

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	7/25/2012
Collection Period	6/30/2012
Contact Name	Ken Mann
Contact Number	865-342-0676
Contact Email	kmann@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 ^a	% of Securities	Payment Frequency	Maturity
2011-1 A-1	28148WAA1	1.01565%	0.46565%	0.55000%		372,277,000.00	248,328,441.87	637,548.53	39,232,023.03	209,096,418.84	30.04%	Quarterly	10/25/2021
2011-1 A-2	28148WAB9	1.11565%	0.46565%	0.65000%		449,950,000.00	449,950,000.00	1,268,922.02	-	449,950,000.00	64.65%	Quarterly	4/25/2035
2011-1 B	28148WAC7	4.16565%	0.46565%	3.70000%		36,943,000.00	36,943,000.00	389,007.21	-	36,943,000.00	5.31%	Quarterly	4/25/2046
Total						859,170,000.00	735,221,441.87	2,295,477.76	39,232,023.03	695,989,418.84	100%		

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

Portfolio Summary			
	Beg Balance	Activity	End Balance
Principal Balance	737,173,810.16	(33,063,825.78)	704,109,984.38
Accrued Interest to be Capitalized	8,285,899.57	(906,707.90)	7,379,191.67
Total Pool Balance	745,459,709.73	(33,970,533.68)	711,489,176.05
Total Accounts Balance	-	-	-
Total Trust Assets	-	-	-
Weighted Average Coupon (WAC)	4.77	0.00	4.77
Weighted Average Maturity (WAM)	174.37	(1.16)	173.21
Number of Loans	104,765	(4,718)	100,047
Number of Borrowers	46,290	(1,923)	44,367
Average Loan Balance	\$ 7,115.54	(3.99)	\$ 7,111.55
Average Borrower Indebtedness	\$ 16,104.12	(67.67)	\$ 16,036.45

Weighted Average Payments Made		
	% of Pool	W.A. Time until Repayment (months) ^(a) <i>(should include grace period)</i>
In School	1.22%	-23.63
Grace	0.52%	-3.22
Deferment	15.03%	-14.12
Forbearance	15.92%	-2.70
		W.A. Time in Repayment (months)
Repayment	66.50%	75.60
Claims in Progress	0.75%	77.38
Claims Denied	0.05%	106.09
Total Weighted Average		48.05

(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	
Dept. Reserve Account (beginning)	\$ 4,949,103.81	Capitalized Interest Account (beginning)	\$ 7,876,156.01
Plus transfers from Collection Account	3,710,671.74	Less releases	(7,876,156.01)
Less DOE Fees paid	(2,057,197.82)	Less draws	-
Plus investment earnings	-	Plus investment earnings	-
Dept. Reserve Account (ending)	\$ 6,602,577.73	Capitalized Interest Account (ending)	\$ -
		Capitalized Interest Account Requirement	
		Reserve Account	
		Reserve Account (beginning)	\$ 3,782,379.51
		Less releases	(106,272.30)
		Less draws	-
		Plus investment earnings	-
		Reserve Account (ending)	\$ 3,676,107.21
		Reserve Account Requirement	\$ 3,479,947.09
Collection Account - (Available Funds)	\$ 43,158,863.56		
Total Accounts Balances (includes above accounts)	\$ 53,437,548.50		

Balance Sheet and Parity			
	Beg Balance	Activity	End Balance
Assets			
^b Pool Balance	748,872,281.16	(32,359,602.94)	716,512,678.22
Capitalized Interest Fund	7,876,156.01	(7,876,156.01)	-
Debt Service Reserve	3,782,379.51	(302,432.42)	3,479,947.09
	-	-	-
Total Assets	760,530,816.68	(40,538,191.37)	719,992,625.31
Liabilities			
Note Outstanding Class A	698,278,441.87	(39,232,023.03)	659,046,418.84
Note Outstanding Class B	36,943,000.00	-	36,943,000.00
Total Liabilities	735,221,441.87	(39,232,023.03)	695,989,418.84
Class A Parity %	108.92%		109.25%
Class B Parity %	103.44%		103.45%
Total Parity %			

(a) Collection Fund only included in initial parity calculation

(b) Pool Balance for parity includes all outstanding accrued interest and repurchase loans pending

CPR (constant pmt rate)	
	%
Current	
Lifetime	8.60%

Servicer Balance				
	Balance	% of Portfolio	# of Loans	Clms Outstgng
Edfinancial	554,573,945.10	77.95%	88,089	4,078,793.01
PHEAA	117,858,334.29	16.57%	9,236	870,365.96
CitiBank	-	0.00%	-	-
Great Lakes	39,056,896.66	5.49%	2,722	80,828.50
Total Portfolio	711,489,176.05		100,047	5,029,987.47

EFS 2011-1 Series

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	3,015	2,335	11,136,011.32	8,688,373.12	1.49%	1.22%	5.64	5.56	120.30	121.03	
Grace	1,053	1,017	3,720,203.37	3,681,479.29	0.50%	0.52%	5.41	5.59	119.88	119.58	
Repayment											
Current	54,540	53,612	400,370,890.23	394,745,415.51	53.71%	55.48%	4.54	4.57	171.68	170.30	
31-60 Days Delinquent	3,650	3,289	22,497,345.41	22,652,360.05	3.02%	3.18%	4.83	5.10	172.15	166.78	
61-90 Days Delinquent	1,988	2,157	14,210,159.50	14,078,042.98	1.91%	1.98%	5.15	5.09	182.24	175.79	
91-120 Days Delinquent	1,295	1,525	7,648,002.61	9,023,896.16	1.03%	1.27%	5.01	4.83	168.70	171.03	
121-180 Days Delinquent	2,114	2,210	14,412,416.86	13,375,060.20	1.93%	1.88%	4.91	4.86	174.93	162.94	
181-270 Days Delinquent	2,292	2,168	14,523,396.58	13,055,868.75	1.95%	1.84%	5.04	4.87	176.72	163.53	
271+ Days Delinquent	1,023	1,122	5,988,750.61	6,223,504.13	0.80%	0.87%	4.75	4.97	166.50	156.98	
Total Repayment	66,902	66,083	479,650,961.80	473,154,147.78	64.34%	66.50%	4.61	4.64	172.16	169.74	
Forbearance	13,603	12,088	127,656,772.33	113,295,365.53	17.12%	15.92%	5.27	5.22	188.02	190.22	
Deferment	19,139	17,438	118,243,540.74	106,968,563.61	15.86%	15.03%	4.79	4.77	176.39	176.79	
Claims in Progress	963	1,028	4,637,134.20	5,368,721.29	0.62%	0.75%	5.00	4.99	153.26	171.80	
Claims Denied	90	58	415,065.97	332,525.43	0.06%	0.05%	3.97	5.79	140.77	139.09	
Total Portfolio	104,765	100,047	745,459,709.73	711,489,176.05			4.77	4.77	174.37	173.21	

Delinquency Status											
	# of Loans		Balance (inc Accrued Interest)		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	54,540	53,612	400,370,890.23	394,745,415.51	83.47%	83.43%	4.54	4.57	171.68	170.30	
31-60 Days Delinquent	3,650	3,289	22,497,345.41	22,652,360.05	4.69%	4.79%	4.83	5.10	172.15	166.78	
61-90 Days Delinquent	1,988	2,157	14,210,159.50	14,078,042.98	2.96%	2.98%	5.15	5.09	182.24	175.79	
91-120 Days Delinquent	1,295	1,525	7,648,002.61	9,023,896.16	1.59%	1.91%	5.01	4.83	168.70	171.03	
121-180 Days Delinquent	2,114	2,210	14,412,416.86	13,375,060.20	3.00%	2.83%	4.91	4.86	174.93	162.94	
181-270 Days Delinquent	2,292	2,168	14,523,396.58	13,055,868.75	3.03%	2.76%	5.04	4.87	176.72	163.53	
271+ Days Delinquent	1,023	1,122	5,988,750.61	6,223,504.13	1.25%	1.32%	4.75	4.97	166.50	156.98	
Total Portfolio in Repayment	66,902	66,083	479,650,961.80	473,154,147.78			4.61	4.64	172.16	169.74	

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	18,005	17,493	226,320,979.94	218,046,143.45	30.36%	30.65%	4.63	4.63	197.42	194.76	
Unsubsidized Consolidation Loans	18,590	18,048	261,075,328.04	252,520,115.45	35.02%	35.49%	4.68	4.69	209.79	207.23	
Subsidized Stafford Loans	38,164	36,077	111,313,151.92	103,678,103.41	14.93%	14.57%	4.60	4.60	114.34	113.86	
Unsubsidized Stafford Loans	26,769	25,385	120,859,467.64	113,423,811.68	16.21%	15.94%	4.86	4.85	121.46	121.46	
Grad PLUS Loans	3,114	2,927	25,301,185.40	23,236,932.41	3.39%	3.27%	7.28	7.28	121.41	120.59	
Other Loans	123	117	589,596.79	584,069.65	0.08%	0.08%	3.66	3.67	99.33	98.81	
Total Balance	104,765	100,047	745,459,709.73	711,489,176.05			4.77	4.77	174.37	173.21	

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	70,292	67,116	531,309,048.05	506,194,116.96	71.27%	71.15%	4.72	4.71	175.02	173.77	
2-Year Loans	16,335	15,510	61,451,299.95	58,245,452.54	8.24%	8.19%	4.67	4.69	133.64	132.61	
Proprietary / Technical / Vocational Loans	9,870	9,366	40,656,901.18	38,379,990.86	5.45%	5.39%	4.38	4.40	139.20	138.93	
Unknown (Consolidation) Loans	8,254	8,041	111,881,115.32	108,507,625.97	15.01%	15.25%	5.19	5.22	206.54	204.61	
Other Loans	14	14	161,345.23	161,989.72	0.02%	0.02%	4.78	4.78	115.80	115.06	
Total Portfolio	104,765	100,047	745,459,709.73	711,489,176.05			4.77	4.77	174.37	173.21	

SAP Indices							
	# of Loans		Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	6,506	6,189	24,401,907.28	22,992,474.69	3.27%	3.23%	2.7322
1 Month LIBOR	98,259	93,858	721,057,802.45	688,496,701.36	96.73%	96.77%	2.3482
Other Loans	-	-	-	-	0.00%	0.00%	-
Total Pool Balance	104,765	100,047	745,459,709.73	711,489,176.05			2.3606

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
EFS 2011-1 Series**

Distribution Date	7/25/2012
Collection Period	6/30/2012

Collection Activity

Cash Inflows Available to be Distributed	6/30/2012
Collection Amount Received	31,976,011.71
Recoveries	
Reserve Account	
Excess of Required Reserve Account	106,272.30
Interest on Investment Earnings	
Capitalized Interest Account (after a stepdown or release date)	7,876,156.01
Prefunding Account (after release date)	
Payments from Guarantor	7,313,505.56
Proceeds from Tender	
Prepayments	
Purchased by Servicers/Sellers	
Prior Month's Allocations or Adjustments	
Investment Income	15,408.66
All Fees	(4,128,490.68)
Other Amounts Received in Collection	-
Total Available Funds	43,158,863.56

(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	6/30/2012
Indenture Trustee Fees	-
Custodial Fees	
Paying Agent Fees	
Registrar Fees	
Servicing Fees	273,273.49
Administration Fees	328,327.92
Late Fees	
Other Fees	413,333.19
Total Fees	1,014,934.60

Cumulative Default Rate	as of 6/30/2012
Current Period's Defaults (\$)	9,451,312.78
Cumulative Defaults (\$)	42,933,937.27
Cumulative Default (% of original pool balance)	5.22%
Cumulative Default (% of Repayment ending balances)	6.14%
Current period payments (recoveries) from Guarantor (\$)	7,313,505.56
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) ^a	49,513,802.81
Cumulative Recovery Rate (%) ^b	115.33%
Cumulative Net Loss Rate (%)	-0.80%
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	43,158,863.56	
First: Deposits to Department Reserve Fund	1,211,398.80	41,947,464.76
Second: Trustee Fees due	-	41,947,464.76
Third: Servicing Fee due	273,273.49	41,674,191.27
Fourth: Administration Fees due	146,889.58	41,527,501.69
Fifth: Interest Distribution on Senior Notes or Obligations		
Series 2011-I-A1	637,548.53	
Series 2011-I-A2	1,268,922.02	
Total Interest Distribution on Senior Notes or Obligations	1,906,470.55	39,621,031.14
Sixth: Class B Interest Distribution Amount	389,007.21	39,232,023.93
Seventh: Debt Service Fund replenishment	-	39,232,023.93
Eighth: Principal Distribution on Senior and Sub Notes or Obligations		
Series 2011-I-A1	39,232,023.03	
Series 2011-I-A2	-	
Series 2011-I-B	-	
Total Principal Distribution on Senior and Sub Notes or Obligations	39,232,023.03	0.90
Ninth: Subordinate Administration Fee	-	0.90
Tenth: Excess available funds to Noteholders	-	0.90
Eleventh: Class B Carryover Amount		0.90
Twelfth: Release to Issuer		0.90

(a) Footnotes

(b) Footnotes

Principal and Interest Distributions	Class I-A1	Class I-A2	Class I-B1	TOTAL
Periodic Interest Due	637,548.53	1,268,922.02	389,007.21	2,295,477.76
Periodic Interest Paid	637,548.53	1,268,922.02	389,007.21	2,295,477.76
Interest Shortfall	-	-	-	-
Interest Carryover Due	-	-	-	-
Interest Carryover Paid	-	-	-	-
Interest Carryover	-	-	-	-
Periodic Principal Distribution Amount	42,149,122.11	-	-	42,149,122.11
Periodic Principal Paid	39,232,023.03	-	-	39,232,023.03
Excess/(Shortfall)	(2,917,099.08)			(2,917,099.08)
Total Distribution Amount	39,869,571.56	1,268,922.02	389,007.21	41,527,500.79

Educational Funding of the South, Inc
2011-1 Series
Balance Sheet
June 30, 2012
(Unaudited)

ASSETS

Cash	\$ 53,437,548.50
Assets Held by Trustee	
Investments	\$ 3,553.50
Student Loans Receivable, Net	703,439,914.33
Accrued Interest Receivable	3,815,562.42
Other Receivables	167,992.16
Bond Issue Costs	782,140.72
Prepaid and Deferred Expenses	-
Interfund Receivables	-
	<hr/>
Total Assets	<u><u>\$ 761,646,711.63</u></u>

LIABILITIES AND NET ASSETS

Notes Payable, Net	\$ 735,221,441.87
Discount on Notes Payable, Net	(461,624.68)
Accrued Interest Payable	1,690,308.85
Other Accounts Payable & Accrued Expenses	1,045,351.30
Interfund Payable	-
Deferred Revenue	-
APO Liability	-
Arbitrage Liability	-
	<hr/>
Total Liabilities	\$ 737,495,477.34
Net Assets	<u><u>\$ 24,151,234.29</u></u>
Total Liabilities and Net Assets	<u><u>\$ 761,646,711.63</u></u>

EFS 2011-1 Series

IV. Transactions for the Time Period

4/1/12-6/30/12

A. Student Loan Principal Collection Activity	
i. Regular Principal Collections	(9,984,921.19)
ii. Principal Collections from Guarantor	(7,124,322.29)
iii. Paydown due to Loan Consolidation	(20,049,340.76)
iv. Principal Collections from Schools	(1,727.66)
v. Principal Write-Offs Reimbursed to the Trust -	(58,344.96)
vi. Other System Adjustments	4,667.58
vii. Loans transferred out/deconverted (PUT)	-
viii. Total Principal Collections	(37,213,989.28)
B. Student Loan Non-Cash Principal Activity	
i. Principal Realized Losses - Claim Write-Offs	(12,858.73)
ii. Principal Realized Losses - Other	(25,422.80)
iii. Other Adjustments	230.31
iv. Capitalized Interest	3,975,628.44
v. Total Non-Cash Principal Activity	3,937,577.22
C. Student Loan Principal Additions	
i. New Loan Additions \$ -	212,586.28
ii. Total Principal Additions \$ -	212,586.28
D. Total Student Loan Principal Activity (Aviii + Bv + Cii)	(33,063,825.78)
E. Student Loan Interest Activity	
i. Regular Interest Collections	(3,937,854.15)
ii. Interest Claims Received from Guarantors	(189,183.27)
iii. Late Fees & Other	7,872.13
iv. Interest due to Loan Consolidation	(375,476.08)
v. Interest Write-Offs Reimbursed to the Trust -	(10,412.38)
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	2,440,425.92
viii. Loans transferred out/deconverted	-
ix. Total Interest Collections	(2,064,627.83)
F. Student Loan Non-Cash Interest Activity	
i. Interest Losses - Claim Write-offs	(139,288.21)
ii. Interest Losses - Other	(177,165.39)
iii. Other Adjustments	(871.57)
iv. Capitalized Interest	(3,975,628.44)
v. Interest Accrual	7,785,328.06
vi. Total Non-Cash Interest Adjustments	3,492,374.45
G. Student Loan Interest Additions	
i. New Loan Additions \$ -	4,790.44
ii. Total Interest Additions \$ -	4,790.44
H. Total Student Loan Interest Activity (Eix + Fvi + Gii)	1,432,537.06
I. Defaults Paid this Quarter (Aii + Eii)	(7,313,505.56)
J. Cumulative Defaults Paid to Date	(49,513,802.81)
K. Interest Expected to be Capitalized	
Interest Expected to be Capitalized - Beginning (III - A-ii)	8,285,899.57
Interest Capitalized into Principal During Collection Period (B-iv)	3,975,628.44
Change in Interest Expected to be Capitalized	(4,882,336.34)
Interest Expected to be Capitalized - Ending (III - A-ii)	7,379,191.67

EFS 2011-1 Series

V. Cash Receipts for the Time Period	4/1/12-6/30/12
A. Principal Collections	
i. Principal Payments Received - Cash	\$ 17,164,648.52
ii. Principal Received from Loans Consolidated	20,049,340.76
iii. Total Principal Collections	\$ 37,213,989.28
B. Interest Collections	
i. Interest Payments Received - Cash	\$ 4,137,449.80
ii. Interest Received from Loans Consolidated	375,476.08
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments	(2,440,425.92)
iv. Late Fees & Other	(7,872.13)
v. Total Interest Collections	\$ 2,064,627.83
C. Other Reimbursements	\$ -
D. Repurchases/ Reimbursements by Servicer/Seller	\$ -
E. Investment Earnings	\$ 15,408.66
F. Total Cash Receipts during Collection Period	\$ 39,294,025.77