

Chase SelectSM Pricing Update

- Interest rate margin increasing by 1.0%
- Prime index rate decreasing by 1.0%

Please be advised we are making two pricing changes in the coming days to our school-certified private loan product: Chase Select. We encourage you to make any updates to your school Web sites, lender list pages, collateral materials or other resources that include Chase Select information.

The pricing changes are as follows:

- The interest rate margin for Chase Select will increase by 1.0% for all new loan applications approved on or after Dec. 20, 2008. This change will be effective across all credit tiers.
Note: this change will not impact subsequent loan disbursements for loan applications approved prior to Dec. 20, 2008.
- The Prime index rate will decrease from 5.0% to 4.0% on Jan. 1, 2009. This change will be effective for all Chase private student loans subject to the Prime index.

In early January, we will provide you a new Chase Select product guide that details these changes.

Revising Underwriting Criteria

Due to the continuing difficult credit environment, we are revising our underwriting guidelines for all private student loan applications approved on or after Dec. 20, 2008. As a result, we anticipate that fewer students will be approved for a private loan individually. To improve the chances for approval, please advise students of the benefits of applying with a qualified cosigner.

As we continue to work through these challenging times, we will update you on any changes we make.

[For more details about these upcoming changes, please talk with your Account Manager.](#)