

09/10 [interest rates

Fixed Interest Rates

For Federal Family Education Loan Program (FFELP) Borrowers

[FOR THE PERIOD OF JULY 1, 2009 - JUNE 30, 2010]

STAFFORD (Unsubsidized, Undergraduate)	6.80%*	* Rates are effective for Federal Stafford, Parent PLUS, and Grad PLUS loans first disbursed on or after July 1, 2006. ** Rate is effective for subsidized Stafford loan(s) to undergraduate borrowers with a first disbursement date on or after July 1, 2009 and prior to July 1, 2010.
STAFFORD (Subsidized, Undergraduate)	5.60%**	
Parent PLUS	8.50%*	
Grad PLUS	8.50%*	
CONSOLIDATION		
Generally, interest rates on Consolidation Loans are fixed rates calculated based on the weighted average of the interest rates on the loans being consolidated rounded up to the nearest 1/8 of 1% not to exceed 8.25%.		

Notes: An origination fee, not to exceed 0.5%, may be charged by the lender for Stafford loans with a first disbursement date on or after July 1, 2009 and prior to July 1, 2010.
An origination fee, not to exceed 3.0%, may be charged by the lender for Parent PLUS and Grad PLUS loan types.
A Federal default fee, not to exceed 1%, may be charged by the guarantor for all FFELP loan types.

Variable Interest Rates

For FFELP Borrowers***

[FOR THE PERIOD OF JULY 1, 2009 - JUNE 30, 2010]

STAFFORD (During In-School, Grace and Deferment) Based on the 91-day treasury bill rate + 1.7% not to exceed 8.25%	1.88%	*** Rates are effective for Federal Stafford and PLUS loans first disbursed on or after July 1, 1998 and prior to July 1, 2006. Stafford and PLUS loans disbursed before July 1, 1998 are calculated using different statutory formulas and/or percentage add-ons.
STAFFORD (During all other periods) Based on the 91-day treasury bill rate + 2.3% not to exceed 8.25%	2.48%	
PLUS Based on the 91-day treasury bill rate + 3.1% not to exceed 9%	3.28%	
CONSOLIDATION		
Generally, interest rates on Consolidation Loans are fixed rates calculated based on the weighted average of the interest rates on the loans being consolidated rounded up to the nearest 1/8 of 1% not to exceed 8.25%.		

FOR ADDITIONAL INFORMATION,
please contact **American Education Services** toll free at **800.692.7392**.

PHEAA/AES is one of many Guarantors participating in the Federal Family Education Loan Program (FFELP). A student or parent borrower may obtain a FFELP loan from a lender that uses PHEAA/AES as the Guarantor or any other participating lender. These materials have been developed and paid for by PHEAA/AES for informational purposes. The information contained herein is believed to be accurate at the time of printing. Due to the rapidly changing nature of the law and the industry, information contained in this document may become outdated and PHEAA/AES does not guarantee the accuracy of the information herein. You should verify that this information is correct.