

Simpson College
International Studies Loan Promissory Note

Borrower Name: _____

2009-2010 Academic Year

For value received, I promise to pay Simpson College the sum of \$_____ (the "Loan Amount"), in accordance with the following terms:

1. Interest on the Loan Amount shall accrue from the date I graduate or separate from Simpson College and shall be at the rate of 5% per annum on the unpaid balance until the Loan Amount, plus accrued interest, is paid in full.
2. The Repayment Period shall begin 6 months after the date I graduate or separate from Simpson College. The maximum Repayment Period shall be 5 years.
3. Payments will be made monthly in the amount necessary to achieve payment in full in 5 years, but in no event less than \$50.00 per month. Payments will be delivered to Simpson College's Business Office in Indianola, Iowa. Interest shall first be deducted from the payment and any balance shall be applied on principal. I may, at my option and without penalty, prepay at any time all or any part of the Loan Amount plus accrued interest.
4. Deferments will generally not be available. Simpson College may grant a deferment, from repayment and accrual of interest, in its sole discretion, and upon proper documentation, in extraordinary circumstances, which shall include:
 - A. Illness requiring the temporary withdrawal from Simpson College.
 - B. Military service required by reason of conscription or activation of a reserve unit.
 - C. Continuation of an educational program as a full-time graduate student, for so long as the borrower is enrolled as a full-time graduate student.
5. I am responsible to inform Simpson College in a timely manner of any change in my address and/or name.
6. Simpson College may impose late charges if the borrower does not make a scheduled payment when due or if the borrower fails to submit to Simpson College, on or before the due date of the payment, a properly documented request for deferment. Late charges imposed will not exceed of 20 percent of the monthly payment or, if less, the maximum amount allowed by law.
7. I will be in default, and Simpson College shall have the right, at its sole discretion, to declare the entire principal balance, accrued interest, and other amounts I owe under this Note at once due and payable without further notice to me, if I fail to make my full monthly payment when due, provided my failure persists for 10 days or more. Simpson College's failure or delay to exercise its right to declare this Note in default under this paragraph shall not constitute a waiver of its right to exercise the same at any later time. My failure to receive a monthly statement does not relieve me of my obligation to make my required monthly payments in accordance with this Note. Simpson College may report my credit history to credit bureaus.
8. In the event I default as provided in paragraph 6, Simpson College may bar me from registering for classes and withhold my academic transcripts. I agree to pay all reasonable costs of collection incurred as a result of my default, including without limitation, attorney fees and court costs.
9. The provisions of this Note will be governed and construed in accordance with the laws of the State of Iowa without regard to conflict of law rules. If any provision of this Note is held to be invalid or unenforceable, such provision shall be fully severable, and the remaining provisions of this Note shall remain in full force and effect.
10. Simpson College may assign this Note at any time. If this Note is assigned, the assignee will become the owner of this Note and as my creditor will have all the rights of Simpson College to enforce this Note against me. I may not assign this Note at any time.
11. I certify that I have read and understand this Note, that the Loan Amount will be used for my educational expenses at Simpson College, and that I am not delinquent on any student financial aid loan or other loan.
12. **IMPORTANT: READ BEFORE SIGNING. THE TERMS OF THIS NOTE SHOULD BE READ CAREFULLY BECAUSE ONLY THOSE TERMS IN WRITING ARE ENFORCEABLE. NO OTHER TERMS OR ORAL PROMISES NOT CONTAINED IN THIS WRITTEN NOTE MAY BE LEGALLY ENFORCED. THE TERMS OF THIS NOTE MAY BE CHANGED ONLY BY ANOTHER WRITTEN AGREEMENT.**

Borrower:

Signed _____ SS# _____ Date _____

Name Printed _____ Home Phone _____

Address _____ Work Phone _____

City/State/Zip _____

Permanent Address (if different from above) _____

Permanent Home Telephone Number (if different from above) _____

**Simpson College
International Studies Loan Promissory Note (continued)**

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 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 a part of your credit record.

NOTICE

You agree to pay the debt identified below although you may not personally receive any property, services, or money. You may be sued for payment although the person who receives the property, services, or money is able to pay. This notice is not the contract that obligates you to pay the debt. Read the contract for the exact terms of your obligation.

IDENTIFICATION OF DEBT YOU MAY HAVE TO PAY

Borrower: _____

Date of Loan: _____

Lender: Simpson College

Kind of Debt: Student Loan

I have received a copy of this notice.

Signature of Cosigner

Date

COSIGNER PROMISE TO PAY

Although I will not personally receive any loan proceeds, I promise to repay the full amount of this debt, including unpaid principal, accrued interest, and/or collection costs, upon demand by Simpson College, if the borrower defaults on the loan. I understand that Simpson College can use the same collection methods against me that can be used against the borrower. My signature below certifies that I have received, read, understand, and agree to the terms and conditions set forth in the Promissory Note.

I UNDERSTAND THAT THIS IS A LOAN THAT I MUST REPAY IF THE BORROWER DOES NOT.

Signed _____ Relationship _____ Date _____

Name Printed _____ Home Phone _____

Address _____ Work Phone _____

City/State/Zip _____