

**Student Loan Backed Reporting - FFELP
Monthly/Quarterly Distribution Report**

Issuer	Educational Funding of the South, Inc.
Deal Name	2003FL Indenture
Distribution Date	11/25/2014
Collection Period	10/31/2014
Contact Name	Ken Mann
Contact Number	865-824-3054
Contact Email	kmann@edsouth.org
Website	www.edsouth.org

Notes/Bonds - Group I (FFELP)

Class	CUSIP	Rate	Index	Margin	Auction Status	Original Balance	Beg Princ Bal	Interest Accrual	Principal Paid	End Princ Bal ^a	% of Securities	Payment Frequency	Maturity
2012FL A	28148WAD5	1.20200%	0.15200%	1.05000%		511,000,000.00	435,048,155.53	421,270.70	541,940.37	434,506,215.16	93.44%	Monthly	3/25/2036
2012FL B	28148WAE3	3.65200%	0.15200%	3.50000%		15,000,000.00	15,000,000.00	44,130.77	-	15,000,000.00	3.23%	Monthly	12/28/2048
2007-1 A-2	28148XAQ4	0.00000%	0.00000%	0.00000%		400,000,000.00	-	-	-	-	0.00%	Quarterly	3/1/2016
2007-1 A-3	28148XAR2	0.58360%	0.23360%	0.35000%		235,000,000.00	15,483,000.00	22,589.70	-	15,483,000.00	3.33%	Quarterly	9/1/2017
Total						1,161,000,000.00	465,531,155.53	487,991.17	541,940.37	464,989,215.16	100.00%		

(a) Should include Principal Pmts in the current distribution month.

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	437,647,069.48	(5,113,660.45)	432,533,409.03
Accrued Interest to be Capitalized	6,321,493.38	(246,254.42)	6,075,238.96
Total Pool Balance	443,968,562.86	(5,359,914.87)	438,608,647.99
Weighted Average Coupon (WAC)	4.78	0.00	4.78
Weighted Average Maturity (WAM)	167.01	(0.12)	166.89
Number of Loans	59,896	(874)	59,022
Number of Borrowers	30,962	(444)	30,518
Average Loan Balance	\$ 7,412.32	18.95	\$ 7,431.27
Average Borrower Indebtedness	\$ 14,339.14	32.99	\$ 14,372.13

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	0.31%	-24.49
Grace	0.14%	-1.60
Deferment	10.94%	-14.89
Forbearance	16.72%	-3.83
		W.A. Time in Repayment (months)
Repayment	71.30%	102.91
Claims in Progress	0.59%	110.78
Claims Denied	0.04%	88.98
Total Weighted Average		71.67

(a) W.A. Time Until Repayment would most likely be reflected as a negative number in this calculation. For example, if a loan has 3 months left in school and 6 months of grace period, the time until repayment for that loan would be -9 months.

Funds and Accounts

	Beg Balance	Activity	End Balance
Reserve Account	4,547,131.66	(27,288.85)	4,519,842.81
Reserve Amt Required	4,519,842.81	(26,799.57)	4,493,043.24
Debt Service 2007-1	5,168,625.43	5,168,529.90	10,337,155.33
Capitalized Interest Account	21,308,230.36	-	21,308,230.36
Capitalized Interest Account Required	-	-	-
Collection Fund	7,151,506.90	(133,939.49)	7,017,567.41
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	38,148,205.50	5,007,790.84	43,155,996.34

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	446,726,841.22	(5,385,132.13)	441,341,709.09
Capitalized Interest Fund	21,308,230.36	-	21,308,230.36
Debt Service Reserve	4,519,842.81	(26,799.57)	4,493,043.24
Debt Payment Account	10,337,155.33	5,168,434.37	15,505,589.70
Total Assets	482,892,069.72	(243,497.33)	482,648,572.39
Liabilities			
Note Outstanding Class A	435,048,155.53	(541,940.37)	434,506,215.16
Note Outstanding Class B	15,000,000.00	-	15,000,000.00
Bonds Outstanding 2007-1	15,483,000.00	-	15,483,000.00
Accrued Interest 2007-1	22,589.70	-	22,589.70
Total Liabilities	465,553,745.23	(541,940.37)	465,011,804.86
Class A Parity %	107.18%		107.25%
Total Parity %, Including Class B	103.72%		103.79%

(a) Pool Balance for parity includes all accrued interest, including any interest to be capitalized.

CPR (constant pmt rate)

Current Lifetime	8.67%
------------------	-------

Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	438,608,647.99	100.00%	59,022	2,425,985.98
Total Portfolio	438,608,647.99		59,022	2,425,985.98

Portfolio by Loan Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	346	344	1,371,267.12	1,358,425.94	0.31%	0.31%	5.87	5.86	119.69	120.00	
Grace	194	162	746,977.06	627,625.61	0.17%	0.14%	5.00	4.94	117.17	117.19	
Repayment											
Current	37,312	37,298	273,208,405.09	272,902,337.44	61.54%	62.22%	4.56	4.57	161.72	161.14	
31-60 Days Delinquent	1,750	1,923	11,822,239.61	13,630,925.26	2.66%	3.11%	4.89	4.95	166.99	162.50	
61-90 Days Delinquent	1,012	1,009	6,664,358.79	6,805,790.19	1.50%	1.55%	4.90	4.93	162.09	170.06	
91-120 Days Delinquent	748	644	4,922,196.24	4,234,430.19	1.11%	0.97%	5.01	5.00	165.63	165.05	
121-180 Days Delinquent	1,016	1,025	6,564,218.59	6,622,998.09	1.48%	1.51%	5.11	5.07	159.28	157.67	
181-270 Days Delinquent	1,060	1,082	6,693,741.33	6,361,383.83	1.51%	1.45%	5.15	5.05	148.50	144.72	
271+ Days Delinquent	398	293	2,901,410.77	2,161,590.83	0.65%	0.49%	5.46	5.66	155.20	158.28	
Total Repayment	43,296	43,274	312,776,570.42	312,719,455.83	70.45%	71.30%	4.61	4.63	167.59	167.02	
Forbearance	7,986	7,297	79,612,251.37	73,353,642.56	17.93%	16.72%	5.30	5.28	187.20	189.09	
Deferment	7,524	7,438	47,706,182.75	47,963,192.43	10.75%	10.94%	4.94	4.95	172.17	174.28	
Claims in Progress	517	483	1,581,470.28	2,425,985.98	0.36%	0.55%	5.40	5.56	133.90	148.73	
Claims Denied	33	24	173,843.86	160,319.64	0.04%	0.04%	4.73	5.20	123.21	122.71	
Total Portfolio	59,896	59,022	443,968,562.86	438,608,647.99			4.78	4.78	167.01	166.89	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	37,312	37,298	273,208,405.09	272,902,337.44	87.35%	87.27%	4.56	4.57	161.72	161.14	
31-60 Days Delinquent	1,750	1,923	11,822,239.61	13,630,925.26	3.78%	4.36%	4.89	4.95	166.99	162.50	
61-90 Days Delinquent	1,012	1,009	6,664,358.79	6,805,790.19	2.13%	2.18%	4.90	4.93	162.09	170.06	
91-120 Days Delinquent	748	644	4,922,196.24	4,234,430.19	1.57%	1.35%	5.01	5.00	165.63	165.05	
121-180 Days Delinquent	1,016	1,025	6,564,218.59	6,622,998.09	2.10%	2.12%	5.11	5.07	159.28	157.67	
181-270 Days Delinquent	1,060	1,082	6,693,741.33	6,361,383.83	2.14%	2.03%	5.15	5.05	148.50	144.72	
271+ Days Delinquent	398	293	2,901,410.77	2,161,590.83	0.93%	0.69%	5.46	5.66	155.20	158.28	
Total Portfolio in Repayment	43,296	43,274	312,776,570.42	312,719,455.83			4.61	4.63	161.59	161.02	

Portfolio by Loan Type											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Subsidized Consolidation Loans	12,120	12,000	135,178,528.68	133,798,209.14	30.45%	30.51%	4.57	4.57	179.16	178.58	
Unsubsidized Consolidation Loans	13,017	12,881	181,143,302.08	179,525,867.21	40.80%	40.93%	4.70	4.71	194.76	194.45	
Subsidized Stafford Loans	18,825	18,493	51,721,647.24	50,777,002.10	11.65%	11.58%	4.75	4.75	107.08	107.17	
Unsubsidized Stafford Loans	14,439	14,201	64,261,314.52	62,999,899.51	14.47%	14.36%	4.91	4.91	120.17	120.25	
Grad PLUS Loans	1,448	1,407	11,494,190.92	11,345,320.19	2.59%	2.59%	7.87	7.87	119.08	119.86	
Other Loans	47	40	169,579.42	162,349.84	0.04%	0.04%	3.29	3.30	98.35	124.63	
Total Balance	59,896	59,022	443,968,562.86	438,608,647.99			4.78	4.78	167.01	166.89	

Portfolio by Program Type											
	# of Loans		Pool Balance		% of Principal		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Graduate / 4-Year Loans	37,336	36,771	292,741,323.75	288,969,468.23	65.94%	65.88%	4.68	4.68	165.46	165.34	
2-Year Loans	9,355	9,207	36,072,835.12	35,589,437.83	8.13%	8.11%	4.80	4.80	132.27	132.55	
Proprietary / Technical / Vocational Loans	7,179	7,067	32,462,253.50	32,068,246.99	7.31%	7.31%	4.86	4.86	133.32	133.29	
Unknown (Consolidation) Loans	5,980	5,931	82,382,570.85	81,673,381.87	18.56%	18.62%	5.08	5.09	201.10	200.68	
Other	46	46	309,579.64	308,113.07	0.07%	0.07%	4.38	4.38	132.53	132.09	
Total Portfolio	59,896	59,022	443,968,562.86	438,608,647.99			4.78	4.78	167.01	166.89	

4

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	3,074	3,016	11,553,883.45	11,405,546.22	2.60%	2.60%	2.9992
1ML Loans	56,822	56,006	432,414,679.41	427,203,101.77	97.40%	97.40%	2.5333
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	59,896	59,022	443,968,562.86	438,608,647.99			2.5454

**Student Loan Backed Reporting - FFELP
Monitoring Waterfall and Collections**

Distribution Date	11/25/2014
Collection Period	10/31/2014

Collection Account Activity ^a	
Collection Amount Received	\$ 5,517,899.43
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	26,799.57
Interest on Investment Earnings	2,441.05
Capitalized Interest Account (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,470,427.36
Proceeds from Tender	
Paid to Guarantor	-
Purchased by Servicers/Sellers	
Prior Month's Allocations or Adjustments	
Investment Income	
All Fees	
Other Amounts Received in Collection	
Total Available Funds	\$ 7,017,567.41

(a) Cash collections represent amounts received and posted in the Trust accounts as of the last day of the collection period.

Fees Due for Current Period	10/31/2014
Indenture Trustee Fees	-
Servicing Fees	80,801.78
Administration Fees	72,088.90
Consolidation Rebate Fees	275,444.33
Other Fees	-
Total Fees	\$ 428,335.01

Cumulative Default Rate	10/31/2014
Current Period's Defaults (\$)	1,623,892.18
Cumulative Defaults (\$)	259,601,054.55
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	59.46%
Current period payments (recoveries) from Guarantor (\$)	1,470,427.36
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	264,985,963.17
Cumulative Recovery Rate (%) ^d	102.07%
Cumulative Net Loss Rate (%)	NA
Cumulative Servicer Reject Rate (FFELP) (%)	0.00%

a) Cumulative Recoveries includes 97% of Claims in Progress
b) Due to the inclusion of death, disability and bankruptcy claims, the recovery rate can exceed 100%.

Waterfall Activity

Waterfall for Distribution (in accordance with Transaction - specific documents)	Amount Due	Amount Remaining
Total Available Funds		7,017,567.41
First: Deposits to Department Reserve Fund	688,900.52	6,328,666.89
Second: Trustee Fees due	-	6,328,666.89
Third: Servicing Fee due	80,801.78	6,247,865.11
Fourth: Administration Fees due	72,088.90	6,175,776.21
Fifth: Interest Distribution on Senior Notes or Obligations		
1. 2007 Debt Service Amount		
> 1/3 of 2007 Bonds Interest Distribution Amount	7,434.37	
> Any 2007 Bonds Interest Remaining unpaid	-	
	7,434.37	6,168,341.84
2. 2012-1 A Interest Distribution	421,270.70	
Total Interest Distribution on Senior Notes or Obligations	421,270.70	5,747,071.14
Sixth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	5,747,071.14
Seventh: 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	44,130.77	5,702,940.37
Eight: Debt Service Fund replenishment	-	5,702,940.37
Ninth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal due on the 2007 Bonds on the next Principal Reduction Payment Date	5,161,000.00	541,940.37
Tenth: Payments to Noteholders for 2012 A and 2012 B Notes	541,940.37	-
Eleventh: Class B Carryover Amount	-	-
Twelfth: Release to Issuer	-	-

Principal and Interest Distributions	2012-1 A	2012-1 B	2007-1 A3	TOTAL
Periodic Interest Due	421,270.70	44,130.77	7,434.37	472,835.84
Periodic Interest Paid	421,270.70	44,130.77	7,434.37	472,835.84
Interest Excess/(Shortfall)	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	541,940.37	-	5,161,000.00	5,702,940.37
Periodic Principal Paid	541,940.37	-	5,161,000.00	5,702,940.37
Excess/(Shortfall)	-	-	-	-
Total Distribution Amount	963,211.07	44,130.77	5,168,434.37	6,175,776.21

Educational Funding of the South, Inc
2003FL Indenture
Balance Sheet
October 31, 2014
(Unaudited)

ASSETS

Cash	\$	43,640,134.67
Assets Held by Trustee		
Investments		2,441.05
Student Loans Receivable, Net		432,051,997.25
Accrued Interest Receivable		8,366,636.30
Other Receivables		136,775.90
Bond Issue Costs		2,773,166.03
Prepaid and Deferred Expenses		23,786.51
		<hr/>
Total Assets	\$	486,994,937.71
		<hr/> <hr/>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$	465,531,155.53
Discount on Notes Payable, Net		(5,808,414.64)
Accrued Interest Payable		95,318.43
Other Accounts Payable & Accrued Expenses		428,335.01
		<hr/>
Total Liabilities	\$	460,246,394.33
		<hr/> <hr/>
Net Assets	\$	26,748,543.38
		<hr/> <hr/>
Total Liabilities and Net Assets	\$	486,994,937.71
		<hr/> <hr/>

IV. Transactions for the Time Period

10-1-2014 - 10-31-2014

A. Student Loan Principal Collection Activity

i. Regular Principal Collections	(2,736,066.18)
ii. Principal Collections from Guarantor	(1,428,237.55)
iii. Paydown due to Loan Consolidation	(1,785,361.07)
iv. Principal Collections from Schools	671.12
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(5,948,993.68)

B. Student Loan Non-Cash Principal Activity

i. Principal Realized Losses - Claim Write-Offs	1,223.34
ii. Principal Realized Losses - Other	(1,922.49)
iii. Other Adjustments	(331.05)
iv. Capitalized Interest	836,363.43
v. Total Non-Cash Principal Activity	835,333.23

C. Student Loan Principal Additions

i. New Loan Additions \$ -	-
ii. Total Principal Additions \$ -	-

D. Total Student Loan Principal Activity (Aviii + Bv + Cii) **(5,113,660.45)**

E. Student Loan Interest Activity

i. Regular Interest Collections	(921,399.44)
ii. Interest Claims Received from Guarantors	(42,189.81)
iii. Late Fees & Other	(9,248.98)
iv. Interest due to Loan Consolidation	(59,587.97)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	441,663.76
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(590,762.44)

F. Student Loan Non-Cash Interest Activity

i. Interest Losses - Claim Write-offs	(31,830.31)
ii. Interest Losses - Other	(10,872.43)
iii. Other Adjustments b.	(95.93)
iv. Capitalized Interest	(836,363.43)
v. Interest Accrual	1,665,744.85
vi. Total Non-Cash Interest Adjustments	786,582.75

G. Student Loan Interest Additions

i. New Loan Additions \$ -	-
ii. Total Interest Additions \$ -	-

H. Total Student Loan Interest Activity (Evix + Fvi + Gii) **195,820.31**

I. Defaults Paid this Quarter (Aii + Eii) **(1,470,427.36)**

J. Cumulative Defaults Paid to Date **(264,985,963.17)**

K. Interest Expected to be Capitalized

Interest Expected to be Capitalized - Beginning (III - A-ii)	6,321,493.38
Interest Capitalized into Principal During Collection Period (B-iv)	836,363.43
Change in Interest Expected to be Capitalized	1,082,617.85
Interest Expected to be Capitalized - Ending (III - A-ii)	6,075,238.96

2003FL Indenture

	10-1-2014 - 10-31-2014	
A. Principal Collections		
i. Principal Payments Received - Cash	\$	4,163,632.61
ii. Principal Received from Loans Consolidated		1,785,361.07
iii. Total Principal Collections	\$	5,948,993.68
B. Interest Collections		
i. Interest Payments Received - Cash	\$	963,589.25
ii. Interest Received from Loans Consolidated		59,587.97
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(441,663.76)
iv. Late Fees & Other		9,248.98
v. Total Interest Collections	\$	590,762.44
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings	\$	2,441.05
F. Total Cash Receipts during Collection Period	\$	6,542,197.17