



Federated Student Finance Corporation

Quarterly Student Loan Report

Indenture 2003 Securing the 2010 Notes

Reporting Period June 1, 2016 through August 31, 2016

| DEAL PARAMETERS | | | | | | | | | |
|--|---|--|------------------|---------|----------------|--|-----------------------|------------------|------------------|
| Student Loan Portfolio Characteristics | | | | | | | | | |
| | | | 5/31/2016 | | Loans Acquired | | Activity | | 8/31/2016 |
| A-I | Portfolio Balance | | \$ 85,844,286.76 | | \$ 48,434.08 | | \$ (2,960,687.10) | | \$ 82,932,033.74 |
| A-II | Interest to be Capitalized | | 444,402.83 | | - | | (41,321.18) | | 403,081.65 |
| A-III | Pool Balance | | \$ 86,288,689.59 | | \$ 48,434.08 | | \$ (3,002,008.28) | | \$ 83,335,115.39 |
| A-IV | Reserve Fund Account Balance | | 799,410.00 | | | | | | 766,040.00 |
| A-V | Cash & Payments In Transit | | 3,639,952.81 | | | | | | 3,394,940.37 |
| A-VI | Total Adjusted Pool | | \$ 90,728,052.40 | | | | | | \$ 87,496,095.76 |
| B-I | Weighted Average Coupon (WAC) | | | | | | | | 3.41% |
| B-II | Weighted Average Remaining Term | | | | | | | | 158.28 |
| B-III | Number of Loans | | | | | | | | 12,648 |
| B-IV | Number of Borrowers | | | | | | | | 6,606 |
| B-V | Since Issued Constant Prepayment Rate (CPR) | | | | | | | | 5.40% |
| Notes | CUSIPS | | 3 Month LIBOR | Spread | Adjusted Rate | | Spread | 5/31/2016 | 8/31/2016 |
| C-I | 2010 A-1 31428NAL2 | | 0.64010% | + 0.90% | = 1.54010% | | 3 Month LIBOR + 0.90% | \$ 79,941,000.00 | \$ 76,604,000.00 |
| 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 | | | | | | | \$ 94,641,000.00 | \$ 91,304,000.00 |
| <i>Note: First interest period for the senior notes uses an interpolated rate for the 3 month libor rate</i> | | | | | | | | | |
| Reserve Account ¹ | | | | | | | | | |
| D | Required Reserve Acct Deposit | | | | | | | 5/31/2016 | 8/31/2016 |
| D-I | Reserve Acct Initial Deposit (\$) | | | | | | \$ 1,899,000.00 | \$ 1,899,000.00 | |
| D-II | Specified Reserve Acct Balance (\$) | | | | | | 799,410.00 | 766,040.00 | |
| D-III | Reserve Account Floor Balance (\$) | | | | | | 500,000.00 | 500,000.00 | |
| D-IV | Current Reserve Acct Balance (\$) | | | | | | \$ 799,410.00 | \$ 766,040.00 | |
| Parity ¹ | | | | | | | | | |
| E-I | Parity | | | | | | 94.35% | 94.21% | |
| E-II | Senior Parity | | | | | | 111.69% | 112.29% | |

¹ See detail Page 2

| II Required Reserves and Parity Calculations | | | | | | | |
|---|---|--|-------------------------------|--|--|-------------------------------|--|
| Required Reserves | | | | | | | |
| | | Outstanding Principal Balance 5/31/2016 | Required Reserve % | Required Reserves 5/31/2016 | Outstanding Principal Balance 8/31/2016 | Required Reserve % | Required Reserves 8/31/2016 |
| A- I | 2010 A-1 | \$ 79,941,000.00 | 1.00% | \$ 799,410.00 | \$ 76,604,000.00 | 1.00% | \$ 766,040.00 |
| A- II | 2010 C-1 | 14,700,000.00 | 0.00% | - | 14,700,000.00 | 0.00% | - |
| A- III | Total | \$ 94,641,000.00 | | \$ 799,410.00 | \$ 91,304,000.00 | | \$ 766,040.00 |
| B- I | Specified Reserve Account Balance | | | \$ 799,410.00 | | | \$ 766,040.00 |
| B- II | Required Reserve Account Floor | | | 500,000.00 | | | 500,000.00 |
| B- III | Required Reserve Balance (Greater of B-I or B-II) | | | 799,410.00 | | | 766,040.00 |
| B- IV | Reserve Account Balance | | | 799,410.00 | | | 766,040.00 |
| B- V | Reserve Account funds released during collection period | | | | | | \$ 33,370.00 |

| Parity Calculations | | 5/31/2016 | 8/31/82016 |
|----------------------------|---|------------------|-------------------|
| C | Value of the Trust Estate | | |
| C- I | Portfolio Balance | \$ 85,844,286.76 | \$ 82,932,033.74 |
| C- II | Accrued Interest on Investments | 649.35 | 811.38 |
| C- III | Accrued Borrower Interest | 878,183.04 | 843,304.45 |
| C- IV | Accrued Government Interest and Special Allowance | 13,939.39 | 14,317.55 |
| C- V | Accrued Receivables Related to Outstanding Notes | - | - |
| C- VI | Less: | | |
| C- VII | Unguaranteed portion in claims | (4,828.96) | (7,987.88) |
| C- VIII | Cash and Investments | 4,268,329.35 | 3,958,919.06 |
| C- IX | Payments In Transit | 171,033.46 | 202,061.31 |
| C- X | Total Trust Estate Value | \$ 91,171,592.39 | \$ 87,943,459.61 |
| D | Less: | | |
| D- I | Accrued interest on Outstanding Notes | 1,801,068.18 | 1,857,497.62 |
| D- II | Accrued fees related to Outstanding Notes | 81,000.00 | 70,000.00 |
| E | Net Asset Value | \$ 89,289,524.21 | \$ 86,015,961.99 |

| Notes Outstanding | | 5/31/2016 | 8/31/82016 |
|--------------------------|-------------------|------------------|-------------------|
| F- I | Senior Notes | \$ 79,941,000.00 | \$ 76,604,000.00 |
| F- II | Subordinate Notes | 14,700,000.00 | 14,700,000.00 |
| F- III | Total Notes | \$ 94,641,000.00 | \$ 91,304,000.00 |

| Parity | | 5/31/2016 | 8/31/82016 |
|---------------|------------------------------------|------------------|-------------------|
| G- I | Senior Parity Percentage (E / F-I) | 111.69% | 112.29% |
| G- III | Parity Percentage (E / F-III) | 94.35% | 94.21% |

| III TRANSACTIONS FROM: | | 6/1/2016 THROUGH 8/31/2016 |
|------------------------|--|----------------------------|
| A | Student Loan Principal Activity: | |
| A-I | Regular Principal Collections | \$ 2,655,147.18 |
| A-II | Principal Collections from Guarantor | 520,359.78 |
| A-III | Loans Acquired | (48,434.08) |
| A-IV | Loans Sold | - |
| A-V | Other System Adjustments | - |
| A-VI | Total Cash Principal Activity | \$ 3,127,072.88 |
| B | Student Loan Non-Cash Principal Activity: | |
| B-I | Capitalized Interest | \$ (217,483.39) |
| B-II | Other Adjustments | 2,663.53 |
| B-III | Total Non-Cash Principal Activity | \$ (214,819.86) |
| C | Total Student Loan Principal Activity (-) | \$ 2,912,253.02 |
| D | Student Loan Interest Activity: | |
| D-I | Regular Interest Collections | \$ 448,987.36 |
| D-II | Interest Claims Received from Guarantors | 9,744.37 |
| D-III | Interest Purchased | - |
| D-IV | Interest Sold | - |
| D-V | Other System Adjustments | - |
| D-VI | Special Allowance Payments Receipts (Rebates) | (31,857.29) |
| D-VII | Government Interest Subsidy Payments | 52,162.28 |
| D-VIII | Total Cash Interest Activity | \$ 479,036.72 |
| E | Student Loan Non-Cash Interest Activity: | |
| E-I | Capitalized Interest | \$ 217,483.39 |
| E-II | Interest Accrual Adjustment | 31,601.76 |
| E-III | Total Non-Cash Interest Adjustments | \$ 249,085.15 |
| F | Total Student Loan Interest Activity (-) | \$ 728,121.87 |

| IV AVAILABLE FUNDS | | 8/31/2016 |
|--------------------|---|------------------------|
| G | Other Collections & Reserve Releases | |
| G-I | Late Fees | \$ 8,073.82 |
| G-II | Investment Income | 2,156.28 |
| G-III | Recoveries | - |
| G-IV | Reserve Account | 33,370.00 |
| G-V | Total Other Collections & Reserve Releases | \$ 43,600.10 |
| H | Total Funds Received (A-VI + D-VIII + G-IV) | \$ 3,649,709.70 |
| I | Less Funds Previously Remitted/Set Aside for Monthly Waterfall: | |
| I-I | DOE Rebate and Lender Fees | \$ 153,874.29 |
| I-II | Subservicing Fees | 57,345.71 |
| I-III | Trustee Fees | 2,853.25 |
| I-IV | Master Servicing Fees | 34,538.00 |
| I-V | Other Payments | - |
| I-VI | Total | \$ 248,611.25 |
| J | Total Available Funds (H - I-V) | \$ 3,401,098.45 |

| Waterfall, Cash, and Note Information | | | | | | | |
|--|--|--------------------|--------------------|------------------|------------------|------------------|------------------|
| V Quarterly Waterfall for Quarterly Distributions | | | | | | | |
| | | | | | | 8/31/2016 | |
| A | Total available funds | | | \$ | 3,401,098.45 | \$ | 3,401,098.45 |
| A-I | Undesignated Distribution Account funds | | | | 207.47 | | 3,401,305.92 |
| B | Noteholders Interest Distribution Amount | | | | | | |
| B-I | 2010 A1 | | | | 298,221.71 | | 3,103,084.21 |
| C | Noteholders Principal Distribution Amount | | | | | | |
| C-I | 2010 A1 | | | | 3,103,000.00 | | 84.21 |
| E | Undesignated Distribution Account funds | | | | 84.21 | | - |
| VI Account Balance Rollforward | | | | | | | |
| | | | | | | 5/31/2016 | |
| | | | | | | 8/31/2016 | |
| | Account | Beginning Balance | Deposits | Withdrawals | Ending Balance | | |
| F-I | Collection Account | \$ 3,457,266.35 | \$ 4,152,043.27 | \$ 4,427,677.56 | \$ 3,181,632.06 | | |
| F-II | Distribution Account | 11,653.00 | 248,207.86 | 248,613.86 | 11,247.00 | | |
| F-III | Reserve Account | 799,410.00 | 473.43 | 33,843.43 | 766,040.00 | | |
| F-IV | Total | \$ 4,268,329.35 | | | \$ 3,958,919.06 | | |
| VII Rollforward of Undesignated Distribution Account Funds | | | | | | | |
| | | | | | | 8/31/2016 | |
| G-I | Beginning Balance | | | | \$ | 207.47 | |
| G-III | Additions | | | | | - | |
| G-III | Withdrawals | | | | | (123.26) | |
| G-IV | Ending Balance * | | | | \$ | 84.21 | |
| <i>* Principal is called in \$1,000 increments</i> | | | | | | | |
| VIII Note Balances | | | | | | | |
| | | | | | | 6/27/2016 | |
| | | | | | | 9/26/2016 | |
| | 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 | \$ 76,604,000.00 | 0.4033913 | \$ 73,501,000.00 | 0.3870511 |
| 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 | \$ 91,304,000.00 | | \$ 88,201,000.00 | |
| IX Total Note Factor | | | | | | | |
| | | | | | | 6/27/2016 | |
| | | | | | | 9/26/2016 | |
| I-I | Original Issue Amount | | \$ | 204,600,000.00 | | \$ | 204,600,000.00 |
| I-II | Outstanding Note Balance | | | 91,304,000.00 | | | 88,201,000.00 |
| I-III | Total Note Pool Factor | | | 0.4462561 | | | 0.4310899 |
| X Subordinate Interest Shortfall | | | | | | | |
| | | | | | | 9/26/2016 | |
| | | Outstanding amount | Days in Period | Interest Rate | | | |
| J-I | Outstanding balance at beginning of period | | | | \$ | 1,588,944.60 | |
| J-II | Accrued interest on outstanding interest shortfall | \$ 1,588,944.60 | 90 | 1.750% | 6,951.63 | | |
| J-III | Curent period subordinate interest | 14,700,000.00 | 90 | 1.750% | 64,312.50 | | |
| J-IV | Outstanding balance at end of period | | | | \$ | 1,660,208.73 | |
| <i>Note: Subordinate debt is based on 30/360 calculated through the 24th day prior to each distribution date</i> | | | | | | | |

| XI Historical Pool Information | | 9/1/2015 - 11/30/2015 | 12/1/2015 - 2/29/2016 | 3/1/2016 - 5/31/2016 | 6/1/2016 - 8/31/2016 |
|---------------------------------------|---|------------------------------|------------------------------|-----------------------------|-----------------------------|
| A | Beginning Student Loan Portfolio Balance | \$ 95,854,432.22 | \$ 92,538,872.47 | \$ 89,038,859.04 | \$ 85,844,286.76 |
| B | Student Loan Principal Activity: | | | | |
| B-I | Regular Principal Collections | \$ 2,470,890.58 | \$ 2,795,684.99 | \$ 2,596,671.91 | \$ 2,655,147.18 |
| B-II | Principal Collections from Guarantor | 1,235,694.21 | 1,026,381.64 | 872,407.06 | 520,359.78 |
| B-III | Loans Acquired | (154,389.19) | (105,506.05) | (92,582.87) | (48,434.08) |
| B-IV | Loans Sold | 5,635.90 | - | - | - |
| B-V | Other System Adjustments | - | - | - | - |
| B-VI | Total Principal Collections | \$ 3,557,831.50 | \$ 3,716,560.58 | \$ 3,376,496.10 | \$ 3,127,072.88 |
| C | Student Loan Non-Cash Principal Activity: | | | | |
| C-I | Capitalized Interest | \$ (246,207.64) | \$ (225,874.02) | \$ (186,582.38) | \$ (217,483.39) |
| C-II | Other Adjustments | 3,935.89 | 9,326.87 | 4,658.56 | 2,663.53 |
| C-III | Total Non-Cash Principal Activity | \$ (242,271.75) | \$ (216,547.15) | \$ (181,923.82) | \$ (214,819.86) |
| D | Total Student Loan Principal Activity (-) | \$ 3,315,559.75 | \$ 3,500,013.43 | \$ 3,194,572.28 | \$ 2,912,253.02 |
| E | Student Loan Interest Activity: | | | | |
| E-I | Regular Interest Collections | \$ 480,249.44 | \$ 491,632.14 | \$ 452,105.30 | \$ 448,987.36 |
| E-II | Interest Claims Received from Guarantors | 22,165.78 | 20,533.11 | 13,857.05 | 9,744.37 |
| E-III | Interest Purchased | - | - | - | - |
| E-IV | Interest Sold | 303.80 | - | - | - |
| E-V | Other System Adjustments | - | - | - | - |
| E-VI | Special Allowance Payments | (87,135.92) | (64,100.92) | (33,285.81) | (31,857.29) |
| E-VII | Subsidy Payments | 63,118.92 | 57,340.37 | 55,693.38 | 52,162.28 |
| E-VIII | Total Interest Collections | \$ 478,702.02 | \$ 505,404.70 | \$ 488,369.92 | \$ 479,036.72 |
| F | Student Loan Non-Cash Interest Activity: | | | | |
| F-I | Capitalized Interest | \$ 246,207.64 | \$ 225,874.02 | \$ 186,582.38 | \$ 217,483.39 |
| F-II | Interest Accrual Adjustment | 38,760.18 | 28,108.13 | 35,128.51 | 31,601.76 |
| F-III | Total Non-Cash Interest Adjustments | \$ 348,265.79 | \$ 412,520.57 | \$ 254,181.48 | \$ 249,085.15 |
| G | Total Student Loan Interest Activity | \$ 826,967.81 | \$ 917,925.27 | \$ 742,551.40 | \$ 728,121.87 |
| H | (=) Ending Student Loan Portfolio Balance (A - D) | \$ 92,538,872.47 | \$ 89,038,859.04 | \$ 85,844,286.76 | \$ 82,932,033.74 |
| I | (+) Interest to be Capitalized | 470,014.88 | 432,097.88 | 444,402.83 | 403,081.65 |
| J | TOTAL POOL (=) | \$ 93,008,887.35 | \$ 89,470,956.92 | \$ 86,288,689.59 | \$ 83,335,115.39 |
| K | Cash Available for Distributions & Payments in Transit | \$ 3,792,466.46 | \$ 3,987,554.35 | \$ 3,639,952.81 | \$ 3,394,940.37 |
| L | Reserve Account Balance | 871,720.00 | 836,370.00 | 799,410.00 | 766,040.00 |
| M | Total Adjusted Pool (=) | \$ 97,673,073.81 | \$ 94,294,881.27 | \$ 90,728,052.40 | \$ 87,496,095.76 |

XII Total Student Loan Portfolio Characteristics **8/31/2016**

| Status | Title IV Loans | | |
|------------------|----------------------|----------------|---------------|
| | \$ | % | # |
| In School | \$ 91,173 | 0.11% | 33 |
| Grace | 46,257 | 0.06% | 15 |
| Repay/Current | 58,448,391 | 70.48% | 8,579 |
| Delinquent: | | | |
| 31-60 Days | 2,144,725 | 2.59% | 324 |
| 61-90 Days | 1,212,079 | 1.46% | 227 |
| 91-120 Days | 665,097 | 0.80% | 112 |
| > 120 Days | 2,199,263 | 2.65% | 353 |
| Total Delinquent | 6,221,164 | 7.50% | 1,016 |
| Deferment | 5,976,771 | 7.21% | 1,315 |
| Forbearance | 11,748,884 | 14.17% | 1,645 |
| Claims/Other | 399,394 | 0.48% | 45 |
| Totals | \$ 82,932,034 | 100.00% | 12,648 |

| Servicers | \$ | % |
|---------------|----------------------|----------------|
| AES | \$ 70,822,406 | 85.40% |
| Nelnet | 3,988,381 | 4.81% |
| SLMA | 8,121,247 | 9.79% |
| Totals | \$ 82,932,034 | 100.00% |

XIII Statistical Analysis of Student Loans **8/31/2016**

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 | \$ 13,585,650 | \$ 253,242 | \$ 599,365 | \$ 38,153 | \$ 474,320 | \$ - | \$ 14,950,730 | \$ 4,206 |
| Unsubsidized | 9,685,731 | 157,953 | 484,621 | 8,471 | 100,237 | - | 10,437,013 | 6,958 |
| PLUS | 509,159 | 9,644 | - | - | 8,690 | - | 527,493 | 6,280 |
| Consolidated | - | - | - | - | - | 57,016,798 | 57,016,798 | 21,141 |
| Total Title IV | 23,780,540 | 420,839 | 1,083,986 | 46,624 | 583,247 | 57,016,798 | 82,932,034 | 10,784 |

* 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 | \$ 60,777,417 | 73.29% |
| USAF | 10,959,427 | 13.21% |
| GLHEC | 7,282,746 | 8.78% |
| Other | 3,912,444 | 4.72% |
| Total Title IV | 82,932,034 | 100.00% |

| Guarantees | % |
|-------------|---------|
| Title IV | 97.98% |
| HHS (Heal) | 98.00% |
| TERI | 100.00% |
| TuitionGard | 95.00% |

| XIII Loan Default Statistics | | Reporting Period 6/1/2016 through 8/31/2016 | | | | | | | | | | | | | |
|--|-------------------------------|---|-----------------|-----------------|------------|-------------|-----------------|-----------------|-----------|---------------|-------|---------------|------|-------|---------|
| Current Quarter - Insured Loans | | | | | | | | | | | | | | | |
| Claims (\$) | Servicer | Claims Paid | Claims Rejected | Cured | Recoursed | Write Off | | | | | | | | | |
| Title IV | ACS | \$ - | \$ - | \$ - | \$ - | \$ - | | | | | | | | | |
| Title IV | Great Lakes | - | - | - | - | - | | | | | | | | | |
| Title IV | AES | 413,439 | - | - | - | - | | | | | | | | | |
| Title IV | SLMA | 63,253 | - | - | - | - | | | | | | | | | |
| Title IV | Nelnet | 43,668 | - | - | - | - | | | | | | | | | |
| Totals | | \$ 520,360 | \$ - | \$ - | \$ - | \$ - | | | | | | | | | |
| 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 ^{1&5} | \$ 2,791,588 | \$ 23,766 | 0.85% | \$ 48,025 | 1.72% | \$ 48,025 | 100.00% | \$ - | 0.00% | \$ - | 0.00% | \$ - | 0.00% | 100.00% |
| Title IV | GreatLakes ^{2&4} | 6,153,111 | 106,043 | 1.72% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | 0.00% |
| Title IV | AES | 153,531,797 | 26,022,182 | 16.95% | 209,454 | 0.14% | 141,393 | 67.51% | 68,061 | 32.49% | - | 0.00% | - | 0.00% | 100.00% |
| Title IV | SLMA ³ | 19,028,145 | 4,592,325 | 24.13% | 57,090 | 0.30% | 26,558 | 46.52% | 30,443 | 53.32% | 89 | 0.16% | - | 0.00% | 100.00% |
| Title IV | Nelnet | 5,625,910 | 659,758 | 11.73% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | - | 0.00% | 0.00% |
| Totals | | \$ 187,130,550 | \$ 31,404,075 | 16.78% | \$ 314,570 | 0.17% | \$ 215,977 | 68.66% | \$ 98,504 | 31.31% | \$ 89 | 0.03% | \$ - | 0.00% | 100.00% |

¹Federated Student Finance Corporation moved \$5,868,807 in student loans from the ACS servicing system to the AES servicing system pursuant to the terms of the indenture. ACS cumulative Claims Paid were reset for the current reporting period. Prior Claims Paid on ACS were \$664,729. The static pool was adjusted to reflect the transferred loans.

²Federated Student Finance Corporation moved \$11,362,467.66 in student loans from the GreatLakes servicing system to the AES servicing system pursuant to the terms of the indenture. GreatLakes cumulative Claims Paid were reset for the current reporting period. Prior Claims Paid on GreatLakes were \$983,884.14. The static pool was adjusted to reflect the transferred loans.

³Federated Student Finance Corporation moved \$5,282,451.15 in student loans from the Sallie Mae servicing system to the Nelnet servicing system pursuant to the terms of the indenture. The static pool was adjusted to reflect the transferred loans.

⁴Federated Student Finance Corporation moved \$322,464.47 in student loans from the GreatLakes servicing system to the Nelnet servicing system pursuant to the terms of the indenture. The static pool was adjusted to reflect the transferred loans.