

Brazos Announces Extension of Previously Announced Offers to Purchase or Exchange \$6 Billion of Brazos-Serviced Auction Rate Securities

WACO, TEXAS, October 20, 2008 – The Brazos Higher Education Service Corporation, Inc. (“Brazos”) announced today that Leon Higher Education Authority, Inc. (“Leon”), a Texas non-profit corporation for which Brazos acts as master servicer, is extending the consent date, withdrawal deadline and expiration date for its thirteen previously announced offers to purchase or exchange (each dated September 25, 2008) in respect of approximately \$6 billion aggregate principal amount of student loan-backed securities, almost all of which are auction rate securities (the “existing notes”).

Each offer will now expire at 8:00 a.m., New York City time, on December 4, 2008, unless further extended.

As part of the offers, Leon is seeking consents to proposed amendments to the indentures governing the existing notes in order to facilitate defeasance of those indentures and holders will be required to consent to proposed amendments to the related indentures in order to tender existing notes. The consent date, which is the deadline by which holders must tender in order to qualify for the inclusion of a consent payment in the consideration they receive in the offers, is being extended to 5:00 p.m., New York City time, on October 31, 2008, unless further extended. The withdrawal deadline for the offers is also being extended to 5:00 p.m., New York City time, on October 31, 2008, unless further extended. If the expiration date for the offers is, in the future, extended beyond December 4, 2008, the withdrawal deadline will be further extended to a date that is at least two business days after the date on which this extension is announced.

As previously announced, the offers are being made with respect to existing notes issued under thirteen separate indentures, each of which is secured by a specified pool of student loans. Brazos acts as master servicer for the companies that have issued the existing notes that are the subject of the offers: Brazos Higher Education Authority, Inc., Brazos Student Finance Corporation, Academic Finance Corporation, Trinity Higher Education Authority, Inc., Educational Funding Services, Inc., Federated Student Finance Corporation and EdInvest Company.

The specifics of each of the thirteen offers are set forth in a term sheet supplementing the Offer to Purchase or Exchange dated September 25, 2008 and each term sheet, together with the Offer to Purchase or Exchange, is referred to as a “Statement.” The offers are being made only through the Statements and this press release is not an offer. The offers are subject to conditions that are described in each Statement.

An updated summary schedule for the offers reflecting the extension described above and the corresponding adjustment of related dates is included as an attachment to this press release. Except as described in this press release, including the attachment, the terms and conditions of the offers and consent solicitation are unchanged.

Leon plans to separately announce the approximate number of existing notes tendered up to and including the original expiration date for the offers by no later than 9:00 a.m., New York City time, on November 7, 2008.

Leon has retained Citigroup Global Markets Inc. to act as the dealer manager for the offers and solicitation agent for the consent solicitations. Citi can be contacted at (800) 558-3745 (toll-free) or (212) 723-6106 (collect).

Media and press inquiries can be directed to Danielle Romero-Apsilos at Citi at (212) 816-2264 (main) or (212) 816-6750 (alternate).

Further details about the terms and conditions of the offers are set forth in the Statements referred to above, and the offers are being made solely through the Statements. Requests for documents may be directed to Global Bondholder Services Corporation, the information agent, which can be contacted at (212) 430-3774 (for banks and brokers only) or (866) 470-3800 (for all others toll-free). Documents are also available on its website:

http://www.gbsc-usa.com/Brazos/Offering_Documents.htm

This press release is for informational purposes only and is neither an offer to purchase or exchange nor a solicitation of an offer to sell the existing notes. The offer to buy the existing notes is only being made pursuant to the offer and consent solicitation documents, including the Offer to Purchase or Exchange that Leon is distributing to holders of the existing notes. The offers and consent solicitations are not being made to holders of existing notes in any jurisdiction in which the making or acceptance thereof would not be in compliance with the securities, blue sky or other laws of such jurisdiction. In any jurisdiction in which the securities laws or blue sky laws require the offers and consent solicitations to be made by a licensed broker or dealer, the offers and consent solicitations will be deemed to be made on behalf of Leon by the dealer manager or one or more registered brokers or dealers that are licensed under the laws of such jurisdiction.

About Brazos

Brazos serves as master servicer for a group of non-profit companies, which on a combined basis is the number four holder of student loans and the largest not for profit holder of FFELP loans in the country, and currently acts as master servicer in respect of over \$15 billion of assets in all of the states. Brazos has agreements with twenty-nine guarantors and six subservicing companies.

Forward-Looking Statements

This press release contains statements of a forward-looking nature that represent Brazos' and Leon's management's beliefs and assumptions concerning future events, including statements regarding the potential initiatives that this press release describes. Forward-looking statements involve risks, uncertainties and assumptions, including the risk that the offers described above will not be completed or will be completed on terms other than those described, and are based on information currently available to Brazos and Leon. Actual results may differ materially from those expressed in the forward-looking statements due to many factors, including, without limitation, the effect of market conditions and economic factors and changes in the value of assets underlying the existing notes. Brazos and Leon undertake no obligation to update any forward-looking statements to reflect events or circumstances that may arise after the date of this press release.

REVISED SUMMARY SCHEDULE FOR THE OFFERS

The revised summary offer schedule set forth below and the press release to which it is attached supplement and amend Leon Higher Education Authority, Inc.’s Offer to Purchase or Exchange dated September 25, 2008 (as supplemented, including by the various term sheets thereto, collectively, the “Statements”) and the related Letter of Transmittal and Consent (together with the Statements, the “Offer Documents”). Any information in the Offer Documents that is inconsistent with the below is now superseded.

The information set forth below is a summary and is not complete - it is intended for use by noteholders that have received the Offer Documents and are eligible to participate in the offers and should be read in conjunction with the information contained in the Offer Documents. Unless otherwise indicated, terms used below have the meanings given to them in the Offer Documents.

The following dates referenced in the Offer Documents are hereby updated as follows:

Date	Calendar Date
Consent Date	5:00 p.m., New York City time, on October 31, 2008, unless further extended.
Withdrawal Deadline	5:00 p.m., New York City time, on October 31, 2008, unless further extended.
Initial Offer Selection Date	At or before 12:00 noon, New York City time, on November 3, 2008, unless further extended.
Citi Notes Terms Announcement Date.....	On the second business day prior to the Expiration Date (December 2, 2008, unless further extended).
Expiration Date	8:00 a.m., New York City time, on December 4, 2008, unless further extended.
Excess Proceeds Announcement (if applicable).....	Before 9:00 a.m., New York City time, on the business day immediately following the Expiration Date (December 5, 2008, unless further extended).
Citi Note Election Period	A period of three business days commencing the day after the Expiration Date (December 5, 2008 through and including December 9, 2008, unless amended).

Information in the Offer Documents regarding calculation of the timing of the Settlement Date and any Subsequent Settlement Date or Subsequent Offer Selection Date remains unchanged.