

## Education Funding Capital Trust-III

### Statements to Noteholders

**May 31, 2009**

(per Section 11.04)

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

May 31, 2009

	Principal	Interest	Carryover Interest
Series A-1	-	-	-
Series A-2	-	-	-
Series A-3	-	-	-
Series A-4	-	151,122.22	-
Series A-5	-	128,714.44	-
Series A-6	-	127,085.97	-
Series A-7	-	126,564.86	-
Series A-8	-	125,913.47	-
Series B-1	-	107,722.22	-
	-	767,123.18	-

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

May 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	166,967,864.55	0.5234102	1.59000%	N/A
<b>Auction Rate Notes (28-day ARS):</b>				
Series A-4	100,000,000.00	1.0000000	1.81600%	365,385.14
Series A-5	83,750,000.00	1.0000000	1.91400%	279,195.24
Series A-6	83,750,000.00	1.0000000	1.85400%	241,329.55
Series A-7	83,750,000.00	1.0000000	1.81600%	306,043.12
Series A-8	83,750,000.00	1.0000000	1.81300%	357,318.04
Series B-1	50,000,000.00	1.0000000	2.77000%	681,314.41
	651,967,864.55			2,230,585.49

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

Value of the Trust Estate as of:	May 31, 2009
Principal Balance of Financed Student Loans	624,445,696.45
Accrued Interest on Financed Student Loans	4,707,740.46
Cash and Investment Balance	23,572,214.94
Accrued Interest on Cash and Investments	4,413.01
	<u>652,730,064.86</u>
Accrued Interest and Fees with respect to the Notes	<u>938,603.01</u>
Pool Balance	<u>624,445,696.45</u>
Parity Percentage	<u>99.97%</u>
Senior Parity Percentage	<u>108.28%</u>

Rollforward of Indenture Funds during month ended:	May 31, 2009				
	Distribution Account	Collection Account	Acquisition Account	Reserve Account	Capitalized Interest Account
Beginning Balance	4,049,610.96	9,579,188.48	(0.00)	6,519,678.64	-
Withdrawals	(1,491,931.36)	(1,591,356.10)	-	-	-
Deposits	1,591,356.10	4,718,586.88	-	-	-
Ending Balance	<u>4,149,035.70</u>	<u>12,706,419.26</u>	<u>(0.00)</u>	<u>6,519,678.64</u>	<u>-</u>

Amounts allocated during month ended:	May 31, 2009
Servicing fees	142,847.77
Administration fee	26,191.27
Auction agent fee	3,772.23
Broker dealer fee	-
Calculation agent fee	-
Trustee fee	333.33
	<u>173,144.60</u>

Activity on Financed Student Loans during month ended:	May 31, 2009
Recoveries of Principal	2,956,200.62
Recoveries of Interest	1,228,245.29
Acquisitions of Financed Student Loans	-
Sales of Financed Student Loans	-
Initial federal reimbursement claims	1,313,989.13
Rejected federal reimbursement claims	-

**Education Funding Capital Trust-III**  
**Statements to Noteholders**  
**Portfolio Statistics**  
**May 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	18,757	423,246,370	67.78%	22,565
Repayment - Delinquent	2,731	72,466,684	11.60%	26,535
Forbearance	1,317	51,972,042	8.32%	39,462
Deferment	2,764	76,760,600	12.29%	27,772
<b>Total Repayment</b>	<b>25,569</b>	<b>624,445,696</b>	<b>100.00%</b>	<b>24,422</b>
<b>Total Portfolio</b>	<b>25,569</b>	<b>624,445,696</b>	<b>100.00%</b>	<b>24,422</b>
<b>Breakdown of Delinquent:</b>				
11 - 30 days	1,155	27,974,501	4.48%	24,220
31 - 60 days	551	14,241,666	2.28%	25,847
61 - 90 days	295	8,112,895	1.30%	27,501
91 - 120 days	176	4,741,548	0.76%	26,941
121 - 150 days	133	4,876,584	0.78%	36,666
151 - 180 days	84	2,551,950	0.41%	30,380
181 - 210 days	90	2,406,669	0.39%	26,741
211 - 240 days	87	2,554,923	0.41%	29,367
241 - 270 days	61	1,865,583	0.30%	30,583
Over 270 days	26	960,529	0.15%	36,943
Claim Filed	73	2,179,838	0.35%	29,861
<b>Total Delinquent</b>	<b>2,731</b>	<b>72,466,684</b>	<b>11.60%</b>	<b>26,535</b>
<b>Loan Type:</b>				
Stafford	0	0	0.00%	0
PLUS	0	0	0.00%	0
Consolidation	25,569	624,445,696	100.00%	24,422
<b>Total</b>	<b>25,569</b>	<b>624,445,696</b>	<b>100.00%</b>	<b>24,422</b>