

## Default Rates

### Cohort Default Rate

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

Institutional Category	Cohort Yr 2000	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004
	Cohort Default Rate (CDR)%	Cohort Default Rate (CDR)%	Cohort Default Rate (CDR)%	Cohort Default Rate (CDR)%	Cohort Default Rate (CDR)%
Public					
Less than 2 Yrs	8.1%	7.2%	6.7%	5.8%	5.7%
2-3 Yrs	9.2%	8.6%	8.5%	7.6%	8.1%
4 yrs +	4.8%	4.4%	4.0%	3.3%	3.5%
Private					
Less than 2 Yrs	14.9%	9.3%	9.7%	7.9%	9.0%
2-3 Yrs	6.9%	6.8%	6.1%	6.3%	7.4%
4 yrs +	3.8%	3.3%	3.1%	2.6%	2.8%
Proprietary					
Less than 2 Yrs	11.0%	10.8%	10.1%	7.9%	8.9%
2-3 Yrs	9.5%	9.3%	9.2%	8.0%	9.9%
4 yrs +	8.0%	7.4%	7.3%	6.4%	7.3%
Foreign Schools(1)	2.6%	2.3%	2.0%	1.8%	1.5%
<b>Over All</b>	<b>5.9%</b>	<b>5.4%</b>	<b>5.2%</b>	<b>4.5%</b>	<b>5.1%</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 2007 President's Budget (Combined Subsidized and Unsubsidized)

Institutional Category	Cohort Yr 2000	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004
	Budget Lifetime Default Rate %	Budget Lifetime Default Rate %	Budget Lifetime Default Rate %	Budget Lifetime Default Rate %	Budget Lifetime Default Rate %
2 Yr Non Profit	24.7%	24.5%	25.1%	25.8%	26.1%
2 Yr Proprietary	29.5%	26.0%	24.1%	25.0%	25.8%
4 Yr Freshmen & Sophomores	17.5%	17.2%	17.1%	17.2%	17.4%
4 Yr Juniors & Seniors	9.2%	9.5%	9.8%	10.1%	10.2%
Graduate Students	4.6%	4.9%	5.4%	5.6%	5.6%
<b>Over All</b>	<b>11.1%</b>	<b>11.1%</b>	<b>11.4%</b>	<b>11.7%</b>	<b>11.9%</b>

### Cumulative Lifetime Default Rate

Calculated from the time the LOAN enters repayment and a default occurs from repayment inception through 9/30/06.

Institutional Category	Cohort Yr 2000	Cohort Yr 2001	Cohort Yr 2002	Cohort Yr 2003	Cohort Yr 2004
	Cumulative Lifetime Default Rate %	Cumulative Lifetime Default Rate %	Cumulative Lifetime Default Rate %	Cumulative Lifetime Default Rate %	Cumulative Lifetime Default Rate %
2 Yr Private	22.7%	21.4%	18.5%	16.9%	13.1%
2 Yr Public	22.1%	19.3%	17.3%	14.8%	11.8%
4 Yr Private	8.2%	6.9%	5.7%	4.6%	3.5%
4 Yr Public	10.0%	8.4%	7.0%	5.6%	4.3%
Proprietary	25.2%	22.4%	20.2%	17.5%	13.5%
Foreign Schools(1)	5.1%	4.1%	3.8%	2.4%	1.6%
<b>Over All</b>	<b>12.7%</b>	<b>10.9%</b>	<b>9.2%</b>	<b>7.3%</b>	<b>5.9%</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.