



**Federated Student Finance Corporation**

**Quarterly Student Loan Report**

**Indenture 2003 Securing the 2010 Notes**

**Reporting Period September 1, 2011 through November 30, 2012**

DEAL PARAMETERS									
Student Loan Portfolio Characteristics		8/31/2012		Loans Acquired		Activity		11/30/2012	
A-I	Portfolio Balance	\$	142,591,795.62	\$	189,690.88	\$	(4,025,148.12)	\$	138,756,338.38
A-II	Interest to be Capitalized		1,307,898.48		-		(128,639.50)		1,179,258.98
A-III	Pool Balance	\$	143,899,694.10	\$	189,690.88	\$	(4,153,787.62)	\$	139,935,597.36
A-IV	Reserve Fund Account Balance		1,456,370.00						1,370,630.00
A-V	Cash & Payments In Transit		9,063,358.80						4,619,276.84
A-VI	Total Adjusted Pool	\$	154,419,422.90					\$	145,925,504.20
B-I	Weighted Average Coupon (WAC)								3.25%
B-II	Weighted Average Remaining Term								171.49
B-III	Number of Loans								22,218
B-IV	Number of Borrowers								11,895
B-V	Since Issued Constant Prepayment Rate (CPR)								7.55%
Notes	CUSIPS		3 Month LIBOR	Spread	Adjusted Rate	Spread	8/31/2012	11/30/2012	
C-I	2010 A-1	31428NAL2	0.36925%	+ 0.90%	= 1.26925%	3 Month LIBOR + 0.90%	\$ 145,637,000.00	\$ 137,063,000.00	
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						\$ 160,337,000.00	\$ 151,763,000.00	
<i>Note: First interest period for the senior notes uses an interpolated rate for the 3 month libor rate</i>									
Reserve Account <sup>1</sup>		8/31/2012		11/30/2012					
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 (\$)				1,456,370.00			1,370,630.00	
D-III	Reserve Account Floor Balance (\$)				500,000.00			500,000.00	
D-IV	Current Reserve Acct Balance (\$)			\$	1,456,370.00		\$	1,370,630.00	
Parity <sup>1</sup>		8/31/2012		11/30/2012					
E-I	Parity				95.92%			95.72%	
E-II	Senior Parity				105.60%			105.99%	

<sup>1</sup> See detail Page 2

<b>II Required Reserves and Parity Calculations</b>							
<b>Required Reserves</b>							
		<b>Outstanding Principal Balance 11/30/2012</b>	<b>Required Reserve %</b>	<b>Required Reserves 11/30/2012</b>	<b>Outstanding Principal Balance 11/30/2012</b>	<b>Required Reserve %</b>	<b>Required Reserves 11/30/2012</b>
A- I	2010 A-1	\$ 145,637,000.00	1.00%	\$ 1,456,370.00	\$ 137,063,000.00	1.00%	\$ 1,370,630.00
A- II	2010 C-1	14,700,000.00	0.00%	-	14,700,000.00	0.00%	-
A- III	Total	\$ 160,337,000.00		\$ 1,456,370.00	\$ 151,763,000.00		\$ 1,370,630.00
B- I	Specified Reserve Account Balance			\$ 1,456,370.00			\$ 1,370,630.00
B- II	Required Reserve Account Floor			500,000.00			500,000.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			1,456,370.00			1,370,630.00
B- IV	Reserve Account Balance			1,456,370.00			1,370,630.00
B- V	Reserve Account funds released during collection period						\$ 85,740.00

  

<b>Parity Calculations</b>		<b>8/31/2012</b>	<b>11/30/2012</b>
<b>C</b>	<b>Value of the Trust Estate</b>		
C- I	Portfolio Balance	\$ 142,591,795.62	\$ 138,756,338.38
C- II	Accrued Interest on Investments	78.76	68.70
C- III	Accrued Borrower Interest	1,745,992.25	1,613,301.86
C- IV	Accrued Government Interest and Special Allowance	(22,124.15)	(24,882.35)
C- V	Accrued Receivables Related to Outstanding Notes	-	-
C- VI	Less:		
C- VII	Unguaranteed portion in claims	(7,633.24)	(14,943.12)
C- VIII	Cash and Investments	10,171,531.03	5,804,892.85
C- IX	Payments In Transit	348,197.77	185,013.99
C- X	Total Trust Estate Value	\$ 154,827,838.04	\$ 146,319,790.31
<b>D</b>	<b>Less:</b>		
D- I	Accrued interest on Outstanding Notes	914,980.95	929,206.88
D- II	Accrued fees related to Outstanding Notes	120,000.00	120,000.00
<b>E</b>	<b>Net Asset Value</b>	\$ 153,792,857.09	\$ 145,270,583.43

  

<b>Notes Outstanding</b>		<b>8/31/2012</b>	<b>11/30/2012</b>
F- I	Senior Notes	\$ 145,637,000.00	\$ 137,063,000.00
F- II	Subordinate Notes	14,700,000.00	14,700,000.00
F- III	Total Notes	\$ 160,337,000.00	\$ 151,763,000.00

  

<b>Parity</b>		<b>8/31/2012</b>	<b>11/30/2012</b>
G- I	Senior Parity Percentage (E / F-I)	105.60%	105.99%
G- III	Parity Percentage (E / F-III)	95.92%	95.72%

III TRANSACTIONS FROM:		9/1/2012 THROUGH 11/30/2012
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 3,119,295.19
A-II	Principal Collections from Guarantor	1,350,434.91
A-III	Loans Acquired	(189,690.88)
A-IV	Loans Sold	-
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 4,280,039.22
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (448,040.95)
B-II	Other Adjustments	3,458.97
B-III	Total Non-Cash Principal Activity	\$ (444,581.98)
C	<b>Total Student Loan Principal Activity (-)</b>	<b>\$ 3,835,457.24</b>
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 662,211.24
D-II	Interest Claims Received from Guarantors	25,201.96
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	-
D-VI	Special Allowance Payments Receipts (Rebates)	(139,093.14)
D-VII	Government Interest Subsidy Payments	115,245.66
D-VIII	Total Cash Interest Activity	\$ 663,565.72
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 450,719.99
E-II	Interest Accrual Adjustment	(23,850.74)
E-III	Total Non-Cash Interest Adjustments	\$ 426,869.25
F	<b>Total Student Loan Interest Activity (-)</b>	<b>\$ 1,090,434.97</b>

IV AVAILABLE FUNDS		11/30/2012
G	Other Collections & Reserve Releases	
G-I	Late Fees	\$ 12,324.00
G-II	Investment Income	231.05
G-III	Recoveries	-
G-IV	Reserve Account	85,740.00
G-V	Total Other Collections & Reserve Releases	\$ 98,295.05
H	Total Funds Received (A-VI + D-VIII + G-IV)	\$ 5,041,899.99
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 234,820.79
I-II	Subservicing Fees	107,226.24
I-III	Trustee Fees	4,742.59
I-IV	Master Servicing Fees	57,610.00
I-V	Other Payments	-
I-VI	Total	\$ 404,399.62
J	<b>Total Available Funds (H - I-V)</b>	<b>\$ 4,637,500.37</b>

Waterfall, Cash, and Note Information							
<b>V Quarterly Waterfall for Quarterly Distributions 11/30/2012</b>							
A	Total available funds			\$	4,637,500.37	\$	4,637,500.37
A-I	Undesignated Distribution Account funds				721.70		4,638,222.07
B	Noteholders Interest Distribution Amount						
B-I	2010 A1				444,582.88		4,193,639.19
C	Noteholders Principal Distribution Amount						
C-I	2010 A1				4,193,000.00		639.19
E	Undesignated Distribution Account funds				639.19		-
<b>VI Account Balance Rollforward 8/31/2012 11/30/2012</b>							
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance		
F-I	Collection Account	\$ 8,598,484.75	\$ 5,539,932.24	\$ 9,815,835.62	\$ 4,322,581.37		
F-II	Distribution Account	116,676.28	399,404.63	404,399.43	111,681.48		
F-III	Reserve Account	1,456,370.00	47.09	85,787.09	1,370,630.00		
F-IV	Total	\$ 10,171,531.03			\$ 5,804,892.85		
<b>VII Rollforward of Undesignated Distribution Account Funds 11/30/2012</b>							
G-I	Beginning Balance				\$	721.70	
G-III	Additions					-	
G-III	Withdrawals					(82.51)	
G-IV	Ending Balance *				\$	639.19	
* Principal is called in \$1,000 increments							
<b>VIII Note Balances 9/25/2012 12/26/2012</b>							
	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	\$ 137,063,000.00	0.7217641	\$ 132,870,000.00	0.6996840
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	\$ 151,763,000.00		\$ 147,570,000.00	
<b>IX Total Note Factor 9/25/2012 12/26/2012</b>							
I-I	Original Issue Amount		\$	204,600,000.00		\$	204,600,000.00
I-II	Outstanding Note Balance			151,763,000.00			147,570,000.00
I-III	Total Note Pool Factor			0.7417546			0.7212610
<b>X Subordiante Interest Shortfall 12/26/2012</b>							
		Outstanding amount	Days in Period	Interest Rate			
J-I	Outstanding balance at beginning of period				\$	556,486.69	
J-II	Accrued interest on outstanding interest shortfall	\$ 556,486.69	90	1.750%	2,434.63		
J-III	Curent period subordinate interest	14,700,000.00	90	1.750%	64,312.50		
J-IV	Outstanding balance at end of period				\$	623,233.82	
Note: Subordinate debt is based on 30/360 calculated through the 24th day prior to each distribution date							

<b>XI Historical Pool Information</b>		<b>12/1/2011 - 2/29/2012</b>	<b>3/1/2012 - 5/31/2012</b>	<b>6/1/2012 - 8/31/2012</b>	<b>9/1/2012 - 11/30/2012</b>
<b>A</b>	<b>Beginning Student Loan Portfolio Balance</b>	\$ 161,338,692.47	\$ 156,321,352.73	\$ 150,779,579.75	\$ 142,591,795.62
<b>B</b>	<b>Student Loan Principal Activity:</b>				
B-I	Regular Principal Collections	\$ 3,472,233.19	\$ 4,446,965.02	\$ 6,793,722.57	\$ 3,119,295.19
B-II	Principal Collections from Guarantor	2,025,812.32	1,511,459.01	1,843,093.96	1,350,434.91
B-III	Loans Acquired	(16,938.53)	(20,857.66)	(28,980.41)	(189,690.88)
B-IV	Loans Sold	-	-	11,424.64	-
B-V	Other System Adjustments	-	-	-	-
B-VI	<b>Total Principal Collections</b>	\$ 5,481,106.98	\$ 5,937,566.37	\$ 8,619,260.76	\$ 4,280,039.22
<b>C</b>	<b>Student Loan Non-Cash Principal Activity:</b>				
C-I	Capitalized Interest	\$ (472,486.35)	\$ (387,393.30)	\$ (466,041.89)	\$ (448,040.95)
C-II	Other Adjustments	8,719.11	(8,400.09)	34,565.26	3,458.97
C-III	<b>Total Non-Cash Principal Activity</b>	\$ (463,767.24)	\$ (395,793.39)	\$ (431,476.63)	\$ (444,581.98)
<b>D</b>	<b>Total Student Loan Principal Activity (-)</b>	\$ 5,017,339.74	\$ 5,541,772.98	\$ 8,187,784.13	\$ 3,835,457.24
<b>E</b>	<b>Student Loan Interest Activity:</b>				
E-I	Regular Interest Collections	\$ 717,267.36	\$ 704,536.92	\$ 795,883.63	\$ 662,211.24
E-II	Interest Claims Received from Guarantors	31,364.98	24,212.65	30,564.31	25,201.96
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	-	-	-
E-V	Other System Adjustments	-	(141,563.68)	-	-
E-VI	Special Allowance Payments	(154,632.08)	133,712.17	(145,701.43)	(139,093.14)
E-VII	Subsidy Payments	146,980.46	-	137,298.10	115,245.66
E-VIII	<b>Total Interest Collections</b>	\$ 740,980.72	\$ 720,898.06	\$ 818,044.61	\$ 663,565.72
<b>F</b>	<b>Student Loan Non-Cash Interest Activity:</b>				
F-I	Capitalized Interest	\$ 473,975.24	\$ 389,090.53	\$ 467,795.90	\$ 450,719.99
F-II	Interest Accrual Adjustment	(17,978.61)	(1,019.84)	(43,010.65)	(23,850.74)
F-III	<b>Total Non-Cash Interest Adjustments</b>	\$ 455,996.63	\$ 388,070.69	\$ 424,785.25	\$ 426,869.25
<b>G</b>	<b>Total Student Loan Interest Activity</b>	\$ 1,196,977.35	\$ 1,108,968.75	\$ 1,242,829.86	\$ 1,090,434.97
<b>H</b>	<b>(=) Ending Student Loan Portfolio Balance (A - D)</b>	\$ 156,321,352.73	\$ 150,779,579.75	\$ 142,591,795.62	\$ 138,756,338.38
<b>I</b>	<b>(+) Interest to be Capitalized</b>	1,555,357.13	1,498,702.73	1,307,898.48	1,179,258.98
<b>J</b>	<b>TOTAL POOL (=)</b>	\$ 157,876,709.86	\$ 152,278,282.48	\$ 143,899,694.10	\$ 139,935,597.36
<b>K</b>	<b>Cash Available for Distributions &amp; Payments in Transit</b>	\$ 5,804,735.03	\$ 6,260,214.61	\$ 9,063,358.80	\$ 4,619,276.84
<b>L</b>	<b>Reserve Account Balance</b>	1,566,550.00	1,513,970.00	1,456,370.00	1,370,630.00
<b>M</b>	<b>Total Adjusted Pool (=)</b>	\$ 165,247,994.89	\$ 160,052,467.09	\$ 154,419,422.90	\$ 145,925,504.20

**XII Total Student Loan Portfolio Characteristics** **11/30/2012**

Status	Title IV Loans		
	\$	%	#
In School	\$ 1,578,180	1.14%	488
Grace	307,739	0.22%	97
Repay/Current	82,799,930	59.67%	12,238
Delinquent:			
31-60 Days	4,830,568	3.48%	921
61-90 Days	2,858,286	2.06%	494
91-120 Days	1,444,351	1.04%	314
> 120 Days	5,510,097	3.97%	1,018
Total Delinquent	14,643,302	10.55%	2,747
Deferment	21,462,258	15.47%	4,003
Forbearance	17,217,773	12.41%	2,530
Claims/Other	747,156	0.54%	115
Totals	\$ 138,756,338	100.00%	22,218

**XIII Statistical Analysis of Student Loans** **11/30/2012**

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	\$ 28,750,008	\$ 559,822	\$ 995,576	\$ 215,710	\$ 676,842	\$ -	\$ 31,197,958	\$ 4,488
Unsubsidized	16,880,915	310,555	885,326	35,729	206,984	-	18,319,509	7,038
PLUS	2,144,209	4,524	5,423	905	17,740	-	2,172,801	4,653
Consolidated	-	-	-	-	-	87,066,070	87,066,070	21,788
Total Title IV	47,775,132	874,901	1,886,325	252,344	901,566	87,066,070	138,756,338	10,824

\* 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	\$ 102,478,311	73.85%
USAF	17,369,983	12.52%
GLHEC	12,702,930	9.15%
Other	6,205,114	4.47%
Total Title IV	138,756,338	100.00%

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

XIII Loan Default Statistics		Reporting Period 9/1/2012 through 11/30/2012													
<b>Current Quarter - Insured Loans</b>															
Claims (\$)	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off									
Title IV	ACS	\$ 125,356	\$ -	\$ -	\$ -	\$ -									
Title IV	Great Lakes	72,713	-	-	-	-									
Title IV	AES	898,941	3,971	-	-	-									
Title IV	SLMA	253,424	-	-	-	-									
Totals		\$ 1,350,435	\$ 3,971	\$ -	\$ -	\$ -									
<b>Since Inception - Insured Loans</b>															
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	\$ 664,729	7.66%	\$ 48,025	0.55%	\$ 48,025	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	100.00%
Title IV	Great Lakes	17,838,043	958,438	5.37%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Title IV	AES	136,300,522	12,801,557	9.39%	203,819	0.15%	127,197	62.41%	58,454	28.68%	-	0.00%	18,167	8.91%	100.00%
Title IV	SLMA	24,310,596	2,234,695	9.19%	50,517	0.21%	19,985	39.56%	22,964	45.46%	89	0.18%	7,479	14.80%	100.00%
Totals		\$ 187,130,550	\$ 16,659,419	8.90%	\$ 302,361	0.16%	\$ 195,208	64.56%	\$ 81,418	26.93%	\$ 89	0.03%	\$ 25,646	8.48%	100.00%