

## APPLICATION FOR AN INCOME-SENSITIVE REPAYMENT ACCOUNT

1. I expect the following amount of gross monthly income from employment and other sources during the next 12-month period: \$ \_\_\_\_\_  
Gross monthly income is the total amount of income BEFORE taxes and other deductions are removed. (Circle all sources that apply: Salary, Self-Employment Earnings, Welfare, Social Security Benefits, Worker's Compensation, Alimony, Child Support, Fellowships, Dividends, Interest, Tax-exempt Issues, Tips, Allowances, Rental Income, Sales Commissions)
2. **I am enclosing copies of my pay statements (or other evidence) of my GROSS monthly employment income .** We cannot process your application without this documentation.
3. I request monthly payments based upon this percentage: \_\_\_\_\_ .00% (Percentage must be a whole number between 4%-25%. If no percentage is listed, percentage will be 4%.) **Based on this percentage, my payments will equal at least monthly accrued interest, unless I request a reduced-payment forbearance (Item 4). I understand that all unpaid interest may be capitalized (added to my principal) which will increase my principal balance.**
4. \_\_\_\_\_ By checking here, I request a reduced-payment forbearance because my percentage of income in Item 3 results in a payment that is less than monthly accrued interest on my loans. I request a reduced-payment forbearance because paying monthly interest will be a financial hardship. This forbearance will begin on my first payment due date following determination that I qualify for income-sensitive repayment and end 12 months later. **I understand that any unpaid interest may be capitalized no more frequently than quarterly and at the end of the forbearance which will increase my principal balance.** Unpaid interest on a loan disbursed on or after July 1, 2000 may be capitalized at the end of the forbearance. My financial hardship is temporary and I intend to repay my loans. I understand if I fail to make reduced payments during the forbearance as required, collection activities will ensue, the delinquency will be reported to a national credit bureau, and default will occur if the delinquency is not resolved.
5. If my account is currently past due because of financial circumstances, I request a forbearance to cover payments due before my income-sensitive payments or reduced-payment forbearance begins. **I understand that all accrued unpaid interest may be capitalized no more frequently than quarterly and at the end of the forbearance .** Unpaid interest on a loan disbursed on or after July 1, 2000 may be capitalized at the end of the forbearance.
6. I understand that I must continue to make my regularly scheduled payments until I am notified of a new payment amount.

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_/\_\_\_\_\_/\_\_\_\_\_  
SSN

\_\_\_\_\_  
Name (please print)

\_\_\_\_\_  
Co-borrower signature

\_\_\_\_\_  
Co-borrower name (please print)

**Send your completed form to:**

**Sallie Mae Servicing Corporation  
PO Box 9500  
Wilkes-Barre, PA 18773-9500**