

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

<b>Issuer</b>	Educational Funding of the South, Inc.
<b>Deal Name</b>	2003FL Indenture
<b>Distribution Date</b>	9/25/2015
<b>Collection Period</b>	8/31/2015
<b>Contact Name</b>	Ken Mann
<b>Contact Number</b>	865-824-3054
<b>Contact Email</b>	<a href="mailto:kmann@edsouth.org">kmann@edsouth.org</a>
<b>Website</b>	<a href="http://www.edsouth.org">www.edsouth.org</a>

**Notes/Bonds - Group I (FFELP)**

Class	CUSIP	Rate	Index	Margin	Auction Status	Original Balance	Beg Princ Bal	Interest Accrual	Principal Paid	End Princ Bal <sup>a</sup>	% of Securities	Payment Frequency	Maturity
2012FL A	28148WAD5	1.24940%	0.19940%	1.05000%		511,000,000.00	365,138,246.14	392,837.03	4,006,463.77	361,131,782.37	96.01%	Monthly	3/25/2036
2012FL B	28148WAE3	3.69940%	0.19940%	3.50000%		15,000,000.00	15,000,000.00	47,783.30	-	15,000,000.00	3.99%	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	-	-	-	-	0.00%	Quarterly	9/1/2017
<b>Total</b>						<b>1,161,000,000.00</b>	<b>380,138,246.14</b>	<b>440,620.33</b>	<b>4,006,463.77</b>	<b>376,131,782.37</b>	<b>100.00%</b>		

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

**Portfolio Summary**

	Beg Balance	Activity	End Balance
Principal Balance	389,541,029.39	(3,751,457.18)	385,789,572.21
Accrued Interest to be Capitalized	5,299,766.43	(108,638.71)	5,191,127.72
<b>Total Pool Balance</b>	<b>394,840,795.82</b>	<b>(3,860,095.89)</b>	<b>390,980,699.93</b>
Weighted Average Coupon (WAC)	4.77	0.01	4.78
Weighted Average Maturity (WAM)	164.51	(0.24)	164.27
Number of Loans	52,505	(643)	51,862
Number of Borrowers	27,077	(338)	26,739
Average Loan Balance	\$ 7,520.06	18.81	\$ 7,538.87
Average Borrower Indebtedness	\$ 14,582.15	39.96	\$ 14,622.11

**Weighted Average Payments Made**

	% of Pool	W.A. Time until Repayment (months) <sup>(a)</sup> <i>(should include grace period)</i>
In School	0.23%	-23.77
Grace	0.07%	-2.72
Deferment	9.42%	-15.49
Forbearance	16.49%	-2.88
		<b>W.A. Time in Repayment (months)</b>
Repayment	73.19%	113.02
Claims in Progress	0.58%	115.06
Claims Denied	0.03%	107.37
<b>Total Weighted Average</b>		<b>81.42</b>

(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	1,994,841.40	(20,637.42)	1,974,203.98
Reserve Amt Required	1,974,203.98	(19,300.48)	1,954,903.50
Debt Service 2007-1	-	-	-
Capitalized Interest Account	-	-	-
Capitalized Interest Account Required	-	-	-
Collection Fund	5,577,616.24	(328,830.89)	5,248,785.35
Acquisition Account	-	-	-
Interest Account	-	-	-
<b>Total Accounts Balance</b>	<b>7,551,820.22</b>	<b>(348,131.37)</b>	<b>7,203,688.85</b>

**Balance Sheet and Parity**

	Beg Balance	Activity	End Balance
<b>Assets</b>			
Pool Balance <sup>a</sup>	397,636,494.15	(3,789,219.58)	393,847,274.57
Capitalized Interest Fund	-	-	-
Debt Service Reserve	1,974,203.98	(19,300.48)	1,954,903.50
Debt Payment Account	-	-	-
<b>Total Assets</b>	<b>399,610,698.13</b>	<b>(3,808,520.06)</b>	<b>395,802,178.07</b>
<b>Liabilities</b>			
Note Outstanding Class A	365,138,246.14	(4,006,463.77)	361,131,782.37
Note Outstanding Class B	15,000,000.00	-	15,000,000.00
Bonds Outstanding 2007-1	-	-	-
Accrued Interest 2007-1	-	-	-
<b>Total Liabilities</b>	<b>380,138,246.14</b>	<b>(4,006,463.77)</b>	<b>376,131,782.37</b>
Class A Parity %	109.44%		109.60%
Total Parity %, including Class B	105.12%		105.23%

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

**CPR (constant pmt rate)**

Current Lifetime	8.05%
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**Servicer Balance**

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	390,980,699.93	100.00%	51,862	2,260,568.60
<b>Total Portfolio</b>	<b>390,980,699.93</b>		<b>51,862</b>	<b>2,260,568.60</b>

Portfolio by Loan Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	228	218	963,195.27	910,621.45	0.24%	0.23%	5.85	5.83	120.00	120.00	
Grace	67	70	254,473.27	258,271.59	0.06%	0.07%	6.06	6.44	119.84	119.42	
Repayment											
Current	34,422	33,970	253,559,213.71	248,584,004.04	64.22%	63.58%	4.56	4.56	157.73	157.35	
31-60 Days Delinquent	1,424	1,529	10,872,520.32	12,026,331.04	2.75%	3.08%	5.22	5.21	164.37	166.75	
61-90 Days Delinquent	911	861	6,641,019.53	6,567,574.82	1.68%	1.68%	5.07	5.36	163.33	160.76	
91-120 Days Delinquent	616	607	4,872,375.75	4,765,316.41	1.23%	1.22%	5.27	4.98	170.69	169.12	
121-180 Days Delinquent	838	777	5,336,535.26	5,809,386.94	1.35%	1.49%	5.00	5.22	160.78	174.33	
181-270 Days Delinquent	852	920	5,499,501.12	5,617,228.01	1.39%	1.44%	4.96	5.07	147.87	140.42	
271+ Days Delinquent	441	404	2,974,688.94	2,782,886.82	0.75%	0.71%	4.95	5.33	150.43	146.68	
Total Repayment	39,504	39,068	289,755,854.63	286,152,728.08	73.39%	73.19%	4.63	4.64	158.12	157.93	
Forbearance	6,438	6,525	63,103,240.08	64,456,208.39	15.98%	16.49%	5.31	5.27	189.07	187.38	
Deferment	5,844	5,547	38,724,086.77	36,840,512.02	9.81%	9.42%	4.95	4.95	174.22	174.04	
Claims in Progress	409	419	1,938,440.77	2,260,568.60	0.49%	0.58%	4.76	4.59	156.54	174.74	
Claims Denied	15	15	101,505.03	101,789.80	0.03%	0.03%	4.25	4.25	129.83	120.79	
<b>Total Portfolio</b>	<b>52,505</b>	<b>51,862</b>	<b>394,840,795.82</b>	<b>390,980,699.93</b>			<b>4.77</b>	<b>4.78</b>	<b>164.51</b>	<b>164.27</b>	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	34,422	33,970	253,559,213.71	248,584,004.04	87.51%	86.87%	4.56	4.56	157.73	157.35	
31-60 Days Delinquent	1,424	1,529	10,872,520.32	12,026,331.04	3.75%	4.20%	5.22	5.21	164.37	166.75	
61-90 Days Delinquent	911	861	6,641,019.53	6,567,574.82	2.29%	2.30%	5.07	5.36	163.33	160.76	
91-120 Days Delinquent	616	607	4,872,375.75	4,765,316.41	1.68%	1.67%	5.27	4.98	170.69	169.12	
121-180 Days Delinquent	838	777	5,336,535.26	5,809,386.94	1.84%	2.03%	5.00	5.22	160.78	174.33	
181-270 Days Delinquent	852	920	5,499,501.12	5,617,228.01	1.90%	1.96%	4.96	5.07	147.87	140.42	
271+ Days Delinquent	441	404	2,974,688.94	2,782,886.82	1.03%	0.97%	4.95	5.33	150.43	146.68	
<b>Total Portfolio in Repayment</b>	<b>39,504</b>	<b>39,068</b>	<b>289,755,854.63</b>	<b>286,152,728.08</b>			<b>4.63</b>	<b>4.64</b>	<b>158.12</b>	<b>157.93</b>	

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	11,113	11,027	122,101,399.01	121,116,770.72	30.92%	30.98%	4.57	4.57	174.13	173.55	
Unsubsidized Consolidation Loans	11,968	11,871	165,142,535.06	163,835,978.18	41.83%	41.90%	4.71	4.71	189.59	189.03	
Subsidized Stafford Loans	15,955	15,703	43,225,161.19	42,472,905.77	10.95%	10.86%	4.74	4.74	107.04	107.14	
Unsubsidized Stafford Loans	12,311	12,119	54,699,890.25	53,977,057.32	13.85%	13.81%	4.92	4.92	120.00	120.39	
Grad PLUS Loans	1,127	1,111	9,560,323.14	9,456,501.44	2.42%	2.42%	7.90	7.91	123.45	124.14	
Other Loans	31	31	121,487.17	121,486.60	0.03%	0.03%	3.48	3.48	135.18	134.70	
<b>Total Balance</b>	<b>52,505</b>	<b>51,862</b>	<b>394,840,795.82</b>	<b>390,980,699.93</b>			<b>4.77</b>	<b>4.78</b>	<b>164.51</b>	<b>164.27</b>	

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	32,743	32,266	259,594,786.37	256,823,376.04	65.75%	65.64%	4.67	4.67	163.53	163.37	
2-Year Loans	7,933	7,844	31,017,778.78	30,684,336.94	7.86%	7.85%	4.81	4.80	131.20	131.15	
Proprietary / Technical / Vocational Loans	6,332	6,295	28,525,237.46	28,482,615.09	7.22%	7.28%	4.86	4.85	131.62	131.28	
Unknown (Consolidation) Loans	5,452	5,412	75,409,085.36	74,896,908.35	19.10%	19.16%	5.10	5.10	194.19	193.63	
Other	45	45	293,907.85	293,463.51	0.07%	0.08%	4.39	4.39	128.32	127.60	
<b>Total Portfolio</b>	<b>52,505</b>	<b>51,862</b>	<b>394,840,795.82</b>	<b>390,980,699.93</b>			<b>4.77</b>	<b>4.78</b>	<b>164.51</b>	<b>164.27</b>	

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	2,566	2,510	10,184,335.37	10,023,612.11	2.58%	2.56%	3.0095
1ML Loans	49,939	49,352	384,656,460.45	380,957,087.82	97.42%	97.44%	2.5412
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
<b>Total Pool Balance</b>	<b>52,505</b>	<b>51,862</b>	<b>394,840,795.82</b>	<b>390,980,699.93</b>			<b>2.5532</b>

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

<b>Distribution Date</b>	9/25/2015
<b>Collection Period</b>	8/31/2015

<b>Collection Account Activity<sup>a</sup></b>	
Collection Amount Received	\$ 4,087,963.51
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	19,300.48
Interest on Investment Earnings	782.26
Capitalized Interest Fund (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,140,739.10
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	
<b>Total Available Funds</b>	<b>\$ 5,248,785.35</b>

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

<b>Fees Due for Current Period</b>	<b>8/31/2015</b>
Indenture Trustee Fees	26,922.14
Servicing Fees	72,701.53
Administration Fees	64,298.26
Consolidation Rebate Fees	250,814.91
Other Fees	-
<b>Total Fees</b>	<b>\$ 414,736.84</b>

<b>Cumulative Default Rate</b>	<b>8/31/2015</b>
Current Period's Defaults (\$)	1,426,449.76
Cumulative Defaults (\$)	274,319,521.57
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	70.37%
Current period payments (recoveries) from Guarantor (\$)	1,140,739.10
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) <sup>a</sup>	277,212,363.31
Cumulative Recovery Rate (%) <sup>d</sup>	101.05%
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**

<b>Waterfall for Distribution (in accordance with Transaction - specific documents)</b>	<b>Amount Due</b>	<b>Amount Remaining</b>
<b>Total Available Funds</b>		5,248,785.35
<b>First:</b> Deposits to Department Reserve Fund	637,779.32	4,611,006.03
<b>Second:</b> Trustee Fees due	26,922.14	4,584,083.89
<b>Third:</b> Servicing Fee due	72,701.53	4,511,382.36
<b>Fourth:</b> Administration Fees due	64,298.26	4,447,084.10
<b>Fifth:</b> 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	-	4,447,084.10
2. 2012-1 A Interest Distribution	392,837.03	
Total Interest Distribution on Senior Notes or Obligations	392,837.03	4,054,247.07
<b>Sixth:</b> To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	4,054,247.07
<b>Seventh:</b> 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	47,783.30	4,006,463.77
<b>Eight:</b> Debt Service Fund replenishment	-	4,006,463.77
<b>Ninth:</b> 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	-	4,006,463.77
<b>Tenth:</b> Payments to Noteholders for 2012 A and 2012 B Notes	4,006,463.77	-
<b>Eleventh:</b> Class B Carryover Amount	-	-
<b>Twelfth:</b> Release to Issuer	-	-

<b>Principal and Interest Distributions</b>	<b>2012-1 A</b>	<b>2012-1 B</b>	<b>TOTAL</b>
Periodic Interest Due	392,837.03	47,783.30	440,620.33
Periodic Interest Paid	392,837.03	47,783.30	440,620.33
Interest Excess/(Shortfall)	-	-	-
Interest Carryover Due	-	-	-
Interest Carryover Paid	-	-	-
Interest Carryover	-	-	-
Periodic Principal Distribution Amount	4,006,463.77	-	4,006,463.77
Periodic Principal Paid	4,006,463.77	-	4,006,463.77
Excess/(Shortfall)	-	-	-
<b>Total Distribution Amount</b>	<b>4,399,300.80</b>	<b>47,783.30</b>	<b>4,447,084.10</b>

**Educational Funding of the South, Inc**  
**2003FL Indenture**  
**Balance Sheet**  
**August 31, 2015**  
**(Unaudited)**

**ASSETS**

Cash	\$	7,976,835.41
Assets Held by Trustee		
Investments		2,300.26
Student Loans Receivable, Net		385,308,160.43
Accrued Interest Receivable		7,300,986.48
Other Receivables		117,604.46
Bond Issue Costs		2,666,037.83
Prepaid and Deferred Expenses		(2,243.55)
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<b>Total Assets</b>	<b>\$</b>	<b>403,369,681.32</b>
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**LIABILITIES AND NET ASSETS**

Notes Payable, Net	\$	380,138,246.14
Discount on Notes Payable, Net		(5,581,523.44)
Accrued Interest Payable		99,488.46
Other Accounts Payable & Accrued Expenses		414,736.84
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<b>Total Liabilities</b>	<b>\$</b>	<b>375,070,948.00</b>
		<hr/> <hr/>
<b>Net Assets</b>	<b>\$</b>	<b>28,298,733.32</b>
		<hr/> <hr/>
<b>Total Liabilities and Net Assets</b>	<b>\$</b>	<b>403,369,681.32</b>
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## IV. Transactions for the Time Period

8-1-2015 - 8-31-2015

## A. Student Loan Principal Collection Activity

i. Regular Principal Collections	(2,249,347.97)
ii. Principal Collections from Guarantor	(1,109,699.55)
iii. Paydown due to Loan Consolidation	(1,003,278.68)
iv. Principal Collections from Schools	997.48
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
<b>viii. Total Principal Collections</b>	<b>(4,361,328.72)</b>

## B. Student Loan Non-Cash Principal Activity

i. Principal Realized Losses - Claim Write-Offs	(608.30)
ii. Principal Realized Losses - Other	(2,753.50)
iii. Other Adjustments	719.16
iv. Capitalized Interest	612,514.18
<b>v. Total Non-Cash Principal Activity</b>	<b>609,871.54</b>

## C. Student Loan Principal Additions

i. New Loan Additions \$ -	-
<b>ii. Total Principal Additions \$ -</b>	<b>-</b>

**D. Total Student Loan Principal Activity (Aviii + Bv + Cii)** (3,751,457.18)

## E. Student Loan Interest Activity

i. Regular Interest Collections	(809,178.03)
ii. Interest Claims Received from Guarantors	(31,039.55)
iii. Late Fees & Other	1,425.96
iv. Interest due to Loan Consolidation	(15,801.98)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	379,174.84
viii. Loans transferred out/deconverted	-
<b>vix. Total Interest Collections</b>	<b>(475,418.76)</b>

## F. Student Loan Non-Cash Interest Activity

i. Interest Losses - Claim Write-offs	(18,395.01)
ii. Interest Losses - Other	(4,484.64)
iii. Other Adjustments b.	1.14
iv. Capitalized Interest	(612,514.18)
v. Interest Accrual	1,494,750.22
<b>vi. Total Non-Cash Interest Adjustments</b>	<b>859,357.53</b>

## G. Student Loan Interest Additions

i. New Loan Additions(a) \$ -	-
<b>ii. Total Interest Additions \$ -</b>	<b>-</b>

**H. Total Student Loan Interest Activity (Eviii + Fvi + Gii)** 383,938.77

I. Defaults Paid this Quarter (Aii + Eii) (1,140,739.10)

J. Cumulative Defaults Paid to Date (277,212,363.31)

## K. Interest Expected to be Capitalized

Interest Expected to be Capitalized - Beginning (III - A-ii)	5,299,766.43
Interest Capitalized into Principal During Collection Period (B-iv)	612,514.18
Change in Interest Expected to be Capitalized	721,152.89
Interest Expected to be Capitalized - Ending (III - A-ii)	5,191,127.72

**2003FL Indenture**

<b>8-1-2015 - 8-31-2015</b>		
<b>A. Principal Collections</b>		
i. Principal Payments Received - Cash	\$	3,358,050.04
ii. Principal Received from Loans Consolidated		1,003,278.68
<b>iii. Total Principal Collections</b>	<b>\$</b>	<b>4,361,328.72</b>
<b>B. Interest Collections</b>		
i. Interest Payments Received - Cash	\$	840,217.58
ii. Interest Received from Loans Consolidated		15,801.98
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(379,174.84)
iv. Late Fees & Other		(1,425.96)
<b>v. Total Interest Collections</b>	<b>\$</b>	<b>475,418.76</b>
<b>C. Other Reimbursements</b>	<b>\$</b>	<b>-</b>
<b>D. Repurchases/ Reimbursements by Servicer/Seller</b>	<b>\$</b>	<b>-</b>
<b>E. Investment Earnings</b>	<b>\$</b>	<b>782.26</b>
<b>F. Total Cash Receipts during Collection Period</b>	<b>\$</b>	<b>4,837,529.74</b>