

Undergraduate Loan Terms

2019-20 Award Year



Comparison of Direct Subsidized and Unsubsidized Loan Terms Based on Initial Disbursement Date for Undergraduate Students

Term	Loans First Disbursed On or After 7/1/18 and Before 7/1/19	Loans First Disbursed On or After 7/1/19 and Before 7/1/20
Interest Rate for Direct Subsidized Loans*	Fixed at 5.05%*	Fixed at 4.53*
Interest Rate for Direct Unsubsidized Loans	Fixed at 5.05%	Fixed at 4.53%
Eligible for Direct Subsidized Loans	Yes	Yes
6-Month Grace Period	Yes	Yes
Eligible for Interest Subsidy for Direct Subsidized Loans During Grace Period	Yes	Yes
Loan Fees	<i>Loans First Disbursed On or After 10/1/18 and Before 10/1/19</i> 1.062%	<i>Loans First Disbursed On or After 10/1/19 and Before 10/1/20</i> 1.059%

* A Title IV need-based loan available to undergraduate students for which interest does not accrue during in-school, grace, and deferment periods. (Exception: If the first-time Direct Loan borrower on or after July 1, 2013 loses eligibility for the interest subsidy on previously received subsidized loans due to the 150 percent Direct Subsidized Loan eligibility limitation, the borrower is responsible for accruing interest on those loans during all periods.)