

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	7/25/2011
Collection Period	6/30/2011
Contact Name	Eric Stewart
Contact Number	865-342-0648
Contact Email	estewart@edsouth.org
Website	www.edsouth.org

Notes/Bonds - Group I (FFELP)

Class	CUSIP	Rate	Index	Margin	Auction Status	Original Balance	Beg Princ Bal	Interest Accrual	Principal Paid	End Princ Bal #	% of Securities	Payment Frequency	Maturity
2011-1 A-1	28148WAA1	0.80760%	0.25760%	0.55000%		372,277,000.00	372,277,000.00	643,066.07	61,169,662.89	311,107,337.11	38.99%	Quarterly	10/25/2021
2011-1 A-2	28148WAB9	0.90760%	0.25760%	0.65000%		449,950,000.00	449,950,000.00	873,477.13	-	449,950,000.00	56.38%	Quarterly	4/25/2035
2011-1 B	28148WAC7	3.95760%	0.25760%	3.70000%		36,943,000.00	36,943,000.00	312,719.58	-	36,943,000.00	4.63%	Quarterly	4/25/2046
Total						859,170,000.00	859,170,000.00	1,829,262.78	61,169,662.89	798,000,337.11	100%		

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

(b) Footnotes

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	803,961,557.56	(7,495,779.30)	796,465,778.26
Accrued Interest	10,061,955.79	(500,560.95)	9,561,394.84
Total Pool Balance	814,023,513.35	(7,996,340.25)	806,027,173.10
Total Accounts Balance		-	
Total Trust Assets		-	
Weighted Average Coupon (WAC)	4.77	0.00	4.77
Weighted Average Maturity (WAM)	178.15	(0.18)	177.97
Number of Loans	115,153	(1,217)	113,936
Number of Borrowers	50,641	(535)	50,106
Average Loan Balance	7,069	(5)	7,074
Average Borrower Indebtedness	16,074.40	12.04	16,086.44

(a) Footnotes

(b) Footnotes

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	2.30%	-42.11
Grace	0.90%	-3.58
Deferment	16.42%	-15.13
Forbearance	17.44%	-3.32
		W.A. Time in Repayment (months)
Repayment	62.15%	64.61
Claims in Progress	0.74%	60.89
Claims Denied	0.06%	75.99
Total Weighted Average		36.59

(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

Prefunding Account	Capitalized Interest Account	Reserve Account
Prefunding Account (beginning)	Capitalized Interest Account (beginning) \$ 7,875,411.55	Reserve Account (beginning) \$ 4,295,850.00
Less loans acquired from prefunding	Less releases	Less releases
Less amounts transferred to other accounts	Less draws	Less draws
Plus investment earnings	Plus investment earnings 744	Plus investment earnings 406
Prefunding Account (ending)	Capitalized Interest Account (ending) \$ 7,876,156.01	Reserve Account (ending) \$ 4,296,256.09
	Capitalized Interest Account Requirement	Reserve Account Requirement \$ 4,295,850.00
Department Reserve Fund \$ 868,044.19		
Collection Account \$ 64,577,075.69		
Total Accounts Balances (includes above accounts) \$ 77,617,531.98		

(a) footnotes

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
Assets			
Pool Balance	823,154,167.22	(13,855,491.00)	809,298,676.22
Capitalized Interest Fund	7,875,412.00	744.01	7,876,156.01
Debt Service Reserve	4,295,850.00	406.09	4,296,256.09
Collection Fund	48,393,122.31	(48,393,122.31)	-
Total Assets	883,718,551.53	(62,247,463.21)	821,471,088.32
Liabilities			
Note Outstanding Class A	822,227,000.00	(61,169,662.89)	761,057,337.11
Note Outstanding Class B	36,943,000.00	-	36,943,000.00
Total Liabilities	859,170,000.00	61,169,662.89	798,000,337.11
Class A Parity %	107.48%		107.94%
Class B Parity %	102.86%		102.94%
Total Parity %			

(a) Collection Fund only included in initial parity calculation

CPR (constant pmt rate)

	%
Current	
Lifetime	10.64%

(a) Footnotes

Servicer Balance

	Balance	% of Portfolio	# of Loans	Clims Outstanding
Edfinancial	633,064,206.67	78.54%	100,721	4,953,221.57
PHEAA	15,974,504.35	1.98%	1,695	57,645.60
CitiBank	112,666,217.08	13.98%	8,357	-
Great Lakes	44,322,245.00	5.50%	3,163	39,538.66
Total Portfolio	806,027,173.10		113,936	5,050,405.83

(a) Footnotes

(b) Pool Balance for parity includes all accrued interest

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	5,581	5,073	20,647,552.34	18,517,970.25	2.54%	2.30%	5.74	5.66	120.17	120.18
Grace	2,576	1,785	9,582,874.42	7,257,207.26	1.18%	0.90%	5.71	5.90	118.94	119.60
Repayment										
Current	56,292	56,532	427,393,407.14	422,953,346.34	52.50%	52.47%	4.52	4.54	177.54	176.80
31-60 Days Delinquent	3,491	3,417	22,927,048.10	23,374,727.43	2.82%	2.90%	4.97	4.95	180.38	177.77
61-90 Days Delinquent	2,257	2,161	13,814,909.42	13,692,504.73	1.70%	1.70%	5.04	4.98	177.51	175.40
91-120 Days Delinquent	1,785	1,637	10,753,734.29	9,395,604.02	1.32%	1.17%	4.90	5.09	176.76	172.72
121-180 Days Delinquent	2,509	2,368	14,829,225.10	14,574,815.56	1.82%	1.81%	5.04	5.00	169.76	173.63
181-270 Days Delinquent	2,435	2,498	14,104,672.09	13,854,997.02	1.73%	1.72%	4.84	4.96	164.16	165.20
271+ Days Delinquent	660	551	3,897,293.11	3,135,490.42	0.48%	0.39%	4.93	4.72	172.52	146.44
Total Repayment	69,429	69,164	507,720,289.25	500,981,485.52	62.37%	62.15%	4.59	4.61	177.02	176.13
Forbearance	15,074	15,074	139,201,494.87	140,540,326.22	17.10%	17.44%	5.22	5.19	193.11	192.66
Deferment	21,178	21,499	130,792,983.52	132,339,459.60	16.07%	16.42%	4.74	4.74	181.64	181.29
Claims in Progress	1,212	1,225	5,576,033.40	5,924,934.34	0.68%	0.74%	4.90	4.99	150.07	166.49
Claims Denied	140	116	502,285.55	465,789.91	0.06%	0.06%	3.75	3.99	101.07	135.67
Total Portfolio	115,153	113,936	814,023,513.35	806,027,173.10			4.77	4.77	178.15	177.97

(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	56,292	56,532	427,393,407.14	422,953,346.34	84.18%	84.42%	4.52	4.54	177.54	176.80
31-60 Days Delinquent	3,491	3,417	22,927,048.10	23,374,727.43	4.52%	4.67%	4.97	4.95	180.38	177.77
61-90 Days Delinquent	2,257	2,161	13,814,909.42	13,692,504.73	2.72%	2.73%	5.04	4.98	177.51	175.40
91-120 Days Delinquent	1,785	1,637	10,753,734.29	9,395,604.02	2.12%	1.88%	4.90	5.09	176.76	172.72
121-180 Days Delinquent	2,509	2,368	14,829,225.10	14,574,815.56	2.92%	2.91%	5.04	5.00	169.76	173.63
181-270 Days Delinquent	2,435	2,498	14,104,672.09	13,854,997.02	2.78%	2.77%	4.84	4.96	164.16	165.20
271+ Days Delinquent	660	551	3,897,293.11	3,135,490.42	0.77%	0.63%	4.93	4.72	172.52	146.44
Total Portfolio in Repayment	69,429	69,164	507,720,289.25	500,981,485.52			4.59	4.61	177.02	176.13

(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	19,044	18,933	243,545,298.24	241,594,962.06	29.92%	29.97%	4.62	4.62	205.79	205.09
Unsubsidized Consolidation Loans	19,693	19,558	278,925,574.98	277,042,910.35	34.27%	34.37%	4.67	4.67	216.64	216.02
Subsidized Stafford Loans	42,769	42,222	126,845,157.50	125,049,925.85	15.58%	15.51%	4.62	4.62	114.82	114.91
Unsubsidized Stafford Loans	29,971	29,599	134,860,159.07	133,014,948.93	16.57%	16.50%	4.85	4.86	121.32	121.57
Grad PLUS Loans	3,531	3,480	29,177,964.51	28,657,686.53	3.58%	3.56%	7.18	7.18	119.43	120.25
Other Loans	145	144	669,359.05	666,739.38	0.08%	0.08%	3.73	3.73	97.03	97.11
Total Balance	115,153	113,936	814,023,513.35	806,027,173.10			4.77	4.77	178.15	177.97

(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	77,117	76,313	580,706,042.84	574,856,928.47	71.34%	71.32%	4.73	4.73	178.34	177.98
2-Year Loans	18,205	17,987	68,131,229.59	67,364,209.13	8.37%	8.36%	4.66	4.67	135.17	134.99
Proprietary / Technical / Vocational Loans	11,063	10,925	45,830,512.67	45,275,888.12	5.63%	5.62%	4.38	4.38	140.42	140.60
Unknown (Consolidation) Loans	8,753	8,696	119,189,340.29	118,363,543.27	14.64%	14.68%	5.16	5.17	216.40	216.75
Other Loans	15	15	166,387.96	166,604.11	0.02%	0.02%	4.65	4.68	117.13	117.02
Total Portfolio	115,153	113,936	814,023,513.35	806,027,173.10			4.77	4.77	178.15	177.97

(a) Footnotes

(b) Footnotes

SAP Indices

	Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	
T-Bill Loans	-	21,100,194.49	0.00%	2.62%	0.0293
CP Loans	-	611,203,865.89	0.00%	75.83%	0.0244
Other Loans	814,023,513.35	173,723,112.72	100.00%	21.55%	-
Total Pool Balance	814,023,513.35	806,027,173.10			0.0193

(a) Edfinancial Footnote: Loans serviced by Edfinancial are broken out as T-Bill/CP/Other beginning 6/30/2011. All loans not serviced by Edfinancial are included in Other.

(b) Footnotes

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	7/25/2011
Collection Period	6/30/2011

Collection Activity

Cash Inflows Available to be Distributed	6/30/2011
Collection Amount Received	10,687,668.39
Recoveries	51,828.95
Reserve Account	
Excess of Required Reserve Account	
Interest on Investment Earnings	
Capitalized Interest Account (after a stepdown or release date)	
Prefunding Account (after release date)	
Payments from Guarantor	7,092,734.74
Proceeds from Tender	48,393,122.31
Prepayments	
Purchased by Servicers/Sellers	
Prior Month's Allocations or Adjustments	
Investment Income	4,898.27
All Fees	(1,653,176.97)
Other Amounts Received in Collection	
Total Available Funds	64,577,075.69

(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	6/30/2011
Indenture Trustee Fees	-
Custodial Fees	
Paying Agent Fees	
Registrar Fees	
Servicing Fees	315,216.09
Administration Fees	165,889.88
Late Fees	
Other Fees	455,078.69
Total Fees	936,184.66

Cumulative Default Rate	as of 6/30/2011
Current Period's Defaults (\$)	5,384,398.97
Cumulative Defaults (\$)	5,384,398.97
Cumulative Default (% of original pool balance) ^a	0.65%
Cumulative Default (% of Repayment ending balances) ^a	1.07%
Current period payments (recoveries) from Guarantor (\$)	4,931,082.76
Current period borrower recoveries (\$)	n/a
Cumulative Recoveries (\$)	4,931,082.76
Cumulative Recovery Rate (%)	91.58%
Cumulative Net Loss Rate (%)	0.06%
Cumulative Servicer Reject Rate (FFELP) (%)	0.00%

(a) Including loans originated through prefunding and recycling

(b) Footnotes

Waterfall Activity

Waterfall for Distribution (in accordance with Transaction - specific documents)	Amount Due	Amount Remaining
Total Available Funds	64,577,075.64	
First: Deposits to Department Reserve Fund	1,097,044.00	63,480,031.64
Second: Trustee Fees due	-	63,480,031.64
Third: Servicing Fee due	315,216.09	63,164,815.55
Fourth: Administration Fees due	165,889.88	62,998,925.67
Fifth: Interest Distribution on Senior Notes or Obligations		
Series 2011-I-A1	643,066.07	
Series 2011-I-A2	873,477.13	
Total Interest Distribution on Senior Notes or Obligations	1,516,543.20	61,482,382.47
Sixth: Class B Interest Distribution Amount	312,719.58	61,169,662.89
Seventh: Debt Service Fund replenishment	-	
Eight: Principal Distribution on Senior and Sub Notes or Obligations		
Series 2011-I-A1	61,169,662.89	
Series 2011-I-A2		
Series 2011-1-B		
Total Principal Distribution on Senior and Sub Notes or Obligations		-
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	643,066.07	873,477.13	312,719.58	1,829,262.78
Periodic Interest Paid	643,066.07	873,477.13	312,719.58	1,829,262.78
Interest Shortfall	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	65,465,560.33	-	-	65,465,560.33
Periodic Principal Paid	61,169,662.89	-	-	61,169,662.89
Excess/(Shortfall)	(4,295,897.44)			(4,295,897.44)
Total Distribution Amount	61,812,728.96	873,477.13	312,719.58	62,998,925.67

Educational Funding of the South, Inc
2011-1
Balance Sheet
June 30, 2011
(Unaudited)

ASSETS

Cash	\$ 77,617,532
Assets Held by Trustee	
Investments	
Student Loans Receivable, Net	796,465,778
Accrued Interest Receivable	11,264,651
Other Receivables	307,223
Bond Issue Costs	898,334
Prepaid and Deferred Expenses	-
Interfund Receivables	-
	<hr/>
Total Assets	<u>\$ 886,553,517</u>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 859,170,000
Discount on Notes Payable, Net	(511,530.04)
Accrued Interest Payable	1,259,090
Other Accounts Payable & Accrued Expenses	1,281,786
Interfund Payable	-
Deferred Revenue	-
APO Liability	-
Arbitrage Liability	-
	<hr/>
Total Liabilities	\$ 861,199,346.23
Net Assets	<hr/> 25,354,171
Total Liabilities and Net Assets	<hr/> <u>\$ 886,553,517</u>

-

IV. Transactions for the Time Period

4/1/2011 - 6/30/2011

A.	Student Loan Principal Collection Activity	
	i. Regular Principal Collections	\$ (6,472,304.74)
	ii. Principal Collections from Guarantor	(6,921,883.29)
	iii. Paydown due to Loan Consolidation	(2,334,691.11)
	iv. Principal Collections from Schools	2,780.84
	v. Principal Write-Offs Reimbursed to the Trust -	(49,613.53)
	vi. Other System Adjustments	-
	vii. Loans transferred out/deconverted	-
	viii. Total Principal Collections	\$ (15,914,675.78)
B.	Student Loan Non-Cash Principal Activity	
	i. Principal Realized Losses - Claim Write-Offs	\$ (5,352.94)
	ii. Principal Realized Losses - Other	42,759.87
	iii. Other Adjustments	(10,397.29)
	iv. Capitalized Interest	2,667,275.56
	v. Total Non-Cash Principal Activity	\$ 2,694,285.20
C.	Student Loan Principal Additions	
	i. New Loan Additions \$ -	\$ 809,548,821.63
	ii. Total Principal Additions \$ -	\$ 809,548,821.63
D.	Total Student Loan Principal Activity (Aviii + Bv + Cii)	\$ 796,467,395.00
E.	Student Loan Interest Activity	
	i. Regular Interest Collections	\$ (2,456,690.22)
	ii. Interest Claims Received from Guarantors	(170,851.45)
	iii. Late Fees & Other	203,847.68
	iv. Interest due to Loan Consolidation	(40,772.92)
	v. Interest Write-Offs Reimbursed to the Trust -	(179.48)
	vi. Other System Adjustments -	-
	vii. Interest Benefit and Special Allowance Payments	(1,586,712.38)
	viii. Loans transferred out/deconverted interest	-
	vix. Total Interest Collections	\$ (4,051,358.77)
F.	Student Loan Non-Cash Interest Activity	
	i. Interest Losses - Claim Write-offs	\$ (126,828.12)
	ii. Interest Losses - Other	(134,629.14)
	iii. Other Adjustments	(1.37)
	iv. Capitalized Interest	(2,667,275.56)
	v. Interest Accrual	4,984,509.50
	vi. Total Non-Cash Interest Adjustments	\$ 2,055,775.31
G.	Student Loan Interest Additions	
	i. New Loan Additions \$ -	\$ 13,466,381.64
	ii. Total Interest Additions \$ -	\$ 13,466,381.64
H.	Total Student Loan Interest Activity (Evix + Fvi + Gii)	\$ 11,470,798.18
I.	Defaults Paid this Quarter (Aii + Eii)	\$ (7,092,734.74)
J.	Cumulative Defaults Paid to Date	
K.	Interest Expected to be Capitalized	
	Interest Expected to be Capitalized - Beginning (III - A-ii)	\$ 10,061,955.79
	Interest Capitalized into Principal During Collection Period (B-iv)	\$ 2,667,275.56
	Change in Interest Expected to be Capitalized	\$ (3,167,836.51)
	Interest Expected to be Capitalized - Ending (III - A-ii)	\$ 9,561,394.84

V. Cash Receipts for the Time Period		4/1/2011 - 6/30/2011
A.	Principal Collections	
	i. Principal Payments Received - Cash	\$ 14,214,402.45
	ii. Principal Received from Loans Consolidated	2,334,691.11
	iii. Total Principal Collections	\$ 16,549,093.56
B.	Interest Collections	
	i. Interest Payments Received - Cash	\$ 2,627,541.67
	ii. Interest Received from Loans Consolidated	40,772.92
	iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments	(1,586,712.38)
	iv. Late Fees & Other	(203,847.68)
	v. Total Interest Collections	\$ 877,754.53
C.	Other Reimbursements	\$ -
D.	Repurchases/ Reimbursements by Servicer/Seller	\$ (49,613.53)
E.	Investment Earnings	\$ 4,898.27
F.	Total Cash Receipts during Collection Period	\$ 17,431,746.36