

**ARKANSAS STUDENT LOAN AUTHORITY
STUDENT LOAN ASSET-BACKED NOTES**

SERIES 2010-1

(LIBOR FLOATING RATE NOTES)

DATE OF ISSUANCE: SEPTEMBER 16, 2010

CUSIP NO: 041150DJ9

2021 ANNUAL FINANCIAL INFORMATION

THIS 2021 ANNUAL FINANCIAL INFORMATION IS PROVIDED BY THE ARKANSAS STUDENT LOAN AUTHORITY (THE “AUTHORITY”) IN COMPLIANCE WITH THE CONTINUING DISCLOSURE AGREEMENT (THE “AGREEMENT”) DELIVERED IN CONNECTION WITH THE ISSUANCE OF THE ABOVE-REFERENCED NOTES.

THE AUDITED FINANCIAL STATEMENTS OF THE AUTHORITY FOR THE FISCAL YEAR ENDING JUNE 30, 2021 WERE FILED ON DECEMBER 27, 2021.

UPDATE AND DISCUSSION OF THE FINANCIAL INFORMATION AND OPERATING DATA IN THE 2010 OFFERING MEMORANDUM UNDER THE HEADING “ARKANSAS STUDENT LOAN AUTHORITY”

A. ANNUAL FINANCIAL STATEMENTS PREPARED IN ACCORDANCE WITH ACCOUNTING PRINCIPLES GENERALLY ACCEPTED IN THE UNITED STATES OF AMERICA

Previously filed on December 27, 2021.

B. AN UPDATE AND DISCUSSION OF THE FINANCIAL INFORMATION AND OPERATING DATA IN THE OFFERING MEMORANDUM UNDER THE HEADING “ARKANSAS STUDENT LOAN AUTHORITY”

Membership

On April 4, 2017, Governor Asa Hutchinson signed into law Act 824 of the 2017 Acts of Arkansas which by the terms of the Act and consequently the merger was effective July 1, 2017.

Pursuant to Subchapter 19 of the Act, the Arkansas Student Loan Financing Act, in Section 15-902(e), the Arkansas Development Finance Authority effective on that date assumed all the contracts and debt obligations of Arkansas Student Loan Authority that were outstanding as of that date.

Arkansas Development Finance Authority operates the functions of the Arkansas Student Loan Authority as a division of Arkansas Development Finance Authority. After the effective date of the Act, the Arkansas Student Loan Authority will be managed by the Board of Directors of the Arkansas Development Finance Authority and serve under its President.

Staff

The Authorizing Act empowers the Issuer to employ a director and such other professionals as are necessary to implement the programs of the Issuer. Tony W. Williams is employed as the Executive Director of the Authority and has the responsibility of directing the Issuer on a day-to-day basis. Mr. Williams was appointed Executive Director of the Issuer effective on July 1, 2004 by resolution of the Issuer adopted on December 9, 2003.

Prior to 2004 Mr. Williams was employed by Edfinancial in its Little Rock office, where he held the position of Business Development Manager since April 1998. Pursuant to the Program Administration Agreement between Edfinancial and the Issuer (see the caption “Program Agreement,” below), Mr. Williams worked exclusively for the Issuer in the development, management and promotion of the Issuer’s products and programs. Prior to his employment with Edfinancial, Mr. Williams was employed by the Issuer from 1987 to 1998 in various positions, including Vice President of Program Operations and Loan Operations Manager. Mr. Williams was employed from 1986 to 1987 by Union National Bank in Little Rock and is a 1986 graduate of the University of Central Arkansas.

Mark Conine serves as the interim Chief Financial Officer (promoted to President in May 2021) of the Issuer and is responsible for the management and day-to-day coordination of all financial activities and investor relations. Prior to joining the Issuer in January 2005, Mr. Conine served in the tax group of Ernst

& Young, LLP specializing in the multi-state banking and transportation industries. Mr. Conine worked in the corporate tax department of a Fortune 500 telecommunications company prior to joining Ernst & Young, LLP. He received a B.A. in Accounting and Finance from Ouachita Baptist University in 1997 and is a licensed Certified Public Accountant and Chartered Global Management Accountant.

The Issuer currently employs two persons in addition to Mr. Williams and Mr. Conine. The Issuer's mailing address is 3801 Woodland Heights, Suite 200, Little Rock, Arkansas 72212. The Issuer's telephone number is (501) 682-2952.

Use of Proceeds

The proceeds were used as described in the original offering memorandum.

Characteristics of the Financed Student Loans

As of June 30, 2021, the aggregate outstanding principal balance of the student loans in each of the following tables includes the principal balance due from borrowers, which does not include total

accrued interest. The percentages set forth in the tables below may not always add to 100% and the balances may not always add to \$73,749,262 due to rounding.

**Composition of the Financed Student Loan Portfolio
(As of June 30, 2021)**

Aggregate Outstanding Principal Balance	\$ 73,749,262
Number of Borrowers*	3,521
Average Outstanding Principal Balance Per Borrower	\$20,946
Number of Loans	7,554
Average Outstanding Principal Balance Per Loan	\$9,763
Weighted Average Remaining Term to Scheduled Maturity (Months)**	165.59
Weighted Average Payments Made (Months)	Unknown
Weighted Average Annual Borrower Interest Rate***	Unknown
Weighted Average Special Allowance Payment Repayment Margin to 3-Month Commercial Paper	Unknown
Weighted Average Special Allowance Payment Repayment Margin to 91-Day Treasury Bill	Unknown

* A single borrower can have more than one account if such borrower had different types of underlying FFELP loans with certain characteristics.

** The weighted average remaining term to scheduled maturity shown in the table above was determined from the statistical cut-off date to the scheduled maturity date of the applicable student loan, including any current deferral or forbearance periods, but without giving effect to any deferral or forbearance periods that may be granted in the future.

*** The weighted average annual borrower interest rate shown in the table above was determined without including any special allowance payments or any rate reductions that may be earned by borrowers in the future.

**Distribution of the Financed Student Loans by Loan Type
(As of June 30, 2021)**

Loan Type	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Stafford-Unsubsidized	1,202	\$ 5,627,069	7.63%
Stafford-Subsidized	2,207	6,607,934	8.96
Consolidation-Unsubsidized	2,013	32,634,048	44.25
Consolidation-Subsidized	2,058	28,511,465	38.66
PLUS	72	353,996	0.48
SLS	<u>2</u>	<u>14,750</u>	<u>0.02</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by Range of Annual Borrower Interest Rate
(As of June 30, 2021)**

Range of Annual Borrower Interest Rate	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Less than or equal to 2.00%	961	\$ 3,886,586	5.30%
2.01% - 3.00%	2,632	13,798,487	18.73
3.01% - 4.00%	989	15,096,474	20.48
4.01% - 5.00%	804	14,757,227	19.98
5.01% - 6.00%	798	8,016,545	10.86
6.01% - 7.00%	905	11,468,010	15.54
7.01% - 8.00%	379	5,722,943	7.78
Greater than 8.00%	<u>85</u>	<u>1,002,990</u>	<u>1.33</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by School Type
(As of June 30, 2021)**

School Type	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
2-Year	961	\$ 4,129,959	5.60%
Graduate/4-Year +	6,479	68,535,189	92.93
Proprietary	97	545,744	0.74
Other/Unknown	<u>17</u>	<u>538,370</u>	<u>0.73</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by SAP Interest Rate Index
(As of June 30, 2021)**

SAP Interest Rate Index	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
3-month LIBOR Index	7,554	\$73,749,262	100.00%

**Distribution of the Financed Student Loans by Borrower Payment Status
(As of June 30, 2021)**

Borrower Payment Status	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
In School	1	\$ 4,434	0.01%
Grace	0	0	0.00
Deferment	351	2,868,796	3.89
Forbearance	684	7,314,254	9.92
Repayment	6,477	63,246,662	85.76
Claims In Progress/Denied	<u>41</u>	<u>315,116</u>	<u>0.43</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by Range of Days Delinquent
(As of June 30, 2021)**

Range of Days Delinquent	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Not in Repayment	1,078	\$10,187,484	13.81%
0-30 days	5,761	56,975,643	77.26
31-60 days	194	2,144,991	2.91
61-90 days	128	1,070,399	1.45
91-120 days	71	694,681	0.94
121-180 days	111	667,277	0.90
181 days and above	<u>211</u>	<u>2,008,787</u>	<u>2.73</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by Range of Date of Disbursement
(Dates Correspond to Changes in Special Allowance Payment)
(As of June 30, 2021)**

Range of Date of Disbursement	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Pre April 1, 2006	5,229	\$39,330,481	53.33%
April 1, 2006 – September 30, 2007	1,726	26,335,862	35.71
October 1, 2007 and before July 1, 2010	<u>599</u>	<u>8,082,919</u>	<u>10.96</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

For FFELP loans disbursed on or after April 1, 2006 and before July 1, 2010, if the stated interest rate is higher than the rate applicable to such FFELP loan including Special Allowance Payments, the holder of the FFELP loan must credit the difference to the Department of Education. FFELP loans disbursed on or after October 1, 2007 have a higher SAP margin for eligible not-for-profit lenders such as the Issuer than for for-profit lenders but have a 40 bps to 70 bps lower Special Allowance Payment margin than loans originated on or after January 1, 2000 and before October 1, 2007.

**Distribution of the Financed Student Loans by Range of Date of Disbursement
(Dates Correspond to Changes in Guaranty Percentages)
(As of June 30, 2021)**

Range of Date of Disbursement	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
July 1, 2006 and before July 1, 2010	2,369	\$29,108,834	39.47%
October 1, 1993 – June 30, 2006	5,081	44,426,555	60.24
Pre October 1, 1993	<u>104</u>	<u>213,873</u>	<u>0.29</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

Student loans disbursed prior to October 1, 1993 are 100% guaranteed by the guaranty agency. Student loans disbursed on or after October 1, 1993 and before July 1, 2006 are 98% guaranteed by the applicable guaranty agency. Student loans for which the first disbursement is made on or after July 1, 2006 and before July 1, 2010 are 97% guaranteed by the applicable guaranty agency.

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**Distribution of the Financed Student Loans by Range of Outstanding Principal Balance
(As of June 30, 2021)**

Range of Outstanding Principal Balance	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Less than \$500	542	\$ 162,248	0.22%
\$500 to \$999	511	553,119	0.75
\$1,000 to \$1,999	1,256	4,196,333	5.69
\$2,000 to \$2,999	1,232	5,789,317	7.85
\$3,000 to \$3,999	877	4,823,202	6.54
\$4,000 to \$5,999	986	7,286,427	9.88
\$6,000 to \$7,999	433	3,960,335	5.37
\$8,000 to \$9,999	315	3,886,586	5.27
\$10,000 to \$14,999	523	9,056,409	12.28
\$15,000 to \$19,999	300	7,374,926	10.00
\$20,000 to \$24,999	183	5,302,572	7.19
\$25,000 to \$29,999	118	4,292,207	5.82
\$30,000 to \$34,999	85	2,957,345	4.01
\$35,000 to \$39,999	56	2,610,724	3.54
\$40,000 to \$49,999	47	2,972,095	4.03
\$50,000 to \$59,999	26	1,858,481	2.52
\$60,000 to \$69,999	15	1,120,989	1.52
\$70,000 to \$79,999	14	1,305,362	1.77
\$80,000 to \$89,999	10	1,261,112	1.71
\$90,000 to \$99,999	9	1,128,364	1.53
\$100,000 to \$109,999	5	597,369	0.81
\$110,000 to \$149,999	8	1,194,738	1.62
\$150,000 or more	<u>1</u>	<u>58,999</u>	<u>0.08</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

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**Distribution of the Financed Student Loans by Range of
Remaining Term to Scheduled Maturity
(As of June 30, 2021)**

Range of Remaining Term to Scheduled Maturity (in months)	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Less than or equal to 24	363	\$ 435,121	0.59%
25 – 36	246	523,620	0.71
37 – 48	255	700,618	0.95
49 – 60	286	1,069,364	1.45
61 – 72	339	1,342,237	1.82
73 – 84	381	2,101,854	2.85
85 – 96	374	2,743,473	3.72
97 – 108	567	5,265,697	7.14
109 – 120	1,838	10,361,771	14.05
121 – 144	1,019	5,966,315	8.09
145 – 168	351	4,926,451	6.68
169 – 192	362	5,155,073	6.99
193 – 220	198	6,534,185	8.86
221 – 300	850	15,863,466	21.51
Greater than 300	<u>127</u>	<u>10,760,017</u>	<u>14.59</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

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The following chart shows the geographic distribution of the student loans based on the permanent billing addresses of the borrowers as shown on the Servicers' records:

**Distribution of the Financed Student Loans by Geographic Location
(As of June 30, 2021)**

Geographic Location	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Alabama	30	\$ 324,497	0.44%
Alaska	12	117,999	0.16
Arizona	18	221,248	0.30
Arkansas	5,886	54,131,958	73.40
California	71	663,743	0.90
Colorado	36	471,995	0.64
Connecticut	6	117,999	0.16
Delaware	1	66,374	0.09
District of Columbia	5	58,999	0.08
Florida	53	825,992	1.12
Georgia	59	759,617	1.03
Hawaii	6	294,997	0.40
Idaho	2	7,375	0.01
Illinois	46	442,496	0.60
Indiana	20	339,247	0.46
Iowa	7	51,624	0.07
Kansas	25	280,247	0.38
Kentucky	14	176,998	0.24
Louisiana	82	789,117	1.07
Maine	1	44,250	0.06
Maryland	24	280,247	0.38
Massachusetts	10	176,998	0.24
Michigan	15	243,373	0.33
Minnesota	11	147,499	0.20
Mississippi	56	634,244	0.86
Missouri	150	1,157,863	1.57
Montana	1	29,500	0.04
Nebraska	9	81,124	0.11
Nevada	6	110,624	0.15
New Hampshire	4	22,125	0.03
New Jersey	12	184,373	0.25
New Mexico	7	154,873	0.21
New York	16	243,373	0.33
North Carolina	25	486,745	0.66
North Dakota	3	117,999	0.16
Ohio	10	154,873	0.21
Oklahoma	107	929,241	1.26
Oregon	10	228,623	0.31
Pennsylvania	17	184,373	0.25
Puerto Rico	1	14,750	0.02

The following chart shows the geographic distribution of the student loans based on the permanent billing addresses of the borrowers as shown on the Servicers' records:

**Distribution of the Financed Student Loans by Geographic Location
(As of June 30, 2021)**

Geographic Location	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Rhode Island	3	14,750	0.02
South Carolina	15	162,248	0.22
South Dakota	1	7,375	0.01
Tennessee	160	1,799,482	2.44
Texas	404	4,034,085	5.47
Utah	6	516,245	0.70
Vermont	4	553,119	0.75
Virginia	27	243,373	0.33
Washington	18	184,373	0.25
West Virginia	7	73,749	0.10
Wisconsin	10	132,749	0.18
Wyoming	1	7,375	0.01
Armed Forces	5	51,624	0.07
Armed Forces Pacific	3	22,125	0.03
Unknown	<u>14</u>	<u>176,998</u>	<u>0.24</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by Servicer
(As of June 30, 2021)**

Servicer	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Edfinancial Services, LLC	6,885	\$66,585,736	90.29%
Nelnet Servicing, LLC	<u>669</u>	<u>7,163,526</u>	<u>9.71</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

**Distribution of the Financed Student Loans by Guaranty Agency
(As of June 30, 2021)**

Guaranty Agency	Number of Loans	Outstanding Principal Balance	Percent of Loans by Outstanding Principal Balance
Great Lakes (purchased SLGFA)	7,238	\$71,367,161	96.77%
Other	<u>316</u>	<u>2,382,101</u>	<u>3.23</u>
Total	<u>7,554</u>	<u>\$73,749,262</u>	<u>100.00%</u>

C. INDENTURE INFORMATION

Balances in the:

CAPITALIZED INTEREST FUND	\$0
COLLECTION FUND	\$1,360,434
DEPARTMENT REBATE FUND	\$0
RESERVE FUND	\$500,001

Outstanding principal amount of the Notes issued under the Indenture (excludes bond discounts):

\$57,649,725

D. CHANGES TO THE HIGHER EDUCATION ACT HAVING A SPECIAL FINANCIAL IMPACT ON THE PROGRAM OF THE ISSUER FINANCED BY THE SERIES 2010-1 NOTES WHICH IS NOT GENERALLY EXPERIENCED IN STUDENT LOAN SECTOR

None.