

Student Loan Backed Reporting - FFELP
Monthly/Quarterly Distribution Report

Issuer	Educational Funding of the South, Inc.
Deal Name	2003FL Indenture
Distribution Date	10/25/2013
Collection Period	9/30/2013
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	1.22885%	0.17885%	1.05000%		511,000,000.00	449,896,678.07	460,694.52	374,999.11	449,521,678.95	82.36%	Monthly	3/25/2036
2012FL B	28148WAE3	3.67885%	0.17885%	3.50000%		15,000,000.00	15,000,000.00	45,983.79	-	15,000,000.00	2.75%	Monthly	12/28/2048
2007-1 A-2	28148XAQ4	0.56120%	0.26120%	0.30000%		400,000,000.00	2,961,039.53	-	2,961,039.53	-	0.00%	Quarterly	3/1/2016
2007-1 A-3	28148XAR2	0.61120%	0.26120%	0.35000%		235,000,000.00	90,967,000.00	82,806.39	9,678,000.00	81,289,000.00	14.89%	Quarterly	9/1/2017
Total						1,161,000,000.00	558,824,717.60	589,484.70	13,014,038.64	545,810,678.95	100.00%		

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

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Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	518,028,083.61	(4,849,903.74)	513,178,179.87
Accrued Interest to be Capitalized	5,869,064.77	(111,967.42)	5,757,097.35
Total Pool Balance	523,897,148.38	(4,961,871.16)	518,935,277.22
Weighted Average Coupon (WAC)	4.77	0.00	4.77
Weighted Average Maturity (WAM)	169.05	(0.25)	168.80
Number of Loans	72,150	(842)	71,308
Number of Borrowers	37,221	(422)	36,799
Average Loan Balance	\$ 7,261.22	16.16	\$ 7,277.38
Average Borrower Indebtedness	\$ 14,075.31	26.57	\$ 14,101.88

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) (should include grace period)
In School	0.54%	-27.17
Grace	0.35%	-1.76
Deferment	11.85%	-14.88
Forbearance	15.07%	-3.38
		W.A. Time in Repayment (months)
Repayment	71.32%	90.25
Claims in Progress	0.85%	85.62
Claims Denied	0.03%	91.90
Total Weighted Average		62.69

(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	4,947,233.24	(27,747.50)	4,919,485.74
Reserve Amt Required	4,919,485.74	(24,809.35)	4,894,676.39
Debt Service 2007-1	12,788,696.65	(6,940,864.58)	5,847,832.07
Capitalized Interest Account	21,521,159.83	-	21,521,159.83
Capitalized Interest Account Required	-	-	-
Collection Fund	6,506,241.00	(525,626.24)	5,980,614.76
Acquisition Account	-	-	-
Interest Account	-	-	-
Total Accounts Balance	45,763,330.72	(7,494,238.32)	38,269,092.40

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance ^a	526,873,502.00	(5,053,916.74)	521,819,585.26
Capitalized Interest Fund	21,521,159.83	-	21,521,159.83
Debt Service Reserve	4,919,485.74	(24,809.35)	4,894,676.39
Debt Payment Account	18,636,433.18	(6,940,864.58)	11,695,568.60
Total Assets	571,950,580.75	(12,019,590.67)	559,930,990.08
Liabilities			
Note Outstanding Class A	449,896,678.07	(374,999.11)	449,521,678.96
Note Outstanding Class B	15,000,000.00	-	15,000,000.00
Bonds Outstanding 2007-1	93,928,039.53	(12,639,039.53)	81,289,000.00
Accrued Interest 2007-1	190,964.78	(108,158.39)	82,806.39
Total Liabilities	559,015,682.38	(13,122,197.03)	545,893,485.35
Class A Parity %	105.13%		105.47%
Total Parity %, Including Class B	102.31%		102.57%

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

CPR (constant pmt rate)

Current Lifetime	8.54%
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Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstg
PHEAA	518,935,277.22	100.00%	71,308	4,400,803.85
Total Portfolio	518,935,277.22		71,308	4,400,803.85

Portfolio by Loan Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	820	748	3,201,114.44	2,817,515.79	0.61%	0.54%	5.64	5.58	120.26	120.00	
Grace	416	455	1,526,706.88	1,793,766.22	0.29%	0.35%	5.65	5.80	119.39	116.92	
Repayment											
Current	41,420	42,355	306,767,373.93	312,174,407.33	58.55%	60.16%	4.54	4.56	164.84	164.61	
31-60 Days Delinquent	2,270	2,291	15,765,611.84	16,521,600.92	3.01%	3.18%	5.15	4.98	169.86	176.95	
61-90 Days Delinquent	1,701	1,429	11,018,683.42	9,407,431.61	2.10%	1.81%	5.00	5.21	167.13	160.68	
91-120 Days Delinquent	1,105	1,134	6,988,839.30	7,182,792.76	1.33%	1.38%	5.06	4.99	148.00	169.77	
121-180 Days Delinquent	1,562	1,515	9,700,919.74	9,957,376.55	1.85%	1.92%	5.10	5.06	153.27	152.67	
181-270 Days Delinquent	1,489	1,487	9,825,024.41	9,311,177.71	1.88%	1.79%	5.07	5.10	165.73	165.56	
271+ Days Delinquent	1,152	938	6,744,495.88	5,569,333.39	1.29%	1.07%	4.70	4.85	156.93	155.15	
Total Repayment	50,699	51,149	366,810,948.52	370,124,120.27	70.02%	71.32%	4.62	4.63	164.37	164.72	
Forbearance	8,642	7,959	82,618,233.30	78,177,979.89	15.77%	15.07%	5.30	5.33	191.64	191.26	
Deferment	10,642	9,950	66,053,231.22	61,477,991.15	12.61%	11.85%	4.83	4.81	171.50	169.65	
Claims in Progress	919	1,028	3,639,226.54	4,400,803.85	0.69%	0.85%	4.89	4.72	146.80	153.97	
Claims Denied	12	19	47,687.48	143,100.05	0.01%	0.03%	5.11	4.01	126.73	151.64	
Total Portfolio	72,150	71,308	523,897,148.38	518,935,277.22			4.77	4.77	169.05	168.80	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	41,420	42,355	306,767,373.93	312,174,407.33	83.63%	84.34%	4.54	4.56	164.84	164.61	
31-60 Days Delinquent	2,270	2,291	15,765,611.84	16,521,600.92	4.30%	4.46%	5.15	4.98	169.86	176.95	
61-90 Days Delinquent	1,701	1,429	11,018,683.42	9,407,431.61	3.00%	2.54%	5.00	5.21	167.13	160.68	
91-120 Days Delinquent	1,105	1,134	6,988,839.30	7,182,792.76	1.91%	1.94%	5.06	4.99	148.00	169.77	
121-180 Days Delinquent	1,562	1,515	9,700,919.74	9,957,376.55	2.64%	2.69%	5.10	5.06	153.27	152.67	
181-270 Days Delinquent	1,489	1,487	9,825,024.41	9,311,177.71	2.68%	2.52%	5.07	5.10	165.73	165.56	
271+ Days Delinquent	1,152	938	6,744,495.88	5,569,333.39	1.84%	1.50%	4.70	4.85	156.93	155.15	
Total Portfolio in Repayment	50,699	51,149	366,810,948.52	370,124,120.27			4.62	4.63	164.37	164.72	

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	13,457	13,367	155,219,535.45	154,025,571.15	29.63%	29.68%	4.57	4.57	185.58	185.07	
Unsubsidized Consolidation Loans	14,445	14,343	205,391,297.82	204,132,337.18	39.20%	39.34%	4.70	4.70	199.64	199.32	
Subsidized Stafford Loans	24,033	23,678	67,452,512.69	66,451,157.63	12.88%	12.81%	4.70	4.71	109.14	108.88	
Unsubsidized Stafford Loans	18,250	17,994	81,133,140.64	79,910,828.53	15.49%	15.40%	4.86	4.86	119.53	119.26	
Grad PLUS Loans	1,904	1,868	14,503,239.00	14,220,852.42	2.77%	2.74%	7.70	7.72	115.47	113.93	
Other Loans	61	58	197,422.78	194,530.31	0.04%	0.04%	3.32	3.32	94.59	94.58	
Total Balance	72,150	71,308	523,897,148.38	518,935,277.22			4.77	4.77	169.05	168.80	

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	44,900	44,408	345,813,641.68	342,333,490.98	66.01%	65.97%	4.67	4.67	167.90	167.48	
2-Year Loans	11,917	11,744	45,875,965.50	45,181,782.85	8.76%	8.71%	4.78	4.79	133.59	133.65	
Proprietary / Technical / Vocational Loans	15,281	15,104	131,848,176.31	131,063,521.80	25.17%	25.26%	5.02	5.02	184.44	184.44	
Unknown (Consolidation) Loans	-	-	-	-	0.00%	0.00%	-	-	-	-	
Other	52	52	359,364.89	356,481.59	0.07%	0.07%	4.36	4.36	148.52	147.73	
Total Portfolio	72,150	71,308	523,897,148.38	518,935,277.22			4.77	4.77	169.05	168.80	

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	4,019	3,960	14,924,809.26	14,842,443.40	2.85%	2.86%	2.9918
1ML Loans	68,131	67,348	508,972,339.12	504,092,833.82	97.15%	97.14%	2.5195
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	72,150	71,308	523,897,148.38	518,935,277.22			2.5330

Collateral Pool Characteristics	Amount (\$)
Initial Pool Balance	-
Loans Acquired During The Acquisition Period	-
Ending Original Pool Balance	-
*Original Pool Balance on date of Issuance was \$300. The "Initial Pool Balance" as defined in the Indenture is \$100.	

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

Distribution Date	10/25/2013
Collection Period	9/30/2013

Collection Account Activity ^a	
Collection Amount Received	\$ 4,959,946.49
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	24,809.35
Interest on Investment Earnings	2,396.37
Capitalized Interest Account (after a stepdown or release date)	
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,924,877.84
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	\$ 6,912,030.05

(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	9/30/2013
Indenture Trustee Fees	-
Servicing Fees	97,086.40
Administration Fees	85,529.70
Consolidation Rebate Fees	314,804.88
Other Fees	-
Total Fees	\$ 497,420.98

Cumulative Default Rate	9/30/2013
Current Period's Defaults (\$)	2,019,877.94
Cumulative Defaults (\$)	234,753,965.61
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	45.64%
Current period payments (recoveries) from Guarantor (\$)	1,924,877.84
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	239,845,172.44
Cumulative Recovery Rate (%) ^b	102.17%
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		6,912,030.05
First: Deposits to Department Reserve Fund	-	6,912,030.05
Second: Trustee Fees due	-	6,912,030.05
Third: Servicing Fee due	97,086.40	6,814,943.65
Fourth: Administration Fees due	85,529.70	6,729,413.95
Fifth: Interest Distribution on Senior Notes or Obligations		
1. 2007 Debt Service Amount		
> 1/3 of 2007 Bonds Interest Distribution Amount	41,403.20	
> Any 2007 Bonds Interest Remaining unpaid	-	
	41,403.20	6,688,010.75
2. 2012-1 A Interest Distribution	460,694.52	
Total Interest Distribution on Senior Notes or Obligations	460,694.52	6,227,316.23
Sixth: To the 2007 Debt Service Account 1/3 of Principal or unpaid Principal (if Maturity Date occurs in the next 3 months)	-	6,227,316.23
Seventh: 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	45,983.79	6,181,332.45
Eighth: Debt Service Fund replenishment	-	6,181,332.45
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	5,806,333.33	374,999.11
Tenth: Payments to Noteholders for 2012 A and 2012 B Notes	374,999.11	-
Eleventh: Class B Carryover Amount	-	-
Twelfth: Release to Issuer	-	-

Principal and Interest Distributions	2012-1 A	2012-1 B	2007-1 A2	2007-1 A3	TOTAL
Periodic Interest Due	460,694.52	45,983.79	1,449.48	4,214,462.65	4,722,590.44
Periodic Interest Paid	460,694.52	45,983.79	1,449.48	4,214,462.65	4,722,590.44
Interest Excess/(Shortfall)	-	-	-	-	-
Interest Carryover Due	-	-	-	-	-
Interest Carryover Paid	-	-	-	-	-
Interest Carryover	-	-	-	-	-
Periodic Principal Distribution Amount	374,999.11	-	987,013.18	3,226,000.00	4,588,012.29
Periodic Principal Paid	374,999.11	-	987,013.18	3,226,000.00	4,588,012.29
Excess/(Shortfall)	-	-	-	-	-
Total Distribution Amount	835,693.63	45,983.79	988,462.65	7,440,462.65	9,310,602.73

Educational Funding of the South, Inc
2003FL Indenture
Balance Sheet
September 30,2013
(Unaudited)

ASSETS

Cash	\$ 42,036,114.03
Assets Held by Trustee	
Investments	2,709.59
Student Loans Receivable, Net	512,634,250.38
Accrued Interest Receivable	7,133,318.21
Other Receivables	202,696.10
Bond Issue Costs	2,912,432.69
Prepaid and Deferred Expenses	27,271.69
	<hr/>
Total Assets	<u><u>\$ 564,948,792.69</u></u>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 546,185,678.07
Discount on Notes Payable, Net	(6,103,373.20)
Accrued Interest Payable	139,957.17
Other Accounts Payable & Accrued Expenses	497,420.98
	<hr/>
Total Liabilities	<u><u>\$ 540,719,683.02</u></u>
Net Assets	<u><u>\$ 24,229,109.67</u></u>
Total Liabilities and Net Assets	<u><u>\$ 564,948,792.69</u></u>

2003FL Indenture

9/1/13 - 9/30/13

A. Student Loan Principal Collection Activity	
i. Regular Principal Collections	(2,534,041.82)
ii. Principal Collections from Guarantor	(1,868,284.56)
iii. Paydown due to Loan Consolidation	(1,337,006.45)
iv. Principal Collections from Schools	1,457.65
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(5,737,875.18)
B. Student Loan Non-Cash Principal Activity	
i. Principal Realized Losses - Claim Write-Offs	(4,059.04)
ii. Principal Realized Losses - Other	(5,722.05)
iii. Other Adjustments	(367.06)
iv. Capitalized Interest	898,119.59
v. Total Non-Cash Principal Activity	887,971.44
C. Student Loan Principal Additions	
i. New Loan Additions	-
ii. Total Principal Additions	-
D. Total Student Loan Principal Activity (Aviii + Bv + Cii)	(4,849,903.74)
E. Student Loan Interest Activity	
i. Regular Interest Collections	(1,034,205.31)
ii. Interest Claims Received from Guarantors	(56,593.28)
iii. Late Fees & Other	(2,147.77)
iv. Interest due to Loan Consolidation	(37,255.84)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	523,315.93
viii. Loans transferred out/deconverted	-
vix. Total Interest Collections	(606,886.27)
F. Student Loan Non-Cash Interest Activity	
i. Interest Losses - Claim Write-offs	(40,162.47)
ii. Interest Losses - Other	16,972.16
iii. Other Adjustments	(1,134.60)
iv. Capitalized Interest	(898,119.59)
v. Interest Accrual	1,891,785.66
vi. Total Non-Cash Interest Adjustments	969,341.16
G. Student Loan Interest Additions	
i. New Loan Additions	-
ii. Total Interest Additions	-
H. Total Student Loan Interest Activity (Eix + Fvi + Gii)	362,454.89
I. Defaults Paid this Period (Aii + Eii)	(1,924,877.84)
J. Cumulative Defaults Paid to Date	(239,845,172.44)
K. Interest Expected to be Capitalized	
Interest Expected to be Capitalized - Beginning (III - A-ii)	5,959,240.70
Interest Capitalized into Principal During Collection Period (B-iv)	898,119.59
Change in Interest Expected to be Capitalized	(955,513.23)
Interest Expected to be Capitalized - Ending (III - A-ii)	5,901,847.06

2003FL Indenture

9/1/13 - 9/30/13		
A. Principal Collections		
i. Principal Payments Received - Cash	\$	4,400,868.73
ii. Principal Received from Loans Consolidated		1,337,006.45
iii. Total Principal Collections	\$	5,737,875.18
B. Interest Collections		
i. Interest Payments Received - Cash	\$	1,090,798.59
ii. Interest Received from Loans Consolidated		37,255.84
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(523,315.93)
iv. Late Fees & Other		2,147.77
v. Total Interest Collections	\$	606,886.27
C. Other Reimbursements	\$	-
D. Repurchases/ Reimbursements by Servicer/Seller	\$	-
E. Investment Earnings	\$	2,396.37
F. Total Cash Receipts during Collection Period	\$	6,347,157.82