



Federated Student Finance Corporation

Quarterly Student Loan Report

Indenture 2003 Securing the 2010 Notes

Reporting Period March 1, 2011 through May 31, 2012

DEAL PARAMETERS									
Student Loan Portfolio Characteristics									
			2/29/2012	Loans Acquired	Activity	5/31/2012			
A-I	Portfolio Balance		\$ 156,321,352.73	\$ 20,857.66	\$ (5,562,630.64)	\$ 150,779,579.75			
A-II	Interest to be Capitalized		1,555,357.13	-	(56,654.40)	1,498,702.73			
A-III	Pool Balance		\$ 157,876,709.86	\$ 20,857.66	\$ (5,619,285.04)	\$ 152,278,282.48			
A-IV	Reserve Fund Account Balance		1,566,550.00			1,513,970.00			
A-V	Cash & Payments In Transit		5,804,735.03			6,260,214.61			
A-VI	Total Adjusted Pool		\$ 165,247,994.89			\$ 160,052,467.09			
B-I	Weighted Average Coupon (WAC)								3.25%
B-II	Weighted Average Remaining Term								173.58
B-III	Number of Loans								24,236
B-IV	Number of Borrowers								12,977
B-V	Since Issued Constant Prepayment Rate (CPR)								6.86%
Notes	CUSIPS	3 Month LIBOR	Spread	Adjusted Rate	Spread	2/29/2012	5/31/2012		
C-I	2010 A-1 31428NAL2	0.47365%	+ 0.90%	= 1.37365%	3 Month LIBOR + 0.90%	\$ 156,655,000.00	\$ 151,397,000.00		
C-II	2010 C-1 31428NAM0	N/A	+ 0.00%	= 1.75000%	Fixed	14,700,000.00	14,700,000.00		
C-IV	Total Notes Outstanding					\$ 171,355,000.00	\$ 166,097,000.00		
<i>Note: First interest period for the senior notes uses an interpolated rate for the 3 month libor rate</i>									
Reserve Account ¹									
			2/29/2012			5/31/2012			
D	Required Reserve Acct Deposit								
D-I	Reserve Acct Initial Deposit (\$)				\$ 1,899,000.00	\$ 1,899,000.00			
D-II	Specified Reserve Acct Balance (\$)				1,566,550.00	1,513,970.00			
D-III	Reserve Account Floor Balance (\$)				500,000.00	500,000.00			
D-IV	Current Reserve Acct Balance (\$)				\$ 1,566,550.00	\$ 1,513,970.00			
Parity ¹									
			2/29/2012			5/31/2012			
E-I	Parity				96.16%	96.06%			
E-II	Senior Parity				105.19%	105.38%			

¹ See detail Page 2

II Required Reserves and Parity Calculations							
Required Reserves							
		Outstanding Principal Balance 2/29/2012	Required Reserve %	Required Reserves 2/29/2012	Outstanding Principal Balance 5/31/2012	Required Reserve %	Required Reserves 5/31/2012
A- I	2010 A-1	\$ 156,655,000.00	1.00%	\$ 1,566,550.00	\$ 151,397,000.00	1.00%	\$ 1,513,970.00
A- II	2010 C-1	14,700,000.00	0.00%	-	14,700,000.00	0.00%	-
A- III	Total	\$ 171,355,000.00		\$ 1,566,550.00	\$ 166,097,000.00		\$ 1,513,970.00
B- I	Specified Reserve Account Balance			\$ 1,566,550.00			\$ 1,513,970.00
B- II	Required Reserve Account Floor			500,000.00			500,000.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			1,566,550.00			1,513,970.00
B- IV	Reserve Account Balance			1,566,550.00			1,513,970.00
B- V	Reserve Account funds released during collection period						\$ 52,580.00
Parity Calculations							
		2/29/2012		5/31/2012			
C	Value of the Trust Estate						
C- I	Portfolio Balance		\$ 156,321,352.73		\$ 150,779,579.75		
C- II	Accrued Interest on Investments		50.00		54.53		
C- III	Accrued Borrower Interest		2,032,829.40		1,972,941.11		
C- IV	Accrued Government Interest and Special Allowance		25,067.62		22,959.19		
C- V	Accrued Receivables Related to Outstanding Notes		-		-		
C- VI	Less:						
C- VII	Unguaranteed portion in claims		(14,023.04)		(12,461.88)		
C- VIII	Cash and Investments		7,078,575.37		7,604,507.03		
C- IX	Payments In Transit		292,709.66		169,677.58		
C- X	Total Trust Estate Value		\$ 165,736,561.74		\$ 160,537,257.31		
D	Less:						
D- I	Accrued interest on Outstanding Notes		823,144.92		859,434.53		
D- II	Accrued fees related to Outstanding Notes		131,000.00		131,000.00		
E	Net Asset Value		\$ 164,782,416.82		\$ 159,546,822.78		
Notes Outstanding							
		2/29/2012		5/31/2012			
F- I	Senior Notes		\$ 156,655,000.00		\$ 151,397,000.00		
F- II	Subordinate Notes		14,700,000.00		14,700,000.00		
F- III	Total Notes		\$ 171,355,000.00		\$ 166,097,000.00		
Parity							
		2/29/2012		5/31/2012			
G- I	Senior Parity Percentage (E / F-I)		105.19%		105.38%		
G- III	Parity Percentage (E / F-III)		96.16%		96.06%		

III TRANSACTIONS FROM:		3/1/2012 THROUGH 5/31/2012
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 4,446,965.02
A-II	Principal Collections from Guarantor	1,511,459.01
A-III	Loans Acquired	(20,857.66)
A-IV	Loans Sold	-
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 5,937,566.37
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (387,393.30)
B-II	Other Adjustments	(8,400.09)
B-III	Total Non-Cash Principal Activity	\$ (395,793.39)
C	Total Student Loan Principal Activity (-)	\$ 5,541,772.98
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 704,536.92
D-II	Interest Claims Received from Guarantors	24,212.65
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	(141,563.68)
D-VI	Special Allowance Payments Receipts (Rebates)	133,712.17
D-VII	Government Interest Subsidy Payments	-
D-VIII	Total Cash Interest Activity	\$ 720,898.06
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 389,090.53
E-II	Interest Accrual Adjustment	(1,019.84)
E-III	Total Non-Cash Interest Adjustments	\$ 388,070.69
F	Total Student Loan Interest Activity (-)	\$ 1,108,968.75

IV AVAILABLE FUNDS		5/31/2012
G	Other Collections & Reserve Releases	
G-I	Late Fees	\$ 12,695.81
G-II	Investment Income	146.46
G-III	Recoveries	-
G-IV	Reserve Account	52,580.00
G-V	Total Other Collections & Reserve Releases	\$ 65,422.27
H	Total Funds Received (A-VI + D-VIII + G-IV)	\$ 6,723,886.70
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 250,617.94
I-II	Subservicing Fees	120,086.49
I-III	Trustee Fees	5,190.53
I-IV	Master Servicing Fees	62,822.00
I-V	Other Payments	-
I-VI	Total	\$ 438,716.96
J	Total Available Funds (H - I-V)	\$ 6,285,169.74

Waterfall, Cash, and Note Information							
V Quarterly Waterfall for Quarterly Distributions				5/31/2012			
A	Total available funds		\$	6,285,169.74	\$	6,285,169.74	
A-I	Undesignated Distribution Account funds			595.63		6,285,765.37	
B	Noteholders Interest Distribution Amount						
B-I	2010 A1			525,693.07		5,760,072.30	
C	Noteholders Principal Distribution Amount						
C-I	2010 A1			5,760,000.00		72.30	
E	Undesignated Distribution Account funds			72.30		-	
VI Account Balance Rollforward				2/29/2012			
				5/31/2012			
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance		
F-I	Collection Account	\$ 5,412,463.49	\$ 7,241,057.28	\$ 6,662,040.44	\$ 5,991,480.33		
F-II	Distribution Account	99,561.88	468,875.22	469,380.40	99,056.70		
F-III	Reserve Account	1,566,550.00	38.11	52,618.11	1,513,970.00		
F-IV	Total	\$ 7,078,575.37			\$ 7,604,507.03		
VII Rollforward of Undesignated Distribution Account Funds				5/31/2012			
G-I	Beginning Balance				\$	595.63	
G-III	Additions					-	
G-III	Withdrawals					(523.33)	
G-IV	Ending Balance *				\$	72.30	
<i>* Principal is called in \$1,000 increments</i>							
VIII Note Balances				3/26/2012		6/25/2012	
	Security Description	CUSIP	Original Issue Amt	Note Balance	Note Pool Factor	Note Balance	Note Pool Factor
H-I	2010 A-1	31428NAL2	\$ 189,900,000.00	\$ 151,397,000.00	0.7972459	\$ 145,637,000.00	0.7669142
H-II	2010 C-1	31428NAM0	14,700,000.00	14,700,000.00	1.0000000	14,700,000.00	1.0000000
H-III	Total		\$ 204,600,000.00	\$ 166,097,000.00		\$ 160,337,000.00	
IX Total Note Factor				3/26/2012		6/25/2012	
I-I	Original Issue Amount		\$	204,600,000.00		\$	204,600,000.00
I-II	Outstanding Note Balance			166,097,000.00		160,337,000.00	
I-III	Total Note Pool Factor			0.8118133		0.7836608	
X Subordiante Interest Shortfall				6/25/2012			
		Outstanding amount	Days in Period	Interest Rate			
J-I	Outstanding balance at beginning of period				\$	423,863.41	
J-II	Accrued interest on outstanding interest shortfall	\$ 423,863.41	90	1.750%	1,854.40		
J-III	Curent period subordinate interest	14,700,000.00	90	1.750%	64,312.50		
J-IV	Outstanding balance at end of period				\$	490,030.31	
<i>Note: Subordinate debt is based on 30/360 calculated through the 24th day prior to each distribution date</i>							

XI Historical Pool Information		6/1/2011 - 8/31/2011	9/1/2011 - 11/30/2011	12/1/2011 - 2/29/2012	3/1/2012 - 5/31/2012
A	Beginning Student Loan Portfolio Balance	\$ 170,269,765.72	\$ 165,695,124.74	\$ 161,338,692.47	\$ 156,321,352.73
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 3,465,584.07	\$ 3,417,816.68	\$ 3,472,233.19	\$ 4,446,965.02
B-II	Principal Collections from Guarantor	1,760,966.68	1,789,330.77	2,025,812.32	1,511,459.01
B-III	Loans Acquired	(138,423.07)	(232,447.68)	(16,938.53)	(20,857.66)
B-IV	Loans Sold	134.54	-	-	-
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 5,088,262.22	\$ 4,974,699.77	\$ 5,481,106.98	\$ 5,937,566.37
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (514,555.90)	\$ (628,932.40)	\$ (472,486.35)	\$ (387,393.30)
C-II	Other Adjustments	934.66	10,664.90	8,719.11	(8,400.09)
C-III	Total Non-Cash Principal Activity	\$ (513,621.24)	\$ (618,267.50)	\$ (463,767.24)	\$ (395,793.39)
D	Total Student Loan Principal Activity (-)	\$ 4,574,640.98	\$ 4,356,432.27	\$ 5,017,339.74	\$ 5,541,772.98
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 732,900.93	\$ 712,880.95	\$ 717,267.36	\$ 704,536.92
E-II	Interest Claims Received from Guarantors	24,664.19	24,312.19	31,364.98	24,212.65
E-III	Interest Purchased	(950.62)	-	-	-
E-IV	Interest Sold	47.69	-	-	-
E-V	Other System Adjustments	-	-	-	(141,563.68)
E-VI	Special Allowance Payments	(182,352.37)	(160,506.15)	(154,632.08)	133,712.17
E-VII	Subsidy Payments	175,960.85	152,870.85	146,980.46	-
E-VIII	Total Interest Collections	\$ 750,270.67	\$ 729,557.84	\$ 740,980.72	\$ 720,898.06
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 516,117.41	\$ 630,550.67	\$ 473,975.24	\$ 389,090.53
F-II	Interest Accrual Adjustment	(3,746.53)	(24,482.43)	(17,978.61)	(1,019.84)
F-III	Total Non-Cash Interest Adjustments	\$ 512,370.88	\$ 606,068.24	\$ 455,996.63	\$ 388,070.69
G	Total Student Loan Interest Activity	\$ 1,262,641.55	\$ 1,335,626.08	\$ 1,196,977.35	\$ 1,108,968.75
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 165,695,124.74	\$ 161,338,692.47	\$ 156,321,352.73	\$ 150,779,579.75
I	(+) Interest to be Capitalized	1,876,595.45	1,651,889.65	1,555,357.13	1,498,702.73
J	TOTAL POOL (=)	\$ 167,571,720.19	\$ 162,990,582.12	\$ 157,876,709.86	\$ 152,278,282.48
K	Cash Available for Distributions & Payments in Transit	\$ 5,426,635.71	\$ 5,276,223.08	\$ 5,804,735.03	\$ 6,260,214.61
L	Reserve Account Balance	1,664,120.00	1,614,470.00	1,566,550.00	1,513,970.00
M	Total Adjusted Pool (=)	\$ 174,662,475.90	\$ 169,881,275.20	\$ 165,247,994.89	\$ 160,052,467.09

XII Total Student Loan Portfolio Characteristics **5/31/2012**

Status	Title IV Loans		
	\$	%	#
In School	\$ 2,250,256	1.49%	698
Grace	1,138,845	0.76%	336
Repay/Current	86,125,962	57.12%	12,580
Delinquent:			
31-60 Days	4,801,518	3.18%	819
61-90 Days	2,770,212	1.84%	537
91-120 Days	2,005,118	1.33%	352
> 120 Days	6,124,322	4.06%	1,155
Total Delinquent	15,701,170	10.41%	2,863
Deferment	25,550,495	16.95%	4,697
Forbearance	19,389,758	12.86%	2,929
Claims/Other	623,094	0.41%	133
Totals	\$ 150,779,580	100.00%	24,236

XIII Statistical Analysis of Student Loans **5/31/2012**

The following amounts include Principal + Capitalized Interest at the end of the reporting period

Program Type	School Type						Total	ABI
	4 Year	4 Year Other	2 Year	2 Year Other	Proprietary	Consolidation		
Guaranteed								
Subsidized	\$ 32,620,709	\$ 575,948	\$ 1,133,025	\$ 249,686	\$ 732,735	\$ -	\$ 35,312,103	\$ 4,553
Unsubsidized	18,618,484	342,090	1,078,825	36,565	225,208	-	20,301,172	7,101
PLUS	2,587,805	4,599	6,641	1,484	19,042	-	2,619,571	5,187
Consolidated	-	-	-	-	-	92,546,734	92,546,734	22,056
Total Title IV	53,826,998	922,637	2,218,491	287,735	976,985	92,546,734	150,779,580	10,903

* 4 Year Other and 2 Year other are schools classified by the Dept of Ed as Proprietary but are degree-granting institutions with a Cohort Default Rate of 8% or less, i.e. Univ. of Phoenix.

Guarantor	\$	%
PHEAA	\$ 111,192,285	73.74%
USAF	18,969,750	12.58%
GLHEC	13,945,422	9.25%
Other	6,672,123	4.43%
Total Title IV	150,779,580	100.00%

Guarantees	%
Title IV	97/98%
HHS (Heal)	98.00%
TERI	100.00%
TuitionGard	95.00%

XIII Loan Default Statistics		Reporting Period 3/1/2012 through 5/31/2012													
Current Quarter - Insured Loans															
Claims (\$)	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off									
Title IV	ACS	\$ 72,593	\$ -	\$ -	\$ -	\$ -									
Title IV	Great Lakes	113,250	-	-	-	-									
Title IV	AES	1,114,665	-	-	-	-									
Title IV	SLMA	210,951	-	-	-	-									
Totals		\$ 1,511,459	\$ -	\$ -	\$ -	\$ -									
Since Inception - Insured Loans															
Status	Servicer	Student Loan Portfolio					Claims Rejected								
		Static Pool	Claims Paid		Claims Rejected		Cured		Recoursed		Write Off		Pending Rejects		Total
Loan Type:		\$	\$	% of Static	\$	% of Static	\$	% of Rejected	\$	% of Rejected	\$	% of Rejected	\$	%	%
Title IV	ACS	\$ 8,681,389	\$ 469,841	5.41%	\$ 48,025	0.55%	\$ 48,025	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	100.00%
Title IV	Great Lakes	17,838,043	714,823	4.01%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Title IV	AES	136,300,522	10,646,856	7.81%	199,848	0.15%	36,319	18.17%	58,454	29.25%	-	0.00%	105,075	52.58%	100.00%
Title IV	SLMA	24,310,596	1,634,370	6.72%	50,517	0.21%	9,675	19.15%	11,424	22.61%	89	0.18%	29,329	58.06%	100.00%
Totals		\$ 187,130,550	\$ 13,465,890	7.20%	\$ 298,390	0.16%	\$ 94,019	31.51%	\$ 69,878	23.42%	\$ 89	0.03%	\$ 134,404	45.04%	100.00%