

PROMISSORY NOTE

ARMED FORCES MUTUAL CAREER ASSISTANCE PROGRAM

Simple Interest Promissory Note Fort Myer, Arlington County, Virginia; Date: _____, 20____

FOR VALUE RECEIVED, being a loan of money for career assistance purposes, the undersigned "Borrower" promises to pay to the order of ARMED FORCES MUTUAL, a non-profit association (the "Association"), the principal sum of FIVE THOUSAND AND NO/100 DOLLARS (\$5,000.00), plus any "Late Charge" calculated in the manner disclosed below, together with interest on unpaid principal at the "ANNUAL PERCENT-AGE RATE" of TWO AND ONE-HALF PERCENT (2.50%) until paid. Principal and Interest shall be payable in Sixty (60) monthly installments of Eighty-eight and 50/100 Dollars (\$88.50) each, the first one due on the date of funding the principal amount of this Promissory Note and each subsequent installment due on the first day of the next month until the entire unpaid principal balance plus all interest accrued thereon and any "Late Charge (s)" are paid in full. Borrower agrees to repay the loan of money, together with interest, in accordance with the "PAYMENT SCHEDULE" hereinafter provided.

TRUTH IN LENDING DISCLOSURES

ANNUAL PERCENTAGE RATE	FINANCE CHARGE	AMOUNT FINANCED	TOTAL OF PAYMENTS	Late Charge: If any payment is received 15 days or more after the due date, you may be charged 5% of the amount of the installment payment past due. Prepayment: If you pay off early, you will not have to pay a penalty.
The cost of your credit as a yearly rate. 2.5%	The dollar amount the credit will cost you. \$309.52	The amount of credit provided to you or on your behalf. \$4,911.50	The amount you will have paid after you have made all payments as scheduled. \$5,309.52	

PAYMENT SCHEDULE

Number of Payments	Amount of Payments	When Payments are Due
Sixty (60)	\$88.50	First Day of Every Month

You should see your contract documents for any additional information about nonpayment, default, any required repayment in full before the scheduled date, and prepayment rights.

Itemization of the Amount Financed of \$4,911.50

Amount paid to others on your behalf

\$ 5,000.00 Amount given to you directly after receipt of first monthly installment
\$ 0.00 Prepaid Finance Charge
\$ 0.00 Amount paid on your Account

\$0.00 To Others

As further consideration for the loan of money, the undersigned Borrower covenants and agrees to advise the Association in writing promptly, but no later than 30 days after, the happening of any one of the following events: (a) separation from military service; (b) inability to make the payments due on this Promissory Note for any reason; (c) change of name; or (d) change of address. If the Borrower herein named fails to maintain a life insurance policy with the Association in the minimum amount necessary to qualify for the Association's Career Assistance Program Loan, or fails to pay any installment in accordance with the PAYMENT SCHEDULE of this Promissory Note or any Late Charge within thirty (30) days after the sending of written notice of such payment default to Borrower, or fails to report any event of the type herein above mentioned; or if a petition in bankruptcy or other insolvency proceeding is instituted by or against the Borrower, the maturity date of the Promissory Note, at the option of the holder hereof, may be accelerated and this Promissory Note, including principal, interest and Late Charges due, if any, shall become immediately due and payable. In addition, Borrower agrees to pay all costs of collecting any amounts due hereunder including such reasonable attorneys' fees as may be allowed by law.

The undersigned Borrower hereby waives demand and any and all other notices whatsoever, and agree to remain bound until the principal and interest and Late Charges, if any, are paid in full, notwithstanding any inaction or failure to assert any legal right available to the holder of this Promissory Note. The law of Virginia shall govern all aspects of this Promissory Note.

Borrower's Address:

X

Borrower's Signature
Print Name: _____

Date