

### Default Rates - Revised

#### Cohort Default Rate

Calculated based on **BORROWERS** and the **two year window** after entering repayment.

Institutional Category	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004	Cohort Yr 2005
	Cohort Default Rate (CDR)%				
Public					
Less than 2 Yrs	7.2%	6.7%	5.8%	5.7%	5.2%
2-3 Yrs	8.6%	8.5%	7.6%	8.1%	7.9%
4 yrs +	4.4%	4.0%	3.3%	3.5%	3.0%
Private					
Less than 2 Yrs	9.3%	9.7%	7.9%	9.0%	9.0%
2-3 Yrs	6.8%	6.1%	6.3%	7.4%	6.7%
4 yrs +	3.3%	3.1%	2.6%	2.8%	2.3%
Proprietary					
Less than 2 Yrs	10.8%	10.1%	7.9%	8.9%	8.9%
2-3 Yrs	9.3%	9.2%	8.0%	9.9%	9.3%
4 yrs +	7.4%	7.3%	6.4%	7.3%	7.2%
Foreign Schools(1)	2.3%	2.0%	1.8%	1.5%	1.0%
<b>Over All</b>	<b>5.4%</b>	<b>5.2%</b>	<b>4.5%</b>	<b>5.1%</b>	<b>4.6%</b>

(1) FFELP only

### Budget Lifetime Default Rate

Calculated based on **DOLLARS** for a projected **cohort life of 20 yrs**. Cohort is based on **origination date**.

As reflected in the 2008 President's Budget (Combined Subsidized and Unsubsidized)

Institutional Category	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004	Cohort Yr 2005
	Budget Lifetime Default Rate %				
2 Yr Non Profit	24.5%	25.2%	25.9%	26.3%	26.1%
2 Yr Proprietary	25.8%	24.4%	25.1%	25.7%	25.6%
4 Yr Freshmen & Sophomores	17.4%	17.7%	17.9%	18.1%	17.7%
4 Yr Juniors & Seniors	9.4%	9.9%	10.5%	10.7%	10.5%
Graduate Students	4.9%	5.6%	6.0%	6.4%	6.1%
<b>Over All</b>	<b>11.1%</b>	<b>11.6%</b>	<b>12.1%</b>	<b>12.4%</b>	<b>12.3%</b>

### Cumulative Lifetime Default Rate

Calculated from the time the **LOAN enters repayment** and a default occurs from repayment inception through **9/30/07**.

Institutional Category	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004	Cohort Yr 2005
	Cumulative Lifetime Default Rate %				
2 Yr Private	23.9%	21.4%	20.8%	18.8%	12.3%
2 Yr Public	20.9%	19.3%	17.6%	15.6%	12.0%
4 Yr Private	7.5%	6.4%	5.5%	4.7%	3.0%
4 Yr Public	9.1%	7.9%	6.7%	5.7%	4.0%
Proprietary	24.6%	22.9%	21.2%	19.0%	13.5%
Foreign Schools(1)	4.6%	4.3%	3.1%	2.3%	1.2%
<b>Over All</b>	<b>11.9%</b>	<b>10.3%</b>	<b>8.8%</b>	<b>8.0%</b>	<b>5.5%</b>

(1) FFELP only

**PLEASE NOTE THESE RATES CAN NOT BE COMPARED SINCE THEY ARE BASED ON DIFFERENT ATTRIBUTES:  
BORROWERS, DOLLARS, LOANS AND INSTITUTIONAL CATEGORIES.**