

Student Loan Backed Reporting - FFELP  
Monthly/Quarterly Distribution Report

Issuer	EFS Volunteer No. 3, LLC
Deal Name	2012-2 Series
Distribution Date	8/25/2014
Collection Period	7/31/2014
Contact Name	Ken Mann
Contact Number	865-824-3054
Contact Email	<a href="mailto:kmann@edsouth.org">kmann@edsouth.org</a>
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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 *	% of Securities	Payment Frequency	Maturity
2012-1 A-1	26845CAA5	0.75500%	0.15500%	0.60000%		358,600,000.00	126,989,634.00	\$82,559.83	6,761,453.44	120,228,180.56	26.00%	Monthly	10/25/2021
2012-1 A-2	26845CAB3	1.15500%	0.15500%	1.00000%		154,000,000.00	154,000,000.00	\$153,163.86		154,000,000.00	33.30%	Monthly	2/25/2025
2012-1 A-3	26845CAC1	1.15500%	0.15500%	1.00000%		167,200,000.00	167,200,000.00	\$166,292.19		167,200,000.00	36.16%	Monthly	4/25/2033
2012-1 B-1	26845CAD9	1.15500%	0.15500%	1.00000%		21,000,000.00	21,000,000.00	\$20,885.98		21,000,000.00	4.54%	Monthly	8/25/2044
<b>Total</b>						<b>700,800,000.00</b>	<b>469,189,634.00</b>	<b>\$422,901.86</b>	<b>6,761,453.44</b>	<b>462,428,180.56</b>	<b>100%</b>		

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

Portfolio Summary

	Beg Balance	Activity	End Balance
Principal Balance	461,290,822.42	(6,489,910.45)	454,800,911.97
Accrued Interest to be Capitalized	6,731,182.16	(154,464.70)	6,576,717.46
<b>Total Pool Balance</b>	<b>468,022,004.58</b>	<b>(6,644,375.15)</b>	<b>461,377,629.43</b>
Weighted Average Coupon (WAC)	5.11	(0.00)	5.11
Weighted Average Maturity (WAM)	148.00	(0.05)	147.95
Number of Loans	90,210	(1,660)	88,550
Number of Borrowers	39,343	(729)	38,614
Average Loan Balance	\$ 5,188.14	22.22	\$ 5,210.36
Average Borrower Indebtedness	\$ 11,895.94	52.51	\$ 11,948.45

Weighted Average Payments Made

	% of Pool	W.A. Time until Repayment (months) <sup>(a)</sup> <i>(should include grace period)</i>
In School	0.98%	-24.84
Grace	0.39%	-2.53
Deferment	12.67%	-18.80
Forbearance	16.84%	-3.53
		<b>W.A. Time in Repayment (months)</b>
Repayment	68.10%	86.40
Claims in Progress	0.97%	79.81
Claims Denied	0.04%	75.04
<b>Total Weighted Average</b>		<b>56.41</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	1,192,632.47	(22,577.46)	1,170,055.01
Reserve Amt Required	1,170,055.01	(16,610.94)	1,153,444.07
Capitalized Interest Account	4,000,000.00	-	4,000,000.00
Capitalized Interest Account Required	-	-	-
Collection Fund	10,813,908.05	(2,441,903.19)	8,372,004.86
Acquisition Account	-	-	-
Interest Account	-	-	-
<b>Total Accounts Balance</b>	<b>15,983,963.06</b>	<b>(2,458,514.13)</b>	<b>13,525,448.93</b>

Balance Sheet and Parity

	Beg Balance	Activity	End Balance
<b>Assets</b>			
Pool Balance <sup>a</sup>	470,986,147.88	(6,614,485.92)	464,371,661.96
Capitalized Interest Fund	4,000,000.00	-	4,000,000.00
Debt Service Reserve	1,170,055.01	(16,610.94)	1,153,444.07
Acquisition Account	-	-	-
<b>Total Assets</b>	<b>476,156,202.89</b>	<b>(6,631,096.86)</b>	<b>469,525,106.03</b>
<b>Liabilities</b>			
Note Outstanding Class A	448,189,634.00	(6,761,453.44)	441,428,180.56
Note Outstanding Class B	21,000,000.00	-	21,000,000.00
<b>Total Liabilities</b>	<b>469,189,634.00</b>	<b>(6,761,453.44)</b>	<b>462,428,180.56</b>
Class A Parity %	106.24%		106.37%
Total Parity %, Including Class B	101.48%		101.53%

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

CPR (constant pmt rate)

Current Lifetime	10.40%
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Servicer Balance

	Balance	% of Portfolio	# of Loans	Clms Outstg
PHEAA	461,377,629.43	100.00%	88,550	4,497,720.14
<b>Total Portfolio</b>	<b>461,377,629.43</b>		<b>88,550</b>	<b>4,497,720.14</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	1,063	1,048	4,540,629.77	4,515,871.34	0.97%	0.98%	5.56	5.53	120.00	120.00	
Grace	476	464	1,870,089.76	1,815,425.38	0.40%	0.39%	5.58	5.62	120.12	119.88	
Repayment											
Current	53,092	52,099	270,261,486.81	266,679,811.32	57.75%	57.80%	5.03	5.02	146.47	146.38	
31-60 Days Delinquent	2,814	2,888	15,473,503.95	15,748,628.68	3.31%	3.41%	5.39	5.43	154.21	150.70	
61-90 Days Delinquent	1,660	1,550	8,412,029.95	8,207,289.21	1.80%	1.78%	5.12	5.27	144.52	153.15	
91-120 Days Delinquent	1,145	1,125	5,914,216.65	5,733,672.51	1.26%	1.24%	5.09	5.10	137.37	148.76	
121-180 Days Delinquent	1,454	1,589	7,229,093.33	8,143,046.68	1.54%	1.76%	5.37	5.19	147.34	137.13	
181-270 Days Delinquent	1,535	1,262	7,091,837.02	6,101,110.27	1.52%	1.32%	5.19	5.41	136.67	141.08	
271+ Days Delinquent	839	832	3,913,196.58	3,564,394.42	0.84%	0.77%	5.04	4.79	124.90	121.99	
<b>Total Repayment</b>	<b>62,539</b>	<b>61,345</b>	<b>318,295,364.29</b>	<b>314,177,953.09</b>	<b>68.01%</b>	<b>68.10%</b>	<b>5.06</b>	<b>5.05</b>	<b>146.16</b>	<b>146.20</b>	
Forbearance	12,430	12,248	80,315,344.57	77,710,416.61	17.16%	16.84%	5.35	5.36	158.58	158.72	
Deferment	12,338	12,282	58,277,540.94	58,474,380.96	12.45%	12.67%	5.00	5.01	147.34	147.24	
Claims in Progress	1,323	1,122	4,539,366.55	4,497,720.14	0.97%	0.97%	5.21	5.28	138.38	134.01	
Claims Denied	41	41	183,668.70	185,861.91	0.04%	0.04%	4.55	4.82	119.76	119.15	
<b>Total Portfolio</b>	<b>90,210</b>	<b>88,550</b>	<b>468,022,004.58</b>	<b>461,377,629.43</b>			<b>5.11</b>	<b>5.11</b>	<b>148.00</b>	<b>147.95</b>	

Delinquency Status											
	# of Loans		Pool Balance		% of Balance		WAC		WARM		
	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	Beginning	Ending	
Current	53,092	52,099	270,261,486.81	266,679,811.32	84.91%	84.88%	5.03	5.02	146.47	146.38	
31-60 Days Delinquent	2,814	2,888	15,473,503.95	15,748,628.68	4.86%	5.01%	5.39	5.43	154.21	150.70	
61-90 Days Delinquent	1,660	1,550	8,412,029.95	8,207,289.21	2.64%	2.61%	5.12	5.27	144.52	153.15	
91-120 Days Delinquent	1,145	1,125	5,914,216.65	5,733,672.51	1.86%	1.82%	5.09	5.10	137.37	148.76	
121-180 Days Delinquent	1,454	1,589	7,229,093.33	8,143,046.68	2.27%	2.59%	5.37	5.19	147.34	137.13	
181-270 Days Delinquent	1,535	1,262	7,091,837.02	6,101,110.27	2.23%	1.94%	5.19	5.41	136.67	141.08	
271+ Days Delinquent	839	832	3,913,196.58	3,564,394.42	1.23%	1.13%	5.04	4.79	124.90	121.99	
<b>Total Portfolio in Repayment</b>	<b>62,539</b>	<b>61,345</b>	<b>318,295,364.29</b>	<b>314,177,953.09</b>			<b>5.06</b>	<b>5.05</b>	<b>146.16</b>	<b>146.20</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	8,291	8,202	95,331,160.83	94,365,567.83	20.37%	20.45%	4.81	4.81	176.73	176.49	
Unsubsidized Consolidation Loans	8,639	8,538	115,618,063.10	114,258,772.01	24.70%	24.76%	4.96	4.95	189.09	188.66	
Subsidized Stafford Loans	40,441	39,642	113,694,280.66	111,752,173.14	24.29%	24.22%	4.99	4.99	113.56	113.57	
Unsubsidized Stafford Loans	30,248	29,644	126,571,888.06	124,521,269.61	27.04%	26.99%	5.26	5.26	123.83	123.97	
Grad PLUS Loans	2,591	2,524	16,806,611.93	16,479,846.84	3.59%	3.57%	7.57	7.57	117.29	116.59	
Other Loans	-	-	-	-	0.00%	0.00%	-	-	-	-	
<b>Total Balance</b>	<b>90,210</b>	<b>88,550</b>	<b>468,022,004.58</b>	<b>461,377,629.43</b>			<b>5.11</b>	<b>5.11</b>	<b>148.00</b>	<b>147.95</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	70,834	69,553	379,740,452.78	374,326,178.53	81.14%	81.13%	5.10	5.09	147.49	147.43	
2-Year Loans	13,097	12,722	39,799,614.88	38,140,044.06	8.50%	8.27%	5.13	5.12	122.53	120.08	
Proprietary / Technical / Vocational Loans	6,231	3,829	48,166,437.24	16,523,268.94	10.29%	3.58%	5.21	5.13	173.15	141.16	
Unknown (Consolidation) Loans	-	2,398	-	32,099,986.52	0.00%	6.96%	-	5.26	-	190.77	
Other	48	48	315,499.68	288,151.38	0.07%	0.06%	6.36	6.36	135.72	132.71	
<b>Total Portfolio</b>	<b>90,210</b>	<b>88,550</b>	<b>468,022,004.58</b>	<b>461,377,629.43</b>			<b>5.11</b>	<b>5.11</b>	<b>148.00</b>	<b>147.95</b>	

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SAP Indices							
	# of Loans		Pool Balance		% of Total		Margin
	Beginning	Ending	Beginning	Ending	Beginning	Ending	
T-Bill Loans	1,535	1,506	4,166,215.72	4,085,270.49	0.89%	0.89%	2.9184
1ML Loans	88,675	87,044	463,855,788.86	457,292,358.94	99.11%	99.11%	2.4262
Other Margin Loans	-	-	-	-	0.00%	0.00%	-
<b>Total Pool Balance</b>	<b>90,210</b>	<b>88,550</b>	<b>468,022,004.58</b>	<b>461,377,629.43</b>			<b>2.4305</b>

Collateral Pool Characteristics	Amount (\$)
Initial Pool Balance	647,534,674.65

Student Loan Backed Reporting - FFELP  
Monitoring Waterfall and Collections  
EFS Volunteer No. 3, LLC

Distribution Date	8/25/2014
Collection Period	7/31/2014

Collection Account Activity <sup>a</sup>	
Collection Amount Received	6,899,356.86
Recoveries	
Reserve Account	
Excess of Required Reserve Account	16,610.94
Interest on Investment Earnings	1,006.00
Capitalized Interest Account (after a stepdown or release date)	
Temporary Cost of Issuance Remaining	
Payments from Guarantor	1,455,031.06
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>\$ 8,372,004.86</b>

(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	7/31/2014
Indenture Trustee Fees	-
Servicing Fees	272,328.71
Administration Fees	94,750.19
Consolidation Rebate Fees	183,641.13
Other Fees	
<b>Total Fees</b>	<b>\$ 550,720.03</b>

Cumulative Default Rate	7/31/2014
Current Period's Defaults (\$)	1,772,465.77
Cumulative Defaults (\$)	85,831,177.98
Cumulative Default (% of original pool balance)	13.26%
Cumulative Default (% of Repayment ending balances)	18.86%
Current period payments (recoveries) from Guarantor (\$)	1,455,031.06
Current period borrower recoveries (\$)	-
Cumulative Recoveries (\$) <sup>a</sup>	86,900,612.83
Cumulative Recovery Rate (%) <sup>b</sup>	101.25%
Cumulative Net Loss Rate (%)	-0.17%
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
<b>Total Available Funds</b>		8,372,004.86
<b>First:</b> Deposits to Department Reserve Fund	820,570.66	7,551,434.20
<b>Second:</b> Trustee Fees due	-	7,551,434.20
<b>Third:</b> Servicing Fee due	272,328.71	7,279,105.49
<b>Fourth:</b> Administration Fees due	75,800.15	7,203,305.34
<b>Fifth:</b> Interest Distribution on Senior Notes or Obligations		
EFS Volunteer No. 3 2012 A-1	82,559.83	
EFS Volunteer No. 3 2012 A-2	153,163.86	
EFS Volunteer No. 3 2012 A-3	166,292.19	
Total Interest Distribution on Senior Notes or Obligations	402,015.88	6,801,289.46
<b>Sixth:</b> Class B Interest Distribution Amount (Subject to Class B Interest Cap)	20,885.98	6,780,403.48
<b>Seventh:</b> Debt Service Fund replenishment	-	6,780,403.48
<b>Eighth:</b> Principal Distribution on Senior and Sub Notes or Obligations		
EFS Volunteer No. 3 2012 A-1	6,666,952.61	
EFS Volunteer No. 3 2012 A-2	-	
EFS Volunteer No. 3 2012 A-3	-	
EFS Volunteer No. 3 2012 B	-	
Total Principal Distribution on Senior and Sub Notes or Obligations	6,666,952.61	113,450.87
<b>Ninth:</b> Subordinate Administration Fee	18,950.04	94,500.83
<b>Tenth:</b> Excess available funds to Noteholders	94,500.83	-
<b>Eleventh:</b> Class B Carryover Amount	-	-
<b>Twelfth:</b> Release to Issuer	-	-

Principal and Interest Distributions	Class A	Class B	TOTAL
Periodic Interest Due	402,015.88	20,885.98	422,901.86
Periodic Interest Paid	402,015.88	20,885.98	422,901.86
Interest Excess/(Shortfall)	-	-	-
Interest Carryover Due	-	385,576.08	385,576.08
Interest Carryover Paid	-	-	-
Interest Carryover	-	385,576.08	-
Periodic Principal Distribution Amount	6,666,952.61	-	6,666,952.61
Periodic Principal Paid	6,761,453.44	-	6,761,453.44
Excess/(Shortfall)	94,500.83	-	94,500.83
<b>Total Distribution Amount</b>	<b>7,163,469.32</b>	<b>20,885.98</b>	<b>7,184,355.30</b>

**EFS Volunteer No. 3  
2012-1 Series  
Balance Sheet  
July 31, 2014  
(Unaudited)**

**ASSETS**

Cash	\$ 16,061,931.55
Assets Held by Trustee	
Investments	1,006.00
Student Loans Receivable, Net	454,253,823.29
Accrued Interest Receivable	6,716,207.29
Other Receivables	200,065.28
Bond Issue Costs	2,992,025.84
Prepaid and Deferred Expenses	<u>28,395.22</u>
<b>Total Assets</b>	<b><u><u>\$ 480,253,454.47</u></u></b>

**LIABILITIES AND NET ASSETS**

Notes Payable, Net	\$ 469,189,634.00
Discount on Notes Payable, Net	(10,988,468.60)
Accrued Interest Payable	476,622.91
Other Accounts Payable & Accrued Expenses	<u>574,520.03</u>
<b>Total Liabilities</b>	<b><u><u>\$ 459,252,308.34</u></u></b>
<b>Net Assets</b>	<b><u><u>\$ 21,001,146.13</u></u></b>
<b>Total Liabilities and Net Assets</b>	<b><u><u>\$ 480,253,454.47</u></u></b>

## EFS Volunteer No. 3, LLC

## IV. Transactions for the Time Period

7-1-2014 - 7-31-2014

<b>A. Student Loan Principal Collection Activity</b>	
i. Regular Principal Collections	(2,765,030.99)
ii. Principal Collections from Guarantor	(1,411,809.26)
iii. Paydown due to Loan Consolidation	(3,071,043.63)
iv. Principal Collections from Schools	3,750.64
v. Principal Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments	-
vii. Loans transferred out/deconverted (PUT)	-
<b>viii. Total Principal Collections</b>	<hr/> <b>(7,244,133.24)</b>
<b>B. Student Loan Non-Cash Principal Activity</b>	
i. Principal Realized Losses - Claim Write-Offs	(1,338.85)
ii. Principal Realized Losses - Other	(29,519.08)
iii. Other Adjustments	1,501.14
iv. Capitalized Interest	783,579.58
<b>v. Total Non-Cash Principal Activity</b>	<hr/> <b>754,222.79</b>
<b>C. Student Loan Principal Additions</b>	
i. New Loan Additions \$ -	-
<b>ii. Total Principal Additions \$ -</b>	<hr/> <b>-</b>
<b>D. Total Student Loan Principal Activity (Aviii + Bv + Cii)</b>	<hr/> <b>(6,489,910.45)</b>
<b>E. Student Loan Interest Activity</b>	
i. Regular Interest Collections	(958,355.85)
ii. Interest Claims Received from Guarantors	(43,221.80)
iii. Late Fees & Other	(11,724.45)
iv. Interest due to Loan Consolidation	(91,391.33)
v. Interest Write-Offs Reimbursed to the Trust -	-
vi. Other System Adjustments -	-
vii. Interest Benefit and Special Allowance Payments	698,256.65
viii. Loans transferred out/deconverted	-
<b>vix. Total Interest Collections</b>	<hr/> <b>(406,436.78)</b>
<b>F. Student Loan Non-Cash Interest Activity</b>	
i. Interest Losses - Claim Write-offs	(34,153.46)
ii. Interest Losses - Other	(18,010.08)
iii. Other Adjustments b.	6,128.06
iv. Capitalized Interest	(783,579.58)
v. Interest Accrual	1,848,815.67
<b>vi. Total Non-Cash Interest Adjustments</b>	<hr/> <b>1,019,200.61</b>
<b>G. Student Loan Interest Additions</b>	
i. New Loan Additions \$ -	-
<b>ii. Total Interest Additions \$ -</b>	<hr/> <b>-</b>
<b>H. Total Student Loan Interest Activity (Eviii + Fvi + Gii)</b>	<hr/> <b>612,763.83</b>
<b>I. Defaults Paid this Period (Aii + Eii)</b>	<b>(1,455,031.06)</b>
<b>J. Cumulative Defaults Paid to Date</b>	<b>(86,900,612.83)</b>
<b>K. Interest Expected to be Capitalized</b>	
Interest Expected to be Capitalized - Beginning (III - A-ii)	6,731,182.16
Interest Capitalized into Principal During Collection Period (B-iv)	754,222.79
Change in Interest Expected to be Capitalized	908,687.49
Interest Expected to be Capitalized - Ending (III - A-ii)	6,576,717.46

**EFS Volunteer No. 3, LLC**

<b>V. Cash Receipts for the Time Period</b>		<b>7-1-2014 - 7-31-2014</b>
<b>A. Principal Collections</b>		
i. Principal Payments Received - Cash	\$	4,173,089.61
ii. Principal Received from Loans Consolidated		3,071,043.63
<b>iii. Total Principal Collections</b>	<b>\$</b>	<b>7,244,133.24</b>
<b>B. Interest Collections</b>		
i. Interest Payments Received - Cash	\$	1,001,577.65
ii. Interest Received from Loans Consolidated		91,391.33
iii. Interest Payments Received(Paid) - Interest Benefit and Special Allowance Payments		(698,256.65)
iv. Late Fees & Other		11,724.45
<b>v. Total Interest Collections</b>	<b>\$</b>	<b>406,436.78</b>
<b>C. Other Reimbursements</b>	<b>\$</b>	<b>-</b>
<b>D. Repurchases/ Reimbursements by Servicer/Seller</b>		
<b>E. Investment Earnings</b>	<b>\$</b>	<b>1,006.00</b>
<b>F. Total Cash Receipts during Collection Period</b>	<b>\$</b>	<b>7,651,576.02</b>