

February 20, 1998

To: Lenders, Servicers, and Association Participating in the Health Education Loan Assistance (HEAL) Program

Subject: School and Borrower Premium Rates effective July 1, 1998

Lender Policy Memorandum L-1998-7

The attached listing provides lenders, servicers, and associations with school default rates, borrower insurance premium rates, and school risk-based premium rates. The Pennsylvania Higher Education Assistance Agency is being provided a diskette, as well as the listing, containing this information. **These rates are effective July 1, 1998 for loans with first disbursements made on or after this date.**

We will notify you by June 1 if any changes occur in these rates because of school buy-downs or borrower changes. If you have any questions, please call Ms. Terri Ehrenfeld of the HEAL Branch at (301) 443-1540. Thank you.

Stephen J. Boehlert
Associate Division Director, HEAL Program
Division on Student Assistance