

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

Issuer	Educational Funding of the South, Inc.
Deal Name	2003FL Indenture
Distribution Date	4/25/2014
Collection Period	3/31/2014
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	1.20425%	0.15425%	1.05000%		511,000,000.00	447,048,031.43	463,579.72	1,495,012.21	445,553,019.21	87.88%	Monthly	3/25/2036
2012FL B	28148WAE3	3.65425%	0.15425%	3.50000%		15,000,000.00	15,000,000.00	47,200.12	-	15,000,000.00	2.96%	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	0.58610%	0.23610%	0.35000%		235,000,000.00	63,870,000.00	68,818.58	17,419,000.00	46,451,000.00	9.16%	Quarterly	9/1/2017
Total						1,161,000,000.00	525,918,031.43	579,598.42	18,914,012.21	507,004,019.21	100.00%		

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

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	484,087,650.76	(6,640,936.10)	477,446,714.66
Accrued Interest to be Capitalized	6,166,737.75	305,872.93	6,472,610.68
Total Pool Balance	490,254,388.51	(6,335,063.17)	483,919,325.34
Weighted Average Coupon (WAC)	4.78	0.01	4.79
Weighted Average Maturity (WAM)	167.79	0.18	167.97
Number of Loans	67,060	(1,029)	66,031
Number of Borrowers	34,656	(527)	34,129
Average Loan Balance	\$ 7,310.68	17.99	\$ 7,328.67
Average Borrower Indebtedness	\$ 14,146.31	32.81	\$ 14,179.12

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	0.41%	-23.91
Grace	0.18%	-2.31
Deferment	11.88%	-14.41
Forbearance	16.46%	-3.66
		W.A. Time in Repayment (months)
Repayment	70.18%	96.32
Claims in Progress	0.84%	93.91
Claims Denied	0.05%	80.98
Total Weighted Average		66.01

(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	4,782,544.78	(31,272.84)	4,751,271.94
Reserve Amt Required	4,751,271.94	(31,675.31)	4,719,596.63
Debt Service 2007-1	17,513,963.06	(12,329,594.67)	5,184,368.39
Capitalized Interest Account	21,308,230.36	-	21,308,230.36
Capitalized Interest Account Required	-	-	-
Collection Fund	7,985,935.05	162,735.37	8,148,670.42
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	51,559,400.41	(12,198,534.61)	39,360,865.80

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	493,103,172.78	(6,370,692.58)	486,732,480.20
Capitalized Interest Fund	21,308,230.36	-	21,308,230.36
Debt Service Reserve	4,751,271.94	(31,675.32)	4,719,596.63
Debt Payment Account	22,698,235.92	(12,329,594.67)	10,368,641.25
Total Assets	541,860,911.00	(18,731,962.57)	523,128,948.44
Liabilities			
Note Outstanding Class A	447,048,031.43	(1,495,012.21)	445,553,019.21
Note Outstanding Class B	15,000,000.00	-	15,000,000.00
Bonds Outstanding 2007-1	63,870,000.00	(17,419,000.00)	46,451,000.00
Accrued Interest 2007-1	117,807.06	(48,988.48)	68,818.58
Total Liabilities	526,035,838.48	(18,963,000.69)	507,072,837.79
Class A Parity %	106.03%		106.31%
Total Parity %, Including Class B	103.01%		103.17%

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

CPR (constant pmt rate)

Current Lifetime	8.28%
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Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	483,919,325.34	100.00%	66,031	4,076,208.93
Total Portfolio	483,919,325.34		66,031	4,076,208.93

Portfolio by Loan Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	534	520	2,052,722.55	1,965,881.71	0.42%	0.41%	5.62	5.69	120.00	120.00	
Grace	236	214	927,605.27	859,300.69	0.19%	0.18%	5.63	5.52	119.85	119.83	
Repayment											
Current	40,455	39,906	294,379,480.91	292,688,726.27	60.05%	60.48%	4.55	4.54	163.15	163.36	
31-60 Days Delinquent	2,072	2,296	14,180,323.61	13,831,162.36	2.89%	2.86%	5.20	5.07	162.75	154.73	
61-90 Days Delinquent	945	1,142	6,779,308.69	7,621,853.51	1.38%	1.58%	5.24	5.33	172.65	156.26	
91-120 Days Delinquent	877	589	6,207,859.97	4,332,574.77	1.27%	0.90%	5.33	5.22	154.35	171.18	
121-180 Days Delinquent	1,436	1,208	9,503,801.99	7,902,263.70	1.94%	1.63%	5.17	5.32	171.39	160.14	
181-270 Days Delinquent	1,149	1,242	7,651,708.73	8,303,353.88	1.56%	1.72%	5.19	5.19	173.99	178.73	
271+ Days Delinquent	952	861	5,640,036.58	4,963,024.71	1.15%	1.03%	5.08	5.18	150.82	155.06	
Total Repayment	47,886	47,244	344,342,520.48	339,642,959.20	70.24%	70.19%	4.65	4.63	163.43	163.13	
Forbearance	8,564	8,269	80,467,171.83	79,658,581.35	16.41%	16.46%	5.27	5.32	185.71	188.51	
Deferment	9,045	8,925	58,612,410.36	57,490,904.63	11.96%	11.88%	4.86	4.89	171.02	171.18	
Claims in Progress	780	834	3,750,921.58	4,076,208.93	0.77%	0.84%	5.23	4.99	171.68	155.97	
Claims Denied	15	25	101,036.44	225,488.83	0.02%	0.05%	4.75	5.74	146.27	204.50	
Total Portfolio	67,060	66,031	490,254,388.51	483,919,325.34			4.78	4.79	167.79	167.97	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	40,455	39,905	294,379,480.91	292,660,836.99	85.49%	86.17%	4.55	4.54	163.15	163.36	
31-60 Days Delinquent	2,072	2,296	14,180,323.61	13,831,162.36	4.12%	4.07%	5.20	5.07	162.75	154.73	
61-90 Days Delinquent	945	1,142	6,779,308.69	7,621,853.51	1.97%	2.24%	5.24	5.33	172.65	156.26	
91-120 Days Delinquent	877	589	6,207,859.97	4,332,574.77	1.80%	1.28%	5.33	5.22	154.35	171.18	
121-180 Days Delinquent	1,436	1,208	9,503,801.99	7,902,263.70	2.76%	2.33%	5.17	5.32	171.39	160.14	
181-270 Days Delinquent	1,149	1,242	7,651,708.73	8,303,353.88	2.22%	2.44%	5.19	5.19	173.99	178.73	
271+ Days Delinquent	952	861	5,640,036.58	4,963,024.71	1.64%	1.46%	5.08	5.18	150.82	155.06	
Total Portfolio in Repayment	47,886	47,243	344,342,520.48	339,615,069.92			4.65	4.63	163.43	163.13	

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	12,921	12,811	147,068,021.72	145,530,625.87	30.00%	30.07%	4.58	4.58	182.59	182.36	
Unsubsidized Consolidation Loans	13,885	13,763	195,497,283.25	193,376,533.00	39.88%	39.96%	4.71	4.71	196.84	197.27	
Subsidized Stafford Loans	21,814	21,392	60,432,949.43	59,235,330.96	12.33%	12.24%	4.74	4.74	107.93	107.78	
Unsubsidized Stafford Loans	16,679	16,350	73,924,200.40	72,661,992.39	15.08%	15.02%	4.89	4.90	119.84	119.70	
Grad PLUS Loans	1,707	1,662	13,150,934.77	12,937,541.15	2.68%	2.67%	7.78	7.80	115.99	115.87	
Other Loans	54	53	180,998.94	177,301.97	0.04%	0.04%	3.32	3.32	97.03	96.92	
Total Balance	67,060	66,031	490,254,388.51	483,919,325.34			4.78	4.79	167.79	167.97	

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	41,844	41,106	323,243,804.63	318,854,506.06	65.93%	65.89%	4.69	4.69	166.45	166.13	
2-Year Loans	10,842	10,643	41,716,748.40	41,052,683.57	8.51%	8.48%	4.78	4.78	133.18	133.46	
Proprietary / Technical / Vocational Loans	14,323	14,231	124,933,509.81	123,653,939.39	25.48%	25.55%	5.04	5.04	182.86	184.24	
Unknown (Consolidation) Loans	-	-	-	-	0.00%	0.00%	-	-	-	-	
Other	51	51	360,325.67	358,196.32	0.07%	0.07%	4.25	4.25	148.61	147.95	
Total Portfolio	67,060	66,031	490,254,388.51	483,919,325.34			4.78	4.79	167.79	167.97	

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	3,615	3,527	13,188,095.69	12,980,836.92	2.69%	2.68%	2.9980
1ML Loans	63,445	62,504	477,066,292.82	470,938,488.42	97.31%	97.32%	2.5243
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	67,060	66,031	490,254,388.51	483,919,325.34			2.5370

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

Distribution Date	4/25/2014
Collection Period	3/31/2014

Collection Account Activity ^a	
Collection Amount Received	\$ 6,247,051.42
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	31,675.31
Interest on Investment Earnings	2,125.80
Capitalized Interest Account (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,867,817.89
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	\$ 8,148,670.42

(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	3/31/2014
Indenture Trustee Fees	-
Servicing Fees	92,082.85
Administration Fees	79,574.45
Consolidation Rebate Fees	297,987.45
Other Fees	-
Total Fees	\$ 469,644.75

Cumulative Default Rate	3/31/2014
Current Period's Defaults (\$)	2,044,714.89
Cumulative Defaults (\$)	248,573,698.88
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	51.67%
Current period payments (recoveries) from Guarantor (\$)	1,867,817.89
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	252,371,082.72
Cumulative Recovery Rate (%) ^b	101.53%
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		8,148,670.42
First: Deposits to Department Reserve Fund	786,948.21	7,361,722.22
Second: Trustee Fees due	-	7,361,722.22
Third: Servicing Fee due	92,082.85	7,269,639.37
Fourth: Administration Fees due	79,574.45	7,190,064.92
Fifth: Interest Distribution on Senior Notes or Obligations		
1. 2007 Debt Service Amount		
> 1/3 of 2007 Bonds Interest Distribution Amount	22,939.53	
> Any 2007 Bonds Interest Remaining unpaid	-	
	<u>22,939.53</u>	7,167,125.39
2. 2012-1 A Interest Distribution	463,579.72	
Total Interest Distribution on Senior Notes or Obligations	<u>463,579.72</u>	6,703,545.67
Sixth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	6,703,545.67
Seventh: 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	47,200.12	6,656,345.55
Eighth: Debt Service Fund replenishment	-	6,656,345.55
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	5,161,333.33	1,495,012.21
Tenth: Payments to Noteholders for 2012 A and 2012 B Notes	1,495,012.21	-
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	463,579.72	47,200.12	22,939.53	533,719.37
Periodic Interest Paid	463,579.72	47,200.12	22,939.53	533,719.37
Interest Excess/(Shortfall)	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	1,495,012.21	-	5,161,333.33	6,656,345.55
Periodic Principal Paid	1,495,012.21	-	5,161,333.33	6,656,345.55
Excess/(Shortfall)	-	-	-	-
Total Distribution Amount	1,958,591.94	47,200.12	5,184,272.86	7,190,064.92

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

ASSETS

Cash	\$ 40,825,622.27
Assets Held by Trustee	
Investments	1,073.14
Student Loans Receivable, Net	476,946,553.54
Accrued Interest Receivable	7,844,605.82
Other Receivables	187,426.90
Bond Issue Costs	2,848,155.77
Prepaid and Deferred Expenses	14,227.96
	<hr/>
Total Assets	<u><u>\$ 528,667,665.40</u></u>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 508,499,031.43
Discount on Notes Payable, Net	(5,967,238.48)
Accrued Interest Payable	137,258.71
Other Accounts Payable & Accrued Expenses	469,644.75
	<hr/>
Total Liabilities	<u><u>\$ 503,138,696.41</u></u>
Net Assets	<u><u>\$ 25,528,968.99</u></u>
Total Liabilities and Net Assets	<u><u>\$ 528,667,665.40</u></u>

2003FL Indenture

3-1-2014 - 3-31-2014

A. Student Loan Principal Collection Activity	
i. Regular Principal Collections	(2,893,566.02)
ii. Principal Collections from Guarantor	(1,811,619.12)
iii. Paydown due to Loan Consolidation	(2,322,412.79)
iv. Principal Collections from Schools	3,607.93
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(7,023,990.00)
B. Student Loan Non-Cash Principal Activity	
i. Principal Realized Losses - Claim Write-Offs	(1,149.53)
ii. Principal Realized Losses - Other	(13,220.94)
iii. Other Adjustments	636.04
iv. Capitalized Interest	396,788.33
v. Total Non-Cash Principal Activity	383,053.90
C. Student Loan Principal Additions	
i. New Loan Additions	-
ii. Total Principal Additions	-
D. Total Student Loan Principal Activity (Aviii + Bv + Cii)	
	(6,640,936.10)
E. Student Loan Interest Activity	
i. Regular Interest Collections	(955,806.92)
ii. Interest Claims Received from Guarantors	(56,198.77)
iii. Late Fees & Other	(2,046.77)
iv. Interest due to Loan Consolidation	(60,085.60)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	472,688.55
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(601,449.51)
F. Student Loan Non-Cash Interest Activity	
i. Interest Losses - Claim Write-offs	(42,604.10)
ii. Interest Losses - Other	(12,771.42)
iii. Other Adjustments	-58.55
iv. Capitalized Interest	(396,788.33)
v. Interest Accrual	1,832,678.62
vi. Total Non-Cash Interest Adjustments	1,380,456.22
G. Student Loan Interest Additions	
i. New Loan Additions	-
ii. Total Interest Additions	-
H. Total Student Loan Interest Activity (Eix + Fvi + Gii)	
	779,006.71
I. Defaults Paid this Period (Aii + Eii)	(1,867,817.89)
J. Cumulative Defaults Paid to Date	(252,371,082.72)
K. Interest Expected to be Capitalized	
Interest Expected to be Capitalized - Beginning (III - A-ii)	6,166,737.75
Interest Capitalized into Principal During Collection Period (B-iv)	396,788.33
Change in Interest Expected to be Capitalized	(90,915.40)
Interest Expected to be Capitalized - Ending (III - A-ii)	6,472,610.68

2003FL Indenture

	3-1-2014 - 3-31-2014	
A. Principal Collections		
i. Principal Payments Received - Cash	\$	4,701,577.21
ii. Principal Received from Loans Consolidated		2,322,412.79
iii. Total Principal Collections	\$	7,023,990.00
B. Interest Collections		
i. Interest Payments Received - Cash	\$	1,012,005.69
ii. Interest Received from Loans Consolidated		60,085.60
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(472,688.55)
iv. Late Fees & Other		2,046.77
v. Total Interest Collections	\$	601,449.51
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings	\$	2,125.80
F. Total Cash Receipts during Collection Period	\$	7,627,565.31