Since interest accrues daily upon the unpaid principal balance of my loan, if I make payments after my payment due date, my payment may not satisfy all of the interest owing and, in such case, will not reduce the principal balance. In such cases, you will increase the amount of my last monthly payment to an amount necessary to repay my loan in full.
7. **Minimum Repayment** — Notwithstanding Section D.3, if my monthly payment that would amortize the outstanding Loan Principal Balance at the then-current Applicable Rate would be less than \$50.00, I agree that my monthly payment during the Repayment Period will be the lesser of \$50.00 or the unpaid balance on this Promissory Note.
8. **Payments** — Payments will be applied first to late charges and other charges, including those listed in Section I below, then to accrued interest, and the remainder to principal, but a payment will not incur a late charge solely because an earlier maturing installment was not paid in full.
9. **Place of Payments** — Payments are to be at the address specified by the Lender in this Promissory Note, or at such other place as the legal holder of this Promissory Note may from time to time in writing appoint.
10. **Late Payments, Partial Payments and "Payment in Full"** — To the extent permitted by applicable law, Lender may accept late payments, partial payments or payments marked "payment in full" or having similar language, without waiving any of its rights under this Promissory Note or under applicable law, notwithstanding any act, omission or thing which might operate as a legal or equitable discharge, unless those payments are marked for special handling and are sent to the mailing addresses listed on my billing statement, or to any address specified by a subsequent holder of this loan, along with a letter of explanation.

E. LATE PAYMENT AND OTHER CHARGES

1. I will pay a late charge of either 5% of the unpaid amount of the monthly payment due or \$10.00, whichever is less, if I fail to make any part of an installment payment within 15 days after it becomes due. I will pay only one late fee for any payment, regardless of the number of days it is late.
2. I understand that you may offer additional services from time to time, and you will disclose in advance the cost of the additional services before I agree to pay for the charge.

F. RIGHT TO PREPAY

I have the right to prepay this loan in part or in full at any time without penalty. I also understand and agree that partial prepayment of the loan does not relieve me of my obligation to continue making regularly scheduled monthly payments on the remaining balance of the loan. Interest continues to accrue on the unpaid balance of the loan regardless of the amount I prepay.

G. ACH INTEREST RATE REDUCTION

The interest rate in effect on this Promissory Note will be reduced by 0.25% if either the Borrower or the Cosigner authorizes automated (ACH) payments from any bank account. This ACH interest rate reduction applies: (i) during the Interim Period and Grace Period, if I have chosen the Interest-Only Repayment Option, and (ii) during the Repayment Period when payments are automatically drafted from a bank account. This interest rate reduction will not continue to apply during periods of approved forbearance or deferment if no payments are being made. The ACH interest rate reduction will terminate if the automatic bank account payments discontinue or there are any three instances of insufficient funds at any time during the term of the loan. You may requalify upon reauthorization of ACH payments from a valid bank account.

H. DEFAULT AND REMEDIES

Except as provided below and to the extent permitted by applicable law, I will be in default under the terms of this Promissory Note (subject to any applicable law which may give me a right to cure my default) if: (1) I have more than 1 full payment past due and this amount remains unpaid for more than 14 days after its due date, or I fail to pay my first or last payment within 40 days after such payment is due, (2) I break any of my other promises in this Promissory Note that materially impairs my ability to pay the amounts owed, (3) any bankruptcy proceeding is begun by or against the Borrower, or the Borrower assigns any assets for the benefit of the Borrower's creditors, (4) I make any false statement in applying for this Loan or at any time thereafter that material impairs my ability to pay the amounts owed. If I live in Idaho, Kansas, Maine, Nebraska, or South Carolina, I will be in default if I fail to make a payment when due or the prospect of my payment or performance is significantly or materially impaired. If I live in Iowa, I will be in default if I fail to make a payment within 10 days of its due date or if the prospect of my payment or performance is significantly or materially impaired. If I live in West Virginia, I will be in default if I fail to make a payment within 5 days of its due date or if I otherwise fail to perform pursuant to this Promissory Note. If I default you have the right to give me notice that the whole outstanding principal balance, accrued interest, and all other amounts payable to you under the terms of this Promissory Note, are due and payable at once but if I live in Virginia no sooner than 10 days after the payment due date and if I live in the District of Columbia no sooner than 30 days after the payment due date. You also have the right to cancel any disbursements not yet made. If I default, I will be required to pay interest on this Loan accruing after default. The interest rate after default will be the fixed rate disclosed in the Final Disclosure. If I default, you may also, at your option, add all accrued and unpaid interest to the principal balance of my Loan upon such default.

I. COLLECTION COSTS AND ATTORNEYS' FEES

Unless prohibited by law, I agree to pay you all amounts, including reasonable collection agency, attorneys' fees, court costs, and other collection costs, which you incur in enforcing the terms of this Promissory Note. This includes, subject to any limits or prohibitions under applicable law, your collection agency fees that are charged on a contingency or percentage basis and will be considered to be "other charges" for the purpose of Section D.8, as well as reasonable attorneys' fees and expenses if you refer the matter to an attorney, whether or not such attorney is an employee of yours, and whether or not there is a lawsuit or arbitration, including without limitation, all reasonable attorneys' fees and legal expenses for appeals, anticipated post-judgment collection services and bankruptcy proceedings (such as case monitoring, proof of claim and efforts to modify or vacate any alternative stay) plus any court costs and other sums provided by law.

J. NOTICES

1. I will send written notice to you within 10 days after any change in my name, street address, mailing address, email address, telephone number or cell/mobile phone number.
2. Any notice required to be given to me by you will be effective when mailed by first class mail to the latest address you have for me or sent electronically to the email address you have for me as reflected in your current records.

K. CREDIT REPORTING AND INFORMATION SHARING

1. You may report information about my account to credit bureaus and/or consumer reporting agencies. Late payments, missed payments, or other defaults on my account may be reflected in my credit report.
2. I understand that the reporting of information about my account to credit reporting agencies may adversely affect my credit rating and my ability to obtain other credit. You may also provide the School with certain personally identifiable information about me (such as my

Social Security Number and my loan ID number) and report the status of my loan and my payment history, including information about a late payment, missed payment or other defaults, to others in accordance with applicable law.

3. I authorize you to gather and share from time to time credit-related, employment and other information about me (including any information from this Promissory Note or about this loan, my other education loans/accounts, or my payment history) from and with consumer reporting agencies and others in accordance with applicable law, including without limitation the disclosure to the Borrower, and/or Cosigner in connection with this transaction or any future transaction with you regarding this loan program, of all information (including status information and nonpublic personal information) of Borrower and/or Cosigner provided in connection with this Promissory Note and to the person the Borrower may have designated to have the legal authority to act on the Borrower's behalf with respect to my Loan in the event of death. I understand that a credit report is obtained for this loan request. If you agree to make this loan to me, a consumer credit report may be requested or used in connection with renewals or extensions of any credit for which I have applied, reviewing my loan, taking collection action on my loan, or legitimate purposes associated with my loan. If I live in a community property state, I authorize you to gather credit-related information from others about my spouse. If I ask you, you will tell me if you have requested information about me (or about my spouse, if applicable) from a consumer reporting agency and provide me with the name and address of any agency that furnished you with a report.

L. ADDITIONAL AGREEMENTS

1. I understand that the Lender is an FDIC-insured Institution located in Wisconsin and that this Note will be entered into in the same state. CONSEQUENTLY, THIS NOTE WILL BE GOVERNED BY FEDERAL LAW APPLICABLE TO AN FDIC-INSURED INSTITUTION AND TO THE EXTENT NOT PREEMPTED BY FEDERAL LAW, THE LAWS OF THE STATE OF WISCONSIN, WITHOUT REGARD TO CONFLICT OF LAW RULES.
2. By accepting past due payments, you do not waive or affect any right to accelerate this Promissory Note. Unless I am a covered borrower as defined by the Military Lending Act, 10 U.S.C. § 987 or as otherwise prohibited by applicable law, I waive notice of dishonor, notice of protest, presentment, demand for payment, notice of default, notice of intent to accelerate, notice of acceleration, and all other notices or demands in connection with the delivery, acceptance, performance, default or enforcement of this Promissory Note. My responsibility for repayment of the loan evidenced by this Promissory Note is unaffected by the liability of any other person to me or to you. I consent to any and all extensions, renewals, or releases of any party liable upon this loan or any other loan I have with you or waiver or modification that may be granted by you, all without affecting or releasing me from such loans.
3. If any provision of this Promissory Note is held invalid or unenforceable, in whole or in part, that provision shall be considered omitted from this Promissory Note without affecting the validity or enforceability of the remainder of this Promissory Note.
4. Except as provided in Section L.10, any provision of this Promissory Note may only be modified if jointly agreed upon in writing by you and me. Any modification will not affect the validity or enforceability of the remainder of this Promissory Note.
5. The proceeds of this loan will be used only for educational purposes. I understand that this loan is a Qualified Education Loan, as defined under § 221 of the Internal Revenue Code, and, as such, will not be automatically discharged in bankruptcy. I understand that a Qualified Education Loan may be discharged in bankruptcy only if I prove undue hardship in an adversary proceeding before the bankruptcy court.
6. I may not assign this Promissory Note or any of its benefits or obligations, and my obligations under this Promissory Note will be binding on my estate. Bank of Lake Mills may sell, transfer and assign this loan without notice to me. The terms and conditions of this Promissory Note apply to, bind, and inure to the benefits of your successors and assigns.
7. You may delay or fail to exercise or waive any of your rights on any occasion without losing your entitlement to exercise the right at any future time or on any future occasion. All waivers must be in writing. I authorize you to send the loan proceeds directly to the School. I also authorize you to receive on my behalf and apply a refund of the full amount of a Disbursement made by the School within sixty days following the date of such Disbursement or any partial refund of a Disbursement made by the School at any time to the Loan Principal Balance. If the full amount of a Disbursement is refunded within sixty days following the date of such Disbursement, any interest accrued on such Disbursement will be waived.
8. All dollar amounts stated in this Promissory Note are in United States dollars. I will make all payments in United States dollars with no deduction for currency exchange.
9. By signing this Promissory Note, to the extent permitted by applicable law, I understand and agree that you do not in any way endorse, promote, or make any representations concerning the School or the quality of any educational program offered by the School.
10. All parties to this Promissory Note agree to fully cooperate and adjust all typographical, computer, calculation, or clerical errors discovered in any or all of the loan documents including the Promissory Note, Approval Disclosure, and Final Disclosure. In the event this procedure is used, all parties involved will be notified and receive a corrected copy of the changed document.
 - a) When I sign this Promissory Note electronically: (i) You agree to keep an electronic record of the signed Promissory Note and provide a printed copy to me upon request, and (ii) I agree to download and/or print a copy of this Promissory Note for my records when I sign it. I understand and agree that my electronic signature will be just as valid as my handwritten signature on a paper document.
 - (b) I agree that this Promissory Note may be electronically signed separately by each Borrower or Cosigner in multiple counterparts. I agree that any electronic or printed copy of a signed counterpart of this Promissory Note will be treated as an "original" for all purposes, including any legal action to collect amounts that I owe. You and I agree that all copies of this Promissory Note taken together shall constitute a single original agreement.
11. If any of the charges on the loan I receive under this Promissory Note exceed the amount permitted to be charged by the law that governs this Promissory Note, then such charges will be reduced to such permitted amount and any excess already collected will be applied as a partial prepayment of principal.
12. If this Promissory Note is executed by a Borrower and Cosigner, the Borrower and Cosigner each agree that any communication between you and either the Borrower or the Cosigner will be binding on both the Borrower and Cosigner and that the provisions of this Promissory Note will apply to the Borrower and Cosigner individually and collectively.

13. Cosigner Release: The Lenders agree to release the Cosigner(s) if all of the following occur (a) I make a lump sum prepayment in an amount equal to twenty-four months of principal and interest payments or I make 24 (twenty-four) consecutive months of principal and interest payments during the Repayment Period by their due date immediately preceding the request for cosigner release; (b) my Loan is otherwise in good standing; (c) I meet the borrower requirements, underwriting and credit criteria at the time the cosigner release is requested; (d) I have graduated from an Eligible School and (e) I submit a written request to you for the cosigner release.
14. **For purposes of this Section L.14 only, "I," "me," and "my" refer to the Cosigner only.** My obligation under this Promissory Note is unconditional and absolute. I intend to be treated as a principal of this Promissory Note and not as a surety. Unless I am a covered borrower as defined by the Military Lending Act, 10 U.S.C. § 987, to the extent I may be treated as a surety, I waive all notices to which I might be entitled by law as a guarantor of the Borrower's obligations hereunder. I waive all suretyship/guarantor defenses that might be available to me (including, without limitation, contribution, subrogation, and exoneration). It shall not be necessary for you to resort to or exhaust your remedies against the Borrower before calling upon me to make repayment. As Cosigner, I agree that if the Borrower is released from liability on this loan for any reason, including infancy, I hereby consent to such release and to my continued liability for this loan after such release. I acknowledge that I have read, understand, and agree to the terms of the Federal Notice to Cosigner. I understand that in the event of the Borrower's death prior to the payoff of the Loan, any remaining balance of the Loan, including any fees or interest, will be forgiven upon your receipt of acceptable proof of the Borrower's death, and that notwithstanding any other provision of this Loan Agreement, I will be released from all liability under this Loan Agreement under federal law. I also understand that a notification will be provided to me within a reasonable timeframe if this provision of the Loan Agreement applies.

M. BORROWER'S CERTIFICATION AND CONSENTS

I declare that the following is true and correct. I certify under penalty of perjury under the laws of the United States of America that the information contained in my application for this Loan is true, complete and correct to the best of my knowledge and belief and is made in good faith. I understand this is a private, non-federal student loan and I certify that the proceeds of this loan will be used to pay educational expenses incurred by me at the School. I understand that I am responsible for repaying immediately any funds that I receive which were not to be used or which are not used for educational purposes for the applicable academic period. At your option, I understand that you may either electronically transmit funds to the School or issue check(s) made payable to the School. I also certify the following: I have read the material explaining the loan program that has been provided to me. I understand the provisions of the loan program, my responsibilities, and my rights under this loan program. I certify that I meet the applicable state age requirement to enter into contracts.

I further authorize the School to release to you and your agents and any insurer and its agents any requested information pertinent to this loan (e.g., employment, prior loan history, enrollment status, current address). For purposes of learning my current address and telephone number, I authorize you and your agents and any insurer and its agents to release information and make inquiries to the individual(s) I provided as a reference as part of my application or otherwise given you in connection with this loan.

N. DISCLOSURE NOTICES

ANY HOLDER OF THIS CONSUMER CREDIT CONTRACT IS SUBJECT TO ALL CLAIMS AND DEFENSES WHICH THE DEBTOR COULD ASSERT AGAINST THE SELLER OF GOODS OR SERVICES OBTAINED PURSUANT HERETO OR WITH THE PROCEEDS HEREOF. RECOVERY HEREUNDER BY THE DEBTOR SHALL NOT EXCEED AMOUNTS PAID BY THE DEBTOR HEREUNDER.

All Applicants: Important Federal Law Notice- Important information about procedures for opening a new account: To help the government fight the funding of terrorism and money laundering activities, federal law requires all financial institutions to obtain, verify, and record information that identifies each person who opens an account.

What this means for me: When I open an account you will ask for my name, address, date of birth and other information that will allow you to identify me. You may also ask to see my driver's license or other identifying documents.

State Notices: I understand that the following notices are or may be required by state laws and that these notices may not describe all of the rights that I have under state and federal laws. Unless otherwise indicated, each notice applies or may apply to Borrowers and Cosigners who live in the indicated states on the dates that they signed the Application and to Borrowers and Cosigners who are residents of that state.

CALIFORNIA RESIDENTS: A married applicant may apply for a separate account.

IOWA RESIDENTS: IMPORTANT: READ BEFORE SIGNING. THE TERMS OF THIS AGREEMENT SHOULD BE READ CAREFULLY BECAUSE ONLY THOSE TERMS IN WRITING ARE ENFORCEABLE. NO OTHER TERMS OR ORAL PROMISES NOT CONTAINED IN THIS WRITTEN CONTRACT MAY BE LEGALLY ENFORCED. I MAY CHANGE THE TERMS OF THIS AGREEMENT ONLY BY ANOTHER WRITTEN AGREEMENT. NOTICE TO CONSUMER: 1. Do not sign this paper before I read it. 2. I am entitled to a copy of this paper. 3. I 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.

MARYLAND RESIDENTS: Lender and I have agreed that this Promissory Note is governed by federal law and the laws of the State of

Lender: Bank of Lake Mills

Wisconsin without regard to conflicts of law principles; if any court nonetheless determines that this Promissory Note is subject to Maryland law, then only to the extent that Maryland law applies, Lender and I agree and elect that this Promissory Note is made under and governed by Subtitle 10, "Credit Grantor Closed End Credit Provisions" of Title 12 of the Maryland Commercial Law Article except as preempted by federal law.

MISSOURI RESIDENTS: Oral agreements or commitments to loan money, extend credit or to forbear from enforcing repayment of a debt including promises to extend or renew such debt are not enforceable. To protect me (borrower(s)) and you (creditor) from misunderstanding or disappointment, any agreements we reach covering such matters are contained in this writing, which is the complete and exclusive statement of the agreement between us, except as we may later agree in writing to modify it.

NEVADA RESIDENTS: This is a loan for study.

NEW JERSEY RESIDENTS: The section headings of this Promissory Note are a table of contents and not contract terms. Portions of this Promissory Note with references to actions taken to the extent of applicable law apply to acts or practices that New Jersey law permits or requires. In this Promissory Note, acts or practices (i) by you which are or may be permitted by "applicable law" are permitted by New Jersey law, and (ii) that may or will be taken by you unless prohibited by "applicable law" are permitted by New Jersey law.

OHIO RESIDENTS: The Ohio laws against discrimination require that all creditors make credit equally available to all credit worthy customers, and that credit reporting agencies maintain separate credit histories on each individual upon request. The Ohio civil rights commission administers compliance with this law.

TEXAS RESIDENTS: This written loan agreement represents the final agreement between the parties and may not be contradicted by evidence of prior, contemporaneous, or subsequent oral agreements of the parties. There are no unwritten oral agreements between the parties.

UTAH RESIDENTS: This Promissory Note is the final expression of the agreement between me and you and it may not be contradicted by evidence of an alleged oral agreement.

NOTICE TO WISCONSIN RESIDENTS: For married Wisconsin residents, my signature on this Promissory Note confirms that this loan obligation is being incurred in the interest of my marriage or family. No provision of any marital property agreement (pre-marital agreement), unilateral statement under Section 766.59 or court decree under Section 766.70 adversely affects the interest of the Lender unless the Lender, prior to the time that the loan is approved, is furnished with a copy of the agreement, statement, or decree or has actual knowledge of the adverse provision when the obligation to the Lender is incurred. If the loan for which I am applying is granted, my spouse will also receive notification that credit has been extended to me.

By my signature, I acknowledge that I have read and understand the information contained in the Application and Promissory Note, including the terms on the following pages and agree to be bound by those terms, including, but not limited to, the Promise to Pay in Section A of the Promissory Note. I certify that the information provided by me is true and accurate to the best of my knowledge and belief. The instructions to the Application are incorporated into and made a part hereof. By submitting my Application, I authorize the Lender, and the guarantor of this Loan, if any, to obtain credit or similar reports from one or more consumer credit reporting agencies in connection with my Application. If my Application is not accepted or upon my request, I will be informed of whether or not you obtained a consumer report and, if so, the name and address of the consumer reporting agency that furnished that report. If my Application is approved and a loan agreement entered into, I also authorize you to obtain additional credit reports and other information about me in connection with reviews, updates, extensions, renewals, modifications, collection activities of my Loan or any other legitimate purpose. I further authorize the Lender to verify with others any information contained in my Application to extend the Loan and to provide information about my transactions with the Lender to third parties (including consumer reporting agencies) for lawful purposes. My authorization to obtain consumer reports and other information about me from third parties is valid as long as I continue to owe any amounts under the Promissory Note. I agree that you may investigate any information that I supply in order to confirm my eligibility for this Loan. I agree that the Promissory Note provides for the compounding of interest.

The originating Lender to which my Application is directed is the Bank of Lake Mills, in Lake Mills, Wisconsin. The Private Education Loan is not offered or made by the School listed in the Application. It is being offered and made by Bank of Lake Mills.

Lender: Bank of Lake Mills

I authorize the Lender to consider my Application as an application for the lowest cost loan for which I am qualified under this program. I understand and acknowledge that Bank of Lake Mills, its employees and agents, do not in any way endorse, promote or make any representations concerning the quality or financial strength of any educational institution. It is my responsibility to determine the quality and financial strength of the educational institution. Any listing of educational institutions by Bank of Lake Mills, its employees or agents, is solely for application submission and does not represent an endorsement of any educational institutions. This disclaimer may not be waived or modified by any employee or agent of Bank of Lake Mills, its affiliates or subsidiaries.

NOTICE TO CONSUMER: In the following Notice, the word "you" refers to the Borrower and Cosigner. DO NOT SIGN THIS BEFORE YOU READ THE WRITING ON THE FOLLOWING PAGES, EVEN IF OTHERWISE ADVISED. DO NOT SIGN THIS IF IT CONTAINS ANY BLANK SPACES. YOU ARE ENTITLED TO AN EXACT COPY OF ANY AGREEMENT YOU SIGN. YOU HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE UNDER THIS AGREEMENT WITHOUT PENALTY AND YOU MAY BE ENTITLED TO A PARTIAL REFUND OF THE FINANCE CHARGE IN ACCORDANCE WITH LAW.

I UNDERSTAND THAT THIS IS A LOAN THAT I MUST REPAY.

CAUTION--IT IS IMPORTANT THAT YOU THOROUGHLY READ THE CONTRACT BEFORE YOU SIGN IT.

Borrower Signature _____ Today's Date (mm/dd/yyyy) _____

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK]

COSIGNER NOTICES. NOTE: The obligation of the Cosigner as described in the following notices is limited by federal law in the event of the Borrower's death.

Federal Notice: For purposes of the following notice, the words "you" and "your" refer to the Cosigner, not the Lender.

NOTICE TO COSIGNER

You are being asked to guarantee this debt. Think carefully before you do. If the borrower doesn't pay the debt, you will have to. Be sure you can afford to pay if you have to, and that you want to accept this responsibility.

You may have to pay up to the full amount of the debt if the borrower does not pay. You may also have to pay late fees or collection costs, which increase this amount.

The bank can collect this debt from you without first trying to collect from the borrower. The bank can use the same collection methods against you that can be used against the borrower, such as suing you, garnishing your wages, etc. If this debt is ever in default, that fact may become part of *your* credit record.

This notice is not the contract that makes you liable for the debt.

STATE-SPECIFIC COSIGNER NOTICES:

For the purposes of the following notices only, the words "you" and "your" refer to the Cosigner, not to the Lender.

FOR OBLIGORS COSIGNING IN VERMONT – NOTICE TO COSIGNER:

YOUR SIGNATURE ON THE APPLICATION AND AGREEMENT MEANS THAT YOU ARE EQUALLY LIABLE FOR REPAYMENT OF THIS LOAN. IF THE BORROWER DOES NOT PAY, THE LENDER HAS A LEGAL RIGHT TO COLLECT FROM YOU.

FOR OBLIGORS COSIGNING IN WEST VIRGINIA: NOTICE TO COSIGNER:

You are being asked to guarantee this debt. Think carefully before you do. If the borrower doesn't pay the debt, you will have to. Be sure you can afford to pay it if you have to, and that you want to accept this responsibility. You may have to pay up to the full amount of the debt if the borrower does not pay. You may also have to pay late fees or collection costs, which increase this amount. The creditor can collect this debt from you without first trying to collect from the borrower. The creditor can use the same collection methods against you that can be used against the borrower, such as suing you, garnishing your wages, etc. If this debt is ever in default, that fact may become part of your credit record. This notice is not the contract that makes you liable for the debt.

FOR OBLIGORS COSIGNING IN IOWA, NEW YORK AND SOUTH CAROLINA:

NOTICE TO COSIGNER: You agree to pay the debt identified below although you may not personally receive any property, goods, services or money. You may be sued for payment although the person who receives the property, goods, services, or money is able to pay. You should know that the Total of Payments does not include finance charges resulting from delinquency, late charges, repossession or foreclosure costs, court costs or attorney's fees, or other charges that may be stated in the Promissory Note. You will also have to pay some or all of these costs and charges if the Promissory Note, the payment of which you are guaranteeing, requires the borrower to pay such costs and charges. If this debt is ever in default, that fact may become a part of your credit record. This notice is not the Promissory Note or contract that obligates you to pay the debt. Read the Promissory Note or contract, for the exact terms of your obligation.

IDENTIFICATION OF DEBT(S) YOU MAY HAVE TO PAY:

Name of Debtor: The Borrower and Cosigner identified on the first page of this Note.

Name of Creditor: Bank of Lake Mills.

Date: If the loan is disbursed by check, the date of the check. If the loan is disbursed electronically, the date the creditor transmits the funds.

Kind of Debt: Education Loan.

Total of Payments: The Loan Amount Requested set forth on the first page of this Promissory Note (to the extent advanced), plus interest and any loan origination fee set forth in this Promissory Note.

By my signature, I acknowledge that I have read and understand the information contained in the Application and Promissory Note, including the terms on the following pages and agree to be bound by those terms, including, but not limited to, the Promise to Pay in Section A of this Promissory Note. I certify that the information provided by me is true and accurate to the best of my knowledge and belief. The instructions to the Application are incorporated into and made a part hereof. By submitting my Application, I authorize the Lender, and the guarantor of this Loan, if any, to obtain credit or similar reports from one or more consumer credit reporting agencies in

Lender: Bank of Lake Mills

connection with my Application. If my Application is not accepted or upon my request, I will be informed of whether or not you obtained a consumer report and, if so, the name and address of the consumer reporting agency that furnished that report. If my Application is approved and a loan agreement entered into, I also authorize you to obtain additional credit reports and other information about me in connection with reviews, updates, extensions, renewals, modifications, collection activities of the Loan or any other legitimate purpose. I further authorize the Lender to verify with others any information contained in my Application to extend the Loan and to provide information about my transactions with the Lender to third parties (including consumer reporting agencies) for lawful purposes. My authorization to obtain consumer reports and other information about me from third parties is valid as long as I continue to owe any amounts under Promissory Note. I agree that you may investigate any information that I supply in order to confirm my eligibility for this Loan. I agree that the Promissory Note provides for the compounding of interest.

The originating Lender to which my Application is directed is the Bank of Lake Mills, in Lake Mills, Wisconsin. The Loan is not offered or made by the School listed in the Application. It is being offered and made by Bank of Lake Mills.

I authorize the Lender to consider my Application as an application for the lowest cost loan for which I am qualified under this program. I understand and acknowledge that Bank of Lake Mills, its employees and agents, do not in any way endorse, promote or make any representations concerning the quality or financial strength of any educational institution. It is my responsibility to determine the quality and financial strength of the educational institution. Any listing of educational institutions by Bank of Lake Mills, its employees or agents, is solely for application submission and does not represent an endorsement of any educational institutions. This disclaimer may not be waived or modified by any employee or agent of Bank of Lake Mills, its affiliates or subsidiaries.

NOTICE TO CONSUMER: In the following Notice, the word "you" refers to the Borrower and Cosigner. DO NOT SIGN THIS BEFORE YOU READ THE WRITING ON THE FOLLOWING PAGES, EVEN IF OTHERWISE ADVISED. DO NOT SIGN THIS IF IT CONTAINS ANY BLANK SPACES. YOU ARE ENTITLED TO AN EXACT COPY OF ANY AGREEMENT YOU SIGN. YOU HAVE THE RIGHT AT ANY TIME TO PAY IN ADVANCE THE UNPAID BALANCE UNDER THIS AGREEMENT WITHOUT PENALTY AND YOU MAY BE ENTITLED TO A PARTIAL REFUND OF THE FINANCE CHARGE IN ACCORDANCE WITH LAW.

I UNDERSTAND THAT THIS IS A LOAN THAT I MUST REPAY.

CAUTION--IT IS IMPORTANT THAT YOU THOROUGHLY READ THE CONTRACT BEFORE YOU SIGN IT.

BY SIGNING THE APPLICATION AND AGREEMENT, I ACKNOWLEDGE AND AGREE TO BE JOINTLY AND SEVERALLY LIABLE WITH THE BORROWER FOR THIS LOAN.

Cosigner Signature _____ Today's Date (mm/dd/yyyy) _____