

Federal Stafford Loan Interest Rate Addendum

Notice to Borrowers: The Interest Rate Addendum may be useful to you in two situations: (1) If your loan was guaranteed prior to July 1, with a first scheduled disbursement date on or after July 1, you can use the Addendum to determine the correct interest rate at the time your loan was first disbursed; or (2) If you request your holder to reprint the Notice of Guarantee/Disclosure Statement (NOG), you can use the Addendum to determine the applicable interest rate on your loan at the time of guarantee. The interest rate posted on the reprinted NOG may not be the rate that was initially disclosed.

| Disbursement Timeframes | Timeframes for Interest Rate | | Interest Rate |
|--|--|--|--|
| | From | To | |
| Loans disbursed on or after 7/1/2009 but before 7/1/2010 to undergraduate students (subsidized only). | 7/1/2009 | 6/30/2010 | 5.60% Fixed |
| Loans disbursed on or after 7/1/2008 but before 7/1/2009 to undergraduate students (subsidized only). | 7/1/2008 | 6/30/2009 | 6.00% Fixed |
| Loans disbursed on or after 7/1/2008 to undergraduate students (unsubsidized only) and graduate students (subsidized and unsubsidized). | 7/1/2008 | N/A | 6.80% Fixed |
| Loans disbursed on or after 7/1/2006 but before 7/1/2008. | 7/1/2006 | 6/30/2008 | 6.80% Fixed |
| Loans disbursed on or after 7/1/1998 but before 7/1/2006. <i>Formula:</i> Bond-equivalent rate for 91-day T-bills plus 1.7%, not to exceed 8.25%. | 7/1/2005 7/1/2004 7/1/2003 7/1/2002 7/1/2001 7/1/2000 7/1/1999 7/1/1998 | 6/30/2006 6/30/2005 6/30/2004 6/30/2003 6/30/2002 6/30/2001 6/30/2000 6/30/1999 | 4.70% 2.77% 2.82% 3.46% 5.39% 7.59% 6.32% 6.86% |
| Loans disbursed on or after 7/1/1995 but before 7/1/1998. <i>Formula:</i> Bond-equivalent rate for 91-day T-bills plus 2.5%, not to exceed 8.25%. | 7/1/1997 7/1/1996 7/1/1995 | 6/30/1998 6/30/1997 6/30/1996 | 7.66% 7.66% 8.25% |
| Loans disbursed on or after 7/1/1994 but before 7/1/1995. <i>Formula:</i> Bond-equivalent rate for 91-day T-bills plus 3.1%, not to exceed 8.25%. | 7/1/1994 | 6/30/1995 | 7.43% |
| Loans disbursed to New ¹ borrowers on or after 10/1/1992 but before 7/1/1994. <i>Formula:</i> Bond-equivalent rate for 91-day T-bills plus 3.1%, not to exceed 9%. | 7/1/1993 10/1/1992 | 6/30/1994 6/30/1993 | 6.22% 6.94% |
| Loans disbursed to New ¹ borrowers on or after 7/1/1988 but before 10/1/1992. <i>Formula:</i> Bond-equivalent rate for 91-day T-bills plus 3.25%, not to exceed 10%. | 7/1/1988 | 9/30/1992 | 8/10% Fixed ² |
| Loans disbursed to New ¹ borrowers on or after 9/13/1983 but before 7/1/1988. | 9/13/1983 | 6/30/1988 | 8.00% Fixed |
| Loans disbursed to New ¹ borrowers on or after 1/1/1981 but before 9/13/1983. | 1/1/1981 | 9/12/1983 | 9.00% Fixed |
| Loans disbursed to New ¹ borrowers before 1/1/1981. | N/A | Before 1/1/1981 | 7.00% Fixed |

Notes:

Interest rates for variable-rate Stafford loans are adjusted annually on July 1. These rates are based on the bond-equivalent rate for 91-day Treasury bills established at the auction held prior to June 1.

¹ For those borrowers who received loans during these timeframes and had outstanding loans, the interest rate at the time of guarantee of any subsequent loan reverted to the fixed rate disclosed for their first loan made. See note number 2 below.

² Loans originally disclosed with fixed interest rates that were disbursed between 7/1/1988 and 7/1/1994 have since been converted to variable interest rates.