

Automatic Bank Draft Request

Automatic Bank Draft can save you time and money by electronically transferring your payment to us! With Automatic Bank Draft, you will:

- Eliminate check service charges, paying additional interest or fees for late payments, and postage; and
- Qualify for our QuarterBacksm program and receive a .25% interest rate reduction on your loans during repayment.

To Begin Automatic Bank Draft:

- Complete this form, and return it to SC Student Loan. Please print your information clearly in blue or black ink. If you prefer, you may enroll online at www.scstudentloan.org. Simply login, select "Payment Options" and then "Bank Draft".
- You will be notified when your first bank draft will occur based on your requested effective date below, so please continue to pay your bill until further notification.
- If you are using a credit union or savings account for your automatic draft, please verify your ABA Routing Number and Account Number with your banking institution.
- If you close your checking account, need to change bank account information, cancel your draft, or change the amount drafted, notification of **at least 7 days** prior to your next draft date is required.

Please see the reverse side of this form for frequently asked questions.

Section 1: SC Student Loan (SCSL) Borrower Information

SCSL Borrower Full Name: _____

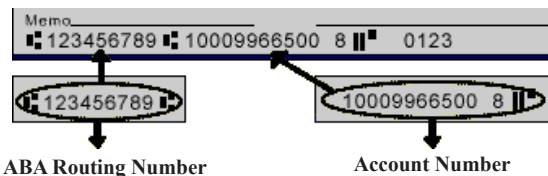
SCSL Account Number: _____ Phone Number: _____

Section 2: Financial Institution Information

This is a (check one): Checking Account Savings Account

ABA Routing Number: _____

Account Number: _____



Section 3: Financial Institution Account Holder Information and Authorization (individual whose account will be drafted)

Financial Institution Account Holder(s): _____
Full Name Joint account holder's full name if applicable

Withdraw Amount (check one): Regularly scheduled payment amount Other _____
(cannot be less than regularly scheduled payment amount)

Requested Effective Date of Draft: _____ (must be at least 7 but not more than 45 calendar days from the date you submit this form)

Until further written notice from me, I authorize SC Student Loan to: (1) debit my bank account on my payment draft date each month to collect my educational loan payment(s), and (2) if I have past due payments at the time the requested debit begins, to grant me a forbearance for all such past due payments. During a period of forbearance, interest continues to accrue and must be paid or capitalized. Capitalizing interest means that the interest will be added to the principal balance of the loan and may raise my monthly payment amount after the forbearance expires. By my signature, I certify that I understand and agree that at the end of my forbearance period all outstanding interest will be capitalized. I understand that my automatic draft will cancel should I be granted a forbearance and/or deferment once the draft has begun. I will notify SC Student Loan if I wish to reinstate my draft.

I also understand that the draft amount will automatically increase if the scheduled monthly payment increases for any loan group(s) that is currently on automatic bank draft. I understand that I must notify SC Student Loan if I wish to include a loan group(s) in my monthly draft amount that I have not authorized for automatic bank draft.

SC Student Loan Borrower Signature

Date

Financial Institution Account Holder's Signature

Date

Financial Institution Joint Account Holder's
Signature (if applicable)

Date



Stop the paper and save a tree with Paperless Billing

You will continue to receive a paper monthly statement unless you sign up for Paperless Billing on our website at www.scstudentloan.org. Paperless Billing will also enable you to view all of your previous statements online.

Frequently Asked Questions

If my account has a deferment or forbearance, will the bank draft continue?

No. Your bank draft is automatically cancelled. If you wish to continue your draft or reinstate your draft after the completion of your deferment or forbearance, please call or log into your account with this request.

Can I sign up for bank draft if my account is delinquent?

Yes. If you have past due payments at the time the requested debit begins, we will grant you a forbearance for all such past due payments.

What if I have a new loan(s) entering repayment?

If you have a new loan(s) entering repayment and currently have a bank draft in place, your existing bank draft will **not** automatically be adjusted to cover an increase in your monthly payment amount. Please call or log into your account at least 7 days prior to your next payment draft date to increase the draft amount.

If I choose a new repayment plan, will my draft amount adjust automatically?

Yes. Your bank draft will be automatically adjusted to your new payment amount.

What will happen if I have insufficient funds in my bank account?

Your bank will notify us of an NSF and then we will send a letter advising you to remit that month's payment another way. If the draft is dishonored or returned for any reason, a \$25 fee will be added to your student loan account. This fee may periodically increase without notice. You will be taken off of Automatic Bank Draft if a payment is dishonored or returned for two consecutive draft attempts. In addition, you will lose your .25% interest rate reduction through our QuarterBacksm program.

How do I make changes to my automatic bank draft?

Call or log into your account at least 7 days prior to your next payment draft date.

If I want to cancel my bank draft, how quickly will it be cancelled?

Notify SC Student Loan at least 7 days prior to your next payment draft date.

What if I want to change my draft amount for a limited number of months?

You should not change your draft amount repeatedly. Automatic Bank Draft is intended for borrowers whose payment amounts will remain the same for an extended period. If you wish to make additional payments during certain months, please use another method of payment in addition to the draft.

* SC Student Loan reserves the right to alter, suspend or terminate benefits at any time. Some conditions and/or restrictions may apply to benefit programs.