

1995 MASTER BOND RESOLUTION PARITY ASSET COVERAGE REPORT  
As of December 31, 2004

Delivered regarding the 1995 Master Bond Resolution adopted November 2, 1995, as supplemented. Not prepared on the basis of generally accepted accounting principles, so capitalized assets, such as Cost of Issuance and Premiums are *not* included as assets, and an estimate for excess yield liability is included.

ASSETS	<u>Parity Total</u>
1. Balance of insured Eligible Loans which are no more than 270 days delinquent unless a claim has been filed by the 270th day in which case the loan may be included until such time as the claim has been returned or rejected:	
A. Eligible Loans-Current Principal Balance	\$ 334,464,101
B. Accrued Borrower Interest on such Eligible Loans	4,554,635
C. Accrued USDE interest and special allowance payments on such Eligible Loans	1,513,467
2. Balance of Investment Securities in the following funds and accounts held by the Trustee	
A. Repayment Account	1,939,478
B. Recycling Sub Account	2,068,928
C. Loan Fund	41,265,259
D. Rebate Account	66,098
E. Sinking Fund - Interest Account	11,400
F. Sinking Fund - Principal Account	1,448,544
G. Debt Service Reserve	3,876,850
H. Accrued Investment Earnings	109,358
3. Authority Collections Holding Account	<u>1,183,235</u>
TOTAL ASSETS	<u>\$ 392,501,354</u>
LIABILITIES	
1. Aggregate principal amount of Bonds Outstanding (Senior)	\$ 350,475,000
2. Aggregate principal amount of Bonds Outstanding (Subordinate)	37,210,000
3. Accrued and unpaid interest (Senior)	858,909
4. Accrued and unpaid interest (Subordinate)	297,429
5. Accrued and unpaid Program Expenses, Administrative and Servicing Expenses	930,753
6. Due to Other Funds (net)	1,300,000
7. Other amounts owed:	
A. USDE Origination Fees	(6,608)
B. Guarantee Fees Payable	0
C. Estimated Rebate Liability	71,889
D. Other Liabilities	107,629
8. Estimated Excess Yield Liability	<u>865,157</u>
TOTAL LIABILITIES	\$ 392,110,159
COVERAGE AMOUNT	<u>391,195</u>
TOTAL LIABILITIES and FUND EQUITY	<u>\$ 392,501,354</u>
TOTAL ASSET COVERAGE RATIO	100.10%
SENIOR COVERAGE AMOUNT	\$ 37,898,625
SENIOR COVERAGE RATIO	110.69%

Dated: January 21, 2005