

Student Loan Backed Reporting - FFELP
Monthly/Quarterly Distribution Report

Issuer	Educational Funding of the South, Inc.
Deal Name	2003FL Indenture
Distribution Date	9/25/2014
Collection Period	8/31/2014
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	1.20500%	0.15500%	1.05000%		511,000,000.00	436,728,484.27	453,160.61	1,105,019.74	435,623,464.53	90.46%	Monthly	3/25/2036
2012FL B	28148WAE3	3.65500%	0.15500%	3.50000%		15,000,000.00	15,000,000.00	47,209.81	-	15,000,000.00	3.11%	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	30,967,000.00	45,690.26	-	30,967,000.00	6.43%	Quarterly	9/1/2017
Total						1,161,000,000.00	482,695,484.27	546,060.68	1,105,019.74	481,590,464.53	100.00%		

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

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	449,107,183.16	(6,097,766.59)	443,009,416.57
Accrued Interest to be Capitalized	6,408,477.70	8,437.81	6,416,915.51
Total Pool Balance	455,515,660.86	(6,089,328.78)	449,426,332.08
Weighted Average Coupon (WAC)	4.78	(0.00)	4.78
Weighted Average Maturity (WAM)	167.64	(0.24)	167.40
Number of Loans	61,665	(965)	60,700
Number of Borrowers	31,890	(497)	31,393
Average Loan Balance	\$ 7,386.94	17.12	\$ 7,404.06
Average Borrower Indebtedness	\$ 14,283.97	32.16	\$ 14,316.13

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	0.35%	-23.78
Grace	0.13%	-2.20
Deferment	11.22%	-14.73
Forbearance	17.22%	-3.59
		W.A. Time in Repayment (months)
Repayment	70.51%	101.15
Claims in Progress	0.53%	94.45
Claims Denied	0.04%	85.52
Total Weighted Average		69.50

(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	4,608,923.30	(31,345.00)	4,577,578.30
Reserve Amt Required	4,577,578.30	(30,446.64)	4,547,131.66
Debt Service 2007-1	10,353,222.37	5,176,563.42	15,529,785.79
Capitalized Interest Account	21,308,230.36	-	21,308,230.36
Capitalized Interest Account Required	-	-	-
Collection Fund	7,898,080.86	(216,115.70)	7,681,965.16
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	44,137,111.89	4,930,001.08	49,067,112.97

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	458,283,450.79	(6,020,690.98)	452,262,759.81
Capitalized Interest Fund	21,308,230.36	-	21,308,230.36
Debt Service Reserve	4,577,578.30	(30,446.64)	4,547,131.66
Debt Payment Account	15,529,785.79	5,168,529.90	20,698,315.69
Total Assets	499,699,045.24	(882,607.72)	498,816,437.52
Liabilities			
Note Outstanding Class A	436,728,484.27	(1,105,019.74)	435,623,464.53
Note Outstanding Class B	15,000,000.00	-	15,000,000.00
Bonds Outstanding 2007-1	30,967,000.00	-	30,967,000.00
Accrued Interest 2007-1	45,690.26	-	45,690.26
Total Liabilities	482,741,174.53	(1,105,019.74)	481,636,154.79
Class A Parity %	106.83%		106.90%
Total Parity %, Including Class B	103.51%		103.57%

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

CPR (constant pmt rate)

Current Lifetime	8.76%
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Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	449,426,332.08	100.00%	60,700	2,383,211.63
Total Portfolio	449,426,332.08		60,700	2,383,211.63

Portfolio by Loan Status												
	# of Loans		Pool Balance		% of Balance		WAC		WARM			
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending		
In School	426	411	1,652,821.86	1,568,214.62	0.36%	0.35%	5.66	5.75	120.00	120.00		
Grace	131	142	551,761.05	603,725.57	0.12%	0.13%	5.53	5.17	119.52	119.66		
Repayment												
Current	38,230	37,319	279,145,144.14	273,579,339.02	61.28%	60.87%	4.54	4.54	162.30	162.86		
31-60 Days Delinquent	1,961	1,910	13,398,628.75	13,847,329.08	2.94%	3.08%	4.84	4.98	164.91	164.94		
61-90 Days Delinquent	1,116	1,227	7,332,345.13	8,294,324.84	1.61%	1.85%	5.12	5.02	159.70	161.00		
91-120 Days Delinquent	751	762	4,930,583.46	4,877,993.89	1.08%	1.09%	5.21	5.05	148.31	163.44		
121-180 Days Delinquent	1,241	1,124	7,848,655.31	7,414,649.93	1.72%	1.65%	5.16	5.19	150.26	153.09		
181-270 Days Delinquent	810	965	5,651,450.67	5,847,142.32	1.24%	1.30%	5.46	5.15	151.75	144.41		
271+ Days Delinquent	504	431	3,028,927.28	3,035,083.65	0.66%	0.68%	5.04	5.38	161.60	157.29		
Total Repayment	44,613	43,738	321,335,734.74	316,895,862.73	70.54%	70.51%	4.62	4.61	161.65	162.29		
Forbearance	7,775	7,855	78,321,503.08	77,373,199.93	17.19%	17.22%	5.32	5.32	190.08	186.66		
Deferment	7,979	7,877	51,146,133.57	50,440,232.81	11.23%	11.22%	4.92	4.93	173.33	172.16		
Claims in Progress	715	651	2,353,988.08	2,383,211.63	0.52%	0.53%	4.92	5.27	162.97	167.06		
Claims Denied	26	26	153,718.48	161,884.79	0.03%	0.04%	4.82	5.01	131.31	128.67		
Total Portfolio	61,665	60,700	455,515,660.86	449,426,332.08			4.78	4.78	167.64	167.40		

Delinquency Status												
	# of Loans		Pool Balance		% of Balance		WAC		WARM			
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending		
Current	38,230	37,319	279,145,144.14	273,579,339.02	86.87%	86.33%	4.54	4.54	162.30	162.86		
31-60 Days Delinquent	1,961	1,910	13,398,628.75	13,847,329.08	4.17%	4.37%	4.84	4.98	164.91	164.94		
61-90 Days Delinquent	1,116	1,227	7,332,345.13	8,294,324.84	2.28%	2.62%	5.12	5.02	159.70	161.00		
91-120 Days Delinquent	751	762	4,930,583.46	4,877,993.89	1.53%	1.54%	5.21	5.05	148.31	163.44		
121-180 Days Delinquent	1,241	1,124	7,848,655.31	7,414,649.93	2.44%	2.34%	5.16	5.19	150.26	153.09		
181-270 Days Delinquent	810	965	5,651,450.67	5,847,142.32	1.76%	1.85%	5.46	5.15	151.75	144.41		
271+ Days Delinquent	504	431	3,028,927.28	3,035,083.65	0.94%	0.96%	5.04	5.38	161.60	157.29		
Total Portfolio in Repayment	44,613	43,738	321,335,734.74	316,895,862.73			4.62	4.61	161.65	162.29		

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	12,332	12,214	138,487,996.39	136,928,305.39	30.40%	30.47%	4.57	4.57	180.60	179.92		
Unsubsidized Consolidation Loans	13,227	13,116	184,670,804.37	182,964,763.07	40.54%	40.71%	4.70	4.70	195.71	195.22		
Subsidized Stafford Loans	19,556	19,165	53,725,219.22	52,588,437.53	11.79%	11.70%	4.74	4.75	107.24	107.28		
Unsubsidized Stafford Loans	14,991	14,681	66,616,875.67	65,110,448.84	14.62%	14.49%	4.91	4.91	120.50	120.38		
Grad PLUS Loans	1,512	1,477	11,845,140.05	11,664,825.01	2.60%	2.60%	7.84	7.85	118.75	118.54		
Other Loans	47	47	169,625.16	169,552.24	0.04%	0.04%	3.29	3.29	97.96	98.82		
Total Balance	61,665	60,700	455,515,660.86	449,426,332.08			4.78	4.78	167.64	167.40		

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	38,553	37,866	301,189,409.47	296,842,159.69	66.12%	66.00%	4.68	4.68	165.97	165.95		
2-Year Loans	9,686	9,486	36,815,710.34	36,347,065.02	8.08%	8.09%	4.79	4.79	131.85	132.03		
Proprietary / Technical / Vocational Loans	7,296	7,273	32,812,003.64	32,662,109.01	7.20%	7.27%	4.84	4.84	132.86	132.33		
Unknown (Consolidation) Loans	6,084	6,029	84,386,041.07	83,463,810.68	18.53%	18.57%	5.09	5.08	202.88	201.81		
Other	46	46	312,496.34	311,187.68	0.07%	0.07%	4.38	4.38	133.64	133.05		
Total Portfolio	61,665	60,700	455,515,660.86	449,426,332.08			4.78	4.78	167.64	167.40		

4

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	3,201	3,122	11,774,692.27	11,635,540.99	2.58%	2.59%	2.9923
1ML Loans	58,464	57,578	443,740,968.59	437,790,791.09	97.42%	97.41%	2.5309
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	61,665	60,700	455,515,660.86	449,426,332.08			2.5429

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

Distribution Date	9/25/2014
Collection Period	8/31/2014

Collection Account Activity ^a	
Collection Amount Received	\$ 6,191,423.32
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	30,446.64
Interest on Investment Earnings	2,689.72
Capitalized Interest Account (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,457,405.48
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	\$ 7,681,965.16

(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	8/31/2014
Indenture Trustee Fees	-
Servicing Fees	93,717.57
Administration Fees	73,834.90
Consolidation Rebate Fees	281,334.45
Other Fees	-
Total Fees	\$ 448,886.92

Cumulative Default Rate	8/31/2014
Current Period's Defaults (\$)	1,867,178.03
Cumulative Defaults (\$)	256,794,330.56
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	57.42%
Current period payments (recoveries) from Guarantor (\$)	1,457,405.48
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	261,707,558.80
Cumulative Recovery Rate (%) ^d	101.91%
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		7,681,965.16
First: Deposits to Department Reserve Fund	740,492.63	6,941,472.53
Second: Trustee Fees due	-	6,941,472.53
Third: Servicing Fee due	93,717.57	6,847,754.96
Fourth: Administration Fees due	73,834.90	6,773,920.06
Fifth: Interest Distribution on Senior Notes or Obligations		
1. 2007 Debt Service Amount		
> 1/3 of 2007 Bonds Interest Distribution Amount	7,529.90	
> Any 2007 Bonds Interest Remaining unpaid	-	
	7,529.90	6,766,390.16
2. 2012-1 A Interest Distribution	453,160.61	
Total Interest Distribution on Senior Notes or Obligations	453,160.61	6,313,229.55
Sixth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	6,313,229.55
Seventh: 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	47,209.81	6,266,019.74
Eight: Debt Service Fund replenishment	-	6,266,019.74
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	1,105,019.74
Tenth: Payments to Noteholders for 2012 A and 2012 B Notes	1,105,019.74	-
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	453,160.61	47,209.81	7,529.90	507,900.32
Periodic Interest Paid	453,160.61	47,209.81	7,529.90	507,900.32
Interest Excess/(Shortfall)	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	1,105,019.74	-	5,161,000.00	6,266,019.74
Periodic Principal Paid	1,105,019.74	-	5,161,000.00	6,266,019.74
Excess/(Shortfall)	-	-	-	-
Total Distribution Amount	1,558,180.35	47,209.81	5,168,529.90	6,773,920.06

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

ASSETS

Cash	\$	49,982,739.62
Assets Held by Trustee		
Investments		2,689.72
Student Loans Receivable, Net		442,509,255.45
Accrued Interest Receivable		8,355,943.95
Other Receivables		154,364.10
Bond Issue Costs		2,794,591.67
Prepaid and Deferred Expenses		29,936.59
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Total Assets	\$	503,829,521.10
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LIABILITIES AND NET ASSETS

Notes Payable, Net	\$	482,695,484.27
Discount on Notes Payable, Net		(5,853,792.88)
Accrued Interest Payable		158,171.14
Other Accounts Payable & Accrued Expenses		448,886.92
		<hr/>
Total Liabilities	\$	477,448,749.45
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Net Assets	\$	26,380,771.65
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Total Liabilities and Net Assets	\$	503,829,521.10
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2003FL Indenture

IV. Transactions for the Time Period

8-1-2014 - 8-31-2014

A. Student Loan Principal Collection Activity

i. Regular Principal Collections	(2,280,365.25)
ii. Principal Collections from Guarantor	(1,422,969.54)
iii. Paydown due to Loan Consolidation	(2,870,470.05)
iv. Principal Collections from Schools	(9,138.58)
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(6,582,943.42)

B. Student Loan Non-Cash Principal Activity

i. Principal Realized Losses - Claim Write-Offs	(851.02)
ii. Principal Realized Losses - Other	(10,145.90)
iii. Other Adjustments	(1,592.17)
iv. Capitalized Interest	497,765.92
v. Total Non-Cash Principal Activity	485,176.83

C. Student Loan Principal Additions

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

D. Total Student Loan Principal Activity (Aviii + Bv + Cii) (6,097,766.59)

E. Student Loan Interest Activity

i. Regular Interest Collections	(898,995.66)
ii. Interest Claims Received from Guarantors	(34,435.94)
iii. Late Fees & Other	(9,327.74)
iv. Interest due to Loan Consolidation	(118,700.75)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	444,938.72
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(616,521.37)

F. Student Loan Non-Cash Interest Activity

i. Interest Losses - Claim Write-offs	(27,929.41)
ii. Interest Losses - Other	(10,355.22)
iii. Other Adjustments b.	(463.89)
iv. Capitalized Interest	(497,765.92)
v. Interest Accrual	1,701,094.27
vi. Total Non-Cash Interest Adjustments	1,164,579.83

G. Student Loan Interest Additions

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

H. Total Student Loan Interest Activity (Eviii + Fvi + Gii) 548,058.46

I. Defaults Paid this Period (Aii + Eii) (1,457,405.48)

J. Cumulative Defaults Paid to Date (261,707,558.80)

K. Interest Expected to be Capitalized

Interest Expected to be Capitalized - Beginning (III - A-ii)	6,408,477.70
Interest Capitalized into Principal During Collection Period (B-iv)	497,765.92
Change in Interest Expected to be Capitalized	489,328.11
Interest Expected to be Capitalized - Ending (III - A-ii)	6,416,915.51

2003FL Indenture

8-1-2014 - 8-31-2014		
A. Principal Collections		
i. Principal Payments Received - Cash	\$	3,712,473.37
ii. Principal Received from Loans Consolidated		2,870,470.05
iii. Total Principal Collections	\$	6,582,943.42
B. Interest Collections		
i. Interest Payments Received - Cash	\$	933,431.60
ii. Interest Received from Loans Consolidated		118,700.75
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(444,938.72)
iv. Late Fees & Other		9,327.74
v. Total Interest Collections	\$	616,521.37
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings	\$	2,689.72
F. Total Cash Receipts during Collection Period	\$	7,202,154.51