GEORGE S. AND GRACE A. JAY MEMORIAL TRUST
LOW INTEREST STUDENT LOANS

Rules Governing Student Loans

1) The total loan to any one applicant (hereinafter also known as "student" or "loan recipient")shall be construed as partial aid only in securing an education in the college, university, or an accredited vocational school of their choice.

2) Applications must be completed, signed, and sent to the Trust office: George S. and Grace A. Jay Memorial Trust 503 West Sheridan Avenue, PO Box 57, Shenandoah, IA 51601.

3) The Trust requires the student's parent(s) or guardian(s) to co-sign any Promissory Note or personally guarantee any loan. Student and/or Co-signer may be contacted at any time to obtain student information.

4) Students who receive and accept a loan but are unable to enroll in the initial school term must immediately return the loan money to the Trust.

5) Once accepted, students will be eligible to apply each semester the student is enrolled full-time (minimum 12 credit hours per semester); graduate students, minimum 9 credit hours per semester.

6) Undergraduate students: maximum $2,000 per semester, plus $750 if enrolled in summer school.
(4 years= $16,000 maximum and 4 summers =$3,000 maximum).

7) Graduate students: maximum $2,000 per semester, plus $1,000 if enrolled in summer school
(2 years =$8,000 maximum and 2 summers=$2,000 maximum).

8) Each year, students must complete a Status Report and submit a copy of their grade transcript to verify they are enrolled full-time and are receiving passing grades to remain eligible for additional loans. If verification is not received each semester, the Trust will immediately send an amortization table with payment schedule of the loan principle plus interest.

9) Interest rate is 3% per annum. Interest starts the month after the student graduates. No interest will accrue while student is attending school or program, fulltime. If the student drops out before completing education, repayment begins immediately.

10) Repayment on the total balance (principal and accumulated interest) is a minimum of $50.00 per month or 1% of the total balance (including interest), whichever is greater. The Trust provides a repayment schedule. Interest continues to accrue on unpaid balance at 3% per annum. If payments are not made per the schedule, a delinquency rate of 7% per annum applies. The 7% rate may be waived or the schedule modified at the Trustees' discretion in cases of hardship.

11) Students must keep the Trust informed of address changes and all status changes, including graduation, leaving school, military service, name changes, or other changes in status. If unable to contact student the Trust will contact the Co-signer to obtain students current contact information or to request loan repayment.