

Student Loan Backed Reporting Mixed Deal - FFELP
Monthly/Quarterly Distribution Report

Issuer	Educational Funding of the South, Inc.
Deal Name	2011-1 Series
Distribution Date	1/25/2012
Collection Period	12/31/2011
Contact Name	Ken Mann
Contact Number	865-342-0676
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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
2011-1 A-1	28148WAA1	0.96833%	0.41833%	0.55000%		372,277,000.00	288,263,884.58	713,356.30	18,680,983.14	269,582,901.44	35.64%	Quarterly	10/25/2021
2011-1 A-2	28148WAB9	1.06833%	0.41833%	0.65000%		449,950,000.00	449,950,000.00	1,228,464.36	-	449,950,000.00	59.48%	Quarterly	4/25/2035
2011-1 B	28148WAC7	4.11833%	0.41833%	3.70000%		36,943,000.00	36,943,000.00	388,817.84	-	36,943,000.00	4.88%	Quarterly	4/25/2046
Total						859,170,000.00	775,156,884.58	2,330,638.50	18,680,983.14	756,475,901.44	100%		

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

(b) Footnotes

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	775,575,514.20	(18,498,825.73)	757,076,688.47
Accrued Interest	9,007,418.12	(851,528.38)	8,155,889.74
Total Pool Balance	784,582,932.32	(19,350,354.11)	765,232,578.21
Total Accounts Balance			
Total Trust Assets			
Weighted Average Coupon (WAC)	4.76	0.01	4.77
Weighted Average Maturity (WAM)	177.07	(2.01)	175.06
Number of Loans	110,771	(2,990)	107,781
Number of Borrowers	48,824	(1,210)	47,614
Average Loan Balance	\$ 7,082.93		\$ 7,099.88
Average Borrower Indebtedness	\$ 16,069.62	1.97	\$ 16,071.59

(a) Footnotes

(b) Footnotes

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(b) <i>(should include grace period)</i>
In School	1.73%	-24.43
Grace	0.46%	-2.14
Deferment	15.67%	-14.83
Forbearance	16.67%	-2.94
		W.A. Time in Repayment (months)
Repayment	64.58%	69.93
Claims in Progress	0.65%	70.64
Claims Denied	0.05%	82.02
Total Weighted Average		42.41

(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

Department Reserve Account		Capitalized Interest Account		Reserve Account	
Dept. Reserve Account (beginning)	\$ 2,837,232.75	Capitalized Interest Account (beginning)	\$ 7,878,163.25	Reserve Account (beginning)	\$ 3,990,518.95
Plus transfers from Collection Account	3,144,470.77	Less releases		Less releases	(115,139.09)
Less DOE Fees paid	(1,326,490.95)	Less draws		Less draws	
Plus investment earnings	(353.36)	Plus investment earnings	(2,007.24)	Plus investment earnings	404.56
Dept. Reserve Account (ending)	\$ 4,654,859.21	Capitalized Interest Account (ending)	\$ 7,876,156.01	Reserve Account (ending)	\$ 3,875,784.42
		Capitalized Interest Account Requirement		Reserve Account Requirement	\$ 3,875,784.42
Collection Account	\$ 22,667,251.08				
Total Accounts Balances (includes above accounts)	\$ 39,074,050.72				

(a) footnotes

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance	787,885,050.09	(19,005,787.89)	768,879,262.20
Capitalized Interest Fund	7,878,163.25	(2,007.24)	7,876,156.01
Debt Service Reserve	3,990,518.95	(114,734.53)	3,875,784.42
	-	-	-
Total Assets	799,753,732.29	(19,122,529.66)	780,631,202.63
Liabilities			
Note Outstanding Class A	738,213,884.58	(18,680,983.14)	719,532,901.44
Note Outstanding Class B	36,943,000.00	-	36,943,000.00
Total Liabilities	775,156,884.58	(18,680,983.14)	756,475,901.44
Class A Parity %	108.34%		108.49%
Class B Parity %	103.17%		103.19%
Total Parity %			

(a) Collection Fund only included in initial parity calculation

(b) Pool Balance for parity includes all accrued interest

CPR (constant pmt rate)

	%
Current	
Lifetime	7.92%

(a) Footnotes

Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstanding
Edfinancial	598,858,817.13	78.26%	95,144	3,669,101.04
PHEAA	124,399,813.36	16.26%	9,690	1,221,877.75
CitiBank	-	0.00%	-	-
Great Lakes	41,973,947.72	5.49%	2,947	282,538.23
Total Portfolio	765,232,578.21		107,781	5,173,517.02

(a) Footnotes

Portfolio by Loan Status											
	# of Loans		Balance (inc Accrued Interest)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
In School	3,975	3,628	14,343,678.01	13,231,463.36	1.83%	1.73%	5.58	5.57	120.62	120.68	
Grace	2,594	972	10,457,811.96	3,492,084.01	1.33%	0.46%	5.88	5.67	119.09	118.89	
Repayment											
Current	55,957	54,159	420,107,322.03	402,335,819.01	53.55%	52.58%	4.53	4.54	177.92	172.73	
31-60 Days Delinquent	3,509	3,614	23,199,309.20	25,051,464.92	2.96%	3.27%	5.07	4.94	171.91	180.61	
61-90 Days Delinquent	2,408	2,706	15,033,459.94	18,606,142.45	1.92%	2.43%	5.07	4.90	171.56	180.86	
91-120 Days Delinquent	1,715	1,791	10,945,744.51	13,029,577.90	1.40%	1.70%	4.84	4.97	172.65	192.15	
121-180 Days Delinquent	2,126	2,385	13,702,750.05	14,546,070.57	1.75%	1.90%	5.16	5.08	166.18	168.15	
181-270 Days Delinquent	2,388	2,318	13,940,193.04	14,933,499.58	1.78%	1.95%	4.90	5.03	167.61	164.62	
271+ Days Delinquent	919	1,098	4,323,433.90	5,700,140.90	0.55%	0.74%	4.90	4.96	142.96	157.11	
Total Repayment	69,022	68,071	501,252,212.67	494,202,715.33	63.89%	64.58%	4.61	4.62	176.43	173.39	
Forbearance	14,046	14,324	129,699,555.50	129,075,010.56	16.53%	16.87%	5.20	5.22	188.73	186.84	
Deferment	20,135	19,612	123,931,569.10	119,889,463.76	15.80%	15.67%	4.72	4.76	179.65	178.21	
Claims in Progress	890	1,064	4,462,316.29	4,969,800.04	0.57%	0.65%	4.98	4.94	160.29	149.95	
Claims Denied	109	110	435,788.79	372,041.15	0.06%	0.05%	3.62	3.86	127.33	88.83	
Total Portfolio	110,771	107,781	784,582,932.32	765,232,578.21			4.76	4.77	177.07	175.06	

(a) Footnotes
(b) Footnotes

Delinquency Status											
	# of Loans		Balance (inc Accrued Interest)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	55,957	54,159	420,107,322.03	402,335,819.01	83.81%	81.41%	4.53	4.54	177.92	172.73	
31-60 Days Delinquent	3,509	3,614	23,199,309.20	25,051,464.92	4.63%	5.07%	5.07	4.94	171.91	180.61	
61-90 Days Delinquent	2,408	2,706	15,033,459.94	18,606,142.45	3.00%	3.76%	5.07	4.90	171.56	180.86	
91-120 Days Delinquent	1,715	1,791	10,945,744.51	13,029,577.90	2.18%	2.64%	4.84	4.97	172.65	192.15	
121-180 Days Delinquent	2,126	2,385	13,702,750.05	14,546,070.57	2.73%	2.94%	5.16	5.08	166.18	168.15	
181-270 Days Delinquent	2,388	2,318	13,940,193.04	14,933,499.58	2.78%	3.02%	4.90	5.03	167.61	164.62	
271+ Days Delinquent	919	1,098	4,323,433.90	5,700,140.90	0.86%	1.15%	4.90	4.96	142.96	157.11	
Total Portfolio in Repayment	69,022	68,071	501,252,212.67	494,202,715.33			4.61	4.62	176.43	173.39	

(a) Footnotes
(b) Footnotes

Portfolio by Loan Type											
	# of Loans		Balance (inc Accrued Interest)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Subsidized Consolidation Loans	18,606	18,305	236,010,832.83	231,139,510.80	30.08%	30.21%	4.62	4.63	203.24	199.35	
Unsubsidized Consolidation Loans	19,209	18,910	271,024,702.46	266,286,506.41	34.54%	34.80%	4.67	4.68	214.47	211.17	
Subsidized Stafford Loans	40,818	39,514	120,365,280.77	115,868,205.15	15.34%	15.14%	4.58	4.60	114.62	114.47	
Unsubsidized Stafford Loans	28,638	27,682	128,954,556.93	124,818,214.13	16.44%	16.31%	4.83	4.84	121.44	121.50	
Grad PLUS Loans	3,364	3,240	27,594,369.65	26,513,193.97	3.52%	3.46%	7.21	7.24	120.05	119.33	
Other Loans	136	130	633,189.68	606,947.75	0.08%	0.08%	3.63	3.65	97.34	97.28	
Total Balance	110,771	107,781	784,582,932.32	765,232,578.21			4.76	4.77	177.07	175.06	

(a) Footnotes
(b) Footnotes

Portfolio by Program Type											
	# of Loans		Balance (inc Accrued Interest)		% of Principal		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Graduate / 4-Year Loans	74,286	72,249	559,370,613.39	544,903,393.22	71.30%	71.21%	4.72	4.72	176.65	175.75	
2-Year Loans	17,384	16,913	65,334,517.30	63,658,118.19	8.33%	8.32%	4.65	4.66	134.59	134.08	
Proprietary / Technical / Vocational Loans	10,554	10,212	43,655,476.11	42,071,867.82	5.56%	5.50%	4.35	4.37	140.18	139.07	
Unknown (Consolidation) Loans	8,533	8,393	116,063,602.51	114,439,572.51	14.79%	14.95%	5.16	5.18	216.94	207.87	
Other Loans	14	14	158,723.01	159,626.47	0.02%	0.02%	4.76	4.76	116.54	116.22	
Total Portfolio	110,771	107,781	784,582,932.32	765,232,578.21			4.76	4.77	177.07	175.06	

(a) Footnotes
(b) Footnotes

SAP Indices					
	Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	
T-Bill Loans	26,203,352.97	25,382,598.08	3.34%	3.32%	2.7266
CP Loans	758,379,579.35	739,849,980.13	96.66%	96.68%	2.3398
Other Loans	-	-	0.00%	0.00%	-
Total Pool Balance	784,582,932.32	765,232,578.21			2.3526

(a)
(b)

Collateral Pool Characteristics		Amount (\$)
Original Pool Balance		823,154,167.22
Cumulative original pool balance acquired through prefunding		
Cumulative original pool balance acquired through recycling		
Cumulative original pool balance acquired through additional note issuance		
Cumulative original pool balance removed through loan sales / buybacks		
Cumulative Interest Capitalized on above loans		
Ending Original Pool Balance		823,154,167.22

**Student Loan Backed Reporting Mixed Deal
Monitoring Waterfall and Collections**

Distribution Date	1/25/2012
Collection Period	12/31/2011

Collection Activity

Cash Inflows Available to be Distributed	12/31/2011
Collection Amount Received	19,271,726.88
Recoveries	
Reserve Account	
Excess of Required Reserve Account	113,687.54
Interest on Investment Earnings	
Capitalized Interest Account (after a stepdown or release date)	
Prefunding Account (after release date)	
Payments from Guarantor	7,347,070.90
Proceeds from Tender	-
Prepayments	
Purchased by Servicers/Sellers	
Prior Month's Allocations or Adjustments	
Investment Income	10,900.18
All Fees	(4,076,134.42)
Other Amounts Received in Collection	
Total Available Funds	22,667,251.08

(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	12/31/2011
Indenture Trustee Fees	-
Custodial Fees	
Paying Agent Fees	
Registrar Fees	
Servicing Fees	296,209.39
Administration Fees	157,724.31
Late Fees	
Other Fees	436,922.97
Total Fees	890,856.67

Cumulative Default Rate	as of 12/31/11
Current Period's Defaults (\$)	9,711,824.23
Cumulative Defaults (\$)	23,503,276.30
Cumulative Default (% of original pool balance)	2.86%
Cumulative Default (% of Repayment ending balances)	3.09%
Current period payments (recoveries) from Guarantor (\$)	5,777,260.31
Current period borrower recoveries (\$)	n/a
Cumulative Recoveries (\$) ^a	24,742,189.74
Cumulative Recovery Rate (%)^b	105.27%
Cumulative Net Loss Rate (%)	-0.15%
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	22,667,251.08	
First: Deposits to Department Reserve Fund	1,201,695.74	21,465,555.34
Second: Trustee Fees due	-	21,465,555.34
Third: Servicing Fee due	296,209.39	21,169,345.95
Fourth: Administration Fees due	157,724.31	21,011,621.64
Fifth: Interest Distribution on Senior Notes or Obligations		
Series 2011-I-A1	713,356.30	
Series 2011-I-A2	1,228,464.36	
Total Interest Distribution on Senior Notes or Obligations	1,941,820.66	19,069,800.98
Sixth: Class B Interest Distribution Amount	388,817.84	18,680,983.14
Seventh: Debt Service Fund replenishment	-	18,680,983.14
Eight: Principal Distribution on Senior and Sub Notes or Obligations		
Series 2011-I-A1	18,680,983.14	
Series 2011-I-A2		
Series 2011-I-B		
Total Principal Distribution on Senior and Sub Notes or Obligations	18,680,983.14	-
Ninth: Subordinate Administration Fee	-	-
Tenth: Excess available funds to Noteholders	-	-
Eleventh: Class B Carryover Amount	-	-
Twelfth: Release to Issuer	-	-

(a) Footnotes

(b) Footnotes

Principal and Interest Distributions	Class I-A1	Class I-A2	Class I-B1	TOTAL
Periodic Interest Due	713,356.30	1,228,464.36	388,817.84	2,330,638.50
Periodic Interest Paid	713,356.30	1,228,464.36	388,817.84	2,330,638.50
Interest Shortfall	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	19,350,354.11	-	-	19,350,354.11
Periodic Principal Paid	18,680,983.14	-	-	18,680,983.14
Excess/(Shortfall)	(669,370.97)			(669,370.97)
Total Distribution Amount	43,985.33	1,228,464.36	388,817.84	21,011,621.64

Educational Funding of the South, Inc
2011-1
Balance Sheet
December 31, 2011
(Unaudited)

ASSETS

Cash	\$ 39,074,051
Assets Held by Trustee	
Investments	
Student Loans Receivable, Net	757,076,688
Accrued Interest Receivable	7,779,525
Other Receivables	171,770
Bond Issue Costs	808,427
Prepaid and Deferred Expenses	-
Interfund Receivables	-
	<hr/>
Total Assets	\$ 804,910,461

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 775,156,885
Discount on Notes Payable, Net	(486,577.36)
Accrued Interest Payable	1,764,344
Other Accounts Payable & Accrued Expenses	1,090,392
Interfund Payable	-
Deferred Revenue	-
APO Liability	-
Arbitrage Liability	-
	<hr/>
Total Liabilities	\$ 777,525,043.17
Net Assets	<hr/> 27,385,418
Total Liabilities and Net Assets	<hr/> \$ 804,910,461

IV. Transactions for the Time Period**10/1/11-12/31/11**

A. Student Loan Principal Collection Activity	
i. Regular Principal Collections	(10,284,187.01)
ii. Principal Collections from Guarantor	(7,168,722.60)
iii. Paydown due to Loan Consolidation	(4,995,267.00)
iv. Principal Collections from Schools	(46,954.41)
v. Principal Write-Offs Reimbursed to the Trust -	(64,654.61)
vi. Other System Adjustments	(52,860.49)
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(22,612,646.12)
B. Student Loan Non-Cash Principal Activity	
i. Principal Realized Losses - Claim Write-Offs	(10,575.03)
ii. Principal Realized Losses - Other	(9,033.25)
iii. Other Adjustments	(6,065.70)
iv. Capitalized Interest	4,139,494.37
v. Total Non-Cash Principal Activity	4,113,820.39
C. Student Loan Principal Additions	
i. New Loan Additions \$ -	-
ii. Total Principal Additions \$ -	-
D. Total Student Loan Principal Activity (Aviii + Bv + Cii)	(18,498,825.73)
E. Student Loan Interest Activity	
i. Regular Interest Collections	(4,055,370.65)
ii. Interest Claims Received from Guarantors	(178,348.30)
iii. Late Fees & Other	18,773.85
iv. Interest due to Loan Consolidation	(87,995.22)
v. Interest Write-Offs Reimbursed to the Trust -	(10,004.77)
vi. Other System Adjustments -	
vii. Interest Benefit and Special Allowance Payments	2,830,655.44
viii. Loans transferred out/deconverted	
vix. Total Interest Collections	(1,482,289.65)
F. Student Loan Non-Cash Interest Activity	
i. Interest Losses - Claim Write-offs	(137,456.73)
ii. Interest Losses - Other	(189,182.27)
iii. Other Adjustments	(29,129.12)
iv. Capitalized Interest	(4,138,991.82)
v. Interest Accrual	8,295,806.01
vi. Total Non-Cash Interest Adjustments	3,801,046.07
G. Student Loan Interest Additions	
i. New Loan Additions \$ -	-
ii. Total Interest Additions \$ -	-
H. Total Student Loan Interest Activity (Eviii + Fvi + Gii)	2,318,756.42
I. Defaults Paid this Quarter (Aii + Eii)	(7,347,070.90)
J. Cumulative Defaults Paid to Date	(24,232,560.04)
K. Interest Expected to be Capitalized	
Interest Expected to be Capitalized - Beginning (III - A-ii)	\$ 9,007,418.12
Interest Capitalized into Principal During Collection Period (B-iv)	\$ 4,139,494.37
Change in Interest Expected to be Capitalized	\$ (4,991,022.75)
Interest Expected to be Capitalized - Ending (III - A-ii)	\$ 8,155,889.74

V. Cash Receipts for the Time Period	10/1/11-12/31/11
A. Principal Collections	
i. Principal Payments Received - Cash	\$ 17,499,864.02
ii. Principal Received from Loans Consolidated	4,995,267.00
iii. Total Principal Collections	\$ 22,495,131.02
B. Interest Collections	
i. Interest Payments Received - Cash	\$ 4,233,718.95
ii. Interest Received from Loans Consolidated	87,995.22
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments	(2,862,820.68)
iv. Late Fees & Other	(18,773.85)
v. Total Interest Collections	\$ 1,440,119.64
C. Other Reimbursements	\$ -
D. Repurchases/ Reimbursements by Servicer/Seller	\$ -
E. Investment Earnings	\$ 10,900.18
F. Total Cash Receipts during Collection Period	\$ 23,946,150.84