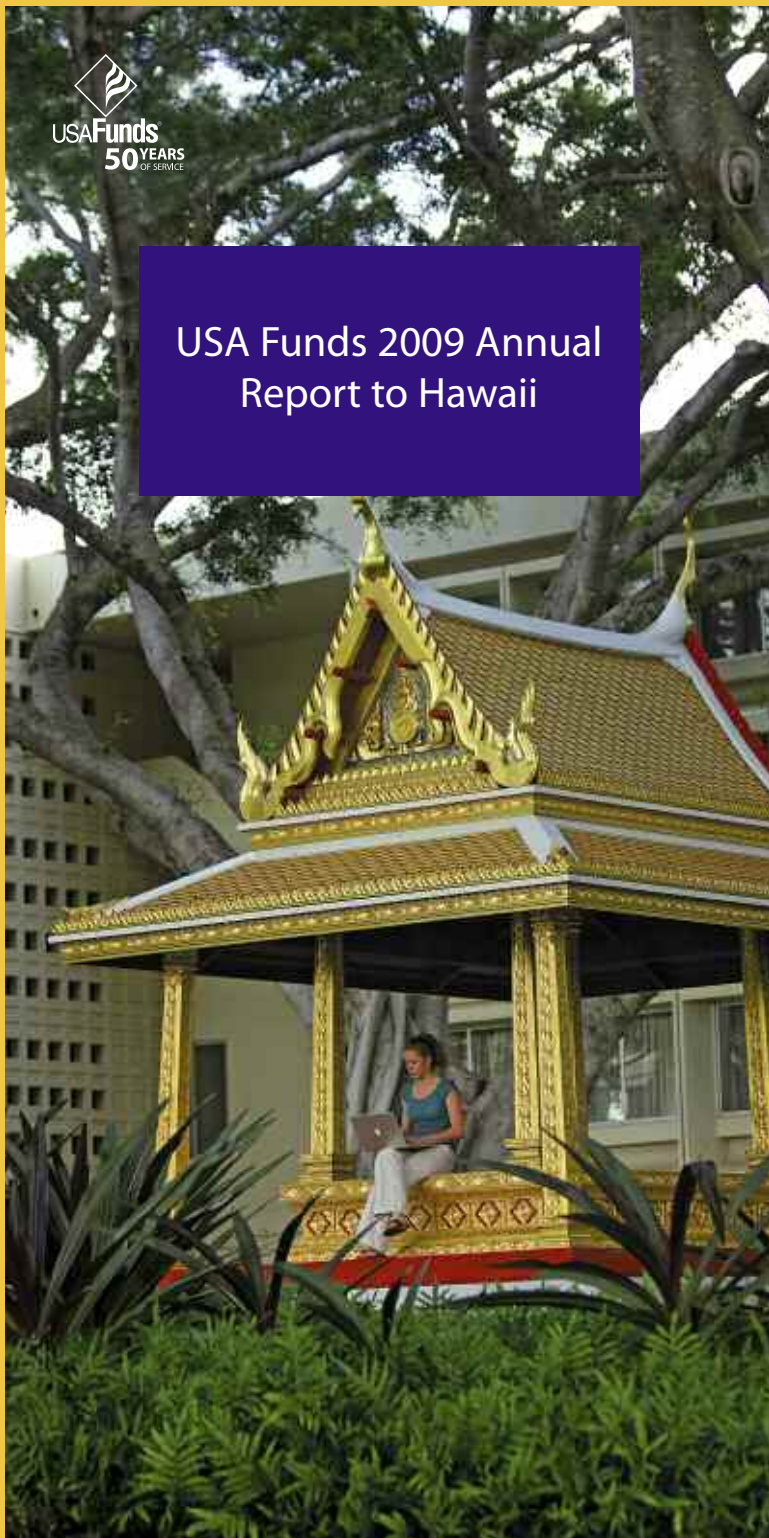




USA Funds 2009 Annual Report to Hawaii



During the fiscal year ending Sept. 30, 2009, USA Funds® guaranteed more than \$183 million in new education loans to more than 17,000 Hawaii borrowers — including Federal Stafford loans for nearly 15,000 students and Federal PLUS loans for more than 2,000 parents and students.

USA Funds served 19 Hawaii postsecondary school campuses. The following are highlights of products and services USA Funds offers or supports in Hawaii.

Debt management

To equip postsecondary institutions to teach their students to manage their time and money wisely while they are on campus and after graduation, USA Funds provides the USA Funds Life Skills® financial literacy curriculum. In Hawaii 12 schools have implemented USA Funds Life Skills, with 11 schools ordering materials or offering the new online program in 2009.

USA Funds Loan Counselor® is a suite of online products that helps schools fulfill federal education loan counseling requirements, and simplifies entrance, exit and interim counseling. In 2009 the tool's six modules provided a total of more than 9,000 borrower counseling sessions through Hawaii schools.

In Hawaii 14 schools use USA Funds Debt Manager®, a Web-based tool that helps schools stay in contact with student loan borrowers during school and after graduation.

Staff training

Through an array of online and in-person training opportunities, USA Funds helps colleges and lenders comply with program regulations and keeps them informed of policy developments and improved services. In 2009 USA Funds University conducted four free financial aid workshops, in Hilo and Honolulu, for 66 participants.

Two webcasts targeting Hawaii schools and lenders reached 29 participants.

USA Funds also presented a Honolulu workshop regarding student retention, for 26 higher education professionals.

Scholarships

The USA Funds Access to Education Scholarships® program awarded 149 new and renewal scholarships totaling \$222,000 to deserving college-bound students in Hawaii for the 2009-2010 year. The scholarships assist students in financial need — particularly those who are either members of ethnic minority groups or are physically disabled.

Early awareness

USA Funds Unlock the Future® and USA Funds Consejos promote early awareness of the benefits of higher education, reaching an estimated 240 Hawaii students and family members in 2009.

Robotics education program

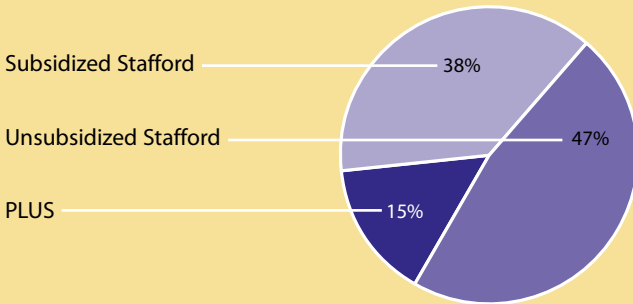
USA Funds in 2009 commemorated its 30th anniversary as Hawaii's federally designated education loan guarantor — and Hawaii's 50th anniversary of statehood — with grants supporting the state's robotics program. More than 3,000 Hawaii students in 300 team programs take part in the robotics initiative. USA Funds also supported a yearlong series of educational activities related to Hawaii's anniversary of statehood.

Navigation 101

USA Funds partners with Envictus Corp. to bring Navigation 101 into the curricula of 14 high schools in Hawaii. Navigation 101 is a Web-based program that provides customized college planning information.

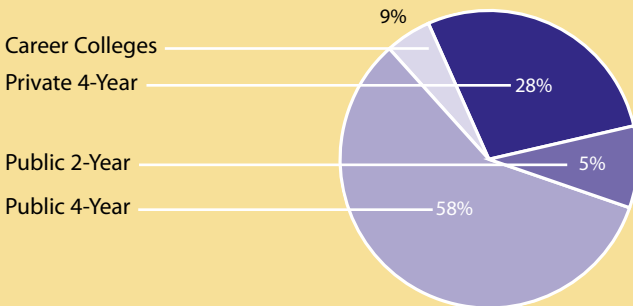
USA Funds' Hawaii Loan Volume

By Loan Type



USA Funds' Hawaii Loan Volume

By Institution Type



College Goal Sunday

USA Funds supports College Goal Sunday. The event provides high school seniors and their parents free help in completing the Free Application for Federal Student Aid. Nearly 660 students in Hawaii received assistance at 11 College Goal Sunday sites in 2009.

USA Funds also sponsored for the seventh consecutive year "USA Funds Countdown to College™." The *Garden Island*, *Hawaii Tribune-Herald*, *Honolulu Advertiser*, *Maui News* and *West Hawaii Today* newspapers distributed more than 221,000 copies of the publication, which promotes Hawaii's College Goal Sunday.

Financial Aid Night

The Hawaii Financial Aid Night workshops continue their expansion, with assistance from USA Funds. Coordinated by the Pacific Financial Aid Association, the event in 2009 gave nearly 4,000 students and family members the opportunity to learn from financial aid administrators about the student aid process.

National college fair

With assistance from USA Funds, the Hawaii Association for College Admission Counseling presented the Honolulu National College Fair. More than 4,000 students, parents and counselors attended the event, including 42 from neighbor islands whose travel USA Funds sponsored.

SMS Hawaii

A USA Funds affiliate, SMS Hawaii®, is the designated student loan secondary market for Hawaii. SMS Hawaii helps to ensure a continuous supply of private capital for funding student loans in Hawaii, and administers a portfolio of \$145 million in education loans. ■

www.usafunds.org

USA Funds® is the nation's leading education loan guarantor. A nonprofit corporation, USA Funds works to enhance postsecondary education preparedness, access and success by providing and supporting financial and other valued services.

