



Student Financial Aid Office
103 Wilder Tower
Memphis, TN 38152-3520

U ID Number: _____

Voice: (901) 678-4825
Fax: (901) 678-3590

2011-2012 DIRECT LOAN FORM (LOANR)

You were offered the maximum amount of subsidized and/or unsubsidized loans for which you are eligible on your myMemphis account. Use this form **ONLY** if there are any **CHANGES** to your decision.

Name: SSN:

Address: _____ Phone: () _____

 _____ city state zip E-mail: _____

FEDERAL DIRECT STUDENT LOAN REQUEST

I have reviewed the LOANS that have been OFFERED to me for the 2011 – 2012 year, and have already submitted a decision via my myMemphis account.

Signature (required): _____ Date: _____

I would like the following changes: (Note: Allow 5 to 7 business days to process your request.)

_____ I would like to cancel all my student loans (Subsidized, Unsubsidized, PLUS, or Graduate PLUS) for Fall 2011 Spring 2012 (Note: Request cannot be processed if more than 60 days after disbursement date.)

_____ I would like to (**circle one**) increase*/decrease my Unsubsidized student loan to the amount of \$_____ for Fall 2011 Spring 2012

_____ I would like to cancel my Unsubsidized student loan only for Fall 2011 Spring 2012

_____ I would like to (**circle one**) increase*/decrease my Subsidized student loan to the amount of \$_____ for Fall 2011 Spring 2012 (Note: You should decline/decrease your unsubsidized loan **FIRST** before declining/decreasing the subsidized loan.)

_____ I would like to cancel my Subsidized student loan only for Fall 2011 Spring 2012

*select this option if you were not initially offered a student loan on your myMemphis account

FAX OR RETURN THIS FORM TO:

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Direct Loan Form - Fall 2011 / Spring 2012

What is a Federal Direct Loan?

- * The Federal Direct Loan Program is a cooperative effort between the federal government and educational institutions: 1) The federal government provides the loan funds, 2) Schools determine the loan amount and interest subsidy, confirm eligibility, and determine the loan period.
- * Direct Loan provides funds to help you meet your educational expenses. However, unlike gift aid, **loans must be repaid.**
- * Federal Direct Loans are offered in two forms: subsidized and unsubsidized.

Subsidized: You will not be charged any interest while you are in school (as long as you remain at least a half-time student) and during grace or deferment periods. The federal government “subsidizes” the interest during these periods. Your interest begins to accrue and repayment of the principal begins six months after enrollment in an educational institution ceases.

Unsubsidized: You are responsible for your interest. Your interest accrues within sixty (60) days of disbursement and may either be paid while you are in school or capitalized and added to the principal amount borrowed. As with subsidized loans, principal repayment begins six months after enrollment in an educational institution ceases.

How Much Can I Borrow?

- * Your total financial aid, including Federal Direct Loans, can never exceed your cost of education. The limits indicated are the federal maximums which you can receive during two terms of enrollment.
- * In addition to annual loan limits, there are aggregate loan limits. Students may never borrow more than the aggregate loan limit for all subsidized and unsubsidized loans at the University of Memphis and other schools.

ACADEMIC YEAR LOAN LIMITS				
	Base Loan Sub/Unsub	Additional Unsub	Extended Loan Unsub only*	Total Loan
Freshman	\$3,500	\$2,000	\$4,000	\$9,500
Sophomore	4,500	2,000	4,000	10,500
Junior	5,500	2,000	5,000	12,500
Senior	5,500	2,000	5,000	12,500
Graduate	8,500	n/a	12,000	20,500

* available to independent students

AGGREGATE LOAN LIMITS			
	Base	Base plus Extended	
Undergraduate	\$ 31,000	\$	57,500
Graduate	65,500		138,500

Do I Need a Loan?

- * If you do not need to borrow the maximum amount, you can choose to borrow less. In deciding the appropriate amount, you should follow these steps:

1. What are your costs for an academic year? Add your costs together for tuition/fees, room and board, books and supplies, transportation and personal expenses.
2. Subtract your resources from these costs. Consider all aid and private scholarships you have received as well as money from savings and your family.
3. Decide if you **need** to borrow. Before you borrow funds, are there other resources available to you? Review your expenses to see if you can reduce your costs.
4. Consult the repayment chart to the right. What will be the monthly payment if you borrow this amount? Remember to consider what you may borrow in future years.
5. Select the amount that you can manage to repay. What you borrow today must be repaid, with interest, in the future. **Remember to be as conservative as possible when borrowing funds.**

Total Borrowed	Monthly Payment
\$ 5,000	\$ 61.00
10,000	123.00
30,000	368.00
50,000	613.00
100,000	1,227.00