

Situation	How it Affects the Denominator	How it affects the Numerator
The borrower's loan was discharged due to death, bankruptcy, disability, or other type of loan discharge, not including closed school and false certification, before the borrower entered repayment	The borrower is included in the cohort fiscal year based on the date the loan was discharged. The date of discharge becomes the date of repayment	The borrower is not included because the borrower did not default.
The borrower's loan was discharged due to death, bankruptcy, disability, or other type of loan discharge, not including closed school and false certification, after the borrower enters repayment but before the end of the cohort default period and before the borrower defaults or meets other specified conditions.	The borrower is included in the cohort fiscal year when the borrower entered repayment	The borrower is not included because the borrower did not default.
The borrower enters repayment and defaults or meets other specified conditions during the cohort period. Subsequently, the loan is discharged due to death, bankruptcy, disability or other type of loan discharge.	The borrower is included in the cohort fiscal year when the borrower entered repayment	The borrower is included because the borrower defaulted or met other specified conditions during the cohort default period.
The borrower's loan was discharged due to school closure and or false certification	The borrower is not included because loans discharged due to school closure and/or false certification are not included in the cohort default rate calculation.	The borrower is not included because loans discharged due to school closure and/or false certification are not included in the cohort default rate calculation
A loan was fully refunded or canceled, within 120 days of loan disbursement.	Canceled loans are not included in the cohort default rate calculation.	The borrower is not included because canceled loans are not included in the cohort default rate calculation
A loan was partially refunded within 120 days of loan disbursement.	The borrower is included in the cohort fiscal year when the borrower entered repayment on the portion of the loan that was not refunded	The borrower is included if the borrower defaulted or met other specified conditions during the cohort default period.

