

# Residency and Relocation Loan

For medical, dental, veterinary, and podiatry students



Help students with expenses associated with taking board examinations, traveling for interviews, and moving for a residency.

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| <b>Loan amount</b>                                     | \$1,000 to \$30,000; maximum loan amount covers one or more loans  |
| <b>Variable rates</b>                                  | SOFR + 3.00% to SOFR + 8.75% (7.94% APR to 13.34% APR) <sup>1</sup><br><i>Lowest APR shown includes the auto debit discount</i>  |
| <b>Fixed rates</b>                                     | 6.75% to 10.70% (6.40% APR to 10.26% APR) <sup>1</sup><br><i>Lowest APR shown includes the auto debit discount</i>   |
| <b>Fees</b>  | No origination fee and no prepayment penalty <sup>2</sup>  |
| <b>Grace period</b>                                    | The grace period ends 36 months after the borrower graduates, or nine months after they leave school or drop to less than half-time status (for borrowers not completing the program). <sup>1</sup>  |
| <b>Repayment</b>                                       | <ul style="list-style-type: none"><li>• There are no in-school payments and students get an extended grace period.<sup>1</sup></li><li>• Students can request to make monthly interest payments for the first two or four years of repayment, followed by monthly principal and interest payments for the remainder of the term,<sup>3</sup> or make monthly principal and interest payments for the full repayment term of up to 20 years.<sup>4</sup></li><li>• If a student has used up their grace period, a residency or internship deferment is available in up to 12-month increments; limited to a total of 48 months.<sup>5</sup></li></ul> |
| <b>Interest capitalization during the grace period</b> | <ul style="list-style-type: none"><li>• Interest doesn't capitalize during the in-school or grace period.</li><li>• Unpaid interest will be added to the loan's principal amount at the end of the borrower's grace period.<sup>1</sup></li></ul>  |
| <b>Enrollment and citizenship eligibility</b>          | <ul style="list-style-type: none"><li>• This loan is available to students enrolled at least half-time in their final year of study at a participating institution or who have graduated from one in the last 12 months.</li><li>• Students who are not U.S. citizens or permanent residents must reside in the U.S., apply with a creditworthy cosigner (who must be a U.S. citizen or U.S. permanent resident), and provide an unexpired government-issued photo ID to verify their identity.</li></ul>  |
| <b>Cosigners</b>                                       | <ul style="list-style-type: none"><li>• Last year, 69% of students who applied for the Residency and Relocation Loan without a cosigner were approved.<sup>6</sup> However, securing a creditworthy cosigner may help give students a better chance of approval.</li><li>• Students may apply to release their cosigner from the loan after they graduate, make 12 on-time principal and interest payments, and meet certain credit requirements.<sup>7</sup></li></ul>  |
| <b>Features &amp; benefits</b>                         | <ul style="list-style-type: none"><li>• Funds are disbursed directly to the student.</li><li>• A 0.25 percentage point interest rate reduction is available to students who enroll in and make monthly payments by automatic debit.<sup>8</sup></li><li>• Borrowers and cosigners can view their quarterly FICO® Score for free by logging in to their Sallie Mae® account.<sup>9</sup></li><li>• This loan offers death and disability loan forgiveness.<sup>10</sup></li></ul>   |

Students can apply at [salliemae.com/residency](https://salliemae.com/residency)

For more information, talk to your Sallie Mae representative, or go to [salliemae.com/schools](https://salliemae.com/schools)

## We put customers first

We are committed to making sure that you—and your students—have a superior service experience. Our account representatives and U.S.-based call center agents are dedicated to resolving problems and answering questions efficiently each time you contact us.

Start smart. Learn big.<sup>SM</sup>

Connect with us



To participate in the Residency and Relocation Loan program, veterinary medical schools are required to be accredited by the American Veterinary Medical Association, dental schools are required to be accredited by the American Dental Association, medical schools are required to be accredited by the Liaison Committee on Medical Education or the American Osteopathic Association's Commission on Osteopathic College Accreditation, and podiatric schools are required to be accredited by the Council on Podiatric Medical Education. Residency and Relocation Loans are intended to cover expenses not included in your school's cost of attendance.

Residency and Relocation Loans are for students who are pursuing or have received a M.D., D.O., D.D.S., D.M.D., D.P.M., D.V.M., or V.M.D. degree. Students must be enrolled at least half-time in their final year of study at a participating allopathic, osteopathic, podiatric, dental, or veterinary medicine school or have graduated from one within the past 12 months. This loan is subject to credit approval, identity verification, and signed loan documents. Student or cosigner must meet the age of majority in their state of residence. Students who are not U.S. citizens or U.S. permanent residents must reside in the U.S., graduate from, or attend school in the U.S., apply with a creditworthy cosigner (who must be a U.S. citizen or U.S. permanent resident), and provide an unexpired government-issued photo ID. Requested loan amount must be at least \$1,000.

<sup>1</sup> Interest is charged starting when the funds are sent to you. For those who graduate, the grace period is 36 months. For those who withdraw or whose attendance falls below half-time status, the grace period is 9 months. Once principal and interest repayment begins, any Unpaid Interest will be added to Current Principal, increasing the Total Loan Cost. Variable rates may increase over the life of the loan. Advertised variable rates reflect the starting range of rates and may vary outside of that range over the life of the loan. Advertised APRs assume a \$20,000 loan disbursed at the time of student's graduation from school. Index is the 30-day Average Secured Overnight Financing Rate (SOFR) rounded up to the nearest one-eighth of one percent.

<sup>2</sup> Although we do not charge a penalty or fee if you prepay your loan, any prepayment will be applied as outlined in your promissory note—first to Unpaid Fees and costs, then to Unpaid Interest, and then to Current Principal.

<sup>3</sup> Requests must be received in writing. Interest Only payments will not extend the loan term, but they will increase the Total Loan Cost. Plus, monthly payments following the Interest Only ones will be higher than they would have been otherwise.

<sup>4</sup> Example of a typical transaction for a \$20,000 Residency and Relocation Loan with the most common fixed rate, and one disbursement. For borrowers with no in-school period and a 36-month grace period, it works out to 8.58% fixed APR, 239 payments of \$226.48 and one payment of \$23.76, for a total loan cost of \$54,152.48. Loans that are subject to a \$50 minimum principal and interest payment amount may receive a loan term that is less than 20 years.

<sup>5</sup> To apply for this deferment, customers and an official from the internship, clerkship, fellowship, or residency program must complete and submit a deferment form to us for consideration. If approved, deferment periods are issued in up to 12-month increments. Customers can apply for and receive a maximum of four 12-month deferment periods. Interest is charged during the deferment period and Unpaid Interest may be added to the Current Principal at the end of each deferment period, which will increase the Total Loan Cost.

<sup>6</sup> Based on a rolling 12-month period from October 1, 2021 through September 30, 2022.

<sup>7</sup> Only the borrower may apply for cosigner release. To do so, they must first meet the age of majority in their state and provide proof of graduation (or completion of certification program), income, and U.S. citizenship or permanent residency (if their status has changed since they applied). In the last 12 months, the borrower can't have been past due on any loans serviced by Sallie Mae for 30 or more days or enrolled in any hardship forbearances or modified repayment programs. In addition, the borrower must have paid ahead or made 12 on-time principal and interest payments on each loan requested for release. The loan can't be past due when the cosigner release application is processed. The borrower must also demonstrate the ability to assume full responsibility of the loan(s) individually and pass a credit review when the cosigner release application is processed that demonstrates a satisfactory credit history including but not limited to no: bankruptcy, foreclosure, student loan(s) in default or 90-day delinquencies in the last 24 months. Requirements are subject to change.

<sup>8</sup> The borrower or cosigner must enroll in auto debit through Sallie Mae to receive a 0.25 percentage point interest rate reduction benefit. This benefit applies only during active repayment for as long as the Current Amount Due or Designated Amount is successfully withdrawn from the authorized bank account each month. It may be suspended during forbearance or deferment.

<sup>9</sup> Borrowers and cosigners with an available FICO<sup>®</sup> Score and a Sallie Mae loan with a current balance greater than \$0, may receive their score quarterly after the first disbursement of their loan. The FICO<sup>®</sup> Score provided to you is the FICO<sup>®</sup> Score 8 based on TransUnion data, and is the same score that Sallie Mae uses, along with other information, to manage your account. FICO<sup>®</sup> Scores and associated educational content are provided solely for your own non-commercial personal review, use and benefit. This benefit may change or end in the future. FICO<sup>®</sup> is a registered trademark of the Fair Isaac Corporation in the United States and other countries.

<sup>10</sup> If a student dies or becomes permanently and totally disabled, the current balance of the loan will be waived.

RATES AND OTHER INFORMATION ADVERTISED ARE VALID AS OF AUGUST 25, 2023. VARIABLE RATES MAY GO UP OR DOWN DUE TO AN INCREASE OR DECREASE IN THE LOAN'S INDEX. SALLIE MAE ALSO RESERVES THE RIGHT TO MODIFY OR DISCONTINUE PRODUCTS, SERVICES, AND BENEFITS AT ANY TIME WITHOUT NOTICE. CHECK SALLIEMAE.COM FOR THE MOST UP-TO-DATE PRODUCT INFORMATION.

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