



Federated Student Finance Corporation

Quarterly Student Loan Report

Indenture 2003 Securing the 2010 Notes

Reporting Period June 1, 2011 through August 31, 2012

DEAL PARAMETERS									
Student Loan Portfolio Characteristics									
			5/31/2012		Loans Acquired		Activity		8/31/2012
A-I	Portfolio Balance		\$ 150,779,579.75		\$ 28,980.41		\$ (8,216,764.54)		\$ 142,591,795.62
A-II	Interest to be Capitalized		1,498,702.73		-		(190,804.25)		1,307,898.48
A-III	Pool Balance		\$ 152,278,282.48		\$ 28,980.41		\$ (8,407,568.79)		\$ 143,899,694.10
A-IV	Reserve Fund Account Balance		1,513,970.00						1,456,370.00
A-V	Cash & Payments In Transit		6,260,214.61						9,063,358.80
A-VI	Total Adjusted Pool		\$ 160,052,467.09						\$ 154,419,422.90
B-I	Weighted Average Coupon (WAC)								3.24%
B-II	Weighted Average Remaining Term								172.69
B-III	Number of Loans								22,920
B-IV	Number of Borrowers								12,293
B-V	Since Issued Constant Prepayment Rate (CPR)								7.92%
Notes	CUSIPS		3 Month LIBOR	Spread	Adjusted Rate	Spread	5/31/2012	8/31/2012	
C-I	2010 A-1 31428NAL2		0.46760%	+ 0.90%	= 1.36760%	3 Month LIBOR + 0.90%	\$ 151,397,000.00	\$ 145,637,000.00	
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						\$ 166,097,000.00	\$ 160,337,000.00	
<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								
D-I	Reserve Acct Initial Deposit (\$)					\$ 1,899,000.00		\$ 1,899,000.00	
D-II	Specified Reserve Acct Balance (\$)					1,513,970.00		1,456,370.00	
D-III	Reserve Account Floor Balance (\$)					500,000.00		500,000.00	
D-IV	Current Reserve Acct Balance (\$)					\$ 1,513,970.00		\$ 1,456,370.00	
Parity ¹									
E-I	Parity					96.06%		95.92%	
E-II	Senior Parity					105.38%		105.60%	

¹ See detail Page 2

II Required Reserves and Parity Calculations							
Required Reserves							
		Outstanding Principal Balance 5/31/2012	Required Reserve %	Required Reserves 5/31/2012	Outstanding Principal Balance 8/31/2012	Required Reserve %	Required Reserves 8/31/2012
A- I	2010 A-1	\$ 151,397,000.00	1.00%	\$ 1,513,970.00	\$ 145,637,000.00	1.00%	\$ 1,456,370.00
A- II	2010 C-1	14,700,000.00	0.00%	-	14,700,000.00	0.00%	-
A- III	Total	\$ 166,097,000.00		\$ 1,513,970.00	\$ 160,337,000.00		\$ 1,456,370.00
B- I	Specified Reserve Account Balance			\$ 1,513,970.00			\$ 1,456,370.00
B- II	Required Reserve Account Floor			500,000.00			500,000.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			1,513,970.00			1,456,370.00
B- IV	Reserve Account Balance			1,513,970.00			1,456,370.00
B- V	Reserve Account funds released during collection period						\$ 57,600.00

Parity Calculations		5/31/2012	8/31/2012
C	Value of the Trust Estate		
C- I	Portfolio Balance	\$ 150,779,579.75	\$ 142,591,795.62
C- II	Accrued Interest on Investments	54.53	78.76
C- III	Accrued Borrower Interest	1,972,941.11	1,745,992.25
C- IV	Accrued Government Interest and Special Allowance	22,959.19	(22,124.15)
C- V	Accrued Receivables Related to Outstanding Notes	-	-
C- VI	Less:		
C- VII	Unguaranteed portion in claims	(12,461.88)	(7,633.24)
C- VIII	Cash and Investments	7,604,507.03	10,171,531.03
C- IX	Payments In Transit	169,677.58	348,197.77
C- X	Total Trust Estate Value	\$ 160,537,257.31	\$ 154,827,838.04
D	Less:		
D- I	Accrued interest on Outstanding Notes	859,434.53	914,980.95
D- II	Accrued fees related to Outstanding Notes	131,000.00	120,000.00
E	Net Asset Value	\$ 159,546,822.78	\$ 153,792,857.09

Notes Outstanding		5/31/2012	8/31/2012
F- I	Senior Notes	\$ 151,397,000.00	\$ 145,637,000.00
F- II	Subordinate Notes	14,700,000.00	14,700,000.00
F- III	Total Notes	\$ 166,097,000.00	\$ 160,337,000.00

Parity		5/31/2012	8/31/2012
G- I	Senior Parity Percentage (E / F-I)	105.38%	105.60%
G- III	Parity Percentage (E / F-III)	96.06%	95.92%

III TRANSACTIONS FROM:		6/1/2012 THROUGH 8/31/2012
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 6,793,722.57
A-II	Principal Collections from Guarantor	1,843,093.96
A-III	Loans Acquired	(28,980.41)
A-IV	Loans Sold	11,424.64
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 8,619,260.76
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (466,041.89)
B-II	Other Adjustments	34,565.26
B-III	Total Non-Cash Principal Activity	\$ (431,476.63)
C	Total Student Loan Principal Activity (-)	\$ 8,187,784.13
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 795,883.63
D-II	Interest Claims Received from Guarantors	30,564.31
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	-
D-VI	Special Allowance Payments Receipts (Rebates)	(145,701.43)
D-VII	Government Interest Subsidy Payments	137,298.10
D-VIII	Total Cash Interest Activity	\$ 818,044.61
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 467,795.90
E-II	Interest Accrual Adjustment	(43,010.65)
E-III	Total Non-Cash Interest Adjustments	\$ 424,785.25
F	Total Student Loan Interest Activity (-)	\$ 1,242,829.86
IV AVAILABLE FUNDS		8/31/2012
G	Other Collections & Reserve Releases	-
G-I	Late Fees	\$ 12,267.36
G-II	Investment Income	164.40
G-III	Recoveries	-
G-IV	Reserve Account	57,600.00
G-V	Total Other Collections & Reserve Releases	\$ 70,031.76
H	Total Funds Received (A-VI + D-VIII + G-IV)	\$ 9,507,337.13
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 242,966.77
I-II	Subservicing Fees	115,023.35
I-III	Trustee Fees	5,010.53
I-IV	Master Servicing Fees	60,689.00
I-V	Other Payments	-
I-VI	Total	\$ 423,689.65
J	Total Available Funds (H - I-V)	\$ 9,083,647.48

Waterfall, Cash, and Note Information							
V Quarterly Waterfall for Quarterly Distributions 8/31/2012							
A	Total available funds		\$	9,083,647.48	\$	9,083,647.48	
A-I	Undesignated Distribution Account funds			72.30		9,083,719.78	
B	Noteholders Interest Distribution Amount						
B-I	2010 A1			508,998.08		8,574,721.70	
C	Noteholders Principal Distribution Amount						
C-I	2010 A1			8,574,000.00		721.70	
E	Undesignated Distribution Account funds			721.70		-	
VI Account Balance Rollforward 5/31/2012 8/31/2012							
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance		
F-I	Collection Account	\$ 5,991,480.33	\$ 9,513,277.45	\$ 6,906,273.03	\$ 8,598,484.75		
F-II	Distribution Account	99,056.70	449,712.56	432,092.98	116,676.28		
F-III	Reserve Account	1,513,970.00	37.58	57,637.58	1,456,370.00		
F-IV	Total	\$ 7,604,507.03			\$ 10,171,531.03		
VII Rollforward of Undesignated Distribution Account Funds 8/31/2012							
G-I	Beginning Balance				\$ 72.30		
G-III	Additions				649.40		
G-III	Withdrawals				-		
G-IV	Ending Balance *				\$ 721.70		
<i>* Principal is called in \$1,000 increments</i>							
VIII Note Balances 6/25/2012 9/25/2012							
	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	\$ 145,637,000.00	0.7669142	\$ 137,063,000.00	0.7217641
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	\$ 160,337,000.00		\$ 151,763,000.00	
IX Total Note Factor 6/25/2012 9/25/2012							
I-I	Original Issue Amount		\$	204,600,000.00		\$	204,600,000.00
I-II	Outstanding Note Balance			160,337,000.00			151,763,000.00
I-III	Total Note Pool Factor			0.7836608			0.7417546
X Subordiante Interest Shortfall 9/25/2012							
		Outstanding amount	Days in Period	Interest Rate			
J-I	Outstanding balance at beginning of period				\$	490,030.31	
J-II	Accrued interest on outstanding interest shortfall	\$ 490,030.31	90	1.750%		2,143.88	
J-III	Curent period subordinate interest	14,700,000.00	90	1.750%		64,312.50	
J-IV	Outstanding balance at end of period				\$	556,486.69	
<i>Note: Subordinate debt is based on 30/360 calculated through the 24th day prior to each distribution date</i>							

XI Historical Pool Information		9/1/2011 - 11/30/2011	12/1/2011 - 2/29/2012	3/1/2012 - 5/31/2012	6/1/2012 - 8/31/2012
A	Beginning Student Loan Portfolio Balance	\$ 165,695,124.74	\$ 161,338,692.47	\$ 156,321,352.73	\$ 150,779,579.75
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 3,417,816.68	\$ 3,472,233.19	\$ 4,446,965.02	\$ 6,793,722.57
B-II	Principal Collections from Guarantor	1,789,330.77	2,025,812.32	1,511,459.01	1,843,093.96
B-III	Loans Acquired	(232,447.68)	(16,938.53)	(20,857.66)	(28,980.41)
B-IV	Loans Sold	-	-	-	11,424.64
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 4,974,699.77	\$ 5,481,106.98	\$ 5,937,566.37	\$ 8,619,260.76
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (628,932.40)	\$ (472,486.35)	\$ (387,393.30)	\$ (466,041.89)
C-II	Other Adjustments	10,664.90	8,719.11	(8,400.09)	34,565.26
C-III	Total Non-Cash Principal Activity	\$ (618,267.50)	\$ (463,767.24)	\$ (395,793.39)	\$ (431,476.63)
D	Total Student Loan Principal Activity (-)	\$ 4,356,432.27	\$ 5,017,339.74	\$ 5,541,772.98	\$ 8,187,784.13
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 712,880.95	\$ 717,267.36	\$ 704,536.92	\$ 795,883.63
E-II	Interest Claims Received from Guarantors	24,312.19	31,364.98	24,212.65	30,564.31
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	-	-	-
E-V	Other System Adjustments	-	-	(141,563.68)	-
E-VI	Special Allowance Payments	(160,506.15)	(154,632.08)	133,712.17	(145,701.43)
E-VII	Subsidy Payments	152,870.85	146,980.46	-	137,298.10
E-VIII	Total Interest Collections	\$ 729,557.84	\$ 740,980.72	\$ 720,898.06	\$ 818,044.61
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 630,550.67	\$ 473,975.24	\$ 389,090.53	\$ 467,795.90
F-II	Interest Accrual Adjustment	(24,482.43)	(17,978.61)	(1,019.84)	(43,010.65)
F-III	Total Non-Cash Interest Adjustments	\$ 606,068.24	\$ 455,996.63	\$ 388,070.69	\$ 424,785.25
G	Total Student Loan Interest Activity	\$ 1,335,626.08	\$ 1,196,977.35	\$ 1,108,968.75	\$ 1,242,829.86
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 161,338,692.47	\$ 156,321,352.73	\$ 150,779,579.75	\$ 142,591,795.62
I	(+) Interest to be Capitalized	1,651,889.65	1,555,357.13	1,498,702.73	1,307,898.48
J	TOTAL POOL (=)	\$ 162,990,582.12	\$ 157,876,709.86	\$ 152,278,282.48	\$ 143,899,694.10
K	Cash Available for Distributions & Payments in Transit	\$ 5,276,223.08	\$ 5,804,735.03	\$ 6,260,214.61	\$ 9,063,358.80
L	Reserve Account Balance	1,614,470.00	1,566,550.00	1,513,970.00	1,456,370.00
M	Total Adjusted Pool (=)	\$ 169,881,275.20	\$ 165,247,994.89	\$ 160,052,467.09	\$ 154,419,422.90

XII Total Student Loan Portfolio Characteristics **8/31/2012**

Status	Title IV Loans		
	\$	%	#
In School	\$ 1,769,843	1.24%	552
Grace	854,792	0.60%	254
Repay/Current	84,377,203	59.17%	12,457
Delinquent:			
31-60 Days	4,261,776	2.99%	822
61-90 Days	2,695,375	1.89%	554
91-120 Days	2,030,801	1.42%	305
> 120 Days	5,529,445	3.88%	1,048
Total Delinquent	14,517,397	10.18%	2,729
Deferment	21,900,070	15.36%	4,162
Forbearance	18,790,829	13.18%	2,669
Claims/Other	381,662	0.27%	97
Totals	\$ 142,591,796	100.00%	22,920

XIII Statistical Analysis of Student Loans **8/31/2012**

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	\$ 29,831,266	\$ 527,534	\$ 1,053,427	\$ 229,279	\$ 690,046	\$ -	\$ 32,331,552	\$ 4,471
Unsubsidized	17,221,631	341,811	971,813	36,260	213,380	-	18,784,895	6,996
PLUS	2,335,006	4,561	6,081	1,098	18,289	-	2,365,035	4,856
Consolidated	-	-	-	-	-	89,110,315	89,110,315	21,857
Total Title IV	49,387,903	873,906	2,031,321	266,637	921,715	89,110,315	142,591,797	10,794

* 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	\$ 105,482,771	73.98%
USAF	17,705,215	12.42%
GLHEC	13,125,336	9.20%
Other	6,278,473	4.40%
Total Title IV	142,591,795	100.00%

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

XIII Loan Default Statistics		Reporting Period 6/1/2012 through 8/31/2012													
Current Quarter - Insured Loans															
Claims (\$)	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off									
Title IV	ACS	\$ 69,532	\$ -	\$ -	\$ -	\$ -									
Title IV	Great Lakes	170,902	-	-	-	-									
Title IV	AES	1,255,759	-	90,879	-	-									
Title IV	SLMA	346,900	-	10,310	11,540	-									
Totals		\$ 1,843,094	\$ -	\$ 101,189	\$ 11,540	\$ -									
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	\$ 539,373	6.21%	\$ 48,025	0.55%	\$ 48,025	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	100.00%
Title IV	Great Lakes	17,838,043	885,725	4.97%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Title IV	AES	136,300,522	11,902,616	8.73%	199,848	0.15%	127,197	63.65%	58,454	29.25%	-	0.00%	14,196	7.10%	100.00%
Title IV	SLMA	24,310,596	1,981,271	8.15%	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	\$ 15,308,984	8.18%	\$ 298,390	0.16%	\$ 195,208	65.42%	\$ 81,418	27.29%	\$ 89	0.03%	\$ 21,675	7.26%	100.00%