

SLM CORPORATION

Q2 2010 Investor Presentation



FORWARD-LOOKING STATEMENTS

This quarterly presentation contains forward-looking statements and information based on management's current expectations as of the date of this document. Statements that are not historical facts, including statements about our beliefs or expectations and statements that assume or are dependent upon future events, are forward looking statements. Forward-looking statements are subject to risks, uncertainties, assumptions and other factors that may cause actual results to be materially different from those reflected in such forward-looking statements. These factors include, among others, increases in financing costs; limits on liquidity; any adverse outcomes in any significant litigation to which we are a party; our derivative counterparties terminating their positions with the Company if permitted by their contracts and the Company substantially incurring additional costs to replace any terminated positions; and changes in the terms of student loans and the educational credit marketplace (including changes resulting from new laws and the implementation of existing laws). The Company could be affected by: changes in or the termination of various liquidity programs implemented by the federal government; changes in the demand for educational financing or in financing preferences of lenders, educational institutions, students and their families; changes in the composition of our Managed FFELP and Private Education Loan portfolios; changes in the general interest rate environment, including the rate relationships among relevant money-market instruments, and in the securitization markets, which may increase the costs or limit the availability of financings necessary to initiate, purchase or carry education loans; changes in projections of losses from loan defaults; changes in general economic conditions; changes in prepayment rates and credit spreads; and changes in the demand for debt management services. The preparation of our consolidated financial statements also requires management to make certain estimates and assumptions including estimates and assumptions about future events. These estimates or assumptions may prove to be incorrect. All forward-looking statements contained in this quarterly presentation are qualified by these cautionary statements and are made only as of the date of this document. The Company does not undertake any obligation to update or revise these forward-looking statements to conform the statement to actual results or changes in the Company's expectations.

SLM CORPORATION OVERVIEW



SLM CORPORATION



- ▶ #1 originator of student loans in the U.S. education lending market
- ▶ #1 servicer and collector of student loans in the U.S. currently servicing \$201.0 billion in assets including \$25.9 billion for third parties, including the Department of Education (ED)
- ▶ Fully independent private sector company with scale and a broad franchise, traded on the NYSE
- ▶ \$183.6 billion managed student loan portfolio, 81% of which is U.S. government guaranteed
- ▶ At quarter-end, 96% of managed student loans were funded with term liabilities

As of June 30, 2010

LIFE STAGE CUSTOMER STRATEGY

- ▶ Sallie Mae offers an unmatched, integrated suite of Saving, Planning, and Paying for College SM products and services



SLM CORPORATION UPDATE

- ▶ Student Loan Reform Passed with Health Care Reform-Signed into Law 3/24/2010
 - US Government will be sole originators of federal guaranteed student loans effective 7/1/2010
- ▶ Managed student loans outstanding increased to \$184 billion at 6/30/2010
 - Originated \$3.1 billion in federal student loans in Q2 2010
 - Originated \$219 million private education loans in Q2 2010
- ▶ Student loan legislation, Ensuring Continued Access to Student Loan Act (ECASLA), passed by Congress in May 2008, expires July 2010
 - ED Loan Purchase Commitment Program
 - At 6/30/2010, \$20.1 billion of loans funded under this program
 - ED Conduit – Straight A Funding launched 5/11/2009, no new advances as of June 30, 2010, and set to expire January 19, 2014
 - Funding \$16.0 billion of loans at 6/30/10
- ▶ Completed \$1.2 billion FFELP ABS in Q2 2010
- ▶ "Core Earnings" net income for Q2 2010 of \$209 million including restructuring charges and debt repurchasing gains
- ▶ "Core Earnings" operating expenses for Q2 2010 totaled \$312 million representing a 5% increase from the prior-year period
- ▶ Upromise manages \$23 billion in 529 college savings plans with 12 million members enrolled in the member rewards programs

A BRIEF CORPORATE HISTORY

| SLM Corporate Debt Ratings | | | |
|----------------------------|-----------|-------|--------|
| | Moody's | S & P | Fitch |
| Long-Term | Ba1 | BBB- | BBB- |
| Short-Term | Not-Prime | A-3 | F3 |
| Outlook | Neg. | Neg. | Stable |

As 6/30/2010

| Managed Loan Portfolio | | |
|------------------------|----------|------|
| Loan Type | \$B | % |
| FFELP Loans | \$148.4 | 80% |
| Private Education | 35.2 | 20% |
| Total Portfolio | \$ 183.6 | 100% |

As of 6/30/2010



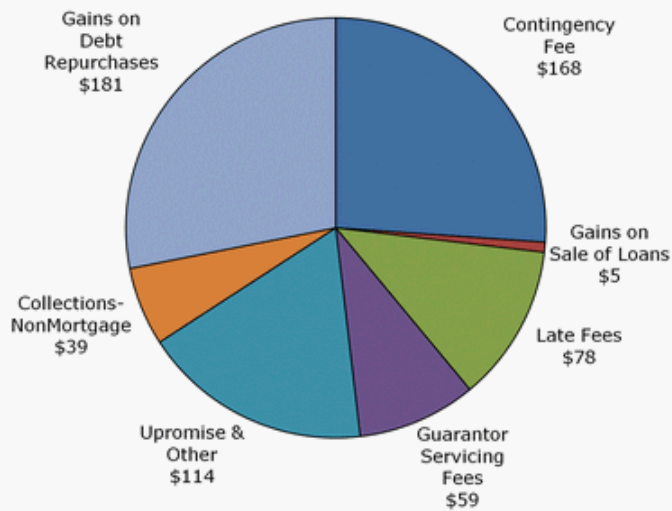
¹ Currently known as the Federal Family Education Loan Program (FFELP).

Q2 10 “CORE EARNINGS” SUMMARY

| (\$ millions), except per share amounts | Q2 10 | Q1 10 | Q2 09 |
|---|-----------|-----------|-----------|
| EPS (Reported) | \$0.39 | \$0.39 | \$0.31 |
| Economic Floor Income EPS not reported in “Core Earnings” | \$0.00 | \$0.01 | \$0.17 |
| Net Income Attributable to SLM | \$209 | \$212 | \$170 |
| Net Interest Income | \$759 | \$702 | \$457 |
| Net Interest Margin | 1.54% | 1.46% | 0.91% |
| Loan Loss Provision | \$382 | \$359 | \$402 |
| Fee and Other Income - Excluding Debt Repurchase Gains | \$217 | \$246 | \$203 |
| Debt Repurchase Gains | \$91 | \$90 | \$325 |
| Operating Expenses | \$337 | \$318 | \$298 |
| Tangible Capital Ratio | 1.9% | 1.7% | 1.7% |
| Average Managed Student Loans | \$184,571 | \$181,533 | \$188,490 |

FEE INCOME & OTHER INCOME

Six Months Ended June 30, 2010
\$644 Million



- ▶ APG is re-focused on student loan contingency and collections
- ▶ Loan Servicing including ED Servicing Contract
 - Currently 2 million accounts
- ▶ Collecting on behalf of the Dept of Education for close to ten years
- ▶ Guarantor Servicing for student loans
- ▶ Contingency Inventory of \$12 billion at 6/30/2010 – 81% student loans
- ▶ Upromise – largest private source of 529 plans

LENDING SEGMENT EARNINGS DETAIL

| (\$ millions) | Q2 10 | Q1 10 | Q2 09 |
|---|-----------|-----------|-----------|
| FFELP Originations | \$3,110 | \$7,713 | \$3,706 |
| Private Originations | \$219 | \$840 | \$387 |
| Total Originations | \$3,329 | \$8,553 | \$4,093 |
| Average Managed Student Loans | \$184,571 | \$181,533 | \$188,490 |
| Net Interest Income after Provision - FFELP | \$333 | \$280 | \$39 |
| Net Interest Income after Provision - Private | \$45 | \$69 | \$15 |
| Net Student Loan Spread - Total | 1.75% | 1.64% | 1.17% |
| Net Student Loan Spread - Private Education | 4.61% | 4.56% | 4.50% |
| Net Student Loan Spread - FFELP | 1.04% | 0.90% | 0.39% |
| Economic Floor Income not included in Net Student Loan Spread | 0.00% | 0.01% | 0.26% |
| Operating Expenses | \$194 | \$166 | \$155 |
| OpEx Annualized as a % Average Managed Student Loans | 0.42% | 0.37% | 0.33% |

DEPT. OF EDUCATION / GOVERNMENT FUNDING PROGRAMS

- ▶ **Loan Purchase Commitment Program - 5/21/08**
 - Eligible collateral – certain 2008 - 2010 FFELP loans
 - Funded at CP +50 bps
 - Par put + \$75/per loan fee and origination fee rebate

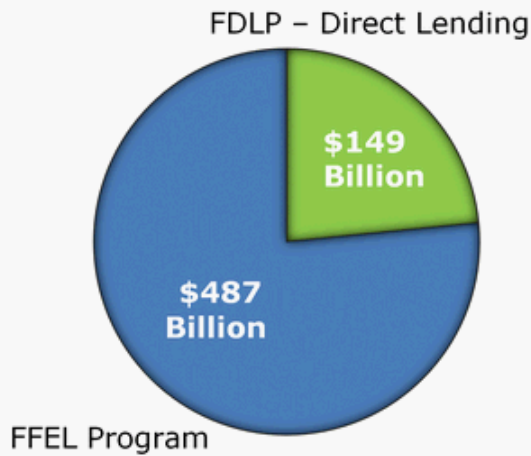
- ▶ **Straight A Conduit Program Launched - Announced 11/08/08, Launched 5/11/09**
 - Collateral originated 10/03 – 9/09 eligible
 - Program term: 5 yrs; Facility Matures: 1/19/2014
 - No new advances permitted after June 30, 2010
 - Liquidity provided by the Federal Financing Bank (a division of Treasury)

Expired Programs

- ▶ **TALF–NY Fed and Treasury to provide consumer ABS support – Launched March 17, 2009, Expired 3/31/10**
 - Eligible collateral – AAA rated Card, Auto, Small Business and Student Loan securities
 - Includes Consolidation and Private Credit student loans originated post 5/1/07
 - Fed provided funding, rates and haircuts

FEDERAL STUDENT LOAN MARKET

- ▶ Outstanding Government Student Loan Market Distribution FFYE 9/30/2009



- ▶ Top 10 Holders of FFELP Loans FFYE 9/30/09

| Lender Name | FY09 | % Total |
|---------------------------------|------------|--------------|
| SLM CORPORATION | \$154,142 | 36.6% |
| CITIBANK, STUDENT LOAN CORP | \$32,474 | 7.7% |
| NELNET | \$25,256 | 6.0% |
| WELLS FARGO | \$14,595 | 3.5% |
| WACHOVIA EDUCATION FINANCE INC. | \$13,215 | 3.1% |
| BRAZOS GROUP | \$13,048 | 3.1% |
| PA HIGHER ED ASST AUTH (PHEAA) | \$11,126 | 2.6% |
| JPMORGAN CHASE BANK | \$11,100 | 2.6% |
| BANK OF AMERICA | \$10,067 | 2.4% |
| COLLEGE LOAN CORP | \$9,659 | 2.3% |
| Top 10 Holders | 295 | 69.9% |
| Remaining holders | 127 | 30.1% |

Sources: US Department of Education Report 4/2010, Federal Budget Request 2011

SLM CORPORATION

Three Distinct Aspects of the Business Model

FFELP Loan Portfolio and Guarantor Collection and Servicing

- ▶ Existing portfolios generating substantial income and cash flow
- ▶ Cash strengthens balance sheet
 - Servicing cash flows are super senior
 - Residual cash flows are stable due to minimal credit risk
- ▶ Cash flow enhances the ability to service debt
- ▶ Opportunities exist to acquire portfolios from 3rd parties – SLM has purchased \$1.3 billion YTD

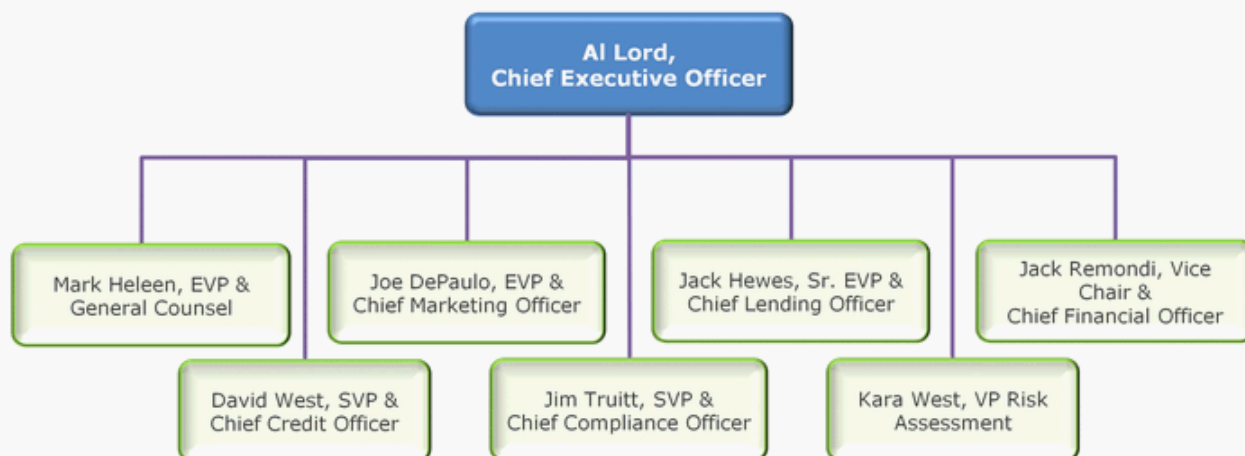
Private Education Loan Originations and Portfolio

- ▶ Ongoing business with significant long term value
- ▶ Legacy portfolio quality vastly improved
- ▶ Q2 2010 originations average FICO of 735 with 77% cosigner rate

Sallie Mae Servicing

- ▶ Attractive fee business with little capital required & high return on equity
- ▶ New 5-year ED servicing contract will provide rapid growth
- ▶ Opportunities exist to expand services provided including industry consolidation
- ▶ Efficient cost structure and top performer

OFFICE OF THE CHIEF EXECUTIVE OFFICER



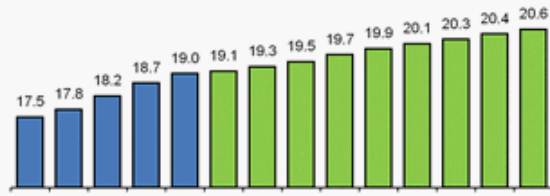
THE U.S. STUDENT LOAN MARKET

SLM Corporation



FAVORABLE STUDENT LOAN MARKET TRENDS

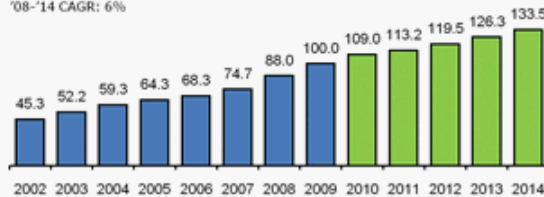
Higher Education Enrollment (millions)



Source: National Center for Education Statistics
Note: Total enrollment in all degree-granting institutions; middle alternative projections for 2010 onward

Federal Student Loan Origination Volume (\$bn)

'02-'08 CAGR: 12%
'08-'14 CAGR: 6%



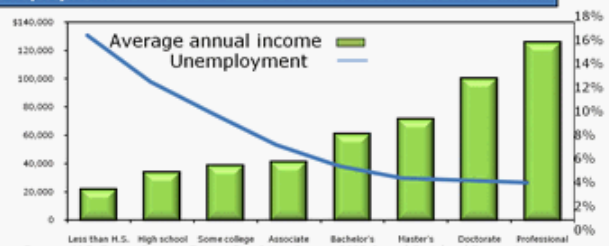
Source: President's 2011 Budget. Gross commitments by fiscal year
Note: Excludes consolidation volume

Annual Cost of Education (\$ thousands)



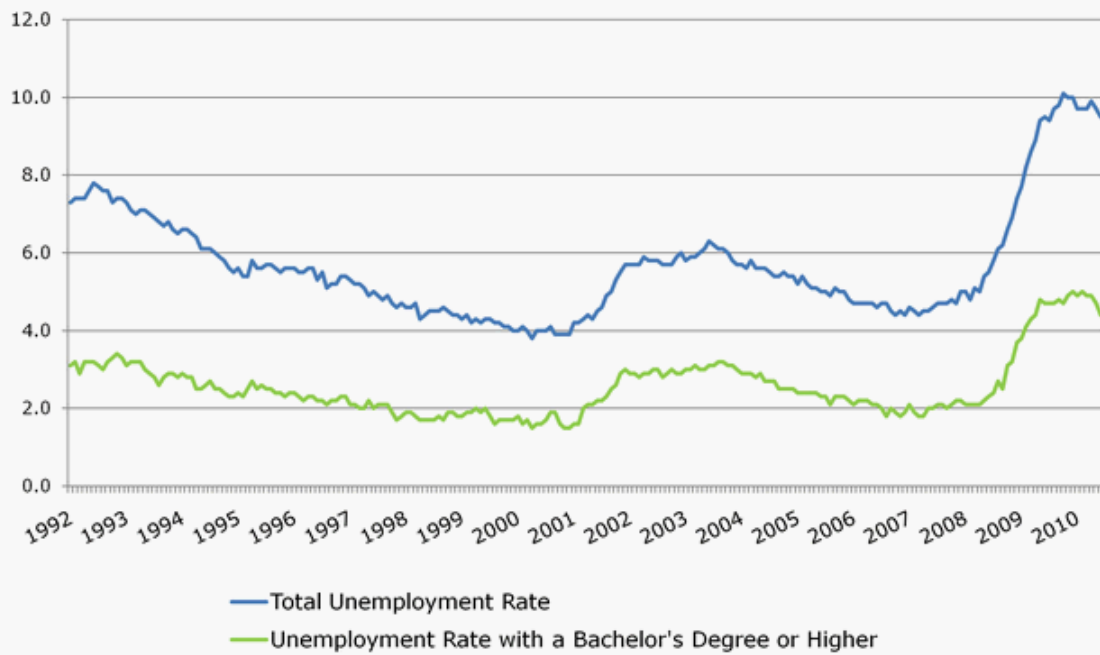
Source: College Board
Note: Academic years, average published tuition, fees, room and board charges at four-year institutions; enrollment-weighted

Relationship Between Higher Education, Income and Employment



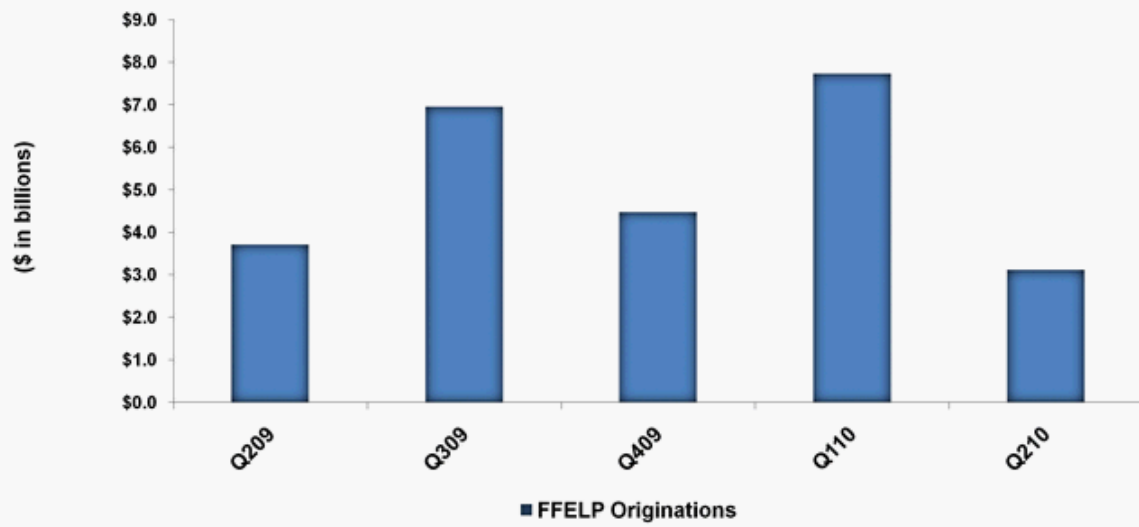
Source: U.S. Census Bureau, Current Population Survey, 2008 Annual Social and Economic Supplement. Represents median earnings for a full time, year-round worker over age 25. Unemployment data as of Jan. 2010. Represents unemployment for civilian non-institutional population over age 25.

COLLEGE GRADS EXPERIENCE LOWER LEVELS OF UNEMPLOYMENT



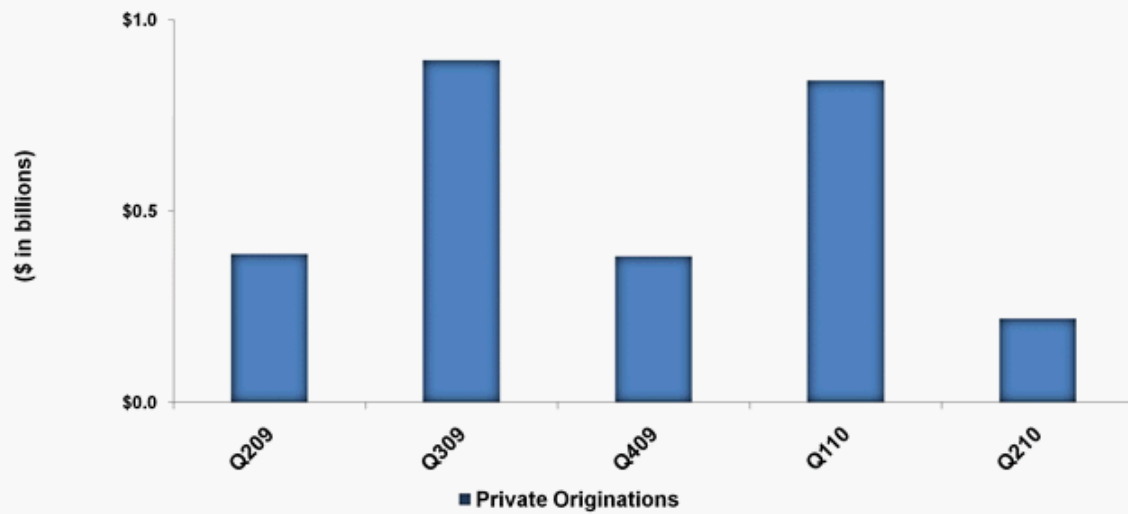
Source: U.S. Department of Labor, Bureau of Labor Statistics as of 6/30/2010

FFELP LOAN ORIGINATIONS



- Originated over \$3.1 billion of loans in the quarter

PRIVATE EDUCATION LOAN ORIGINATIONS



Private Education Loan originations declined as result of an increase in federal student loan limits, an overall increase in the use of federal student loans as well as an increase in federal grants.

THE PRIVATE EDUCATION LOAN MARKET

Private Education Loans

- ▶ Consumer loans made to students and parents specifically to fund the cost of undergraduate, graduate and other forms of post-secondary education
- ▶ Typically used to bridge the funding gap between grants, aid and FFELP loans, and the increasing cost of higher education
- ▶ Supplement U.S. Government guaranteed student loans, but not guaranteed by the U.S. Government
- ▶ Typically offered with floating interest rates, with loan margins set based on the credit quality of the borrower and/or cosigner
- ▶ Generally 5 to 15 years in maturity

SLM's PRIVATE EDUCATION LOAN PORTFOLIO

▶ Private Education Loan Portfolio Characteristics

- \$35 billion of managed outstandings at 6/30/2010
- 19% of SLM's managed student loan portfolio
- Risk-based pricing
- Approximately 58% of portfolio has a cosigner, typically a parent
- Higher education loans typically non-dischargeable in bankruptcy
- Integrated underwriting, servicing and collections

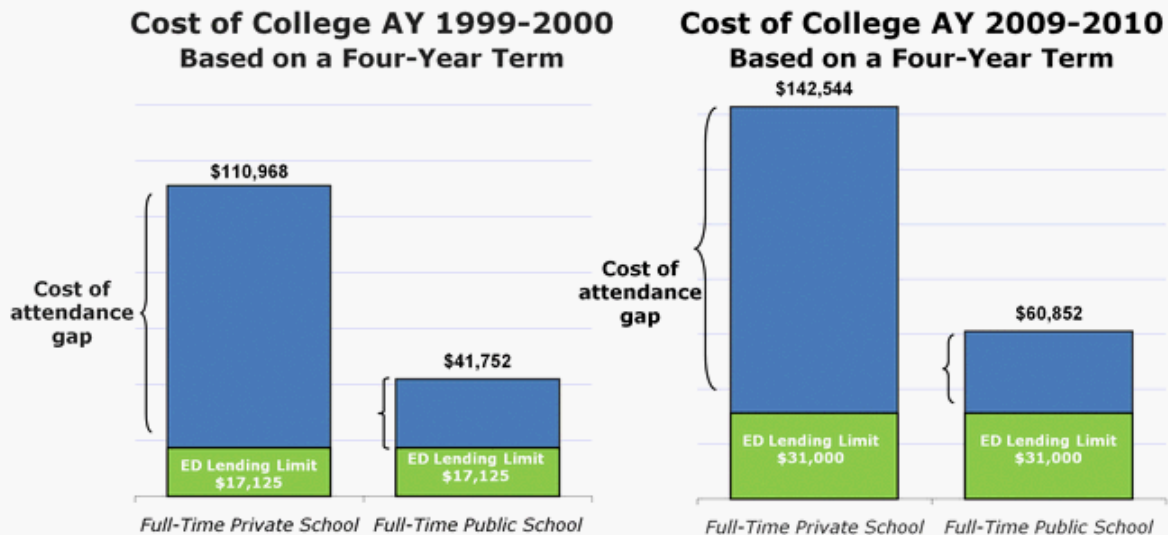
Note: All figures as of June 30, 2010.

SLM's NEW PRIVATE EDUCATION LOAN PRODUCT

- ▶ Smart Option Product - Launched 3/23/09
 - Eliminates negative amortization during the school and grace period while reducing the average life from 9.5 years to 5.5 years
 - Repayment term is driven by cumulative amount borrowed and grade level
 - Requires interest only payment during in-school period with open option to pay P&I
 - Eliminates capitalization of interest, reducing total interest paid
 - Full communication with borrower during in-school period
 - Full collection activities employed at both the student and cosigner level
 - Develops habit and responsibility of payment
 - Limits propensity to accumulate additional debt given in-school payment requirement

PRIVATE EDUCATION LOAN MARKET OPPORTUNITY

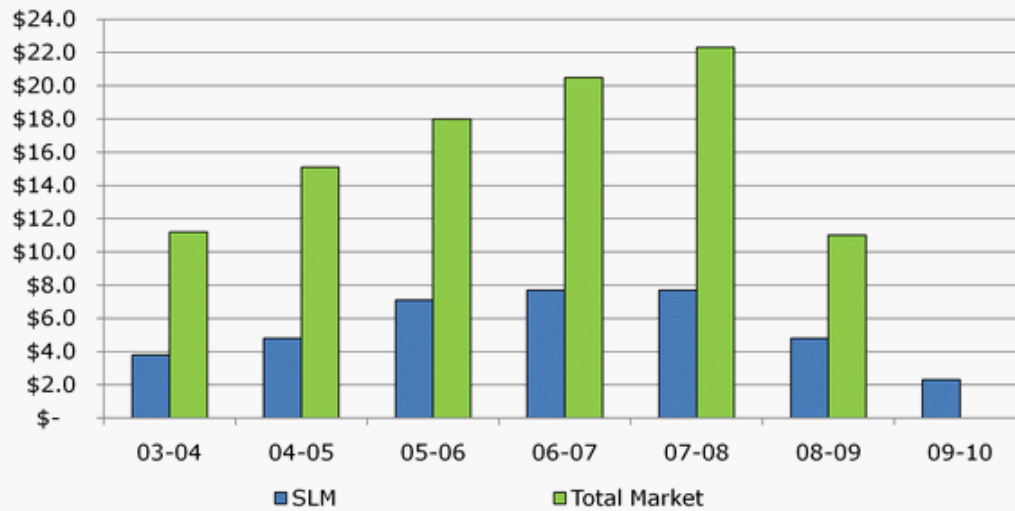
- ▶ Private education loans help bridge the gap between funding available through government-sponsored programs and the increasing cost of education



PRIVATE CREDIT ORIGINATIONS

- ▶ 2008-09 academic year market share approximately 44%

SLM vs. Industry Originations



Source: College Board, Trends in Higher Education Series (2009). 2008-2009 industry data is preliminary. Data reported by academic year, SLM quarterly data converted to academic year basis.

SLM PRIVATE CREDIT LENDING STATISTICS

(WITH PC CONSOLIDATION & CAREER TRAINING LOANS)

| | Q2 10 | | Q1 10 | | 2009 | | 2008 | |
|---|--------------|---------------|--------------|---------------|-----------------|---------------|-----------------|---------------|
| Average Loan Size by Academic Year \$ | | | | | | | | |
| Freshman | \$ | 7,156 | \$ | 7,388 | \$ | 9,658 | \$ | 10,176 |
| Sophomore | | 6,314 | | 7,102 | | 9,315 | | 9,570 |
| Junior | | 6,050 | | 7,383 | | 9,311 | | 9,327 |
| Senior | | 5,611 | | 6,869 | | 8,672 | | 8,712 |
| Graduate | | 9,931 | | 10,118 | | 12,186 | | 13,599 |
| Other * | | 11,069 | | 11,838 | | 11,538 | | 14,338 |
| Total Loan Originations by Academic year (in millions) | \$ | % | \$ | % | \$ | % | \$ | % |
| Freshman | 27.8 | 14.5% | 61 | 19.6% | 428.2 | 17.0% | 1,262.30 | 19.5% |
| Sophomore | 21.9 | 11.4% | 52.3 | 16.8% | 469.7 | 18.6% | 1,197.20 | 18.5% |
| Junior | 30.2 | 15.7% | 59.4 | 19.1% | 535.2 | 21.2% | 1,131.10 | 17.5% |
| Senior | 48.4 | 25.2% | 82.4 | 26.5% | 667.6 | 26.5% | 1,209.30 | 18.7% |
| Graduate | 47.6 | 24.8% | 35.4 | 11.4% | 219.2 | 8.7% | 499.1 | 7.7% |
| Other * | 15.9 | 8.3% | 20.4 | 6.5% | 203.8 | 8.1% | 1,173.30 | 18.1% |
| Total | 191.9 | 100.0% | 310.8 | 100.0% | 2,523.80 | 100.0% | 6,472.30 | 100.0% |
| For Profit Originations | 48.9 | 25.5% | 65 | 20.9% | 472.8 | 18.7% | 1,880.80 | 29.1% |
| Not-for-profit Originations | 142.9 | 74.5% | 245.8 | 79.1% | 2,051.00 | 81.3% | 4,591.50 | 70.9% |

Note: Numbers may not add due to rounding

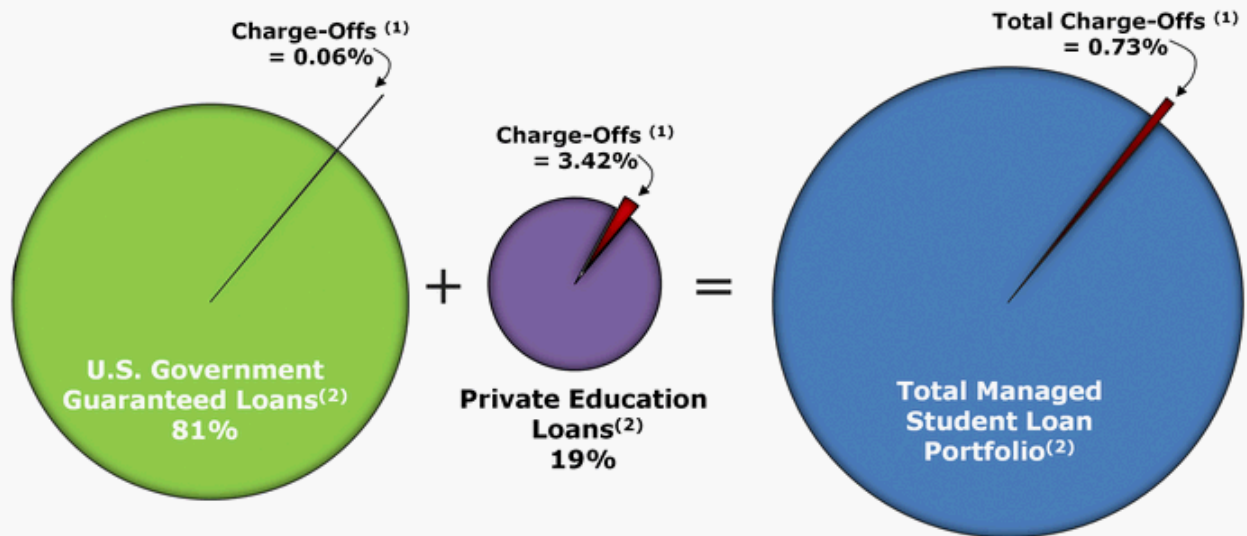
* The 'other' category is comprised primarily of Career Training and Private Consolidation Loans.

CREDIT QUALITY

SLM Corporation

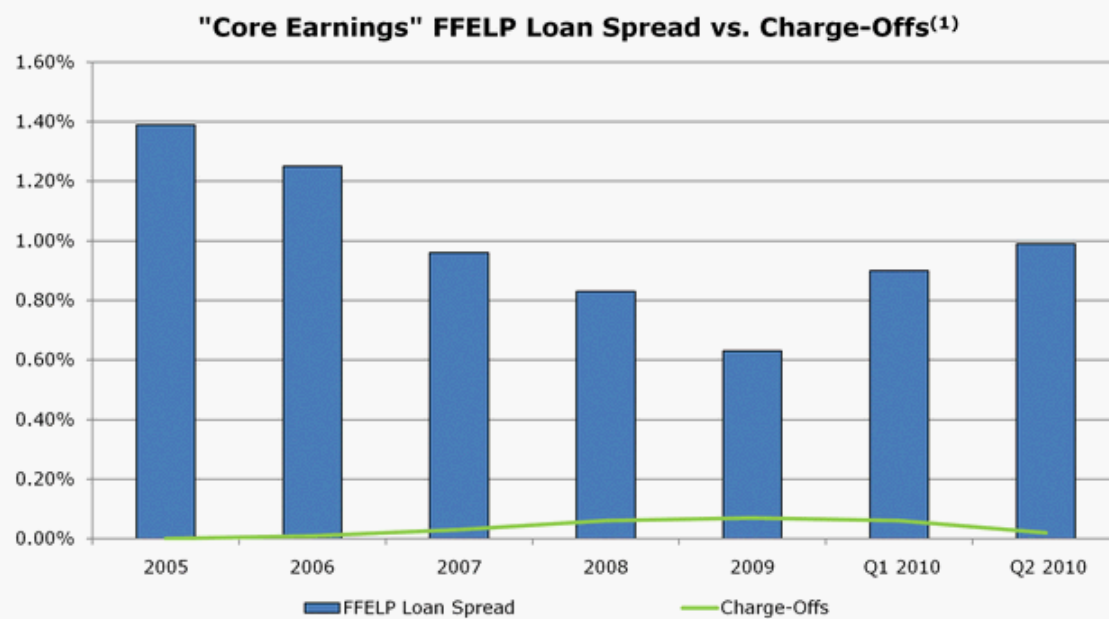


LOAN LOSSES



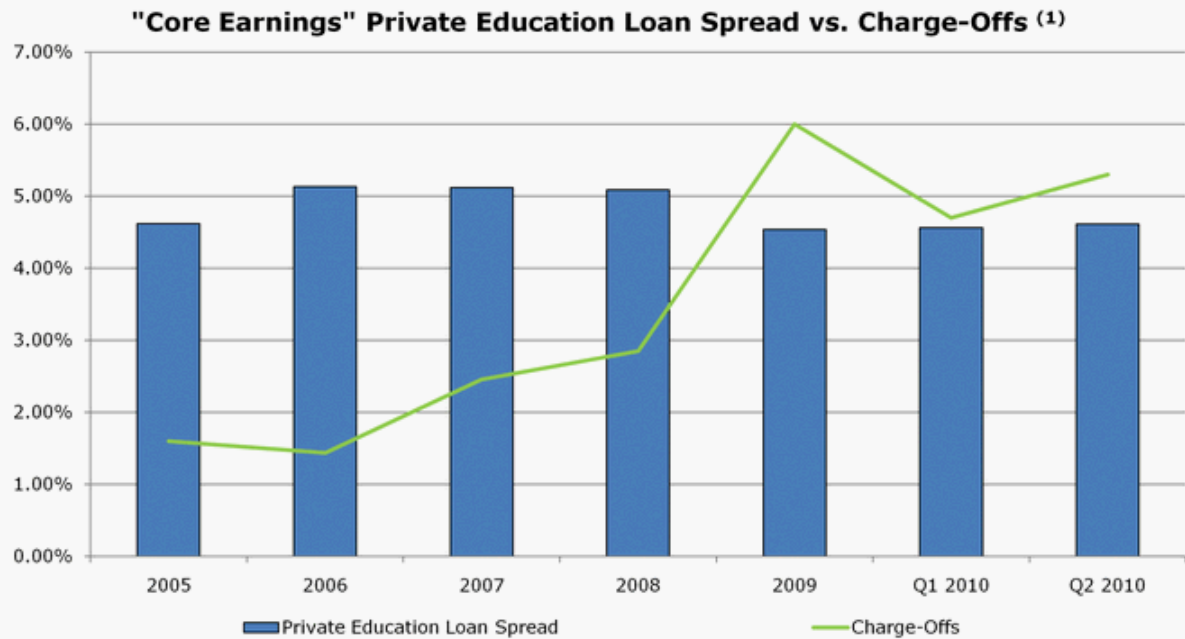
- (1) All data as of June 30, 2010. Annualized Managed FFELP charge-offs as a percentage of average managed FFELP assets. Annualized Managed Private Education Loan charge-offs as a percentage of average managed Private Education Loan assets. Annualized Total charge-offs as a percentage of average managed FFELP and Private Education Loan assets.
- (2) Percentages of Total managed student loan portfolio based upon average portfolio balances

FFELP EDUCATION LOAN PORTFOLIO



(1) "Core Earnings" FFELP Loan spread, before provision. Charge-offs as a percentage of average Managed FFELP Loans .

PRIVATE EDUCATION LOAN PORTFOLIO

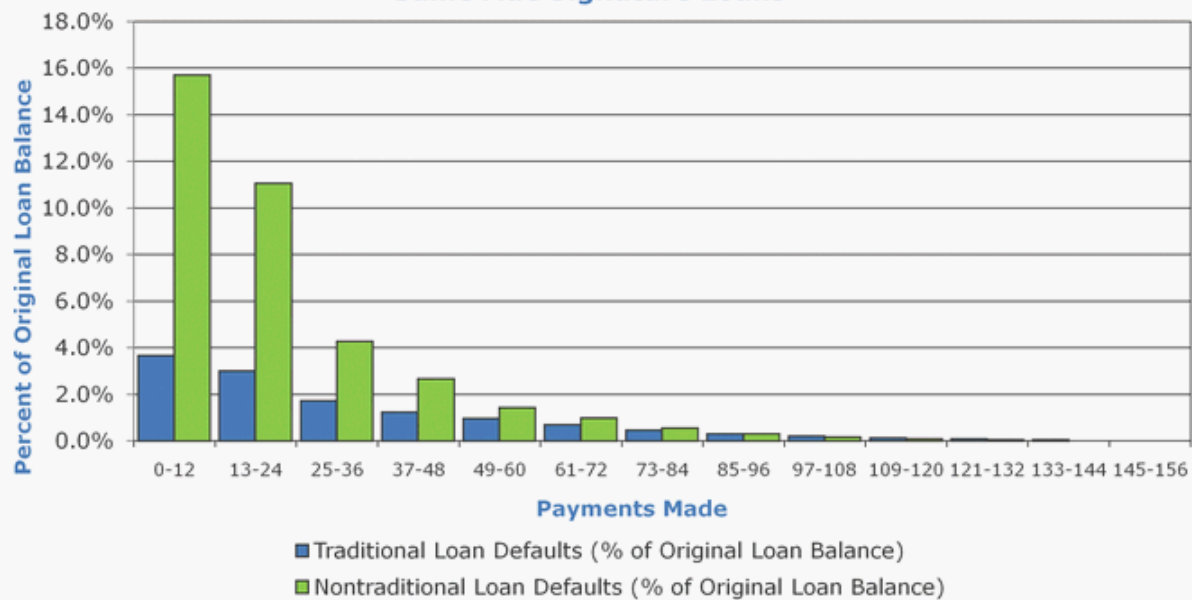


(1) "Core Earnings" Private Education Loan spread, before provision. Charge-offs as a percentage of average Managed Private Education Loans in repayment.

SLM PRIVATE CREDIT DEFAULT EMERGENCE PROFILE

PAYMENTS MADE

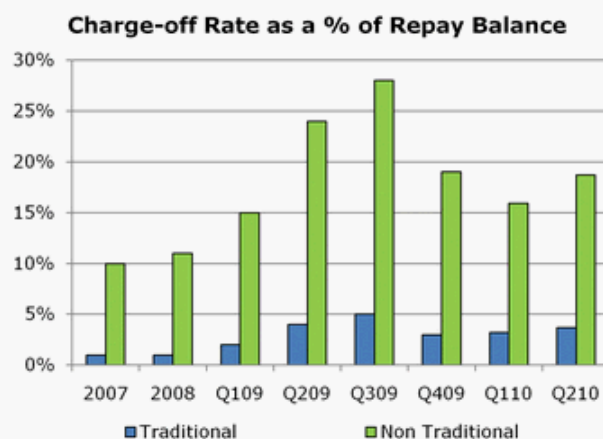
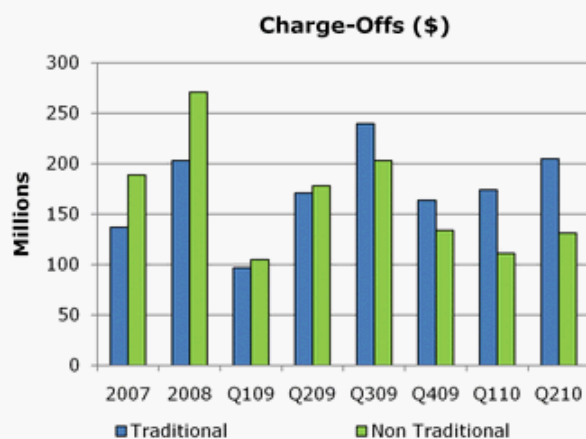
Loss Emergence Timing
Sallie Mae Signature Loans¹



¹ Excludes Sallie Mae Smart Option, LAW, MED, MBA, & bar-study/residency loans

CHARGE-OFF TRENDS

MIX OF TRADITIONAL VS. NON-TRADITIONAL



- ▶ Charge-offs driven by Non-Traditional loans
- ▶ Non-Traditional loans represent approximately 11% of the Private Education Loan portfolio
- ▶ Higher quality loans entering repayment in 2009 and 2010

MANAGED PRIVATE EDUCATION LOAN PORTFOLIO PERFORMANCE

| Traditional Loans with a Cosigner | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 |
|---|--------------|--------------|--------------|--------------|--------------|
| Outstanding Balance as a % of Total | 55.0% | 55.0% | 54.0% | 53.0% | 52.0% |
| 90+ Delinquency as a % of Repayment | 3.4% | 3.7% | 3.5% | 3.6% | 3.8% |
| Forbearance as a % of Repayment & Forbearance | 4.7% | 4.5% | 4.9% | 5.1% | 5.8% |
| Charge-Offs as a % of Repayment ⁽¹⁾ | 2.3% | 2.0% | 2.4% | 3.4% | 2.5% |
| Average FICO at Origination | 740 | 740 | 740 | 740 | 739 |
| Traditional Loans without a Cosigner | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 |
| Outstanding Balance as a % of Total | 34.0% | 34.0% | 34.0% | 35.0% | 35.0% |
| 90+ Delinquency as a % of Repayment | 6.4% | 6.8% | 6.0% | 5.9% | 6.1% |
| Forbearance as a % of Repayment & Forbearance | 5.4% | 5.4% | 5.6% | 5.7% | 6.4% |
| Charge-Offs as a % of Repayment ⁽¹⁾ | 5.7% | 5.0% | 5.2% | 7.7% | 5.7% |
| Average FICO at Origination | 700 | 700 | 700 | 700 | 700 |
| Non-Traditional Loans with a Cosigner | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 |
| Outstanding Balance as a % of Total | 3.0% | 3.0% | 3.0% | 3.0% | 4.0% |
| 90+ Delinquency as a % of Repayment | 13.3% | 14.7% | 14.7% | 14.8% | 15.9% |
| Forbearance as a % of Repayment & Forbearance | 8.1% | 8.0% | 8.1% | 9.1% | 10.0% |
| Charge-Offs as a % of Repayment ⁽¹⁾ | 12.0% | 10.6% | 13.0% | 17.8% | 14.0% |
| Average FICO at Origination | 633 | 633 | 633 | 633 | 633 |
| Non-Traditional Loans without a Cosigner | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 |
| Outstanding Balance as a % of Total | 8.0% | 8.0% | 9.0% | 9.0% | 9.0% |
| 90+ Delinquency as a % of Repayment | 17.2% | 19.4% | 18.5% | 19.0% | 22.4% |
| Forbearance as a % of Repayment & Forbearance | 6.8% | 6.6% | 6.7% | 7.6% | 8.5% |
| Charge-Offs as a % of Repayment ⁽¹⁾ | 20.6% | 17.9% | 20.8% | 31.8% | 27.4% |
| Average FICO at Origination | 619 | 619 | 619 | 619 | 618 |

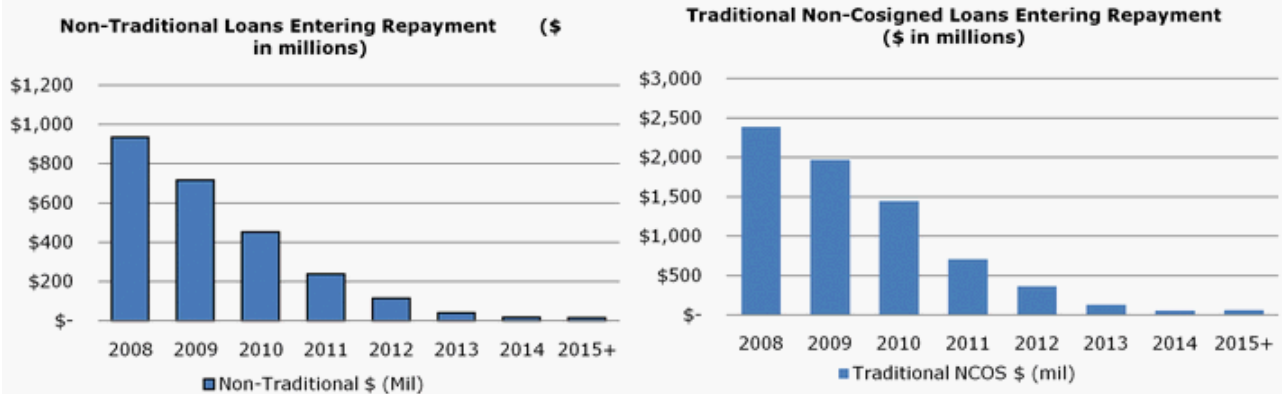
(1) Charge-offs as a percentage of average loans in repayment annualized for the quarters presented

IMPROVING PORTFOLIO QUALITY

| Year Entering Repayment | % Traditional | % Cosigned | Avg FICO Score at Origination |
|----------------------------|------------------|------------|----------------------------------|
| 2006 | 83% | 51% | 709 |
| 2007 | 84% | 54% | 712 |
| 2008 | 86% | 55% | 711 |
| 2009 | 90% | 65% | 722 |
| 2010* | 90% | 62% | 718 |
| 2011* | 90% | 64% | 718 |
| 2012* | 92% | 69% | 722 |

* Projected

PORTFOLIO QUALITY IMPROVING



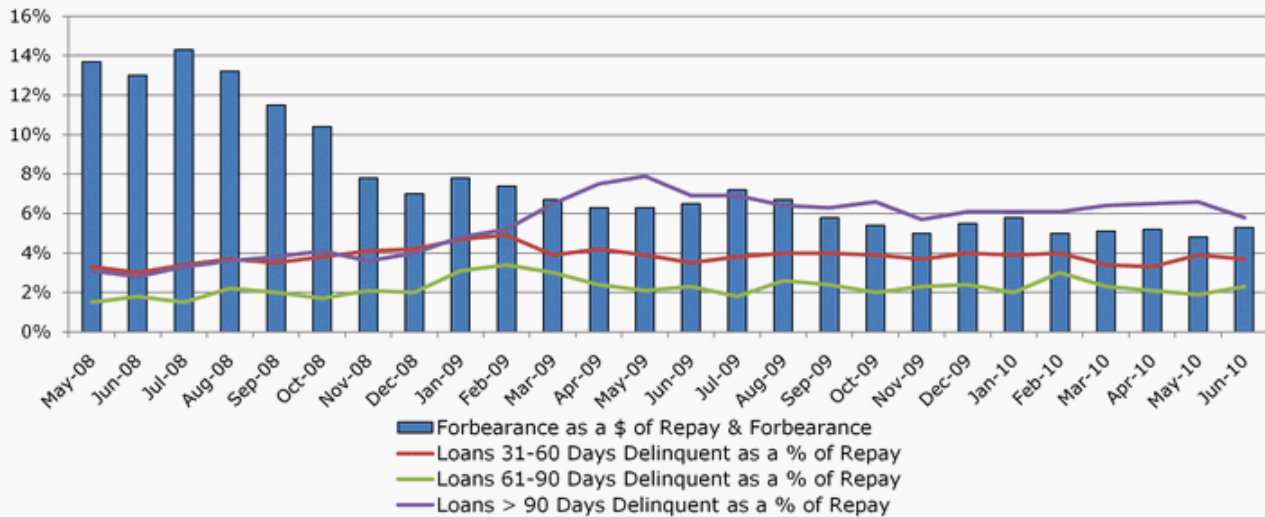
Amounts shown above represent the dollar amount of loans that will enter repayment

- ▶ Non-Traditional charge-off rate is 5x greater than Traditional
- ▶ 77% of Q2 10 loan originations had cosigners, an increase from 75% in Q2 09.
- ▶ Non-cosigned loans charge off at more than twice the rate of cosigned loans
 - Amount of non-cosigned loans entering repayment have begun to decline

Note: Amounts in years 2010-2015+ are projected

PRIVATE EDUCATION LOAN PORTFOLIO PERFORMANCE

- ▶ Changes in SLM's forbearance policies and the economic downturn have adversely impacted the performance of our Managed Private Education Loan portfolio including accelerating the timing of charge-offs
- ▶ Delinquency trends have improved, as the impact of forbearance changes passed through the system.



SERVICING: A COMPETITIVE ADVANTAGE

SLM Corporation

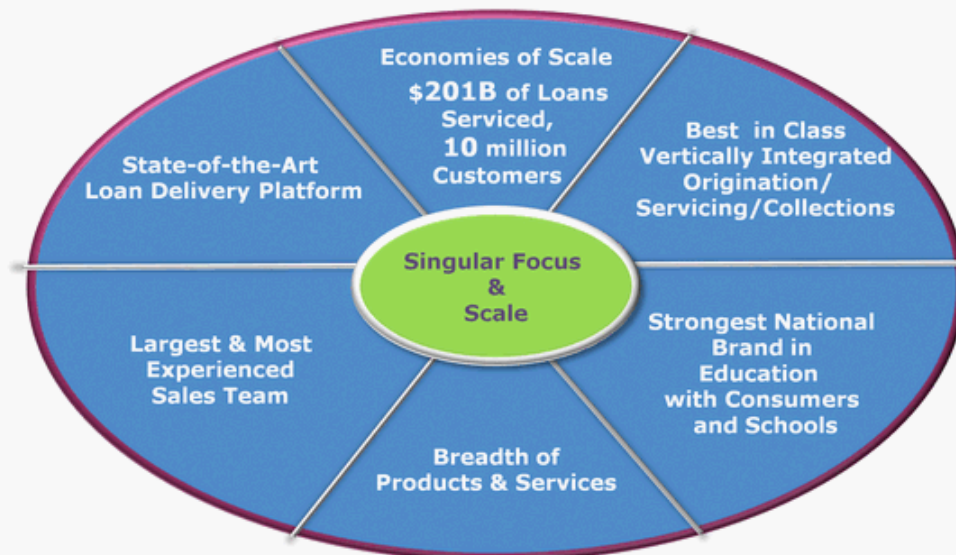


SLM SERVICING

- ▶ #1 servicer and collector of student loans in the U.S. currently servicing \$201.0 billion in assets including \$25.9 billion for third parties
 - SLM borrowers total 10 million
- ▶ Awarded ED servicing contract in June 2009
 - Servicing under contract initiated in August 2009
 - Contract to span 5 years with one, five-year renewal option
- ▶ Currently 2 million accounts, \$19.8 billion serviced under ED contract
- ▶ Servicing on new Direct Loans expected to begin in August 2010

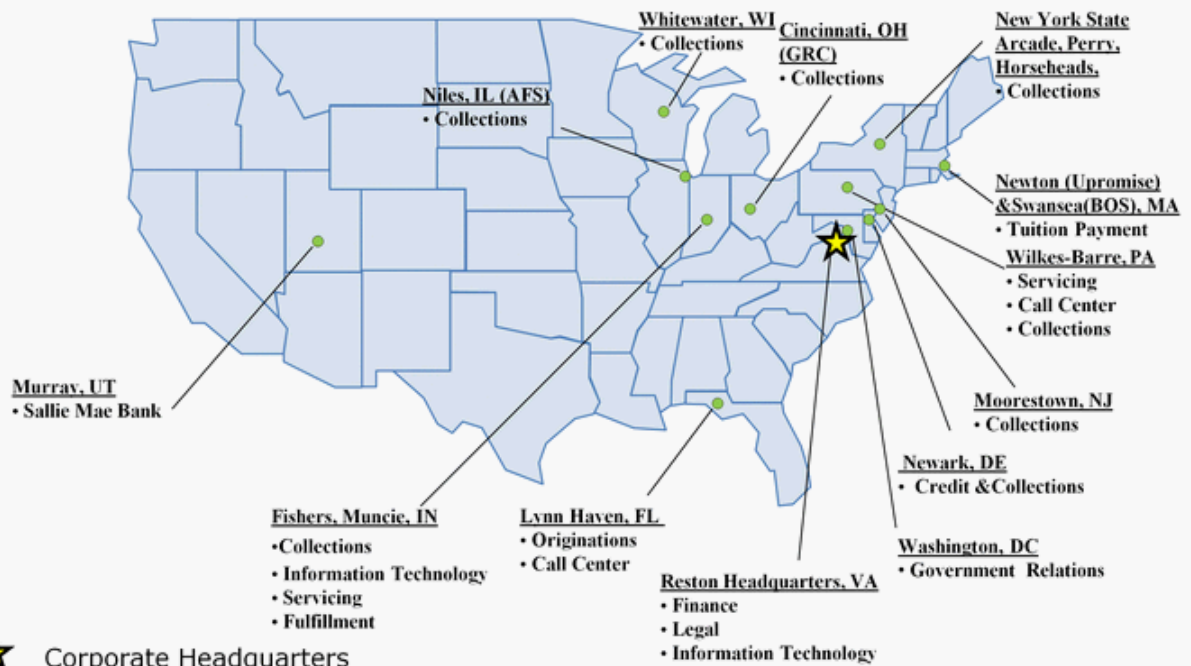
SLM's COMPETITIVE ADVANTAGE

- ▶ SLM has a distinct competitive advantage in all facets of the education loan market.



Note: Figures as June 30, 2010

OPERATIONS LOCATIONS



Note: SLM has announced that the Lynn Haven, Florida site will be closing at the end of 2010 and the functions performed there either transferred to other sites or eliminated. SLM has announced that the Newark, DE facility will be designated corporate headquarters effective March 31, 2011.

FUNDING DIVERSITY AND LIQUIDITY

SLM Corporation



Q2 2010 CAPITAL MARKETS SUMMARY

- ▶ Realized gains of \$91 million on \$1.4 billion debt repurchases
- ▶ Issued \$1.2 billion of Stafford/PLUS FFELP ABS
- ▶ Concurrent offerings of \$869 million 2010-B & \$1.7 billion 2010-C
 - Refinanced \$1.5 billion SLM Private Education Loan Trust 2009-A ABS issue
 - \$875 million sold to investors; \$1.7 billion financed under TRS facility
 - Total net proceeds of the concurrent transactions: \$1.0 billion
- ▶ Bank ABCP facility reduced to \$6.2 billion outstanding

RECENT ABS TRANSACTIONS

| Transaction: FFELP April 2010-1 Stafford & Plus | |
|--|----------------|
| Issuance Size: | \$1.222 B |
| Registration Type: | Public |
| Indicative Pricing: | 1-mo LIBOR +43 |

| Transaction: Private Credit | TALF-Eligible March 2010-A | July 2010-B | July 2010-C |
|------------------------------------|-----------------------------------|--|--|
| Issuance Size: | \$1.550 B | \$0.869 B | \$1.701 B |
| Registration Type: | 144A | 144A | 144A |
| Indicative Pricing: | 1-mo LIBOR + 325 Prime - 5 | \$303 M @ 1-mo LIBOR + 192 Remainder funded at TRS facility | \$451 M @ 1-mo LIBOR + 165 \$209 M @ 1-mo LIBOR + 265 Remainder funded at TRS facility |

LIQUIDITY POSITION DETAIL

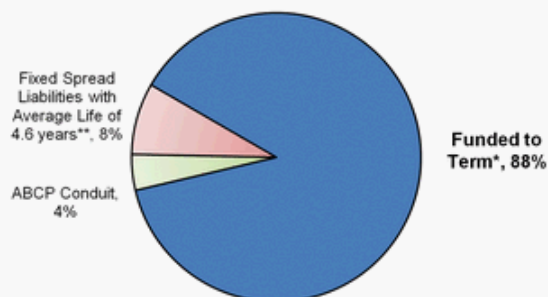
| (\$ in billions) | 6/30/2010 | 3/31/2010 | 12/31/2009 |
|---|-------------------|-------------------|-------------------|
| Sources of Primary Liquidity: | | | |
| ED Purchase and Participation Program | Unlimited* | Unlimited* | Unlimited* |
| Unrestricted Cash & Liquid Investments | \$ 6.7 | \$ 7.6 | \$ 7.4 |
| Unused Commercial Paper and Bank Lines of Credit | 1.6 | 3.5 | 3.5 |
| FFELP ABCP Facilities | 3.5 | 1.4 | 1.7 |
| Total Sources of Primary Liquidity | \$ 11.8 | \$ 12.5 | \$ 12.5 |

- ▶ SLM has \$1.6 billion in unsecured revolving credit facilities. The Company has never drawn on these facilities. \$1.9 billion of our unsecured revolving facilities was due mature in October 2010, and was retired in May 2010, and \$1.6 billion matures in October 2011

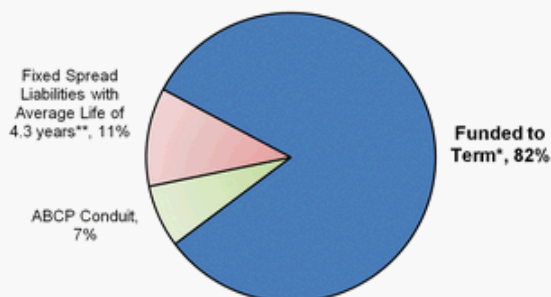
Note: Numbers may not add due to rounding.
 * Capacity unlimited through July 1, 2010

HIGH PERCENTAGE OF STUDENT LOANS FUNDED TO TERM

\$184 Billion Managed Student Loan Portfolio as of June 30, 2010



\$188 Billion Managed Student Loan Portfolio as of June 30, 2009



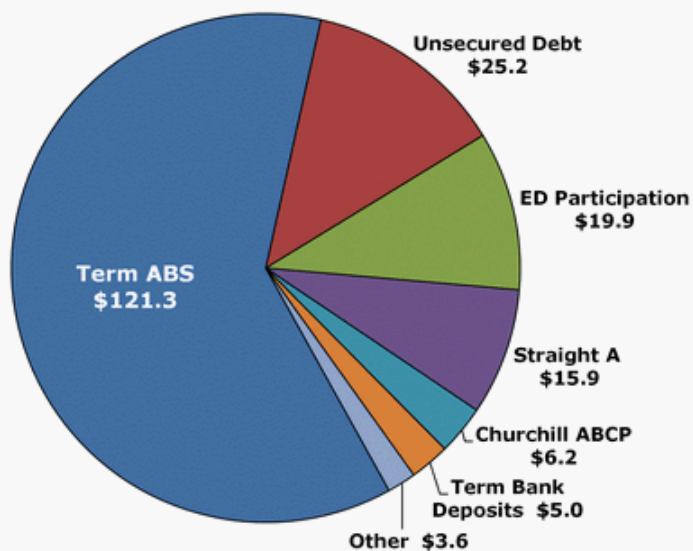
Employ conservative long-term funding model

* Funded to Term includes 19% or \$35.5 billion and 16% or \$28.3 billion of student loans funded under the ED Purchase and Participation Program and Straight A Funding Facility as of June 30, 2010 and June 30, 2009, respectively.

** Fixed spread liabilities include .43% or \$717 million and \$0 of student loans funded at FHLB-Des Moines for the periods ending June 30, 2010 and June 30, 2009, respectively.

FUNDING DISTRIBUTION

At June 30, 2010, total managed borrowing was \$197.1 billion



*Other includes FHLB-DM facility borrowings, on balance sheet indentured trusts, and other managed borrowings as identified in the Q2 2010 SLM 10-Q.

SLM CORPORATE DEBT AND ABS ISSUANCE

SLM has issued \$143 billion of long-term, corporate debt and asset-backed securities since 2005, across a broad range of maturities

| New Issuance Volume (\$ in billions) | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 | Q1 09 | 2008 |
|--|------------------|------------------|-------------------|------------------|------------------|------------------|-------------------|
| Corporate Debt Issuance | \$ - | \$ 1.5 | \$ - | \$ - | \$ - | \$ - | \$ 2.5 |
| Term ABS Issuance ⁽¹⁾ | 1.2 | 1.6 | 1.4 | 2.8 | 7.6 | 1.5 | 19.0 |
| Total Term Debt Issuance | \$ 1.2 | \$ 3.1 | \$ 1.4 | \$ 2.8 | \$ 7.6 | \$ 1.5 | \$ 21.5 |
| ABS Tranches | 2 | 2 | 3 | 2 | 4 | 4 | 40 |
| Ave Life to Call in Years | 3.5 | 4.1 | 5.4 | 2.75 | 5.7 | 7.5 | 5.1 |
| Ave Cost of Funds vs. US\$ LIBOR ⁽³⁾ | +40 bps | +394bp | +121 bp | +228 bp | +295 bp | +575 bp | +155 bp |
| Asset Funding | 6/30/2010 | 3/31/2010 | 12/31/2009 | 9/31/2009 | 6/31/2009 | 3/31/2009 | 12/31/2008 |
| Net ED Participation Program ⁽²⁾ Activity | \$ 19.9 | 15.7 | \$ 9.0 | \$ 5.6 | \$ 3.7 | \$ 6.2 | \$ 7.4 |
| Straight – A Funding balance | \$ 15.9 | \$ 14.7 | \$ 14.3 | \$ 14.2 | \$ 12.5 | - | - |

(1) YTD. Excludes short-term issuance under SLM's asset-backed commercial paper programs.

(2) Reported at quarter closing dates, net of paydowns.

(3) Includes SLM corporate debt and term asset-backed securities.

Note: Totals may not add due to rounding.

SLM ABS ISSUANCE VOLUME

SLM ABS Term Issuance Volume ⁽¹⁾

| (\$ in billions) | Q2 10 | Q1 10 | Q4 09 | Q3 09 | Q2 09 | Q1 09 | 2008 | 2007 |
|-----------------------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|---------------|
| Non-Consolidation FFELP ABS | \$1.2 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$0.0 | \$18.5 | \$9.1 |
| Consolidation FFELP ABS | 0.0 | 0.0 | 0.8 | 0.0 | 5.1 | 0.0 | 0.0 | 15.0 |
| Private Credit ABS | 0.0 | 1.6 | 0.6 | 2.8 | 2.6 | 1.5 | 0.0 | 2.2 |
| Total ABS Issuance | \$1.2 | \$1.6 | \$1.4 | \$2.8 | \$7.7 | \$1.5 | \$18.5 | \$26.3 |

(1) Excludes outstandings under SLM's asset-backed commercial paper program. Totals may not add due to rounding.

SLM CORPORATE DEBT ACTIVITY

SLM Corporate Debt Issuance Volume

| Issuance Type (US\$ in billions) | Q2 10 | Q1 10 | 2009 | 2008 | 2007 | 2006 |
|---|-------------|---------------|-------------|---------------|---------------|----------------|
| US\$ Global & Medium Term Notes | \$ - | \$ 1.5 | \$ - | \$ 2.5 | \$ 1.4 | \$ 5.8 |
| Foreign Currency Denominated ⁽¹⁾ | - | - | - | - | 0.2 | 3.9 |
| Extendible Notes | - | - | - | - | - | 1.5 |
| Retail Note Program | - | - | - | - | - | 0.5 |
| Total Corporate Debt Issuance | \$ - | \$ 1.5 | \$ - | \$ 2.5 | \$ 1.6 | \$ 11.7 |

SLM Corporate Debt Repurchases

| Denomination (US\$ in millions) | Q2 10 | Q1 10 | 2009 | 2008 | 2007 | 2006 |
|---|-----------------|-----------------|-----------------|-----------------|-------------|-------------|
| USD ⁽²⁾ | \$ 271 | \$ 303 | \$ 2,169 | \$ 1,794 | \$ - | \$ - |
| Foreign Currency Denominated ⁽²⁾ | 1,092 | 1,008 | 1,278 | 116 | - | - |
| Total | \$ 1,363 | \$ 1,311 | \$ 3,447 | \$ 1,910 | \$ - | \$ - |
| Accounting Gain Generated | \$ 91 | \$ 90 | \$ 536 | \$ 64 | \$ - | \$ - |

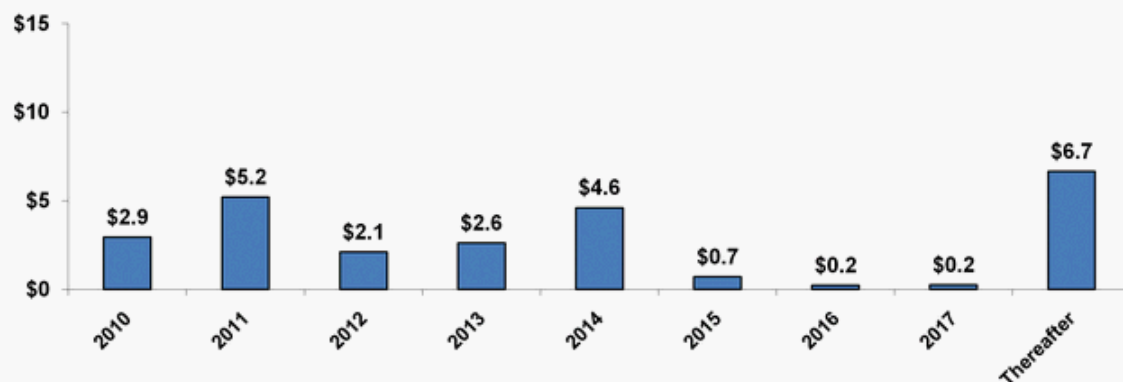
Note: Total may not foot due to rounding.

(1) US\$ equivalent at the time of issuance.

(2) Face value amounts repurchased.

UNSECURED DEBT MATURITIES

As of June 30, 2010
(par value, \$ in billions)



| | 2010 | 2011 | 2012 | 2013 | 2014 | 2015 | 2016 | 2017 | Thereafter |
|---------------------------|---------|---------|-------|---------|---------|------|------|------|------------|
| Change from Prior Quarter | (\$0.9) | (\$0.3) | (0.1) | (\$0.1) | (\$0.4) | - | - | - | - |

- ▶ Repurchased \$1.4 billion of debt in Q2 10

Note: Does not include Sallie Mae Bank or Subsidiary funding

UNENCUMBERED ASSETS & UNSECURED DEBT

| (\$ in billions) | 6/30/10 | 3/31/10 | 12/31/09 | 9/30/09 | 6/30/09 | 3/31/09 | 12/31/08 |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| FFELP Stafford and Plus Loans, net | \$ 1.3 | \$ 2.1 | \$ 1.6 | \$ 2.1 | \$ 2.7 | \$ 4.5 | \$ 3.8 |
| FFELP Consolidation Loans, net | 0.5 | 0.5 | 0.5 | 0.6 | 0.5 | 0.6 | 1.6 |
| Private Education Loans, net | 11.5 | 11.4 | 12.5 | 13.3 | 16.0 | 14.1 | 15.7 |
| Other Loans | 0.3 | 0.3 | 0.4 | 0.5 | 0.5 | 0.7 | 0.7 |
| Available Cash & Investments | 7.7 | 8.2 | 8.1 | 6.3 | 7.4 | 3.7 | 5.1 |
| Retained Interests* | - | - | 1.8 | 1.8 | 1.8 | 1.9 | 2.2 |
| Other Assets | 4.2 | 5.1 | 5.2 | 6.4 | 6.5 | 5.7 | 5.8 |
| Total Unencumbered Tangible Assets | \$ 25.5 | \$ 27.6 | \$ 30.1 | \$ 31.0 | \$ 35.4 | \$ 31.2 | \$ 34.9 |
| Unsecured Debt Outstanding | \$ 30.2 | \$ 32.5 | \$ 33.6 | \$ 35.1 | \$ 38.8 | \$ 38.2 | \$ 40.2 |

| Net Assets in Secured Financing Facilities | 6/30/10 | 3/31/10 | 12/31/09 | 9/30/09 | 6/30/09 | 3/31/09 | 12/31/08 |
|--|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| Off-Balance Sheet ABS (Non-GAAP)* | \$ - | \$ - | \$ 0.6 | \$ 0.6 | \$ 0.7 | \$ 0.8 | \$ 0.9 |
| On-Balance Sheet ABS (GAAP)** | 13.1 | 13.7 | 12.7 | 13.1 | 11.7 | 16.3 | 13.4 |
| Total | \$ 13.1 | \$ 13.7 | \$ 13.3 | \$ 13.7 | \$ 12.4 | \$ 17.1 | \$ 14.3 |

* On 1/1/10 upon adopting ASC 810 the Retained Interests were removed from the Consolidated balance sheet and the Assets and Liabilities of Off-balance sheet ABS were consolidated onto the Balance Sheet.

** Amounts include loans, cash, and accrued interest receivable less debt outstanding for all secured borrowing facilities. Amounts reflect the current balance and prior period adjustments made to account for the impact of FAS 133. Further detail of the nature of the adjustment can be found in the 2Q 2010 SLM Corporation 10-Q.

SECURED CASH FLOW

| \$ in Millions | YTD 2010 | 2009 | 2008 | 2007 |
|--|-------------------|-------------------|-------------------|-------------------|
| FFELP | | | | |
| Term Securitized | | | | |
| Servicing (Cash Paid) | \$ 269 | \$ 549 | \$ 524 | \$ 494 |
| Net Residual (Excess Distributions) | 428 | 1,418 | 1,322 | 788 |
| Other Secured FFELP | | | | |
| Net Cash Flow (Excess Distribution) | 887 | 1,266 | 501 | 98 |
| Total FFELP | \$ 1,584 | \$ 3,233 | \$ 2,347 | \$ 1,380 |
| Private Credit | | | | |
| Term Securitized | | | | |
| Servicing (Cash Paid) | \$ 87 | \$ 130 | \$ 97 | \$ 98 |
| Residual (Excess Distribution) | 8 | 90 | 403 | 420 |
| Other Secured Financings | | | | |
| Net Cash Flow (Excess Distribution) | - | 43 | 59 | - |
| Total Private Credit | \$ 95 | \$ 263 | \$ 559 | \$ 518 |
| Total FFELP and Private Credit | \$ 1,679 | \$ 3,496 | \$ 2,906 | \$ 1,898 |
| Average Principal Balances ⁽²⁾ | | | | |
| | YTD 2010 | 2009 | 2008 | 2007 |
| FFELP | | | | |
| Term FFELP | \$ 101,033 | \$ 102,754 | \$ 97,363 | \$ 86,479 |
| Other Secured FFELP ⁽¹⁾ | 40,717 | 36,629 | 32,543 | 15,386 |
| Total FFELP | \$ 141,750 | \$ 139,382 | \$ 129,906 | \$ 101,864 |
| Private Credit | | | | |
| Term PC | \$ 24,785 | \$ 19,144 | \$ 14,505 | \$ 14,393 |
| Other Secured Financings | | 2,641 | 2,641 | - |
| Total Private Credit | \$ 24,785 | \$ 21,785 | \$ 17,146 | \$ 14,393 |
| Total FFELP and Private Credit | \$ 166,535 | \$ 161,167 | \$ 147,052 | \$ 116,257 |

Note: Totals may not add due to rounding

* Net residual represents excess distribution, net of payments on floor contracts and receipts from basis swaps

(1) Interest to be capitalized not available for On-Balance Sheet Indentured Trust balance

(2) All APBs are 2-point averages of 1/1 and 12/31 balances of the given year.

SALLIE MAE BANK

► **Bank charter**

- Utah based ILC regulated by FDIC and Utah Department of Financial Institutions (UDFI)
- Charter granted October 2005

► **Current bank activity**

- Originates Sallie Mae's private education loans
- Funded through affiliate and brokered deposits and a direct retail deposit program launched in Feb 2010
- 31.4% Total Risk-based Capital at June 30, 2010

► **Deposit taking activities**

- Strong cash position used to fund Private Credit originations
- Deposits totaled \$5.9 billion at June 30, 2010
 - \$5.2 billion Brokered Deposits
 - \$441million Affiliate Deposits
 - \$242 million Retail Deposits
- Brokered Deposit portfolio has a weighted average maturity of 24.7 months
- Total deposits decreased by 3.4% in Q2 10

SALLIE MAE BANK – CAPITAL & DEPOSITS

| Bank Deposits (\$ millions) | | | | | | |
|-----------------------------|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| | 6/31/10 | 3/31/2010 | 12/31/2009 | 9/30/2009 | 6/30/2009 | 3/31/2010 |
| Brokered CDs | \$ 5,023 | \$ 5,417 | \$ 5,632 | \$ 5,891 | \$ 6,100 | \$ 3,281 |
| Brokered MMDAs | 190 | 205 | 204 | 221 | 264 | - |
| Retail Deposits | 242 | 4 | - | - | - | - |
| Other Deposits* | 441 | 478 | 494 | 543 | 420 | 433 |
| Total Deposits | \$ 5,896 | \$ 6,104 | \$ 6,331 | \$ 6,655 | \$ 6,784 | \$ 3,714 |

*Primarily affiliate demand deposit accounts with no stated maturities

| Regulatory Capital Ratios | | | | | | |
|---------------------------|---------|-----------|------------|-----------|-----------|-----------|
| Ratio | 6/31/10 | 3/31/2010 | 12/31/2009 | 9/30/2009 | 6/30/2009 | 3/31/2010 |
| Tier 1 Leverage | 17.20% | 16.20% | 15.00% | 14.20% | 17.90% | 24.50% |
| Tier 1 Risk Based | 30.40% | 30.70% | 24.60% | 24.20% | 26.20% | 29.60% |
| Total Risk Based | 31.40% | 31.60% | 25.40% | 25.10% | 26.90% | 30.20% |

RISK-ADJUSTED CAPITALIZATION

SLM Corporation



CAPITALIZATION

SLM Corp

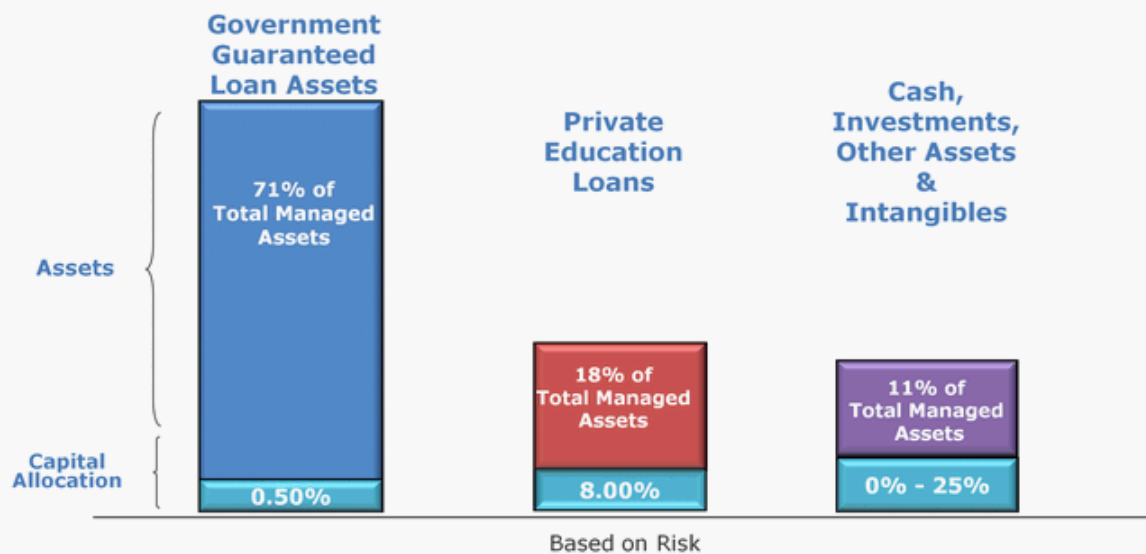
| | Q2 10 | Q1 10 | 2009 | 2008 | 2007 |
|--|-----------|-----------|-----------|-----------|-----------|
| Tangible Equity/Managed Assets ⁽¹⁾ | 1.9% | 1.7% | 2.0% | 1.8% | 2.0% |
| Tangible Equity/Charge-Offs⁽²⁾ | 3x | 3x | 3x | 7x | 9X |

(1) GAAP tangible stockholders' equity as a percentage of total managed assets.

(2) Average GAAP tangible equity including preferred stock to charge-offs. SLM charge-offs based on total managed loans, annualized.

CAPITAL ALLOCATION

SLM allocates capital internally based on the risk of the assets it supports



As of June 30, 2010

FFELP APPENDIX

SLM Corporation



SLM FFELP ABS ISSUE CHARACTERISTICS

Typical SLM FFELP ABS Transaction Features

- ▶ Historical issue size of \$1.0B to \$5.0(+)B
- ▶ Tranches denominated in US\$ or Euros
- ▶ 'Aaa/AAA/AAA' rated senior tranches make up 97% of issue structure
- ▶ Floating rate tied to 3 mo. LIBOR, with occasional fixed rate issuance
- ▶ Amortizing tranches, with 1 to 15(+) year average lives
- ▶ Masterservicer is Sallie Mae, Inc.

Unique Characteristics of FFELP Loan ABS

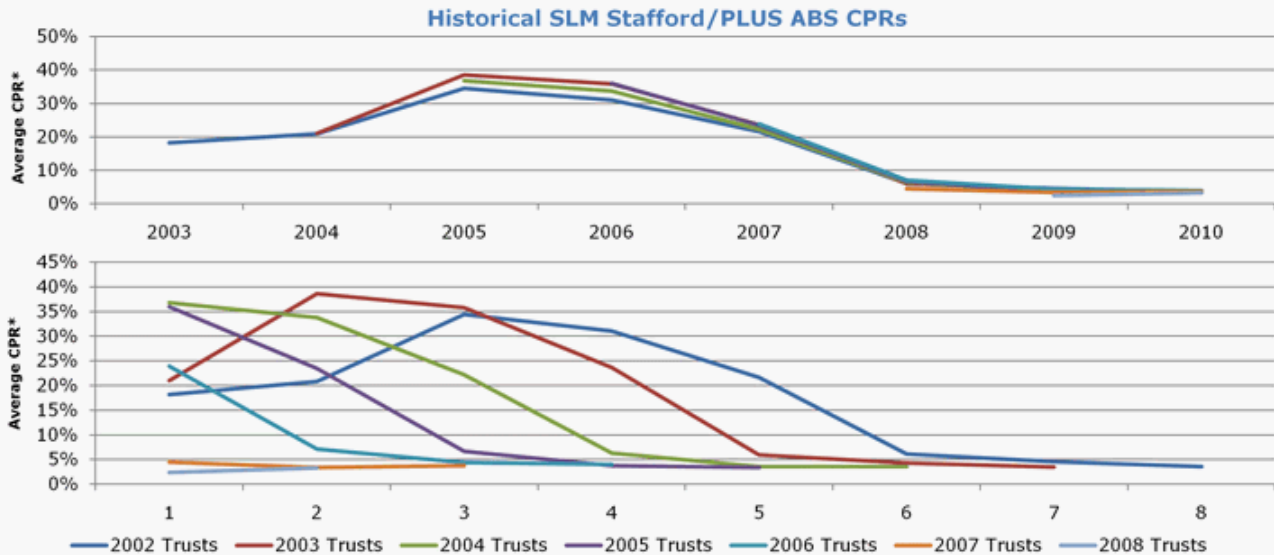
- ▶ Explicit U.S. government guarantee of underlying collateral insulates bondholders from virtually any loss of principal (1)
- ▶ Formerly a 20% risk-weighted asset, now a <10% risk-weighted under Basel II's IRB methodology
- ▶ Offer significantly higher spreads than government agency securities with comparable risk profiles
- ▶ Short (1-3 yrs), intermediate (3-7 yrs), long (7-10 yrs) and very long (10-15+ years) term tranches available at new issue and in secondary

(1) Principal and accrued interest on underlying FFELP loan collateral carry a guarantee of either 98% or 97%. Guarantee is dependent on meeting the servicing requirements of the U.S. Department of Education.

SLM STAFFORD/PLUS ABS TRUSTS

PREPAYMENT ANALYSIS

- ▶ Annualized CPRs for SLM Stafford/PLUS ABS Trusts have decreased significantly as incentives for borrowers to consolidate have declined



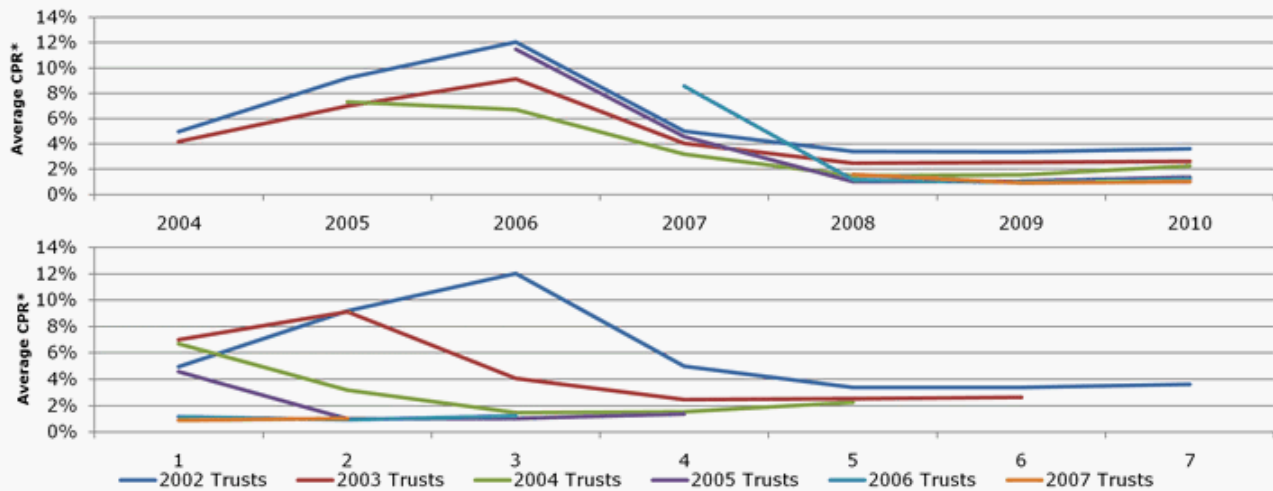
* Average CPR is the simple (non-weighted) average of four Quarterly CPR calculations for years ended June 30, 2010. Quarterly CPR assumes School and Grace loans are not scheduled to make payments. Deferment, Forbearance and Repayment loans are scheduled to make payments.

SLM CONSOLIDATION ABS TRUSTS

PREPAYMENT ANALYSIS

- ▶ CPRs for SLM Consolidation ABS Trusts have declined significantly following legislation that prevented in-school and re-consolidation of borrowers' loans

Historical Consolidation ABS CPRs



* Average CPR is the simple (non-weighted) average of four Quarterly CPR calculations for years ended June 30, 2010. Quarterly CPR assumes School and Grace loans are not scheduled to make payments. Deferment, Forbearance and Repayment loans are scheduled to make payments.

PRIVATE CREDIT APPENDIX

SLM Corporation



PRIVATE CREDIT LOAN COLLECTIONS

- ▶ Sallie Mae services and collects the loans in its managed private loan portfolio
- ▶ Private credit collections are conducted by a stand-alone consumer credit collections unit
- ▶ Managed by individuals with prior experience managing collections operations for consumer loan assets
- ▶ Over the past 21 months, private credit collections resources have been significantly increased and collections technology and practices enhanced
 - Multi-variable analysis has enabled prioritization of collection efforts on higher risk borrowers
 - Forbearance policies have been enhanced to reduce reliance on the tool, while still meeting the customer need during an economic downturn
 - Additional workout and settlement programs have been introduced to help customers avoid default
 - Collection workstation, dialer capabilities, and internet utilities have all been enhanced with more effective technology solutions

FORBEARANCE

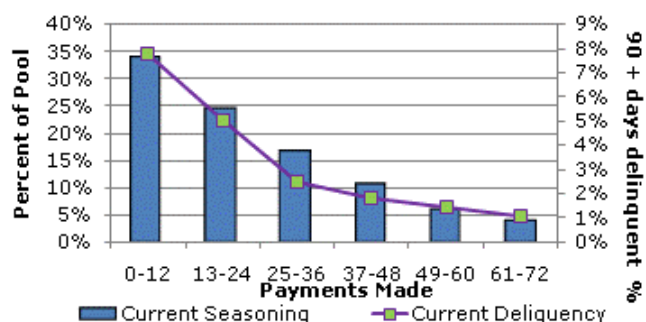
- ▶ A collections tool used to provide borrowers time to improve their ability to repay
 - Between graduation and start of first job
 - Economic hardship
- ▶ Provides borrower with time to obtain employment and income to support their obligations
- ▶ Applied most frequently in the first two years of repayment
- ▶ Granted for three month intervals, up to a maximum of 24 months
- ▶ Majority of loans are in forbearance for less than 12 months
- ▶ Placing a loan in forbearance suspends payments, with interest capitalized to the loan balance

PRIVATE CREDIT TRUST

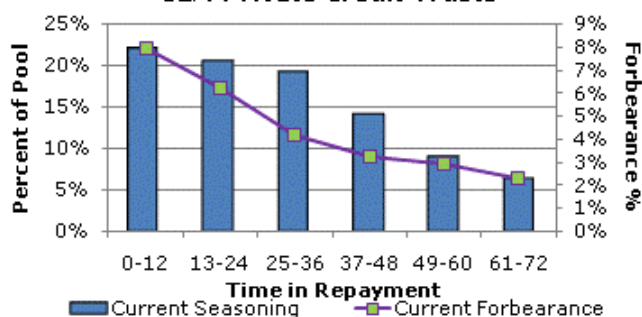
DELINQUENCY AND FORBEARANCE SEASONING TRENDS

- ▶ Delinquency and forbearance are highest when loans enter repayment, and diminish as loans season
- ▶ As the trust loans season, delinquency and forbearance are expected to decline

90 + Day Delinquencies, % of Loans in Repayment
SLM Private Credit Trusts



Forbearance, % of Loans in Repayment and Forbearance
SLM Private Credit Trusts



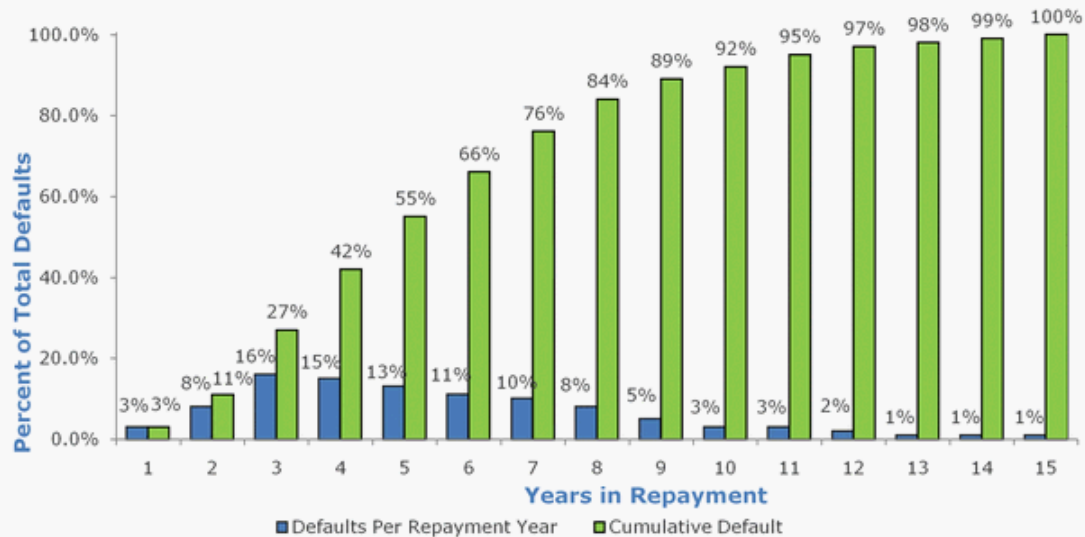
Note: Based on historical data through June 30, 2010. Does not include data for 2010 trusts which have not had time to become 90 days delinquent

PRIVATE CREDIT TRUST

DEFAULT EMERGENCE BY YEARS IN REPAYMENT

- ▶ Defaults in SLM Private Credit ABS Trusts increase as loans first enter repayment, then diminish steadily over time

Expected Loss Emergence Timing

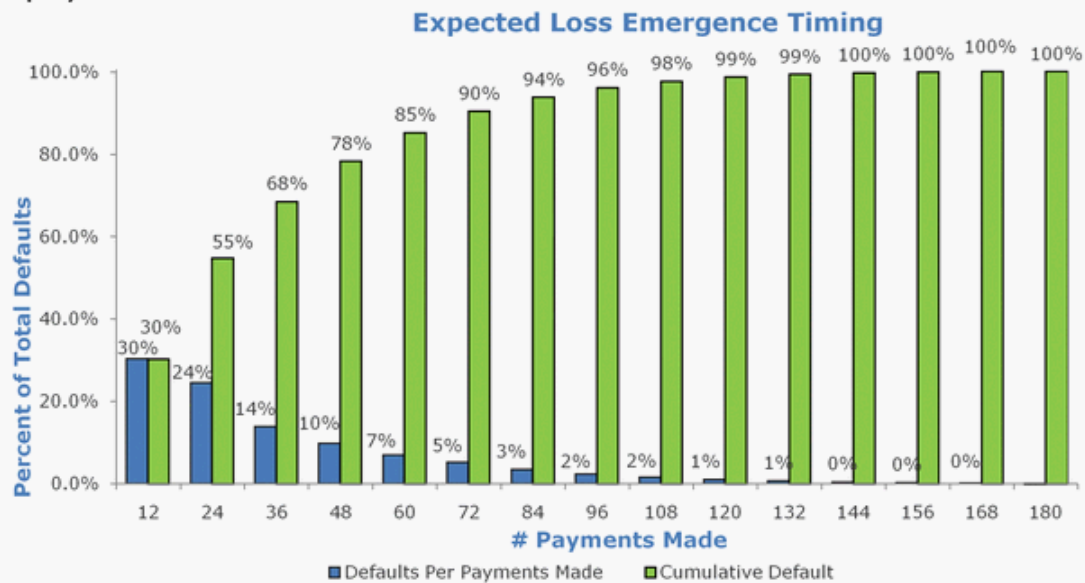


Based on assumptions in effect as of June 30, 2010

PRIVATE CREDIT TRUST

DEFAULT EMERGENCE BY PAYMENTS MADE

- ▶ The probability of default substantially diminishes as the number of payments made increases



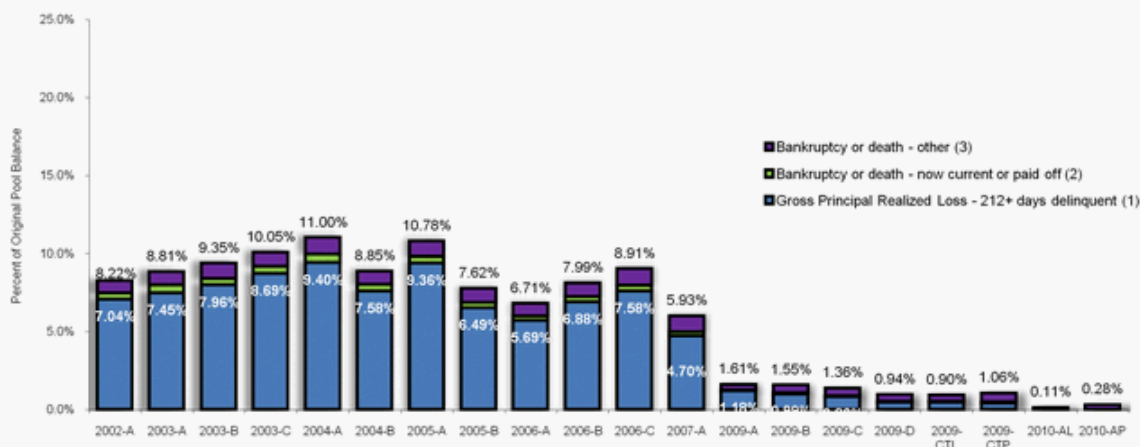
Based on assumptions in effect as of June 30, 2010

Excludes months in forbearance. Includes months of delinquency prior to chargeoff

SLM PRIVATE EDUCATION LOAN GROSS DEFAULTS

ACTUAL-TO-DATE

Actual-to-Date Cumulative Gross Defaults,
including Bankruptcy Information
All Trust Loans



For SLM Private Education Loan Trusts issued prior to 2005-B, the servicer has the option, but not the obligation, to repurchase loans that (i) become 180+ days delinquent and/or (ii) have a borrower who filed for bankruptcy or died. Prior to November 1, 2008, the servicer exercised this repurchase option and actual charge-offs in these trusts equaled zero. Beginning November 1, 2008, the servicer ceased purchasing from the trust loans that are more than 180 days delinquent. For the purposes of comparison across all deals, this chart reflects trust charge-offs for SLM Private Education Loan Trusts issued prior to 2005-B as if the servicer had never exercised its repurchase option.

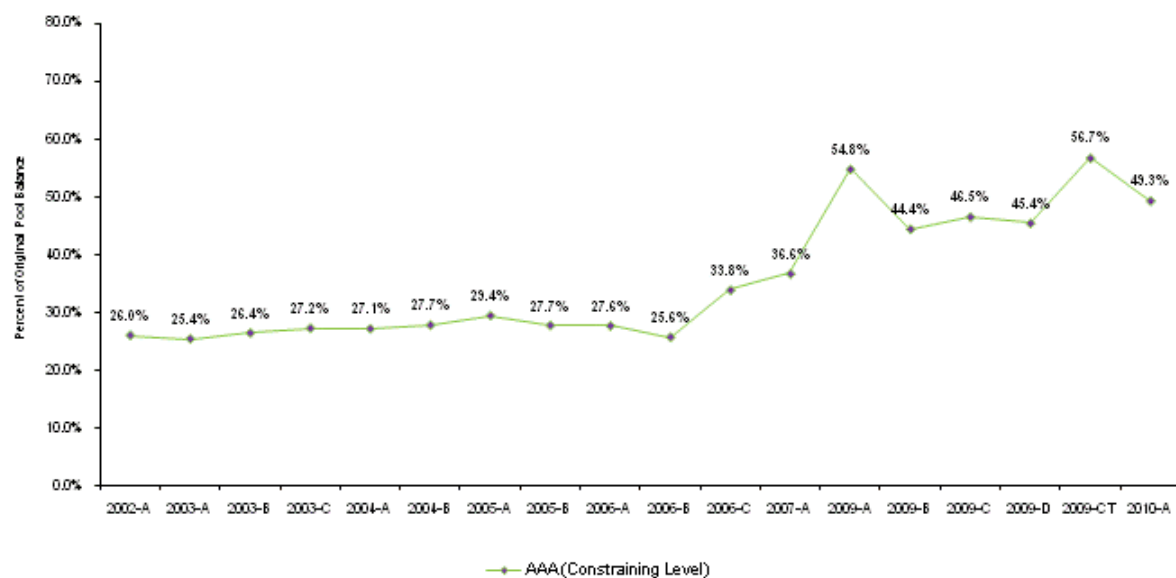
- (1) Charge-offs per the servicer's portfolio definition which is generally 212+ days delinquent. Includes loans for which a borrower has filed bankruptcy which have subsequently become 212+ days delinquent.
- (2) Charge-offs due to a borrower's bankruptcy filing for which the loan is now current or paid off.
- (3) Charge-offs due to a borrower's bankruptcy filing or death for which the loan is not current or paid off but has not become 212+ days delinquent. These loans are in various statuses including: bankruptcy stay, deferment, forbearance or delinquency.

As of June 30, 2010

SLM PRIVATE CREDIT GROSS DEFAULTS

CONSTRAINING RATING AGENCY STRESS LEVELS AT ISSUANCE

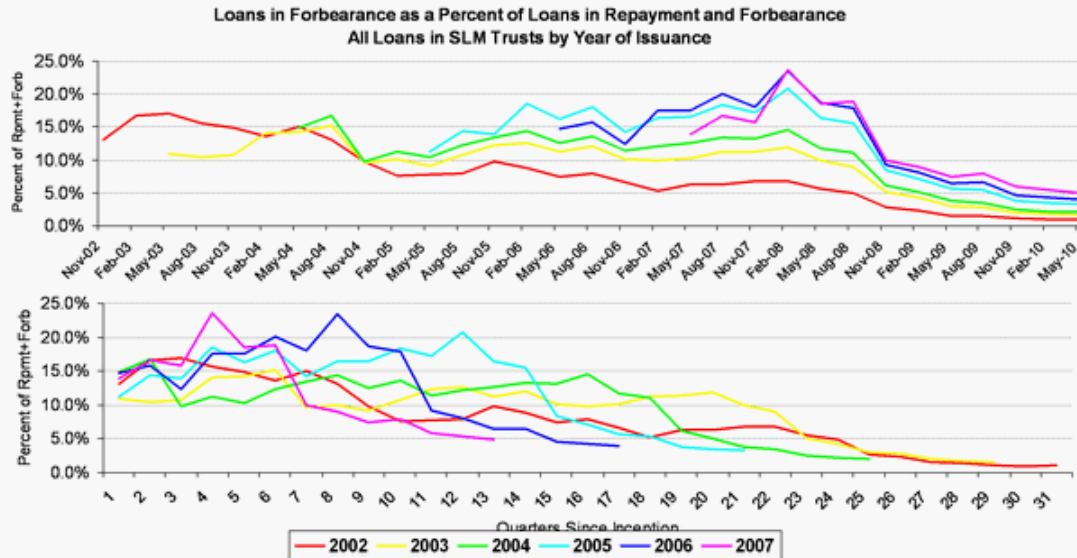
Constraining Rating Agency Stress Levels at Issuance for 'AAA'



As of June 30, 2010

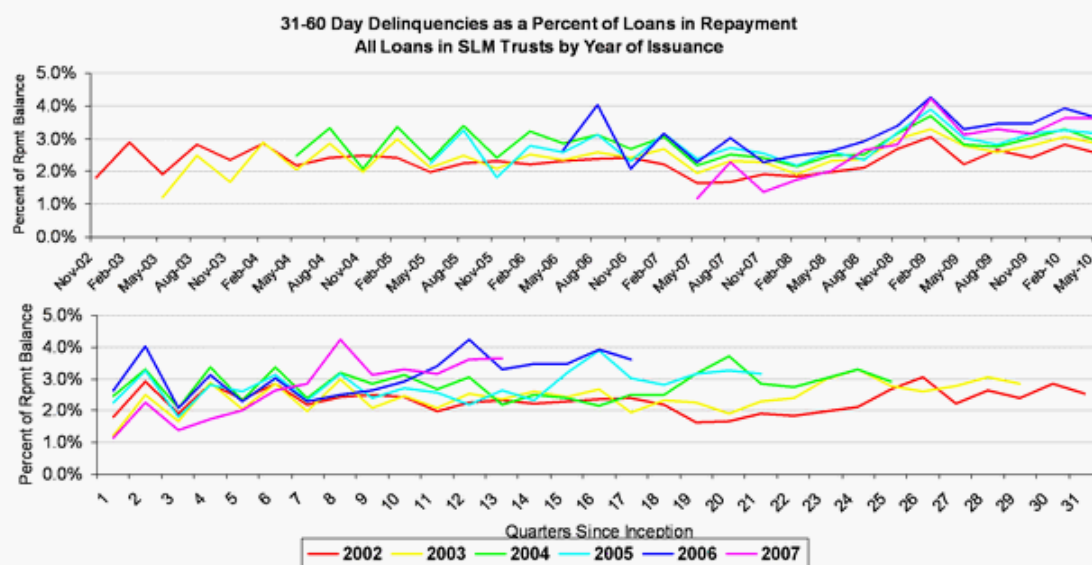
PRIVATE CREDIT ABS TRUSTS FORBEARANCE

- ▶ Forbearance usage is typically highest when loans enter repayment, and declines as loans season
- ▶ Use of forbearance as a collection tool peaked in early 2008, and has since declined, as a result of changes in the forbearance strategy
- ▶ The decline in forbearance has resulted in increased delinquency and default in the near term but no long term increase in lifetime defaults



PRIVATE CREDIT ABS TRUSTS –

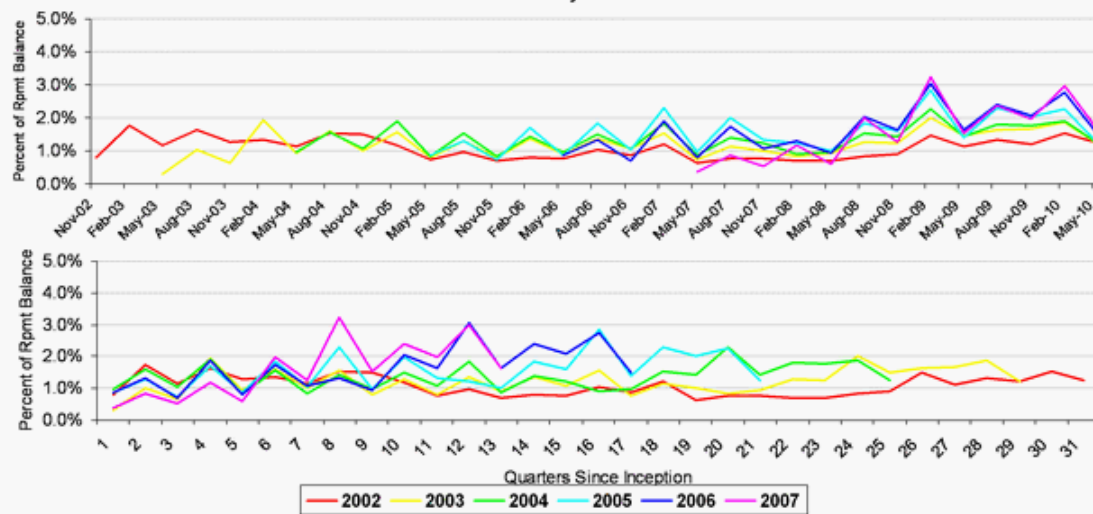
31-60 DAY DELINQUENCIES



PRIVATE CREDIT ABS TRUSTS -

61-90 DAY DELINQUENCIES

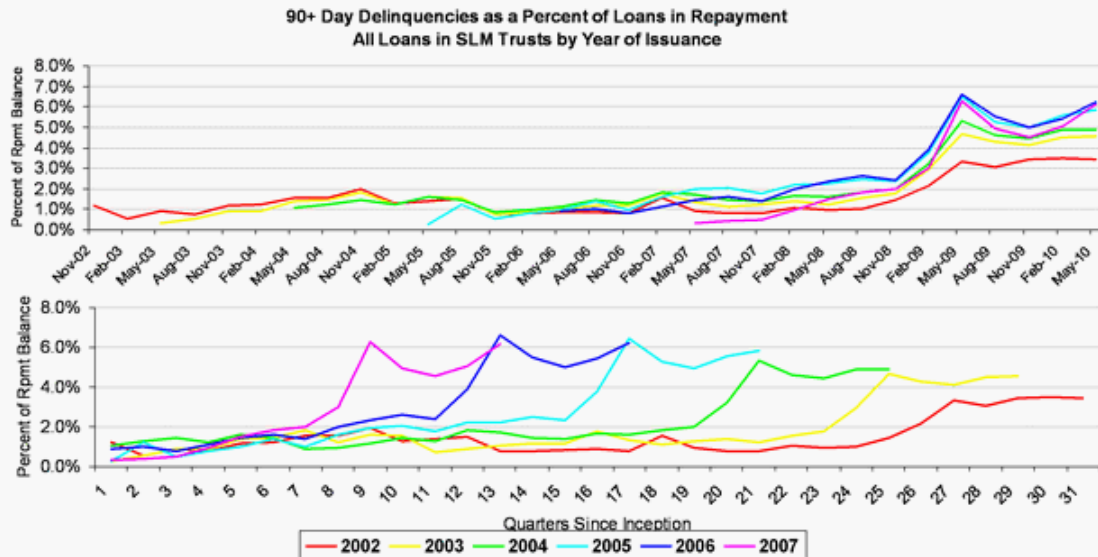
61-90 Day Delinquencies as a Percent of Loans in Repayment
All Loans in SLM Trusts by Year of Issuance



PRIVATE CREDIT ABS TRUSTS -

90+ DAY DELINQUENCIES

- ▶ As expected, later stage delinquency has increased due to tightening of Forbearance and the current economic environment

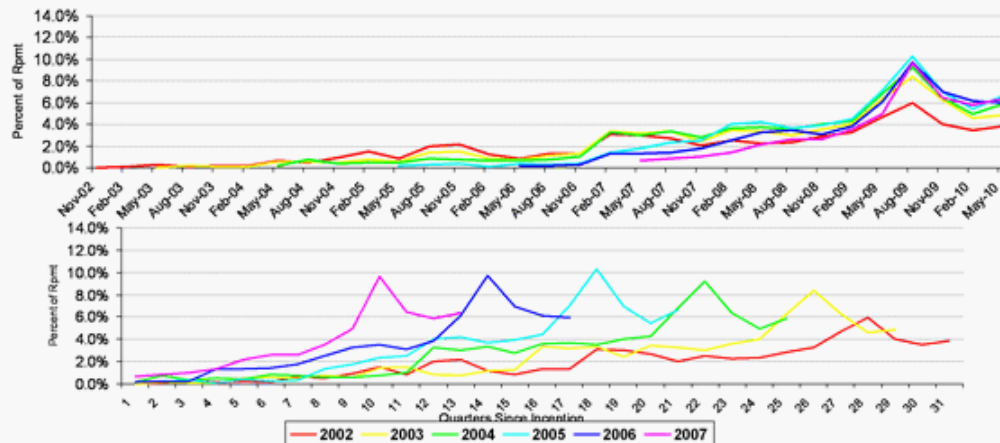


PRIVATE CREDIT ABS TRUSTS -

ANNUALIZED GROSS CHARGE-OFFS

- ▶ Charge-off levels first increased in 2007 and have remained elevated through the economic downturn
- ▶ As is typical, more recent Trusts with a greater percentage of borrowers first entering repayment continue to exhibit higher charge-offs

Annualized Gross Charge-Offs as a Percent of Loans in Repayment
All Loans in SLM Trusts by Year of Issuance

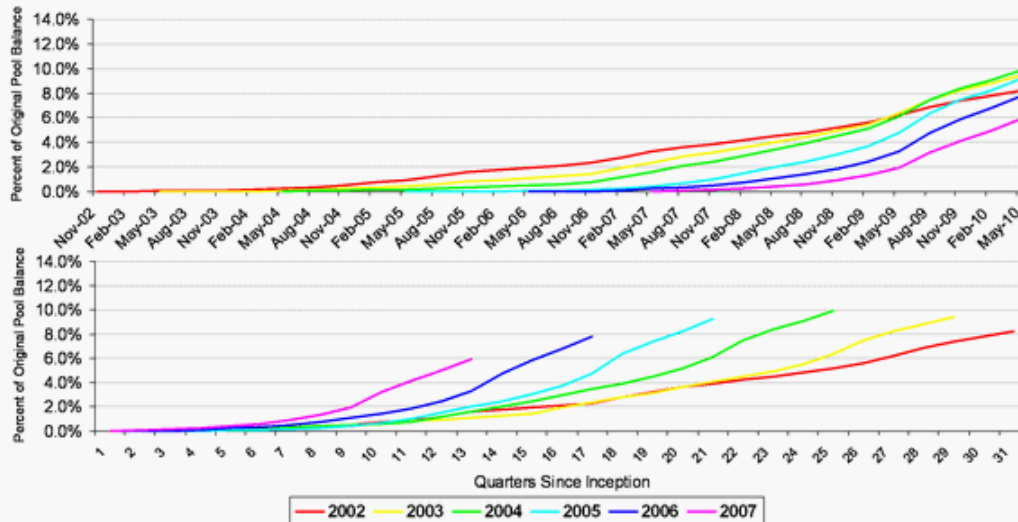


(1) For SLM Private Credit Student Loan Trusts issued prior to 2005-8, the servicer has the option, but not the obligation, to repurchase loans that (i) become 180+ days delinquent and/or (ii) have a borrower who filed for bankruptcy or died. Prior to November 1, 2008, the servicer exercised this repurchase option and actual charge-offs in these trusts equaled zero. Beginning November 1, 2008, the servicer ceased purchasing from the trust loans that are more than 180 days delinquent. For the purposes of comparison across all deals, this chart reflects trust charge-offs for SLM Private Credit Student Loan Trusts issued prior to 2005-8 as if the servicer had never exercised its repurchase option.

PRIVATE CREDIT ABS TRUSTS -

HISTORICAL CUMULATIVE GROSS CHARGE-OFFS⁽¹⁾

**Cumulative Gross Charge-Offs as a Percent of Original Pool Balance
All Loans in SLM Trusts by Year of Issuance**



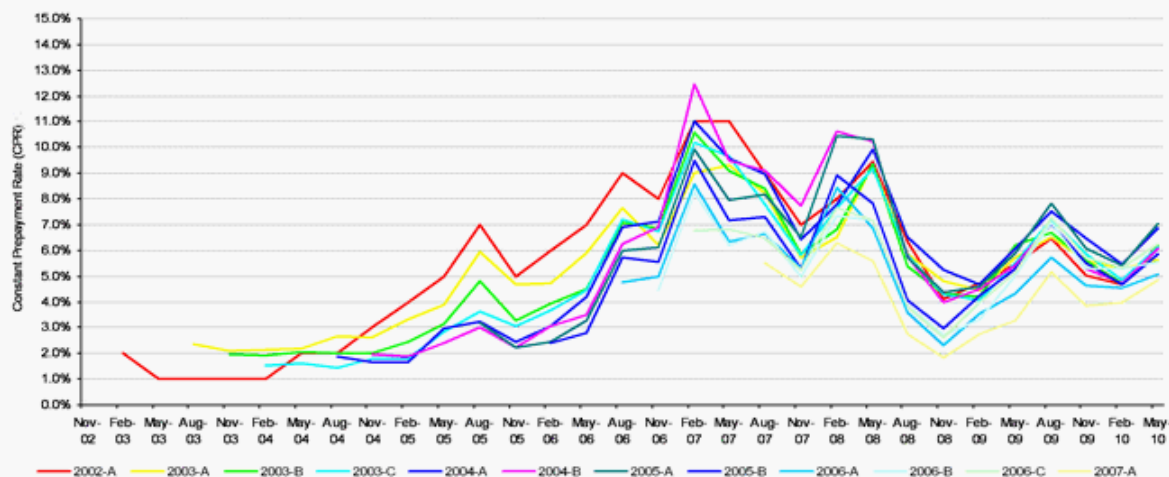
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SLM PRIVATE CREDIT ABS TRUSTS -

PREPAYMENT ANALYSIS

- ▶ Constant prepayment rates increased in 2007 due to the introduction of Private Credit Consolidation loans, but then declined accordingly following SLM's decision to suspend its consolidation loan program

Historical SLM Private Credit ABS CPRs



SLM APPENDIX



GAAP TO CORE EARNINGS RECONCILIATION

(\$ in thousands, except per share amounts)

| | Quarters Ended | | | |
|--|----------------|-------------|---------------|-------------|
| | June 30, 2010 | | June 30, 2009 | |
| | Dollars | Diluted EPS | Dollars | Diluted EPS |
| GAAP net income (loss) attributable to SLM Corporation | \$ 337,818 | \$ 0.63 | \$ (122,720) | \$ (0.32) |
| Adjustment from GAAP to "Core Earnings" | | | | |
| Net impact of securitization accounting | - | | 25,861 | |
| Net impact of derivative accounting | (301,421) | | 494,581 | |
| Net impact of Floor Income | 88,419 | | (90,002) | |
| Net impact of acquired intangibles | 9,710 | | 9,758 | |
| Total "Core Earnings" Adjustments before net tax effect | (203,292) | | 440,198 | |
| Net tax effect | 74,846 | | (147,034) | |
| Total "Core Earnings" Adjustments | (128,446) | | 293,164 | |
| "Core Earnings" net income attributable to SLM Corporation | \$209,372 | \$0.39 | \$170,444 | \$0.31 |

ADDITIONAL INFORMATION AVAILABLE AT WWW.SALLIEMAE.COM



DEBT INVESTOR RELATIONS CONTACT INFORMATION

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