

**Education Funding Capital Trust-III**  
**Statements to Noteholders**  
**October 31, 2009**  
(per Section 11.04)

**Payments on each Series of Notes during the month ended:**

October 31, 2009

	Principal	Interest	Carryover Interest
Series A-1	-	-	-
Series A-2	-	-	-
Series A-3	-	-	-
Series A-4	-	136,422.22	-
Series A-5	-	113,732.50	-
Series A-6	-	113,732.50	-
Series A-7	-	114,253.61	-
Series A-8	-	113,406.81	-
Series B-1	-	86,333.33	-
	<u>-</u>	<u>677,880.97</u>	<u>-</u>

**Information on Each Series of Notes as of:**

October 31, 2009

	Outstanding Principal	Pool Factor	Effective Interest Rate	Carryover Interest
<b>LIBOR Floaters (3-month LIBOR):</b>				
Series A-1	-	-		N/A
Series A-2	-	-		N/A
Series A-3	146,809,677.84	0.4602184	0.56900%	N/A
<b>Auction Rate Notes (28-day ARS):</b>				
Series A-4	100,000,000.00	1.0000000	1.74400%	237,875.10
Series A-5	83,750,000.00	1.0000000	1.74500%	226,895.43
Series A-6	83,750,000.00	1.0000000	1.74400%	228,540.96
Series A-7	83,750,000.00	1.0000000	1.74400%	199,253.63
Series A-8	83,750,000.00	1.0000000	1.74500%	243,562.70
Series B-1	50,000,000.00	1.0000000	2.22000%	449,292.74
	<u>631,809,677.84</u>			<u>1,585,420.57</u>

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(per Section 11.04)

Value of the Trust Estate as of:	October 31, 2009
Principal Balance of Financed Student Loans	608,574,334.75
Accrued Interest on Financed Student Loans	4,686,705.88
Cash and Investment Balance	20,486,331.84
Accrued Interest on Cash and Investments	1,732.55
	<u>633,749,105.02</u>
Accrued Interest and Fees with respect to the Notes	<u>542,710.54</u>
Pool Balance	<u>608,574,334.75</u>
Parity Percentage	<u>100.22%</u>
Senior Parity Percentage	<u>108.83%</u>

Rollforward of Indenture Funds during month ended:	October 31, 2009				
	Distribution Account	Collection Account	Acquisition Account	Reserve Account	Capitalized Interest Account
Beginning Balance	4,328,826.36	5,844,090.79	(0.00)	6,318,096.77	-
Withdrawals	(1,400,088.10)	(1,486,332.38)	-	-	-
Deposits	1,486,332.38	4,928,470.44	-	-	-
Ending Balance	<u>4,415,070.64</u>	<u>9,286,228.85</u>	<u>(0.00)</u>	<u>6,318,096.77</u>	<u>-</u>

Amounts allocated during month ended:	October 31, 2009
Servicing fees	127,832.16
Administration fee	25,560.14
Auction agent fee	3,772.23
Broker dealer fee	-
Calculation agent fee	-
Trustee fee	25,619.57
	<u>182,784.10</u>

Activity on Financed Student Loans during month ended:	October 31, 2009
Recoveries of Principal	3,728,010.84
Recoveries of Interest	1,246,108.46
Acquisitions of Financed Student Loans	-
Sales of Financed Student Loans	-
Initial federal reimbursement claims	1,577,857.28
Rejected federal reimbursement claims	-

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**Statements to Noteholders**  
**Portfolio Statistics**  
**October 31, 2009**  
(per Section 11.04)

	Number of Borrowers	Outstanding Balance		ABI
		Dollars	Percentage	
<b>Portfolio Breakdown:</b>				
In-School	0	0	0.00%	0
Grace	0	0	0.00%	0
<b>Total Interim</b>	<b>0</b>	<b>0</b>	<b>0.00%</b>	<b>0</b>
Repayment - Current	18,556	406,882,745	66.86%	21,927
Repayment - Delinquent	2,722	74,412,268	12.23%	27,337
Forbearance	1,317	51,758,871	8.50%	39,301
Deferment	2,781	75,520,451	12.41%	27,156
<b>Total Repayment</b>	<b>25,376</b>	<b>608,574,335</b>	<b>100.00%</b>	<b>23,982</b>
<b>Total Portfolio</b>	<b>25,376</b>	<b>608,574,335</b>	<b>100.00%</b>	<b>23,982</b>
<b>Breakdown of Delinquent:</b>				
11 - 30 days	1,075	27,323,610	4.49%	25,417
31 - 60 days	591	17,053,280	2.80%	28,855
61 - 90 days	317	9,223,675	1.52%	29,097
91 - 120 days	164	4,285,858	0.70%	26,133
121 - 150 days	173	4,731,227	0.78%	27,348
151 - 180 days	87	2,546,532	0.42%	29,270
181 - 210 days	91	2,599,054	0.43%	28,561
211 - 240 days	76	2,197,201	0.36%	28,911
241 - 270 days	53	1,271,030	0.21%	23,982
Over 270 days	23	860,500	0.14%	37,413
Claim Filed	72	2,320,301	0.38%	32,226
<b>Total Delinquent</b>	<b>2,722</b>	<b>74,412,268</b>	<b>12.23%</b>	<b>27,337</b>
<b>Loan Type:</b>				
Stafford	0	0	0.00%	0
PLUS	0	0	0.00%	0
Consolidation	25,376	608,574,335	100.00%	23,982
<b>Total</b>	<b>25,376</b>	<b>608,574,335</b>	<b>100.00%</b>	<b>23,982</b>