

## CONSOLIDATION LOAN MATRIX

October 2006

Consolidation Loan Scenarios	Consolidate into...		Condition or Limitation
	FFEL Any Lender	Direct Loan	
<b>All Loans</b>			
Loan in Grace or Repayment Status	Yes	Yes	May consolidate one or more loans
Repayment status includes loans in deferment and forbearance and loans that are delinquent or in default.			If loan is in default, only if borrower has made satisfactory repayment arrangements with the holder or agrees to repay the consolidation loan under an income sensitive (FFEL) or income contingent repayment (DL) plan.
Loan in an in-school status	No	No	Borrower may not request to be converted from an in-school status on a loan to repayment status.
Loan not fully disbursed	No	No	A loan is not considered to be in repayment until it is fully disbursed.
<b>Consolidation Loans</b>			
Consolidation loan with one or more additional loans	Yes	Yes	Additional loan may be another consolidation loan.
Single Consolidation loan only	No	Yes	Only for a FFEL Consolidation Loan that is delinquent, in default, or the borrower has filed an adversary action in a bankruptcy proceeding for discharge of the loan.
<b>No Direct Loans or FFEL Loans</b>			
Perkins and/or Health Professions loans only	Yes	No	Direct Loan regulations do not allow consolidation unless there is at least one FFEL or Direct Loan included.