



**Brazos Education Loan Authority, Inc.**

**Quarterly Student Loan Report**

**Indenture 2012-1 Securing the 2012 Notes**

**For the One Month Ending September 30, 2013**

DEAL PARAMETERS							
Student Loan Portfolio Characteristics		8/31/2013	Loans Acquired	Activity	9/30/2013		
A-I	Portfolio Balance	\$ 100,639,751.70	\$ -	\$ (860,443.78)	\$ 99,779,307.92		
A-II	Interest to be Capitalized	400,890.30	-	(42,265.97)	358,624.33		
A-III	Pool Balance	\$ 101,040,642.00	\$ -	\$ (902,709.75)	\$ 100,137,932.25		
A-IV	Reserve Fund Account Balance	254,687.70			254,687.70		
A-V	Cash & Payments In Transit	994,506.98			1,067,739.53		
A-VI	Total Adjusted Pool	<u>\$ 102,289,836.68</u>			<u>\$ 101,460,359.48</u>		
B-I	Weighted Average Coupon (WAC)						3.79%
B-II	Weighted Average Remaining Term						183.67
B-III	Number of Loans						9,831
B-IV	Number of Borrowers						4,964
B-V	Aggregate Outstanding Principal Balance - T-Bill						3,023,391
B-VI	Percentage Outstanding Principal Balance - T-Bill						3.03%
B-VII	Aggregate Outstanding Principal Balance - Commercial Paper						96,755,917
B-VIII	Percentage Outstanding Principal Balance - Commercial Paper						96.97%
B-IX	Since Issued Constant Prepayment Rate (CPR)						5.93%
Notes	CUSIPS	1 Month LIBOR	Spread	Adjusted Rate	Spread	8/31/2013	9/30/2013
C-I	2012 A-1 10620WAA6	0.17885%	+ 0.70%	= 0.87885%	1 Month LIBOR + 0.70%	\$ 97,112,000.00	\$ 96,185,000.00
C-V	2012 B-1 10620WAB4	0.17885%	+ 3.00%	= 3.17885%	1 Month LIBOR + 3.00%	3,000,000.00	3,000,000.00
C-IX	Total Notes Outstanding					\$ 100,112,000.00	\$ 99,185,000.00
Reserve Account <sup>1</sup>		8/31/2013			9/30/2013		
D	Required Reserve Acct Deposit						
D-I	Reserve Acct Initial Deposit (\$)				\$ 4,045,000.00	\$ 4,045,000.00	\$ 4,045,000.00
D-II	Specified Reserve Acct Balance (\$)				252,601.61	250,344.83	250,344.83
D-III	Reserve Account Floor Balance (\$)				2,427,000.00	2,427,000.00	2,427,000.00
D-IV	Current Reserve Acct Balance (\$)				\$ 254,687.70	\$ 254,687.70	\$ 254,687.70
Parity <sup>1</sup>		8/31/2013			9/30/2013		
E-I	Class A Parity Percentage				105.71%	105.89%	105.89%
E-II	Class B Parity Percentage				102.55%	102.69%	102.69%

<sup>1</sup> See detail Page 2

<b>II Required Reserves and Parity Calculations</b>						
<b>Required Reserves</b>						
	<b>Outstanding Pool Balance 8/31/2013</b>	<b>Required Reserve %</b>	<b>Required Reserves 8/31/2013</b>	<b>Outstanding Pool Balance 9/30/2013</b>	<b>Required Reserve %</b>	<b>Required Reserves 9/30/2013</b>
A- I	\$ 101,040,642.00	0.25%	\$ 252,601.61	\$ 100,137,932.25	0.25%	\$ 250,344.83
B- I	Specified Reserve Account Balance		\$ 252,601.61			\$ 250,344.83
B- II	Required Reserve Account Floor (0.15% of Initial Pool Balance of \$113,386,079)		170,079.12			170,079.12
B- III	Required Reserve Balance (Greater of B-I or B-II)		252,601.61			250,344.83
B- IV	Reserve Account Balance		254,687.70			254,687.70
B- V	Reserve Account funds released during collection period					\$ -
<b>Parity Calculations</b>						
			<b>8/31/2013</b>			<b>9/30/2013</b>
C	<b>Value of the Trust Estate</b>					
C- I	Portfolio Balance		\$ 100,639,751.70			\$ 99,779,307.92
C- II	Accrued Interest on Investments		21.53			6.73
C- III	Accrued Borrower Interest		863,656.45			823,074.40
C- IV	Accrued Government Interest and Special Allowance		32,760.48			48,059.00
C- V	Accrued Receivables Related to Outstanding Notes		-			-
C- VI	Less:					
C- VII	Unguaranteed portion in claims		(8,161.74)			(9,076.38)
C- VIII	Cash and Investments		1,178,895.37			940,944.22
C- IX	Payments In Transit		70,299.31			381,483.01
C- X	Total Trust Estate Value		\$ 102,777,223.10			\$ 101,963,798.90
D	Less:					
D- I	Accrued interest on Outstanding Notes		15,900.84			15,678.12
D- II	Accrued fees related to Outstanding Notes		100,000.00			100,000.00
E	<b>Net Asset Value</b>		\$ 102,661,322.26			\$ 101,848,120.78
<b>Notes Outstanding</b>						
			<b>8/31/2013</b>			<b>9/30/2013</b>
F- I	Senior Notes		\$ 97,112,000.00			\$ 96,185,000.00
F- III	Class B Notes		3,000,000.00			3,000,000.00
F- IV	Total Notes		\$ 100,112,000.00			\$ 99,185,000.00
<b>Parity</b>						
			<b>8/31/2013</b>			<b>9/30/2013</b>
G- I	Senior Parity Percentage (E / F-I)			105.71%		105.89%
G- III	Class B Parity Percentage (E / F-I)			102.55%		102.69%

III TRANSACTIONS FROM:		9/1/2013 THROUGH 9/30/2013	
A	Student Loan Principal Activity:		
A-I	Regular Principal Collections	\$	908,082.99
A-II	Principal Collections from Guarantor		76,928.33
A-III	Loans Acquired		-
A-IV	Loans Sold		-
A-V	Other System Adjustments		-
A-VI	Total Cash Principal Activity	\$	985,011.32
B	Student Loan Non-Cash Principal Activity:		
B-I	Capitalized Interest	\$	(126,160.45)
B-II	Other Adjustments		1,592.91
B-III	Total Non-Cash Principal Activity	\$	(124,567.54)
C	<b>Total Student Loan Principal Activity (-)</b>	\$	<b>860,443.78</b>
D	Student Loan Interest Activity:		
D-I	Regular Interest Collections	\$	230,988.91
D-II	Interest Claims Received from Guarantors		1,959.79
D-III	Interest Purchased		-
D-IV	Interest Sold		-
D-V	Other System Adjustments		-
D-VI	Special Allowance Payments Receipts (Rebates)		-
D-VII	Government Interest Subsidy Payments		-
D-VIII	Total Cash Interest Activity	\$	232,948.70
E	Student Loan Non-Cash Interest Activity:		
E-I	Capitalized Interest	\$	120,329.88
E-II	Interest Accrual Adjustment		(57,200.05)
E-III	Total Non-Cash Interest Adjustments	\$	63,129.83
F	<b>Total Student Loan Interest Activity (-)</b>	\$	<b>296,078.53</b>

IV AVAILABLE FUNDS		9/30/2013	
G	Other Collections & Reserve Releases		
G-I	Late Fees	\$	2,960.93
G-II	Investment Income		21.53
G-III	Recoveries		328.00
G-IV	Other collections		-
G-V	Reserve Account		-
G-VI	Total Other Collections & Reserve Releases	\$	3,310.46
H	Total Funds Received (A-VI + D-VIII + G-V)	\$	1,221,270.48
I	Less Funds Previously Remitted for Monthly Waterfall:		
I-I	DOE Rebate and Lender Fees	\$	80,147.25
I-II	Subservicing Fees		19,159.33
I-III	Trustee Fees		1,053.84
I-IV	Master Servicing Fees		21,238.00
I-V	Other Payments		-
I-VI	Total	\$	121,598.42
J	<b>Total Available Funds (H - I-VI)</b>	\$	<b>1,099,672.06</b>

Waterfall, Cash, and Note Information							
<b>V Quarterly Waterfall for Quarterly Distributions</b>							
<b>9/30/2013</b>							
A	Total available funds			\$	1,099,672.06	\$	1,099,672.06
A-I	Undesignated Distribution Account funds				181.05		1,099,853.11
B	Noteholders Interest Distribution Amount						
B-I	2012 A-1				70,443.49		1,029,409.62
B-II	2012 B-1				7,947.13		1,021,462.49
B-III	Class B Interest Shortfall				-		1,021,462.49
C	Noteholders Principal Distribution Amount						
C-I	2012 A-1				1,021,000.00		462.49
C-II	2012 B-1				-		462.49
E	Undesignated Distribution Account funds				462.49		-
<b>VI Account Balance Rollforward</b>							
<b>8/31/2013</b> <span style="float: right;"><b>9/30/2013</b></span>							
	<b>Account</b>	<b>Beginning Balance</b>	<b>Deposits</b>	<b>Withdrawals</b>	<b>Ending Balance</b>		
F-I	Collection Account	\$ 902,969.67	\$ 890,429.14	\$ 1,128,197.29	\$	665,201.52	
F-II	Distribution Account	21,238.00	121,615.46	121,798.46		21,055.00	
F-III	Reserve Account	254,687.70	3.34	3.34		254,687.70	
F-IV	Total	\$ 1,178,895.37			\$	940,944.22	
<b>VII Rollforward of Undesignated Distribution Account Funds</b>							
<b>9/30/2013</b>							
G-I	Beginning Balance				\$	181.05	
G-II	Additions					281.44	
G-III	Withdrawals					-	
G-IV	Ending Balance				\$	462.49	
<b>VIII Note Balances</b>							
<b>9/25/2013</b> <span style="float: right;"><b>10/25/2013</b></span>							
	<b>Security Description</b>	<b>CUSIP</b>	<b>Original Issue Amt</b>	<b>Note Balance</b>	<b>Note Pool Factor</b>	<b>Note Balance</b>	<b>Note Pool Factor</b>
H-I	2012 A-1	10620WAA6	\$ 112,200,000.00	\$ 96,185,000.00	0.8572638	\$ 95,164,000.00	0.8481640
H-V	2012 B-1	10620WAB4	3,000,000.00	3,000,000.00	1.0000000	3,000,000.00	1.0000000
H-IX	Total		\$ 115,200,000.00	\$ 99,185,000.00		\$ 98,164,000.00	
<b>IX Total Note Factor</b>							
<b>9/25/2013</b> <span style="float: right;"><b>10/25/2013</b></span>							
I-I	Original Issue Amount		\$ 115,200,000.00		\$	115,200,000.00	
I-II	Outstanding Note Balance		99,185,000.00			98,164,000.00	
I-III	Total Note Pool Factor		0.8609809			0.8521181	

X. Class B Interest Cap	
Definition Test	
(a)	
Actual Days in Year	365
Factor (Divided by 360)	1.013888889
(i) Student Loan Interest	300,114.03
(i) Government Interest	13,972.69
(i) SAP due to Issuer	1,325.83
Total (i)	<u>315,412.55</u>
(ii) SAP due to DOE	-
(ii) DOE Consolidation Fees	80,147.25
Total (ii)	<u>80,147.25</u>
Total (i) Less Total (ii)	235,265.30
Tims Factor	<u><u>238,532.87</u></u>
Less (b)	
Subservicing Fees Accrued	19,159.33
Master Servicing Fees Accrued	21,238.00
Trustee Fees Accrued	1,053.84
Other Operating Expenses Accrued	-
Total (b)	<u>41,451.17</u>
Less (c)	
Class A Noteholder's Interest Distribution Amount	<u>70,443.49</u>
Class B Noteholder's Interest Cap	126,638.21
Class B Noteholder's Interest 2012-B-1	<u>7,947.13</u>
Class B Noteholder's Interest distribution amount	<u>\$ 7,947.13</u>
Class B Noteholder's Interest Shortfall	<u>\$ -</u>

XII Historical Pool Information		6/1/2013 - 6/30/2013	7/1/2013 - 7/31/2013	8/1/2013 - 8/31/2013	9/1/2013 - 9/30/2013
A	Beginning Student Loan Portfolio Balance	\$ 103,084,759.50	\$ 102,403,269.15	\$ 101,490,805.39	\$ 100,639,751.70
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 679,953.54	\$ 774,433.10	\$ 703,206.57	\$ 908,082.99
B-II	Principal Collections from Guarantor	115,701.17	187,653.62	206,058.73	76,928.33
B-III	Loans Acquired	-	-	(19,828.29)	-
B-IV	Loans Sold	-	-	-	-
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 795,654.71	\$ 962,086.72	\$ 889,437.01	\$ 985,011.32
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (112,307.13)	\$ (51,307.66)	\$ (40,865.09)	\$ (126,160.45)
C-II	Other Adjustments	(1,857.23)	1,684.70	2,481.77	1,592.91
C-III	Total Non-Cash Principal Activity	\$ (114,164.36)	\$ (49,622.96)	\$ (38,383.32)	\$ (124,567.54)
D	Total Student Loan Principal Activity (-)	\$ 681,490.35	\$ 912,463.76	\$ 851,053.69	\$ 860,443.78
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 217,630.74	\$ 244,835.85	\$ 224,296.20	\$ 230,988.91
E-II	Interest Claims Received from Guarantors	6,753.81	5,210.85	7,956.14	1,959.79
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	-	-	-
E-V	Other System Adjustments	-	-	-	-
E-VI	Special Allowance Payments	-	3,977.48	-	-
E-VII	Subsidy Payments	-	48,059.66	-	-
E-VIII	Total Interest Collections	\$ 224,384.55	\$ 302,083.84	\$ 232,252.34	\$ 232,948.70
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 112,307.13	\$ 51,307.66	\$ 40,865.09	\$ 120,329.88
F-II	Interest Accrual Adjustment	(59,979.08)	(54,818.58)	(59,155.18)	(57,200.05)
F-III	Total Non-Cash Interest Adjustments	\$ 52,328.05	\$ (3,510.92)	\$ (18,290.09)	\$ 63,129.83
G	Total Student Loan Interest Activity (-)	\$ 276,712.60	\$ 298,572.92	\$ 213,962.25	\$ 296,078.53
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 102,403,269.15	\$ 101,490,805.39	\$ 100,639,751.70	\$ 99,779,307.92
I	(+) Interest to be Capitalized	406,445.56	384,272.77	400,890.30	358,624.33
J	TOTAL POOL (=)	\$ 102,809,714.71	\$ 101,875,078.16	\$ 101,040,642.00	\$ 100,137,932.25
K	Cash Available for Distributions & Payments in Transit	\$ 878,295.25	\$ 1,131,708.18	\$ 994,506.98	\$ 1,067,739.53
L	Reserve Account Balance	258,754.58	255,581.55	254,687.70	254,687.70
M	Total Adjusted Pool (=)	\$ 103,946,764.54	\$ 103,262,367.89	\$ 102,289,836.68	\$ 101,460,359.48

XIII Total Student Loan Portfolio Characteristics										
9/30/2013										
A	STATUS	Title IV Loans			Heal Loans			Total All Student Loans		
		\$	%	#	\$	%	#	\$	%	#
A-I	In School	\$ -	0.00%	-	\$ -	0.00%	-	\$ -	0.00%	-
A-II	Grace	8,574	0.01%	4	-	0.00%	-	8,574	0.01%	4
A-III	Repay/Current	73,196,698	75.14%	7,285	2,116,404	2.17%	124	75,313,102	77.31%	7,409
A-IV	Delinquent:									
A-V	31-60 Days	2,685,860	2.76%	254	74,611	0.08%	3	2,760,471	2.83%	257
A-VI	61-90 Days	1,971,204	2.02%	144	570	0.00%	1	1,971,774	2.02%	145
A-VII	91-120 Days	912,703	0.94%	108	25,755	0.03%	1	938,458	0.96%	109
A-VIII	> 120 Days	2,729,673	2.80%	334	141,730	0.15%	1	2,871,403	2.95%	335
A-IX	Total Delinquent	8,299,440	8.52%	840	242,666	0.25%	6	8,542,106	8.77%	846
A-X	Deferment	7,718,087	7.92%	889	-	0.00%	-	7,718,087	7.92%	889
A-XI	Forbearance	7,743,620	7.95%	622	-	0.00%	-	7,743,620	7.95%	622
A-XII	Claims/Other	453,819	0.47%	51	-	0.00%	-	453,819	0.47%	51
A-XIII	Totals	\$ 97,420,238	100.00%	9,691	\$ 2,359,070	2.42%	130	\$ 99,779,308	102.42%	9,821

XIV. Statistical Analysis of Student Loans										
9/30/2013										
The following amounts include Principal + Capitalized Interest at the end of the reporting period										
B	Program Type	School Type								
	Guaranteed	4 Year	4 Year Other	2 Year	2 Year Other	Proprietary	Consolidation	Total	ABI	
B-I	Subsidized	\$ 2,788,848	\$ 260,871	\$ 754,388	\$ 11,997	\$ 163,957	\$ -	\$ 3,980,061	\$ 3,678	
B-II	Unsubsidized	2,119,863	220,864	682,822	8,162	150,500	-	3,182,211	4,106	
B-III	PLUS	103,767	12,743	9,176	-	3,433	-	129,119	3,490	
B-IV	Consolidated	-	-	-	-	-	90,128,847	90,128,847	25,036	
B-V	Total Title IV	5,012,478	494,478	1,446,386	20,159	317,890	90,128,847	97,420,238	18,322	
B-VI	Heal	2,108,998	-	250,072	-	-	-	2,359,070	20,163	
B-VII	Total Student Loans	\$ 7,121,476	\$ 494,478	\$ 1,696,458	\$ 20,159	\$ 317,890	\$ 90,128,847	\$ 99,779,308	\$ 20,101	
* 4 Year Other and 2 Year other are schools classified by the Dept of Ed as Proprietary but are degree-granting institutions with a Cohort Default Rate of 8% or less, i.e. Univ. of Phoenix.										
C	Guarantor	\$	%	Guarantees		%				
	C-I	PHEAA	\$ 36,642,555	37.61%	Title IV <sup>1</sup>	97/98%				
C-II	USAF	26,853,999	27.57%							
C-III	TGSLC	14,536,245	14.92%							
C-IV	Others	19,387,439	19.90%							
C-V	Total Title IV	\$ 97,420,238	100.00%							
<sup>1</sup> Claims for loans originated after July 1, 2006 are reimbursed at 97%.										

XV Total Student Loan Portfolio By Servicer		
9/30/2013		
D	Servicer	%
D-I	ACS	20.26%
D-II	AES	41.23%
D-III	BLS	11.22%
D-IV	GreatLakes	0.48%
D-V	SLMA	26.81%
	Totals	100.00%



**XVI Loan Default Statistics By Servicer**

<b>Current Quarter</b>						
Loan Type	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off
Title IV	ACS	\$ 46,391.13	\$ -	\$ -	\$ -	\$ -
Title IV	BLS	3,110.35	-	-	-	-
Title IV	GreatLakes	-	-	-	-	-
Title IV	AES	-	-	-	-	-
Title IV	SLMA	27,426.85	-	-	-	-
Heal	AES	-	-	-	-	-
<b>Totals</b>		\$ 76,928.33	\$ -	\$ -	\$ -	\$ -

<b>Since Inception</b>												
Servicer	Static Pool	Claims Paid	% of Static	Claims Rejected	% of Static	Cured	% of Rejected	Recoursed	% of Rejected	Write Off	% of Rejected	Pending
Title IV	ACS <sup>1</sup>	\$ 25,876,164.30	2.88%	\$ 8,233.92	0.03%	\$ 8,233.92	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -
Title IV	BLS <sup>2</sup>	11,474,837.37	1.27%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Title IV	GreatLakes <sup>3</sup>	506,380.09	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Title IV	AES	27,775,428.14	2.63%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Title IV	SLMA	29,410,732.18	2.99%	5,253.15	0.02%	-	0.00%	5,253.15	100.00%	-	0.00%	-
Heal	AES	18,342,536.19	0.29%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
<b>Totals</b>		\$ 113,386,078.27	2.25%	\$ 13,487.07	0.01%	\$ 8,233.92	61.05%	\$ 5,253.15	38.95%	\$ -	0.00%	\$ -

<sup>1</sup>Brazos Education Loan Authority moved \$14,679,417.00 in student loans from the ACS servicing system to the AES servicing system pursuant to the terms of the indenture. ACS cumulative Claims Paid were reset for the current reporting period. Prior Claims Paid on ACS were \$875,563.82. The static pool was adjusted to reflect the transferred loans.

<sup>2</sup>Brazos Student Finance Corporation moved \$11,474,837.37 in student loans from the ACS servicing system to the BLS servicing system pursuant to the terms of the indenture. ACS cumulative Claims Paid were reset for the quarter ended February 28, 2013. Prior Claims Paid on ACS were \$875,563.82. The static pool was adjusted to reflect the transferred loans.

<sup>3</sup>Brazos Student Finance Corporation moved \$153,124.35 in student loans from the GreatLakes servicing system to the AES servicing system pursuant to the terms of the indenture. GreatLakes cumulative Claims Paid were reset for the current reporting period. Prior Claims Paid on GreatLakes were \$0.00. The static pool was adjusted to reflect the transferred loans.