

INTEREST RATES FOR FEDERAL EDUCATION LOANS

PLUS & SLS Variable Rates				
	PLUS/SLS loans 1 st disbursed 7/1/87 through 9/30/92	PLUS/SLS loans 1 st disbursed 10/1/92 through 6/30/94*	PLUS loans 1 st disbursed 7/1/94 through 6/30/98	PLUS loans 1 st disbursed on or after 7/1/98
New Variable Interest Rate	One-year Constant Maturity + 3.25%	One-year Constant Maturity + 3.1%	One-year Constant Maturity + 3.1%	91-day T-bill rate + 3.1%
Cap on Variable Rate	12%	10% on PLUS loans 11% on SLS loans	9%	9%
Variable Rate 7/1/04 through 6/30/05**	5.41%	5.26%	5.26%	4.17%

NOTE: PLUS/SLS loans disbursed prior to 7/1/87 are at a fixed rate.

* SLS loans with a period of enrollment beginning prior to 7/1/94.

**The interest rate for PLUS loans made on or after July 1, 1998, is based on the bond equivalent rate of 91-day Treasury Bills auctioned at the final auction held before June 1st of each year. The bond equivalent rate for 91-day Treasury Bills auctioned on May 24, 2004, is 1.066 percent, which rounds to 1.07 percent.

The interest rate on SLS loans and all other PLUS loans is based on the weekly average of the one-year constant maturity Treasury yield as published for the last calendar week ending on or before June 26th of each year. The weekly average of the one-year constant maturity Treasury yield for the last calendar week ending on or before June 26, 2004, is 2.16 percent.