

Student Loan Backed Reporting - FFELP
Monthly/Quarterly Distribution Report

Issuer	Educational Funding of the South, Inc.
Deal Name	2003FL Indenture
Distribution Date	1/26/2015
Collection Period	12/31/2014
Contact Name	Ken Mann
Contact Number	865-824-3054
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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	1.21950%	0.16950%	1.05000%		511,000,000.00	428,770,826.30	450,257.15	6,268,943.71	422,501,882.59	96.57%	Monthly	3/25/2036
2012FL B	28148WAE3	3.66950%	0.16950%	3.50000%		15,000,000.00	15,000,000.00	47,397.10	-	15,000,000.00	3.43%	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	0.00000%	0.00000%	0.00000%		235,000,000.00	15,483,000.00	-	15,483,000.00	-	0.00%	Quarterly	9/1/2017
Total						1,161,000,000.00	459,253,826.30	497,654.25	21,751,943.71	437,501,882.59	100.00%		

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

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	429,201,294.53	(5,983,667.20)	423,217,627.33
Accrued Interest to be Capitalized	5,910,895.43	29,944.52	5,940,839.95
Total Pool Balance	435,112,189.96	(5,953,722.68)	429,158,467.28
Weighted Average Coupon (WAC)	4.78	(0.00)	4.78
Weighted Average Maturity (WAM)	166.69	(0.48)	166.21
Number of Loans	58,400	(718)	57,682
Number of Borrowers	30,192	(392)	29,800
Average Loan Balance	\$ 7,450.55	(10.48)	\$ 7,440.07
Average Borrower Indebtedness	\$ 14,411.51	(10.22)	\$ 14,401.29

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	0.28%	-24.86
Grace	0.12%	-2.64
Deferment	10.61%	-14.57
Forbearance	16.60%	-3.97
		W.A. Time in Repayment (months)
Repayment	71.89%	104.73
Claims in Progress	0.47%	114.27
Claims Denied	0.03%	94.78
Total Weighted Average		73.59

(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	4,493,043.24	(2,317,482.29)	2,175,560.95
Reserve Amt Required	2,175,560.95	(29,768.61)	2,145,792.34
Debt Service 2007-1	15,505,589.70	(15,505,589.70)	-
Capitalized Interest Account	21,308,230.36	-	21,308,230.36
Capitalized Interest Account Required	-	-	-
Collection Fund	7,110,430.15	527,310.70	7,637,740.85
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	46,099,811.16	(15,008,047.61)	31,091,763.55

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	438,059,810.61	(6,061,712.89)	431,998,097.72
Capitalized Interest Fund	21,308,230.36	-	21,308,230.36
Debt Service Reserve	2,175,560.95	(29,768.61)	2,145,792.34
Debt Payment Account	15,505,589.70	(15,505,589.70)	-
Total Assets	477,049,191.62	(21,597,071.20)	455,452,120.42
Liabilities			
Note Outstanding Class A	428,770,826.30	(6,268,943.71)	422,501,882.59
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	459,276,416.00	(21,774,533.41)	437,501,882.59
Class A Parity %	107.38%		107.80%
Total Parity %, Including Class B	103.87%		104.10%

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

CPR (constant pmt rate)

Current Lifetime	8.49%
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Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	429,158,467.28	100.00%	57,682	2,028,546.84
Total Portfolio	429,158,467.28		57,682	2,028,546.84

Portfolio by Loan Status												
	# of Loans		Pool Balance		% of Balance		WAC		WARM			
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending		
In School	345	301	1,396,984.08	1,194,052.77	0.32%	0.28%	5.87	5.95	120.00	120.00		
Grace	91	113	423,744.03	510,385.00	0.10%	0.12%	4.67	5.03	119.57	117.03		
Repayment												
Current	36,613	36,342	269,533,785.28	265,327,989.43	61.95%	61.83%	4.56	4.55	161.76	160.16		
31-60 Days Delinquent	2,269	1,894	16,271,802.03	14,319,508.11	3.74%	3.34%	5.16	5.04	161.90	171.70		
61-90 Days Delinquent	1,227	1,270	8,376,124.30	8,344,757.61	1.93%	1.94%	5.12	5.17	160.30	162.56		
91-120 Days Delinquent	649	823	4,546,812.17	5,464,288.77	1.04%	1.27%	4.81	5.04	168.68	153.69		
121-180 Days Delinquent	1,049	896	7,135,226.44	6,345,755.24	1.64%	1.48%	4.96	4.91	165.18	171.51		
181-270 Days Delinquent	996	994	6,211,366.51	5,936,038.77	1.43%	1.38%	5.15	5.06	152.04	143.73		
271+ Days Delinquent	504	505	2,893,070.60	2,797,956.57	0.66%	0.65%	5.25	5.02	139.54	138.26		
Total Repayment	43,307	42,724	314,968,187.33	308,536,294.50	72.39%	71.89%	4.63	4.62	161.51	160.36		
Forbearance	6,986	7,243	68,826,426.13	71,236,538.82	15.82%	16.60%	5.27	5.30	187.49	187.73		
Deferment	7,260	6,847	47,112,922.36	45,524,561.54	10.83%	10.61%	4.95	4.97	173.16	175.51		
Claims in Progress	393	437	2,255,030.47	2,028,546.84	0.52%	0.47%	5.71	5.66	161.25	133.70		
Claims Denied	18	17	128,895.56	128,087.81	0.03%	0.03%	4.67	4.67	132.67	132.80		
Total Portfolio	58,400	57,682	435,112,189.96	429,158,467.28			4.78	4.78	166.69	166.21		

Delinquency Status												
	# of Loans		Pool Balance		% of Balance		WAC		WARM			
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending		
Current	36,613	36,342	269,533,785.28	265,327,989.43	85.57%	86.00%	4.56	4.55	161.76	160.16		
31-60 Days Delinquent	2,269	1,894	16,271,802.03	14,319,508.11	5.17%	4.64%	5.16	5.04	161.90	171.70		
61-90 Days Delinquent	1,227	1,270	8,376,124.30	8,344,757.61	2.66%	2.70%	5.12	5.17	160.30	162.56		
91-120 Days Delinquent	649	823	4,546,812.17	5,464,288.77	1.44%	1.77%	4.81	5.04	168.68	153.69		
121-180 Days Delinquent	1,049	896	7,135,226.44	6,345,755.24	2.27%	2.06%	4.96	4.91	165.18	171.51		
181-270 Days Delinquent	996	994	6,211,366.51	5,936,038.77	1.97%	1.92%	5.15	5.06	152.04	143.73		
271+ Days Delinquent	504	505	2,893,070.60	2,797,956.57	0.92%	0.91%	5.25	5.02	139.54	138.26		
Total Portfolio in Repayment	43,307	42,724	314,968,187.33	308,536,294.50			4.63	4.62	161.51	160.36		

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	11,930	11,824	132,938,546.17	131,277,827.31	30.55%	30.59%	4.57	4.57	178.19	177.61		
Unsubsidized Consolidation Loans	12,801	12,707	178,429,087.75	176,390,459.02	41.01%	41.10%	4.71	4.70	194.12	193.29		
Subsidized Stafford Loans	18,228	17,987	50,086,834.49	49,229,555.44	11.51%	11.47%	4.74	4.75	107.02	106.77		
Unsubsidized Stafford Loans	14,022	13,795	62,271,803.70	61,250,383.91	14.31%	14.27%	4.91	4.92	120.09	119.97		
Grad PLUS Loans	1,379	1,331	11,216,044.96	10,840,271.55	2.58%	2.53%	7.88	7.87	120.06	119.52		
Other Loans	40	38	169,872.89	169,970.05	0.04%	0.04%	3.30	3.30	123.87	123.37		
Total Balance	58,400	57,682	435,112,189.96	429,158,467.28			4.78	4.78	166.69	166.21		

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	36,400	35,974	286,712,475.36	282,826,667.06	65.89%	65.90%	4.68	4.68	165.15	164.64		
2-Year Loans	9,085	8,938	35,234,894.30	34,467,527.25	8.10%	8.03%	4.79	4.80	132.47	132.18		
Proprietary / Technical / Vocational Loans	6,982	6,898	31,726,649.39	31,238,123.21	7.29%	7.28%	4.86	4.86	133.16	132.26		
Unknown (Consolidation) Loans	5,887	5,827	81,130,773.80	80,320,505.77	18.65%	18.72%	5.09	5.09	200.26	199.70		
Other	46	45	307,397.11	305,643.99	0.07%	0.07%	4.38	4.38	131.90	131.35		
Total Portfolio	58,400	57,682	435,112,189.96	429,158,467.28			4.78	4.78	166.69	166.21		

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	2,992	2,947	11,341,509.12	11,165,511.63	2.61%	2.60%	3.0053
1ML Loans	55,408	54,735	423,770,680.84	417,992,955.65	97.39%	97.40%	2.5357
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	58,400	57,682	435,112,189.96	429,158,467.28			2.5479

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

Distribution Date	1/26/2015
Collection Period	12/31/2014

Collection Account Activity ^a	
Collection Amount Received	\$ 5,877,828.42
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	29,768.61
Interest on Investment Earnings	2,232.16
2007 Debt Service Reserve (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,727,911.66
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	\$ 7,637,740.85

(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	12/31/2014
Indenture Trustee Fees	-
Servicing Fees	79,936.85
Administration Fees	70,536.27
Consolidation Rebate Fees	270,651.99
Other Fees	-
Total Fees	\$ 421,125.11

Cumulative Default Rate	12/31/2014
Current Period's Defaults (\$)	1,641,919.26
Cumulative Defaults (\$)	263,021,964.15
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	61.53%
Current period payments (recoveries) from Guarantor (\$)	1,727,911.66
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	267,265,689.09
Cumulative Recovery Rate (%) ^d	101.61%
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		7,637,740.85
First: Deposits to Department Reserve Fund	720,669.77	6,917,071.08
Second: Trustee Fees due	-	6,917,071.08
Third: Servicing Fee due	79,936.85	6,837,134.23
Fourth: Administration Fees due	70,536.27	6,766,597.96
Fifth: Interest Distribution on Senior Notes or Obligations		
1. 2007 Debt Service Amount		
> 1/3 of 2007 Bonds Interest Distribution Amount	-	
> Any 2007 Bonds Interest Remaining unpaid	-	6,766,597.96
2. 2012-1 A Interest Distribution	450,257.15	
Total Interest Distribution on Senior Notes or Obligations	450,257.15	6,316,340.81
Sixth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	6,316,340.81
Seventh: 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	47,397.10	6,268,943.71
Eight: Debt Service Fund replenishment	-	6,268,943.71
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	-	6,268,943.71
Tenth: Payments to Noteholders for 2012 A and 2012 B Notes	6,268,943.71	-
Eleventh: Class B Carryover Amount	-	-
Twelfth: Release to Issuer	-	-

Principal and Interest Distributions	2012-1 A	2012-1 B	TOTAL
Periodic Interest Due	450,257.15	47,397.10	497,654.25
Periodic Interest Paid	450,257.15	47,397.10	497,654.25
Interest Excess/(Shortfall)	-	-	-
Interest Carryover Due	-	-	-
Interest Carryover Paid	-	-	-
Interest Carryover	-	-	-
Periodic Principal Distribution Amount	6,268,943.71	-	6,268,943.71
Periodic Principal Paid	6,268,943.71	-	6,268,943.71
Excess/(Shortfall)	-	-	-
Total Distribution Amount	6,719,200.86	47,397.10	6,766,597.96

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

ASSETS

Cash	\$	32,439,584.74
Assets Held by Trustee		
Investments		2,232.16
Student Loans Receivable, Net		422,736,215.55
Accrued Interest Receivable		7,492,168.68
Other Receivables		137,851.47
Bond Issue Costs		2,751,740.39
Prepaid and Deferred Expenses		18,500.61
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Total Assets	\$	465,578,293.60

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$	443,770,826.30
Discount on Notes Payable, Net		(5,763,036.40)
Accrued Interest Payable		96,355.68
Other Accounts Payable & Accrued Expenses		421,125.11
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Total Liabilities	\$	438,525,270.69
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Net Assets	\$	27,053,022.91
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Total Liabilities and Net Assets	\$	465,578,293.60

IV. Transactions for the Time Period

12-01-2014 - 12-31-2014

A. Student Loan Principal Collection Activity

i. Regular Principal Collections	(2,591,871.55)
ii. Principal Collections from Guarantor	(1,679,717.13)
iii. Paydown due to Loan Consolidation	(2,259,063.39)
iv. Principal Collections from Schools	1,100.73
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(6,529,551.34)

B. Student Loan Non-Cash Principal Activity

i. Principal Realized Losses - Claim Write-Offs	(2,049.98)
ii. Principal Realized Losses - Other	(1,875.60)
iii. Other Adjustments	(5,301.36)
iv. Capitalized Interest	555,111.08
v. Total Non-Cash Principal Activity	545,884.14

C. Student Loan Principal Additions

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

D. Total Student Loan Principal Activity (Aviii + Bv + Cii) (5,983,667.20)

E. Student Loan Interest Activity

i. Regular Interest Collections	(977,458.00)
ii. Interest Claims Received from Guarantors	(48,194.53)
iii. Late Fees & Other	(531.58)
iv. Interest due to Loan Consolidation	(36,060.22)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	410,112.34
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(652,131.99)

F. Student Loan Non-Cash Interest Activity

i. Interest Losses - Claim Write-offs	(29,108.89)
ii. Interest Losses - Other	(11,156.21)
iii. Other Adjustments b.	(553.97)
iv. Capitalized Interest	(555,111.08)
v. Interest Accrual	1,631,793.09
vi. Total Non-Cash Interest Adjustments	1,035,862.94

G. Student Loan Interest Additions

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

H. Total Student Loan Interest Activity (Evix + Fvi + Gii) 383,730.95

I. Defaults Paid this Quarter (Aii + Eii) (1,727,911.66)

J. Cumulative Defaults Paid to Date (267,265,689.09)

K. Interest Expected to be Capitalized

Interest Expected to be Capitalized - Beginning (III - A-ii)	5,910,895.43
Interest Capitalized into Principal During Collection Period (B-iv)	555,111.08
Change in Interest Expected to be Capitalized	525,166.56
Interest Expected to be Capitalized - Ending (III - A-ii)	5,940,839.95

2003FL Indenture

	12-01-2014 - 12-31-2014	
A. Principal Collections		
i. Principal Payments Received - Cash	\$	4,270,487.95
ii. Principal Received from Loans Consolidated		2,259,063.39
iii. Total Principal Collections	\$	6,529,551.34
B. Interest Collections		
i. Interest Payments Received - Cash	\$	1,025,652.53
ii. Interest Received from Loans Consolidated		36,060.22
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(410,112.34)
iv. Late Fees & Other		531.58
v. Total Interest Collections	\$	652,131.99
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings	\$	2,232.16
F. Total Cash Receipts during Collection Period	\$	7,183,915.49