

Education Funding Capital Trust-III
Statements to Noteholders
March 31, 2008
(per Section 11.04)

Payments on each Series of Notes during the month ended:

March 31, 2008

	Principal	Interest	Carryover Interest
Series A-1	-	-	-
Series A-2	-	-	-
Series A-3	10,061,488.21	2,841,449.30	-
Series A-4	-	359,644.44	-
Series A-5	-	302,179.31	-
Series A-6	-	300,876.53	-
Series A-7	-	301,202.22	-
Series A-8	-	299,638.89	-
Series B-1	-	257,600.00	-
	<u>10,061,488.21</u>	<u>4,662,590.69</u>	<u>-</u>

Information on Each Series of Notes as of:

March 31, 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	203,618,210.41	0.6383016	3.07000%	N/A
Auction Rate Notes (28-day ARS):				
Series A-4	100,000,000.00	1.0000000	4.10600%	-
Series A-5	83,750,000.00	1.0000000	4.43500%	-
Series A-6	83,750,000.00	1.0000000	4.05900%	-
Series A-7	83,750,000.00	1.0000000	4.10600%	-
Series A-8	83,750,000.00	1.0000000	4.58600%	-
Series B-1	50,000,000.00	1.0000000	6.10600%	-
	<u>688,618,210.41</u>			<u>-</u>

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(per Section 11.04)

Value of the Trust Estate as of:	March 31, 2008
Principal Balance of Financed Student Loans	665,123,793.63
Accrued Interest on Financed Student Loans	8,944,920.95
Cash and Investment Balance	16,361,361.34
Accrued Interest on Cash and Investments	49,421.03
	<u>690,479,496.95</u>
Accrued Interest and Fees with respect to the Notes	<u>1,040,464.50</u>
Pool Balance	<u>665,123,793.63</u>
Parity Percentage	<u>100.12%</u>
Senior Parity Percentage	<u>107.96%</u>

Rollforward of Indenture Funds during month ended:	March 31, 2008																														
	<table style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="width: 15%;"></th> <th style="width: 15%; text-align: center;">Distribution Account</th> <th style="width: 15%; text-align: center;">Collection Account</th> <th style="width: 15%; text-align: center;">Acquisition Account</th> <th style="width: 15%; text-align: center;">Reserve Account</th> <th style="width: 20%; text-align: center;">Capitalized Interest Account</th> </tr> </thead> <tbody> <tr> <td>Beginning Balance</td> <td style="text-align: right;">6,328,755.03</td> <td style="text-align: right;">13,093,998.42</td> <td style="text-align: right;">(0.00)</td> <td style="text-align: right;">6,986,796.99</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Withdrawals</td> <td style="text-align: right;">(15,545,719.86)</td> <td style="text-align: right;">(15,606,904.68)</td> <td style="text-align: right;">-</td> <td style="text-align: right;">(100,753.73)</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Deposits</td> <td style="text-align: right;">15,714,930.59</td> <td style="text-align: right;">4,795,251.34</td> <td style="text-align: right;">-</td> <td style="text-align: right;">138.84</td> <td style="text-align: right;">-</td> </tr> <tr> <td>Ending Balance</td> <td style="text-align: right;"><u>6,497,965.76</u></td> <td style="text-align: right;"><u>2,282,345.08</u></td> <td style="text-align: right;"><u>(0.00)</u></td> <td style="text-align: right;"><u>6,886,182.10</u></td> <td style="text-align: right;"><u>-</u></td> </tr> </tbody> </table>		Distribution Account	Collection Account	Acquisition Account	Reserve Account	Capitalized Interest Account	Beginning Balance	6,328,755.03	13,093,998.42	(0.00)	6,986,796.99	-	Withdrawals	(15,545,719.86)	(15,606,904.68)	-	(100,753.73)	-	Deposits	15,714,930.59	4,795,251.34	-	138.84	-	Ending Balance	<u>6,497,965.76</u>	<u>2,282,345.08</u>	<u>(0.00)</u>	<u>6,886,182.10</u>	<u>-</u>
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Amounts allocated during month ended:	March 31, 2008
Servicing fees	137,000.92
Administration fee	27,897.91
Auction agent fee	3,772.22
Broker dealer fee	56,583.33
Calculation agent fee	333.33
Trustee fee	<u>225,587.71</u>

Activity on Financed Student Loans during month ended:	March 31, 2008
Recoveries of Principal	<u>3,400,344.59</u>
Recoveries of Interest	<u>1,389,315.47</u>
Acquisitions of Financed Student Loans	<u>-</u>
Sales of Financed Student Loans	<u>-</u>
Initial federal reimbursement claims	<u>689,134.74</u>
Rejected federal reimbursement claims	<u>-</u>

Education Funding Capital Trust-III
Statements to Noteholders
Portfolio Statistics
March 31, 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	19,634	460,318,303	69.21%	23,445
Repayment - Delinquent	2,586	70,270,104	10.56%	27,173
Forbearance	1,359	54,504,121	8.19%	40,106
Deferment	2,967	80,031,265	12.03%	26,974
Total Repayment	26,546	665,123,794	100.00%	25,056
Total Portfolio	26,546	665,123,794	100.00%	25,056
Breakdown of Delinquent:				
11 - 30 days	1,113	27,693,341	4.16%	24,882
31 - 60 days	505	14,229,188	2.14%	28,177
61 - 90 days	292	8,697,382	1.31%	29,786
91 - 120 days	150	4,442,040	0.67%	29,614
121 - 150 days	143	3,925,599	0.59%	27,452
151 - 180 days	116	3,491,544	0.52%	30,100
181 - 210 days	83	2,418,043	0.36%	29,133
211 - 240 days	59	1,964,609	0.30%	33,298
241 - 270 days	39	1,014,393	0.15%	26,010
Over 270 days	30	1,019,639	0.15%	33,988
Claim Filed	56	1,374,328	0.21%	24,542
Total Delinquent	2,586	70,270,104	10.56%	27,173
Loan Type:				
Stafford	0	0	0.00%	0
PLUS	0	0	0.00%	0
Consolidation	26,546	665,123,794	100.00%	25,056
Total	26,546	665,123,794	100.00%	25,056