



**Federated Student Finance Corporation**

**Quarterly Student Loan Report**

**Indenture 2003 Securing the 2010 Notes**

**Reporting Period March 1, 2016 through May 31, 2016**

DEAL PARAMETERS									
Student Loan Portfolio Characteristics		2/29/2016		Loans Acquired		Activity		5/31/2016	
A-I	Portfolio Balance	\$	89,038,859.04	\$	92,582.87	\$	(3,287,155.15)	\$	85,844,286.76
A-II	Interest to be Capitalized		432,097.88		-		12,304.95		444,402.83
A-III	Pool Balance	\$	89,470,956.92	\$	92,582.87	\$	(3,274,850.20)	\$	86,288,689.59
A-IV	Reserve Fund Account Balance		836,370.00						799,410.00
A-V	Cash & Payments In Transit		3,987,554.35						3,639,952.81
A-VI	Total Adjusted Pool	\$	94,294,881.27					\$	90,728,052.40
B-I	Weighted Average Coupon (WAC)								3.31%
B-II	Weighted Average Remaining Term								158.51
B-III	Number of Loans								13,174
B-IV	Number of Borrowers								6,881
B-V	Since Issued Constant Prepayment Rate (CPR)								5.55%
Notes	CUSIPS	3 Month LIBOR	Spread	Adjusted Rate	Spread	2/29/2016	5/31/2016		
C-I	2010 A-1 31428NAL2	0.63010%	+ 0.90%	= 1.53010%	3 Month LIBOR + 0.90%	\$ 83,637,000.00	\$ 79,941,000.00		
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					\$ 98,337,000.00	\$ 94,641,000.00		
<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>		2/29/2016		5/31/2016					
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 (\$)					836,370.00	799,410.00		
D-III	Reserve Account Floor Balance (\$)					500,000.00	500,000.00		
D-IV	Current Reserve Acct Balance (\$)					\$ 836,370.00	\$ 799,410.00		
Parity <sup>1</sup>		2/29/2016		5/31/2016					
E-I	Parity					94.48%	94.35%		
E-II	Senior Parity					111.09%	111.69%		

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

<b>II Required Reserves and Parity Calculations</b>							
<b>Required Reserves</b>							
		<b>Outstanding Principal Balance 2/29/2016</b>	<b>Required Reserve %</b>	<b>Required Reserves 2/29/2016</b>	<b>Outstanding Principal Balance 5/31/2016</b>	<b>Required Reserve %</b>	<b>Required Reserves 5/31/2016</b>
A- I	2010 A-1	\$ 83,637,000.00	1.00%	\$ 836,370.00	\$ 79,941,000.00	1.00%	\$ 799,410.00
A- II	2010 C-1	14,700,000.00	0.00%	-	14,700,000.00	0.00%	-
A- III	Total	\$ 98,337,000.00		\$ 836,370.00	\$ 94,641,000.00		\$ 799,410.00
B- I	Specified Reserve Account Balance			\$ 836,370.00			\$ 799,410.00
B- II	Required Reserve Account Floor			500,000.00			500,000.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			836,370.00			799,410.00
B- IV	Reserve Account Balance			836,370.00			799,410.00
B- V	Reserve Account funds released during collection period						\$ 36,960.00

  

<b>Parity Calculations</b>		<b>2/29/2016</b>	<b>5/31/2016</b>
<b>C</b>	<b>Value of the Trust Estate</b>		
C- I	Portfolio Balance	\$ 89,038,859.04	\$ 85,844,286.76
C- II	Accrued Interest on Investments	191.00	649.35
C- III	Accrued Borrower Interest	873,957.17	878,183.04
C- IV	Accrued Government Interest and Special Allowance	(12,757.30)	13,939.39
C- V	Accrued Receivables Related to Outstanding Notes	-	-
C- VI	Less:		
C- VII	Unguaranteed portion in claims	(7,438.64)	(4,828.96)
C- VIII	Cash and Investments	4,707,902.36	4,268,329.35
C- IX	Payments In Transit	116,021.99	171,033.46
C- X	Total Trust Estate Value	\$ 94,716,735.62	\$ 91,171,592.39
<b>D</b>	<b>Less:</b>		
D- I	Accrued interest on Outstanding Notes	1,722,645.23	1,801,068.18
D- II	Accrued fees related to Outstanding Notes	81,000.00	81,000.00
<b>E</b>	<b>Net Asset Value</b>	\$ 92,913,090.39	\$ 89,289,524.21

  

<b>Notes Outstanding</b>		<b>2/29/2016</b>	<b>5/31/2016</b>
F- I	Senior Notes	\$ 83,637,000.00	\$ 79,941,000.00
F- II	Subordinate Notes	14,700,000.00	14,700,000.00
F- III	Total Notes	\$ 98,337,000.00	\$ 94,641,000.00

  

<b>Parity</b>		<b>2/29/2016</b>	<b>5/31/2016</b>
G- I	Senior Parity Percentage (E / F-I)	111.09%	111.69%
G- III	Parity Percentage (E / F-III)	94.48%	94.35%

III TRANSACTIONS FROM:		3/1/2016 THROUGH 5/31/2016
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 2,596,671.91
A-II	Principal Collections from Guarantor	872,407.06
A-III	Loans Acquired	(92,582.87)
A-IV	Loans Sold	-
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 3,376,496.10
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (186,582.38)
B-II	Other Adjustments	4,658.56
B-III	Total Non-Cash Principal Activity	\$ (181,923.82)
C	<b>Total Student Loan Principal Activity (-)</b>	<b>\$ 3,194,572.28</b>
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 452,105.30
D-II	Interest Claims Received from Guarantors	13,857.05
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	-
D-VI	Special Allowance Payments Receipts (Rebates)	(33,285.81)
D-VII	Government Interest Subsidy Payments	55,693.38
D-VIII	Total Cash Interest Activity	\$ 488,369.92
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 186,582.38
E-II	Interest Accrual Adjustment	35,128.51
E-III	Total Non-Cash Interest Adjustments	\$ 221,710.89
F	<b>Total Student Loan Interest Activity (-)</b>	<b>\$ 710,080.81</b>

IV AVAILABLE FUNDS		5/31/2016
G	Other Collections & Reserve Releases	
G-I	Late Fees	\$ 8,527.35
G-II	Investment Income	637.31
G-III	Recoveries	-
G-IV	Reserve Account	36,960.00
G-V	Total Other Collections & Reserve Releases	\$ 46,124.66
H	Total Funds Received (A-VI + D-VIII + G-IV)	\$ 3,910,990.68
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 158,333.26
I-II	Subservicing Fees	57,346.05
I-III	Trustee Fees	2,957.53
I-IV	Master Servicing Fees	35,816.00
I-V	Other Payments	-
I-VI	Total	\$ 254,452.84
J	<b>Total Available Funds (H - I-V)</b>	<b>\$ 3,656,537.84</b>

Waterfall, Cash, and Note Information							
<b>V Quarterly Waterfall for Quarterly Distributions 5/31/2016</b>							
A	Total available funds		\$	3,656,537.84	\$	3,656,537.84	
A-I	Undesignated Distribution Account funds			54.80		3,656,592.64	
B	Noteholders Interest Distribution Amount						
B-I	2010 A1			319,385.17		3,337,207.47	
C	Noteholders Principal Distribution Amount						
C-I	2010 A1			3,337,000.00		207.47	
E	Undesignated Distribution Account funds			207.47		-	
<b>VI Account Balance Rollforward 2/29/2016 5/31/2016</b>							
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance		
F-I	Collection Account	\$ 3,871,532.36	\$ 4,428,709.83	\$ 4,842,975.84	\$ 3,457,266.35		
F-II	Distribution Account	-	266,156.21	254,503.21	11,653.00		
F-III	Reserve Account	836,370.00	147.51	37,107.51	799,410.00		
F-IV	Total	\$ 4,707,902.36			\$ 4,268,329.35		
<b>VII Rollforward of Undesignated Distribution Account Funds 5/31/2016</b>							
G-I	Beginning Balance				\$ 54.80		
G-III	Additions				152.67		
G-III	Withdrawals				-		
G-IV	Ending Balance *				\$ 207.47		
<i>* Principal is called in \$1,000 increments</i>							
<b>VIII Note Balances 3/25/2016 6/27/2016</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	\$ 79,941,000.00	0.4209637	\$ 76,604,000.00	0.4033913
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	\$ 94,641,000.00		\$ 91,304,000.00	
<b>IX Total Note Factor 3/25/2016 6/27/2016</b>							
I-I	Original Issue Amount		\$	204,600,000.00		\$	204,600,000.00
I-II	Outstanding Note Balance			94,641,000.00			91,304,000.00
I-III	Total Note Pool Factor			0.4625660			0.4462561
<b>X Subordinate Interest Shortfall 6/27/2016</b>							
		Outstanding amount	Days in Period	Interest Rate			
J-I	Outstanding balance at beginning of period				\$	1,517,990.88	
J-II	Accrued interest on outstanding interest shortfall	\$ 1,517,990.88	90	1.750%		6,641.21	
J-III	Curent period subordinate interest	14,700,000.00	90	1.750%		64,312.50	
J-IV	Outstanding balance at end of period				\$	1,588,944.59	
<i>Note: Subordinate debt is based on 30/360 calculated through the 24th day prior to each distribution date</i>							

<b>XI Historical Pool Information</b>		<b>6/1/2015 - 8/31/2015</b>	<b>9/1/2015 - 11/30/2015</b>	<b>12/1/2015 - 2/29/2016</b>	<b>3/1/2016 - 5/31/2016</b>
<b>A</b>	<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 99,942,664.39</b>	<b>\$ 95,854,432.22</b>	<b>\$ 92,538,872.47</b>	<b>\$ 89,038,859.04</b>
<b>B</b>	<b>Student Loan Principal Activity:</b>				
B-I	Regular Principal Collections	\$ 3,320,114.31	\$ 2,470,890.58	\$ 2,795,684.99	\$ 2,596,671.91
B-II	Principal Collections from Guarantor	1,110,446.05	1,235,694.21	1,026,381.64	872,407.06
B-III	Loans Acquired	(101,531.34)	(154,389.19)	(105,506.05)	(92,582.87)
B-IV	Loans Sold	-	5,635.90	-	-
B-V	Other System Adjustments	-	-	-	-
B-VI	<b>Total Principal Collections</b>	<b>\$ 4,329,029.02</b>	<b>\$ 3,557,831.50</b>	<b>\$ 3,716,560.58</b>	<b>\$ 3,376,496.10</b>
<b>C</b>	<b>Student Loan Non-Cash Principal Activity:</b>				
C-I	Capitalized Interest	\$ (245,946.33)	\$ (246,207.64)	\$ (225,874.02)	\$ (186,582.38)
C-II	Other Adjustments	5,149.48	3,935.89	9,326.87	4,658.56
C-III	<b>Total Non-Cash Principal Activity</b>	<b>\$ (240,796.85)</b>	<b>\$ (242,271.75)</b>	<b>\$ (216,547.15)</b>	<b>\$ (181,923.82)</b>
<b>D</b>	<b>Total Student Loan Principal Activity (-)</b>	<b>\$ 4,088,232.17</b>	<b>\$ 3,315,559.75</b>	<b>\$ 3,500,013.43</b>	<b>\$ 3,194,572.28</b>
<b>E</b>	<b>Student Loan Interest Activity:</b>				
E-I	Regular Interest Collections	\$ 520,165.05	\$ 480,249.44	\$ 491,632.14	\$ 452,105.30
E-II	Interest Claims Received from Guarantors	14,242.51	22,165.78	20,533.11	13,857.05
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	303.80	-	-
E-V	Other System Adjustments	-	-	-	-
E-VI	Special Allowance Payments	(101,516.13)	(87,135.92)	(64,100.92)	(33,285.81)
E-VII	Subsidy Payments	62,730.80	63,118.92	57,340.37	55,693.38
E-VIII	<b>Total Interest Collections</b>	<b>\$ 495,622.23</b>	<b>\$ 478,702.02</b>	<b>\$ 505,404.70</b>	<b>\$ 488,369.92</b>
<b>F</b>	<b>Student Loan Non-Cash Interest Activity:</b>				
F-I	Capitalized Interest	\$ 245,946.33	\$ 246,207.64	\$ 225,874.02	\$ 186,582.38
F-II	Interest Accrual Adjustment	38,268.17	38,760.18	28,108.13	35,128.51
F-III	<b>Total Non-Cash Interest Adjustments</b>	<b>\$ 348,265.79</b>	<b>\$ 412,520.57</b>	<b>\$ 254,181.48</b>	<b>\$ 221,710.89</b>
<b>G</b>	<b>Total Student Loan Interest Activity</b>	<b>\$ 843,888.02</b>	<b>\$ 891,222.59</b>	<b>\$ 759,586.18</b>	<b>\$ 710,080.81</b>
<b>H</b>	<b>(=) Ending Student Loan Portfolio Balance (A - D)</b>	<b>\$ 95,854,432.22</b>	<b>\$ 92,538,872.47</b>	<b>\$ 89,038,859.04</b>	<b>\$ 85,844,286.76</b>
<b>I</b>	<b>(+) Interest to be Capitalized</b>	<b>519,038.97</b>	<b>470,014.88</b>	<b>432,097.88</b>	<b>444,402.83</b>
<b>J</b>	<b>TOTAL POOL (=)</b>	<b>\$ 96,373,471.19</b>	<b>\$ 93,008,887.35</b>	<b>\$ 89,470,956.92</b>	<b>\$ 86,288,689.59</b>
<b>K</b>	<b>Cash Available for Distributions &amp; Payments in Transit</b>	<b>\$ 4,577,533.22</b>	<b>\$ 3,792,466.46</b>	<b>\$ 3,987,554.35</b>	<b>\$ 3,639,952.81</b>
<b>L</b>	<b>Reserve Account Balance</b>	<b>914,850.00</b>	<b>871,720.00</b>	<b>836,370.00</b>	<b>799,410.00</b>
<b>M</b>	<b>Total Adjusted Pool (=)</b>	<b>\$ 101,865,854.41</b>	<b>\$ 97,673,073.81</b>	<b>\$ 94,294,881.27</b>	<b>\$ 90,728,052.40</b>

**XII Total Student Loan Portfolio Characteristics** **5/31/2016**

Status	Title IV Loans		
	\$	%	#
In School	\$ 113,084	0.13%	41
Grace	38,969	0.05%	13
Repay/Current	60,421,328	70.38%	8,928
Delinquent:			
31-60 Days	2,796,775	3.26%	452
61-90 Days	1,443,760	1.68%	236
91-120 Days	611,864	0.71%	115
> 120 Days	2,566,743	2.99%	431
Total Delinquent	7,419,142	8.64%	1,234
Deferment	6,876,114	8.01%	1,467
Forbearance	10,734,202	12.50%	1,445
Claims/Other	241,448	0.28%	46
<b>Totals</b>	<b>\$ 85,844,287</b>	<b>100.00%</b>	<b>13,174</b>

Servicers	\$	%
AES	\$ 73,279,003	85.36%
Nelnet	4,173,918	4.86%
SLMA	8,391,366	9.78%
<b>Totals</b>	<b>\$ 85,844,287</b>	<b>100.00%</b>

**XIII Statistical Analysis of Student Loans** **5/31/2016**

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	\$ 14,295,141	\$ 266,660	\$ 638,070	\$ 57,866	\$ 488,122	\$ -	\$ 15,745,859	\$ 4,221
Unsubsidized	10,213,752	182,898	513,428	8,734	105,107	-	11,023,919	7,053
PLUS	530,724	10,160	-	-	9,235	-	550,119	6,112
Consolidated	-	-	-	-	-	58,524,390	58,524,390	21,082
<b>Total Title IV</b>	<b>25,039,617</b>	<b>459,718</b>	<b>1,151,498</b>	<b>66,600</b>	<b>602,464</b>	<b>58,524,390</b>	<b>85,844,287</b>	<b>10,523</b>

\* 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	\$ 62,862,800	73.23%
USAF	11,384,277	13.26%
GLHEC	7,565,738	8.81%
Other	4,031,472	4.70%
<b>Total Title IV</b>	<b>85,844,287</b>	<b>100.00%</b>

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

XIII Loan Default Statistics		Reporting Period 3/1/2016 through 5/31/2016													
<b>Current Quarter - Insured Loans</b>															
Claims (\$)	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off									
Title IV	ACS	\$ -	\$ -	\$ -	\$ -	\$ -									
Title IV	Great Lakes	-	-	-	-	-									
Title IV	AES	638,994	-	-	-	-									
Title IV	SLMA	77,484	-	-	-	-									
Title IV	Nelnet	155,930	-	-	-	-									
Totals		\$ -	\$ -	\$ -	\$ -	\$ -									
<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 <sup>1&amp;5</sup>	\$ 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 <sup>2&amp;4</sup>	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	25,608,743	16.68%	209,454	0.14%	141,393	67.51%	68,061	32.49%	-	0.00%	-	0.00%	100.00%
Title IV	SLMA <sup>3</sup>	19,028,145	4,529,072	23.80%	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	616,090	10.95%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Totals		\$ 187,130,550	\$ 30,883,715	16.50%	\$ 314,570	0.17%	\$ 215,977	68.66%	\$ 98,504	31.31%	\$ 89	0.03%	\$ -	0.00%	100.00%

<sup>1</sup>Federated 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.

<sup>2</sup>Federated 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.

<sup>3</sup>Federated 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.

<sup>4</sup>Federated 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.