

Education Funding Capital Trust-III
Statements to Noteholders
February 29, 2008
(per Section 11.04)

Payments on each Series of Notes during the month ended:

February 29, 2008

	Principal	Interest	Carryover Interest
Series A-1	-	-	-
Series A-2	-	-	-
Series A-3	-	-	-
Series A-4	-	365,555.56	-
Series A-5	-	361,195.14	-
Series A-6	-	319,180.56	-
Series A-7	-	302,895.83	-
Series A-8	-	384,319.44	-
Series B-1	-	217,777.78	-
	-	1,950,924.31	-

Information on Each Series of Notes as of:

February 29, 2008

	Outstanding Principal	Pool Factor	Effective Interest Rate	Carryover Interest
LIBOR Floaters (3-month LIBOR):				
Series A-1	-	-	0.00000%	N/A
Series A-2	-	-	0.00000%	N/A
Series A-3	213,679,698.62	0.6698423	5.26063%	N/A
Auction Rate Notes (28-day ARS):				
Series A-4	100,000,000.00	1.0000000	4.62400%	-
Series A-5	83,750,000.00	1.0000000	4.63900%	-
Series A-6	83,750,000.00	1.0000000	4.61900%	-
Series A-7	83,750,000.00	1.0000000	4.62400%	-
Series A-8	83,750,000.00	1.0000000	4.60000%	-
Series B-1	50,000,000.00	1.0000000	6.62400%	-
	698,679,698.62			-

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Value of the Trust Estate as of:	February 29, 2008
Principal Balance of Financed Student Loans	668,092,167.01
Accrued Interest on Financed Student Loans	9,409,700.42
Cash and Investment Balance	27,044,125.75
Accrued Interest on Cash and Investments	58,348.39
	<u>704,604,341.57</u>
Accrued Interest and Fees with respect to the Notes	<u>2,978,889.30</u>
Pool Balance	<u>668,092,167.01</u>
Parity Percentage	<u>100.42%</u>
Senior Parity Percentage	<u>108.16%</u>

Rollforward of Indenture Funds during month ended:	February 29, 2008				
	Distribution Account	Collection Account	Acquisition Account	Reserve Account	Capitalized Interest Account
Beginning Balance	6,434,174.82	6,111,950.35	(0.00)	6,986,796.99	-
Withdrawals	(2,796,549.12)	(2,678,823.52)	-	(192.31)	-
Deposits	2,691,129.33	9,660,871.59	-	192.31	-
Ending Balance	<u>6,328,755.03</u>	<u>13,093,998.42</u>	<u>(0.00)</u>	<u>6,986,796.99</u>	<u>-</u>

Amounts allocated during month ended:	February 29, 2008
Servicing fees	125,298.58
Administration fee	28,028.91
Auction agent fee	3,772.22
Broker dealer fee	56,583.33
Calculation agent fee	26,124.06
Trustee fee	<u>239,807.10</u>

Activity on Financed Student Loans during month ended:	February 29, 2008
Recoveries of Principal	<u>3,462,853.94</u>
Recoveries of Interest	<u>1,448,331.59</u>
Acquisitions of Financed Student Loans	<u>-</u>
Sales of Financed Student Loans	<u>-</u>
Initial federal reimbursement claims	<u>525,109.50</u>
Rejected federal reimbursement claims	<u>-</u>

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Portfolio Statistics
February 29, 2008
(per Section 11.04)

	Number of Borrowers	Outstanding Balance		ABI
		Dollars	Percentage	
Portfolio Breakdown:				
In-School	0	0	0.00%	0
Grace	0	0	0.00%	0
Total Interim	0	0	0.00%	0
Repayment - Current	19,812	466,343,802	69.80%	23,538
Repayment - Delinquent	2,493	68,162,718	10.20%	27,342
Forbearance	1,370	54,839,163	8.21%	40,029
Deferment	2,917	78,746,484	11.79%	26,996
Total Repayment	26,592	668,092,167	100.00%	25,124
Total Portfolio	26,592	668,092,167	100.00%	25,124
Breakdown of Delinquent:				
11 - 30 days	862	22,299,212	3.34%	25,869
31 - 60 days	615	16,603,345	2.49%	26,997
61 - 90 days	281	7,882,489	1.18%	28,052
91 - 120 days	209	6,005,601	0.90%	28,735
121 - 150 days	158	4,796,095	0.72%	30,355
151 - 180 days	108	3,149,428	0.47%	29,161
181 - 210 days	83	2,741,742	0.41%	33,033
211 - 240 days	53	1,180,120	0.18%	22,266
241 - 270 days	48	1,385,344	0.21%	28,861
Over 270 days	20	597,211	0.09%	29,861
Claim Filed	56	1,522,130	0.23%	27,181
Total Delinquent	2,493	68,162,718	10.20%	27,342
Loan Type:				
Stafford	0	0	0.00%	0
PLUS	0	0	0.00%	0
Consolidation	26,592	668,092,167	100.00%	25,124
Total	26,592	668,092,167	100.00%	25,124