

The Lowdown on Loans

The objective of this assignment is to individually create a thematic graphic organizer for the information within the provided article. Your graphic organizer should be a creative visual display of the reading. The organizer should be neat, easy to read and show the connections among ideas.

The more information you supply, the better your graphic organizer will be. Be specific and provide details. You will be able to use this graphic organizer during the quiz of this information.

Topic Title

Subheadings



Loans



Paying for College Steps



Cost of Education



Basic Types of Loans & Supporting Details



Repayments & Alternatives



Default & Consequences



The Lowdown on Loans Quiz

Name_____

True or False: Read the statements and determine if they are true or false. Circle the correct answer. If the statement is false, correct the answer to make it true.

1. True or False: All student loans are repaid interest free.
2. True or False: College education costs are on the decline.
3. True or False: Attending college half time means taking at least 9 credits/semester.
4. True or False: The PLUS loan is subsidized based on a student's financial need.
5. True or False: The Perkins Loan is based solely on financial need.
6. True or False: A promissory note must be signed to get a loan.
7. True or False: Student loans are managed by the recipient.
8. True or False: The Stafford loan requires collateral.
9. True or False: There are no penalties involved in forbearing on a loan.
10. True or False: Consolidating loans allows you to pay off your loans in one single payment.
11. True or False: The borrower is expected to begin repayment of student loans beginning anywhere from 6 weeks to 9 weeks after graduation.
12. True or False: To be considered for financial aid from the school of your choice you must complete the FASFA.

Short Answer: Please write in complete sentences.

13. What three college expenses do student loans typically cover?



14. Describe the minimum/maximum monetary loan amounts that can be borrowed by undergraduate students.
15. Which loan is given to students who have the highest chance of being employed upon graduating from college?
16. Which of the basic loans is offered to parents rather than students?
17. Explain the similarities and differences between forbearance of a loan and consolidation of a loan.
18. Explain two consequences of defaulting on your student loans.
19. Identify, in order, the five steps that must be taken towards paying for college.

