

Education Funding Capital Trust-III
Statements to Noteholders
June 30, 2008
(per Section 11.04)

Payments on each Series of Notes during the month ended:

June 30, 2008

	Principal	Interest	Carryover Interest
Series A-1	-	-	-
Series A-2	-	-	-
Series A-3	8,505,413.13	1,580,133.88	-
Series A-4	-	307,300.00	-
Series A-5	-	273,453.06	-
Series A-6	-	262,444.58	-
Series A-7	-	257,363.75	-
Series A-8	-	252,934.31	-
Series B-1	-	169,555.56	-
	<u>8,505,413.13</u>	<u>3,103,185.14</u>	<u>-</u>

Information on Each Series of Notes as of:

June 30, 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	195,112,797.28	0.6116389	3.04625%	N/A
Auction Rate Notes (28-day ARS):				
Series A-4	100,000,000.00	1.0000000	3.98100%	2,923.71
Series A-5	83,750,000.00	1.0000000	3.95600%	-
Series A-6	83,750,000.00	1.0000000	3.94800%	-
Series A-7	83,750,000.00	1.0000000	3.98100%	2,481.26
Series A-8	83,750,000.00	1.0000000	3.98300%	195.88
Series B-1	50,000,000.00	1.0000000	4.36000%	173,179.91
	<u>680,112,797.28</u>			<u>178,780.76</u>

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Value of the Trust Estate as of:	June 30, 2008
Principal Balance of Financed Student Loans	656,716,696.69
Accrued Interest on Financed Student Loans	6,866,686.52
Cash and Investment Balance	16,584,225.85
Accrued Interest on Cash and Investments	38,596.90
	<u>680,206,205.96</u>
Accrued Interest and Fees with respect to the Notes	<u>1,061,325.36</u>
Pool Balance	<u>656,716,696.69</u>
Parity Percentage	<u>99.86%</u>
Senior Parity Percentage	<u>107.78%</u>

Rollforward of Indenture Funds during month ended:	June 30, 2008				
	Distribution Account	Collection Account	Acquisition Account	Reserve Account	Capitalized Interest Account
Beginning Balance	6,409,705.78	10,511,721.86	(0.00)	6,886,182.10	-
Withdrawals	(12,349,796.60)	(12,488,044.28)	-	(85,152.95)	-
Deposits	12,493,684.83	4,434,506.38	-	98.82	-
Ending Balance	<u>6,553,594.01</u>	<u>2,458,183.96</u>	<u>(0.00)</u>	<u>6,801,127.97</u>	<u>-</u>

Amounts allocated during month ended:	June 30, 2008
Servicing fees	66,111.57
Administration fee	27,536.27
Auction agent fee	3,772.22
Broker dealer fee	56,583.33
Calculation agent fee	333.33
Trustee fee	<u>154,336.72</u>

Activity on Financed Student Loans during month ended:	June 30, 2008
Recoveries of Principal	<u>3,481,527.50</u>
Recoveries of Interest	<u>1,389,121.71</u>
Acquisitions of Financed Student Loans	<u>-</u>
Sales of Financed Student Loans	<u>-</u>
Initial federal reimbursement claims	<u>1,247,650.33</u>
Rejected federal reimbursement claims	<u>-</u>

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Portfolio Statistics
June 30, 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	19,834	461,925,990	70.34%	23,290
Repayment - Delinquent	2,383	65,016,311	9.90%	27,283
Forbearance	1,325	53,632,898	8.17%	40,478
Deferment	2,776	76,142,027	11.59%	27,429
Total Repayment	26,318	656,717,227	100.00%	24,953
Total Portfolio	26,318	656,717,227	100.00%	24,953
Breakdown of Delinquent:				
11 - 30 days	934	23,263,694	3.54%	24,908
31 - 60 days	590	16,101,523	2.45%	27,291
61 - 90 days	255	7,352,200	1.12%	28,832
91 - 120 days	158	4,757,441	0.72%	30,110
121 - 150 days	127	3,555,827	0.54%	27,999
151 - 180 days	79	2,488,527	0.38%	31,500
181 - 210 days	56	1,861,685	0.28%	33,244
211 - 240 days	52	1,430,871	0.22%	27,517
241 - 270 days	47	1,477,453	0.22%	31,435
Over 270 days	18	435,399	0.07%	24,189
Claim Filed	67	2,291,693	0.35%	34,204
Total Delinquent	2,383	65,016,311	9.90%	27,283
Loan Type:				
Stafford	0	0	0.00%	0
PLUS	0	0	0.00%	0
Consolidation	26,318	656,717,227	100.00%	24,953
Total	26,318	656,717,227	100.00%	24,953