

**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>	10/26/2015
<b>Collection Period</b>	9/30/2015
<b>Contact Name</b>	Ken Mann
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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 <sup>a</sup>	% of Securities	Payment Frequency	Maturity
2012FL A	28148WAD5	1.24390%	0.19390%	1.05000%		511,000,000.00	361,131,782.37	386,816.30	4,827,519.07	356,304,263.30	95.96%	Monthly	3/25/2036
2012FL B	28148WAE3	3.69390%	0.19390%	3.50000%		15,000,000.00	15,000,000.00	47,712.26	-	15,000,000.00	4.04%	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>376,131,782.37</b>	<b>434,528.56</b>	<b>4,827,519.07</b>	<b>371,304,263.30</b>	<b>100.00%</b>		

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

**Portfolio Summary**

	Beg Balance	Activity	End Balance
Principal Balance	385,789,572.21	(4,320,717.90)	381,468,854.31
Accrued Interest to be Capitalized	5,191,127.72	(263,240.23)	4,927,887.49
<b>Total Pool Balance</b>	<b>390,980,699.93</b>	<b>(4,583,958.13)</b>	<b>386,396,741.80</b>
Weighted Average Coupon (WAC)	4.78	0.00	4.78
Weighted Average Maturity (WAM)	164.27	(0.44)	163.83
Number of Loans	51,862	(663)	51,199
Number of Borrowers	26,739	(349)	26,390
Average Loan Balance	\$ 7,538.87	8.09	\$ 7,546.96
Average Borrower Indebtedness	\$ 14,622.11	19.67	\$ 14,641.79

**Weighted Average Payments Made**

	% of Pool	W.A. Time until Repayment (months) <sup>(a)</sup> <i>(should include grace period)</i>
In School	0.20%	-25.09
Grace	0.11%	-1.94
Deferment	9.20%	-16.66
Forbearance	16.04%	-2.91
		<b>W.A. Time in Repayment (months)</b>
Repayment	73.93%	113.98
Claims in Progress	0.50%	105.75
Claims Denied	0.03%	104.33
<b>Total Weighted Average</b>		<b>82.78</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	1,974,203.98	(19,300.48)	1,954,903.50
Reserve Amt Required	1,954,903.50	(22,919.79)	1,931,983.71
Debt Service 2007-1	-	-	-
Capitalized Interest Account	-	-	-
Capitalized Interest Account Required	-	-	-
Collection Fund	5,248,785.35	737,660.59	5,986,445.94
Acquisition Account	-	-	-
Interest Account	-	-	-
<b>Total Accounts Balance</b>	<b>7,203,688.85</b>	<b>714,740.80</b>	<b>7,918,429.65</b>

**Balance Sheet and Parity**

	Beg Balance	Activity	End Balance
<b>Assets</b>			
Pool Balance <sup>a</sup>	393,847,274.57	(4,595,281.58)	389,251,992.99
Capitalized Interest Fund	-	-	-
Debt Service Reserve	1,954,903.50	(22,919.79)	1,931,983.71
Debt Payment Account	-	-	-
<b>Total Assets</b>	<b>395,802,178.07</b>	<b>(4,618,201.37)</b>	<b>391,183,976.70</b>
<b>Liabilities</b>			
Note Outstanding Class A	361,131,782.37	(4,827,519.07)	356,304,263.30
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>376,131,782.37</b>	<b>(4,827,519.07)</b>	<b>371,304,263.30</b>
Class A Parity %	109.60%		109.79%
Total Parity %, Including Class B	105.23%		105.35%

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

**CPR (constant pmt rate)**

Current Lifetime	8.00%
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**Servicer Balance**

	Balance	% of Portfolio	# of Loans	Clms Outstanding
PHEAA	386,396,741.80	100.00%	51,199	1,943,029.73
	-	0.00%	-	-
<b>Total Portfolio</b>	<b>386,396,741.80</b>		<b>51,199</b>	<b>1,943,029.73</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	218	185	910,621.45	755,873.78	0.23%	0.20%	5.83	5.94	120.00	120.00	
Grace	70	102	258,271.59	412,396.77	0.07%	0.11%	6.44	6.00	119.42	116.67	
Repayment											
Current	33,970	33,951	248,584,004.04	247,727,915.79	63.58%	64.11%	4.56	4.56	157.35	156.25	
31-60 Days Delinquent	1,529	1,553	12,026,331.04	12,176,135.58	3.08%	3.15%	5.21	5.32	166.75	166.26	
61-90 Days Delinquent	861	920	6,567,574.82	7,663,772.33	1.68%	1.98%	5.36	5.34	160.76	172.22	
91-120 Days Delinquent	607	548	4,765,316.41	3,923,786.18	1.22%	1.02%	4.98	5.20	169.12	154.55	
121-180 Days Delinquent	777	798	5,809,386.94	6,078,401.02	1.49%	1.57%	5.22	5.20	174.33	170.24	
181-270 Days Delinquent	920	855	5,617,228.01	5,444,454.84	1.44%	1.41%	5.07	4.96	140.42	158.88	
271+ Days Delinquent	404	409	2,782,886.82	2,662,105.86	0.71%	0.69%	5.33	5.11	146.68	140.45	
Total Repayment	39,068	39,034	286,152,728.08	285,676,571.60	73.19%	73.93%	4.64	4.65	157.93	157.29	
Forbearance	6,525	6,138	64,456,208.39	61,970,899.96	16.49%	16.04%	5.27	5.27	187.38	190.59	
Deferment	5,547	5,337	36,840,512.02	35,535,034.18	9.42%	9.20%	4.95	4.97	174.04	172.74	
Claims in Progress	419	388	2,260,568.60	1,943,029.73	0.58%	0.50%	4.59	5.19	174.74	139.04	
Claims Denied	15	15	101,789.80	102,935.78	0.03%	0.03%	4.25	4.34	120.79	121.73	
<b>Total Portfolio</b>	<b>51,862</b>	<b>51,199</b>	<b>390,980,699.93</b>	<b>386,396,741.80</b>			<b>4.78</b>	<b>4.78</b>	<b>164.27</b>	<b>163.83</b>	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	33,970	33,951	248,584,004.04	247,727,915.79	86.87%	86.72%	4.56	4.56	157.35	156.25	
31-60 Days Delinquent	1,529	1,553	12,026,331.04	12,176,135.58	4.20%	4.26%	5.21	5.32	166.75	166.26	
61-90 Days Delinquent	861	920	6,567,574.82	7,663,772.33	2.30%	2.68%	5.36	5.34	160.76	172.22	
91-120 Days Delinquent	607	548	4,765,316.41	3,923,786.18	1.67%	1.37%	4.98	5.20	169.12	154.55	
121-180 Days Delinquent	777	798	5,809,386.94	6,078,401.02	2.03%	2.13%	5.22	5.20	174.33	170.24	
181-270 Days Delinquent	920	855	5,617,228.01	5,444,454.84	1.96%	1.91%	5.07	4.96	140.42	158.88	
271+ Days Delinquent	404	409	2,782,886.82	2,662,105.86	0.97%	0.93%	5.33	5.11	146.68	140.45	
<b>Total Portfolio in Repayment</b>	<b>39,068</b>	<b>39,034</b>	<b>286,152,728.08</b>	<b>285,676,571.60</b>			<b>4.64</b>	<b>4.65</b>	<b>157.93</b>	<b>157.29</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	11,027	10,931	121,116,770.72	119,740,857.37	30.98%	30.99%	4.57	4.57	173.55	172.67	
Unsubsidized Consolidation Loans	11,871	11,757	163,835,978.18	162,303,233.13	41.90%	42.00%	4.71	4.72	189.03	188.47	
Subsidized Stafford Loans	15,703	15,461	42,472,905.77	41,788,282.55	10.86%	10.81%	4.74	4.74	107.14	107.13	
Unsubsidized Stafford Loans	12,119	11,930	53,977,057.32	53,130,759.39	13.81%	13.75%	4.92	4.93	120.39	120.25	
Grad PLUS Loans	1,111	1,091	9,456,501.44	9,312,251.60	2.42%	2.41%	7.91	7.92	124.14	124.27	
Other Loans	31	29	121,486.50	121,357.76	0.03%	0.03%	3.48	3.48	134.70	134.78	
<b>Total Balance</b>	<b>51,862</b>	<b>51,199</b>	<b>390,980,699.93</b>	<b>386,396,741.80</b>			<b>4.78</b>	<b>4.78</b>	<b>164.27</b>	<b>163.83</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	32,266	31,843	256,623,376.04	253,360,042.10	65.84%	65.57%	4.67	4.67	163.37	162.90	
2-Year Loans	7,844	7,713	30,684,336.94	30,322,836.15	7.85%	7.85%	4.80	4.81	131.15	131.08	
Proprietary / Technical / Vocational Loans	6,295	6,226	28,482,615.09	28,176,855.15	7.28%	7.29%	4.85	4.86	131.28	131.26	
Unknown (Consolidation) Loans	5,412	5,373	74,896,908.35	74,251,022.85	19.16%	19.22%	5.10	5.11	193.63	192.87	
Other	45	44	293,463.51	285,985.55	0.08%	0.07%	4.39	4.43	127.60	127.48	
<b>Total Portfolio</b>	<b>51,862</b>	<b>51,199</b>	<b>390,980,699.93</b>	<b>386,396,741.80</b>			<b>4.78</b>	<b>4.78</b>	<b>164.27</b>	<b>163.83</b>	

SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	2,510	2,458	10,023,612.11	9,922,792.72	2.56%	2.57%	3.0178
1ML Loans	49,352	48,741	380,957,087.82	376,473,949.08	97.44%	97.43%	2.5424
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
<b>Total Pool Balance</b>	<b>51,862</b>	<b>51,199</b>	<b>390,980,699.93</b>	<b>386,396,741.80</b>			<b>2.5546</b>

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

<b>Distribution Date</b>	10/26/2015
<b>Collection Period</b>	9/30/2015

<b>Collection Account Activity<sup>a</sup></b>	
Collection Amount Received	\$ 4,392,569.98
Recoveries	-
Reserve Account	
Excess of Required Reserve Account	22,919.79
Interest on Investment Earnings	837.21
Capitalized Interest Fund (after a stepdown or release date)	-
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,570,118.96
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>\$ 5,986,445.94</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>9/30/2015</b>
Indenture Trustee Fees	-
Servicing Fees	71,325.10
Administration Fees	63,578.14
Consolidation Rebate Fees	248,309.84
Other Fees	-
<b>Total Fees</b>	<b>\$ 383,213.08</b>

<b>Cumulative Default Rate</b>	<b>9/30/2015</b>
Current Period's Defaults (\$)	1,249,020.41
Cumulative Defaults (\$)	275,568,541.98
Cumulative Default (% of original pool balance)	NA
Cumulative Default (% of Repayment ending balances)	71.53%
Current period payments (recoveries) from Guarantor (\$)	1,570,118.96
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) <sup>a</sup>	278,474,469.57
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>		5,986,445.94
<b>First:</b> Deposits to Department Reserve Fund	589,495.07	5,396,950.87
<b>Second:</b> Trustee Fees due	-	5,396,950.87
<b>Third:</b> Servicing Fee due	71,325.10	5,325,625.77
<b>Fourth:</b> Administration Fees due	63,578.14	5,262,047.63
<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	-	5,262,047.63
2. 2012-1 A Interest Distribution	386,816.30	
Total Interest Distribution on Senior Notes or Obligations	386,816.30	4,875,231.33
<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)	-	4,875,231.33
<b>Seventh:</b> 2012-1 B Interest Distribution Amount Subject to a Class B Interest Cap	47,712.26	4,827,519.07
<b>Eight:</b> Debt Service Fund replenishment	-	4,827,519.07
<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	-	4,827,519.07
<b>Tenth:</b> Payments to Noteholders for 2012 A and 2012 B Notes	4,827,519.07	-
<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	386,816.30	47,712.26	434,528.56
Periodic Interest Paid	386,816.30	47,712.26	434,528.56
Interest Excess/(Shortfall)	-	-	-
Interest Carryover Due	-	-	-
Interest Carryover Paid	-	-	-
Interest Carryover	-	-	-
Periodic Principal Distribution Amount	4,827,519.07	-	4,827,519.07
Periodic Principal Paid	4,827,519.07	-	4,827,519.07
Excess/(Shortfall)	-	-	-
<b>Total Distribution Amount</b>	<b>5,214,335.37</b>	<b>47,712.26</b>	<b>5,262,047.63</b>

**Educational Funding of the South, Inc**  
**2003FL Indenture**  
**Balance Sheet**  
**September 30, 2015**  
**(Unaudited)**

**ASSETS**

Cash	\$	9,078,485.67
Assets Held by Trustee		
Investments		837.21
Student Loans Receivable, Net		381,049,238.57
Accrued Interest Receivable		6,645,499.02
Other Receivables		113,402.02
Bond Issue Costs		2,655,324.84
Prepaid and Deferred Expenses		22,435.08
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<b>Total Assets</b>	<b>\$</b>	<b>399,565,222.41</b>
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**LIABILITIES AND NET ASSETS**

Notes Payable, Net	\$	376,131,782.37
Discount on Notes Payable, Net		(5,558,834.33)
Accrued Interest Payable		84,135.21
Other Accounts Payable & Accrued Expenses		383,213.08
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<b>Total Liabilities</b>	<b>\$</b>	<b>371,040,296.33</b>
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<b>Net Assets</b>	<b>\$</b>	<b>28,524,926.08</b>
		<hr/> <hr/>
<b>Total Liabilities and Net Assets</b>	<b>\$</b>	<b>399,565,222.41</b>
		<hr/> <hr/>

**IV. Transactions for the Time Period**

**9-1-2015 - 9-30-2015**

**A. Student Loan Principal Collection Activity**

i. Regular Principal Collections	(2,294,285.23)
ii. Principal Collections from Guarantor	(1,532,033.55)
iii. Paydown due to Loan Consolidation	(1,249,649.52)
iv. Principal Collections from Schools	(328.48)
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>(5,076,296.78)</b>

**B. Student Loan Non-Cash Principal Activity**

i. Principal Realized Losses - Claim Write-Offs	303.81
ii. Principal Realized Losses - Other	(8,198.95)
iii. Other Adjustments	9.45
iv. Capitalized Interest	763,464.57
<b>v. Total Non-Cash Principal Activity</b>	<b>755,578.88</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)** **(4,320,717.90)**

**E. Student Loan Interest Activity**

i. Regular Interest Collections	(810,988.94)
ii. Interest Claims Received from Guarantors	(38,085.41)
iii. Late Fees & Other	(3,991.96)
iv. Interest due to Loan Consolidation	(26,103.67)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	381,942.34
viii. Loans transferred out/deconverted	-
<b>vix. Total Interest Collections</b>	<b>(497,227.64)</b>

**F. Student Loan Non-Cash Interest Activity**

i. Interest Losses - Claim Write-offs	(32,075.27)
ii. Interest Losses - Other	2,921.85
iii. Other Adjustments b.	0.07
iv. Capitalized Interest	(763,464.57)
v. Interest Accrual	1,434,186.41
<b>vi. Total Non-Cash Interest Adjustments</b>	<b>641,568.49</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)** **144,340.85**

**I. Defaults Paid this Quarter (Aii + Eii)** **(1,570,118.96)**

**J. Cumulative Defaults Paid to Date** **(278,474,469.57)**

**K. Interest Expected to be Capitalized**

Interest Expected to be Capitalized - Beginning (III - A-ii)	5,191,127.72
Interest Capitalized into Principal During Collection Period (B-iv)	763,464.57
Change in Interest Expected to be Capitalized	1,026,704.80
Interest Expected to be Capitalized - Ending (III - A-ii)	4,927,887.49

**2003FL Indenture**

		9-1-2015 - 9-30-2015
<b>A. Principal Collections</b>		
i. Principal Payments Received - Cash	\$	3,826,647.26
ii. Principal Received from Loans Consolidated		1,249,649.52
<b>iii. Total Principal Collections</b>	<b>\$</b>	<b>5,076,296.78</b>
<b>B. Interest Collections</b>		
i. Interest Payments Received - Cash	\$	849,074.35
ii. Interest Received from Loans Consolidated		26,103.67
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(381,942.34)
iv. Late Fees & Other		3,991.96
<b>v. Total Interest Collections</b>	<b>\$</b>	<b>497,227.64</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>837.21</b>
<b>F. Total Cash Receipts during Collection Period</b>	<b>\$</b>	<b>5,574,361.63</b>