



Brazos Higher Education Authority, Inc.

Quarterly Student Loan Report

Indenture 93B Securing the 2010 Notes

Reporting Period August 1, 2011 through October 31, 2011

I DEAL PARAMETERS									
Student Loan Portfolio Characteristics		7/31/2011		Loans Acquired		Activity		10/31/2011	
A-I	Portfolio Balance	\$ 1,061,239,075.71		\$ 222,792.10		\$ (32,647,021.57)		\$ 1,028,814,846.24	
A-II	Interest to be Capitalized	15,632,328.76		-		(332,471.77)		15,299,856.99	
A-III	Pool Balance	\$ 1,076,871,404.47		\$ 222,792.10		\$ (32,979,493.34)		\$ 1,044,114,703.23	
A-IV	Reserve Fund Account Balance	2,819,225.00						2,729,032.50	
A-V	Cash & Payments In Transit	39,388,509.41						36,860,750.91	
A-VI	Total Adjusted Pool	\$ 1,119,079,138.88						\$ 1,083,704,486.64	
B-I	Weighted Average Coupon (WAC)								4.06%
B-II	Weighted Average Remaining Term								180.28
B-III	Number of Loans								170,012
B-IV	Number of Borrowers								74,377
B-V	Aggregate Outstanding Principal Balance - T-Bill								42,497,249
B-VI	Percentage Outstanding Principal Balance - T-Bill								4.13%
B-VII	Aggregate Outstanding Principal Balance - Commercial Paper								986,317,597
B-VIII	Percentage Outstanding Principal Balance - Commercial Paper								95.87%
Notes	CUSIPS	3 Month LIBOR	Spread	Adjusted Rate	Spread	7/31/2011	10/31/2011		
C-I	2010 A-1 10620NCD8	0.31178%	+ 0.90%	= 1.21178%	3 Month LIBOR + 0.90%	\$ 905,090,000.00	\$ 869,013,000.00		
C-II	2010 A-2 10620NCE6	0.31178%	+ 1.20%	= 1.51178%	3 Month LIBOR + 1.20%	161,600,000.00	161,600,000.00		
C-III	2010 B-1 106238GW2	0.31178%	+ 1.00%	= 1.31178%	3 Month LIBOR + 1.00%	15,000,000.00	15,000,000.00		
C-IV	2010 B-2 106238JP4	0.31178%	+ 1.00%	= 1.31178%	3 Month LIBOR + 1.00%	31,500,000.00	31,500,000.00		
C-V	2010 B-3 106238KB3	0.31178%	+ 1.00%	= 1.31178%	3 Month LIBOR + 1.00%	14,500,000.00	14,500,000.00		
C-VI	Total Notes Outstanding					\$ 1,127,690,000.00	\$ 1,091,613,000.00		
Reserve Account ¹		7/31/2011		10/31/2011					
D	Required Reserve Acct Deposit								
D-I	Reserve Acct Initial Deposit (\$)					\$ 2,951,500.00	\$ 2,951,500.00		
D-II	Specified Reserve Acct Balance (\$)					2,819,225.00	2,729,032.50		
D-III	Reserve Account Floor Balance (\$)					1,770,900.00	1,770,900.00		
D-IV	Current Reserve Acct Balance (\$)					\$ 2,819,225.00	\$ 2,729,032.50		
Parity ¹		7/31/2011		10/31/2011					
E-I	Parity					99.02%	99.06%		
E-II	Senior Parity					104.68%	104.92%		

¹ See detail Page 2

II Required Reserves and Parity Calculations							
Required Reserves							
		Outstanding Principal Balance 7/31/2011	Required Reserve %	Required Reserves 7/31/2011	Outstanding Principal Balance 10/31/2011	Required Reserve %	Required Reserves 10/31/2011
A- I	2010 A-1	\$ 905,090,000.00	0.25%	\$ 2,262,725.00	\$ 869,013,000.00	0.25%	\$ 2,172,532.50
A- II	2010 A-2	161,600,000.00	0.25%	404,000.00	161,600,000.00	0.25%	404,000.00
A- III	2010 B-1	15,000,000.00	0.25%	37,500.00	15,000,000.00	0.25%	37,500.00
A- IV	2010 B-2	31,500,000.00	0.25%	78,750.00	31,500,000.00	0.25%	78,750.00
A- V	2010 B-3	14,500,000.00	0.25%	36,250.00	14,500,000.00	0.25%	36,250.00
A- VI	Total	\$ 1,127,690,000.00		\$ 2,819,225.00	\$ 1,091,613,000.00		\$ 2,729,032.50
B- I	Specified Reserve Account Balance			\$ 2,819,225.00			\$ 2,729,032.50
B- II	Required Reserve Account Floor			1,770,900.00			1,770,900.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			2,819,225.00			2,729,032.50
B- IV	Reserve Account Balance			2,819,225.00			2,729,032.50
B- V	Reserve Account funds released during collection period						\$ 90,192.50
Parity Calculations							
				7/31/2011		10/31/2011	
C	Value of the Trust Estate						
C- I	Portfolio Balance			\$ 1,061,239,075.71		\$ 1,028,814,846.24	
C- II	Accrued Interest on Investments			283.36		276.84	
C- III	Accrued Borrower Interest			19,893,709.24		19,527,933.46	
C- IV	Accrued Government Interest and Special Allowance			(3,201,604.16)		(3,087,256.85)	
C- V	Accrued Receivables Related to Outstanding Notes			-		-	
C- VI	Less:						
C- VII	Unguaranteed portion in claims			(137,198.68)		(119,160.04)	
C- VIII	Cash and Investments			40,934,800.86		38,237,189.88	
C- IX	Payments In Transit			1,272,933.55		1,352,593.53	
C- X	Total Trust Estate Value			\$ 1,120,001,999.88		\$ 1,084,726,423.06	
D	Less:						
D- I	Accrued interest on Outstanding Notes			2,567,066.88		2,601,707.94	
D- II	Accrued fees related to Outstanding Notes			774,000.00		774,000.00	
E	Net Asset Value			\$ 1,116,660,933.00		\$ 1,081,350,715.12	
Notes Outstanding							
				7/31/2011		10/31/2011	
F- I	Senior Notes			\$ 1,066,690,000.00		\$ 1,030,613,000.00	
F- II	Class B Notes			61,000,000.00		61,000,000.00	
F- III	Total Notes			\$ 1,127,690,000.00		\$ 1,091,613,000.00	
Parity							
				7/31/2011		10/31/2011	
G- I	Senior Parity Percentage (E / F-I)			104.68%		104.92%	
G- II	Parity Percentage (E / F-III)			99.02%		99.06%	

III TRANSACTIONS FROM:		8/1/2011 THROUGH 10/31/2011
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 26,518,569.96
A-II	Principal Collections from Guarantor	9,841,577.90
A-III	Loans Acquired	(222,792.10)
A-IV	Loans Sold	4,035.42
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 36,141,391.18
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (3,565,782.77)
B-II	Other Adjustments	(151,378.94)
B-III	Total Non-Cash Principal Activity	\$ (3,717,161.71)
C	Total Student Loan Principal Activity (-)	\$ 32,424,229.47
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 5,611,119.20
D-II	Interest Claims Received from Guarantors	309,526.10
D-III	Interest Purchased	(14.48)
D-IV	Interest Sold	-
D-V	Other System Adjustments	232.56
D-VI	Special Allowance Payments Receipts (Rebates)	(3,416,908.45)
D-VII	Government Interest Subsidy Payments	941,494.61
D-VIII	Total Cash Interest Activity	\$ 3,445,449.54
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 3,594,200.21
E-II	Interest Accrual Adjustment	(3,372,627.88)
E-III	Total Non-Cash Interest Adjustments	\$ 221,572.33
F	Total Student Loan Interest Activity (-)	\$ 3,667,021.87

IV AVAILABLE FUNDS		10/31/2011
G	Other Collections & Reserve Releases	-
G-I	Late Fees	\$ 84,178.84
G-II	Investment Income	759.64
G-III	Recoveries	180.00
G-IV	Other Income	7,244.00
G-V	Reserve Account Release	90,192.50
G-VI	Total Other Collections & Reserve Releases	\$ 182,554.98
H	Total Funds Received (A-VI + D-VIII + G-VI)	\$ 39,769,395.70
I	Less Funds Previously Remitted for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 1,581,681.25
I-II	Subservicing Fees	682,983.17
I-III	Special Allowance Payments Rebate	-
I-IV	Trustee Fees	35,240.31
I-V	Master Servicing Fees	420,131.00
I-VI	Other Payments	-
I-VII	Total	\$ 2,720,035.73
J	Total Available Funds (H - I-VII)	\$ 37,049,359.97

Waterfall, Cash, and Note Information							
V Quarterly Waterfall for Quarterly Distributions							
						10/31/2011	
A	Total available funds		\$	37,049,359.97	\$	37,049,359.97	
A-I	Undesignated Distribution Account funds			210.75		37,049,570.72	
B Noteholders Interest Distribution Amount							
B-I	2010 A-1			2,691,134.35		34,358,436.37	
B-II	2010 A-2			624,331.54		33,734,104.83	
B-III	2010 B-1			50,284.90		33,683,819.93	
B-IV	2010 B-2			105,598.29		33,578,221.64	
B-V	2010 B-3			48,608.74		33,529,612.90	
C Noteholders Principal Distribution Amount							
C-I	2010 A-1			33,529,000.00		612.90	
C-II	2010 A-2			-		612.90	
C-III	2010 B-1			-		612.90	
C-IV	2010 B-2			-		612.90	
C-V	2010 B-3			-		612.90	
E	Undesignated Distribution Account funds			612.90		-	
VI Account Balance Rollforward							
						10/31/2011	
	<u>Account</u>	<u>Beginning Balance</u>	<u>Deposits</u>	<u>Withdrawals</u>	<u>Ending Balance</u>		
F-I	Collection Account	\$ 33,902,862.18	\$ 48,415,771.87	\$ 50,893,333.80	\$ 31,425,300.25		
F-II	Distribution Account	4,212,713.68	5,065,657.10	5,195,513.65	4,082,857.13		
F-III	Reserve Account	2,819,225.00	66.19	90,258.69	2,729,032.50		
F-IV	Total	\$ 40,934,800.86			\$ 38,237,189.88		
VII Rollforward of Undesignated Distribution Account Funds							
						10/31/2011	
G-I	Beginning Balance				\$	210.75	
G-II	Additions					402.15	
G-III	Withdrawals					-	
G-IV	Ending Balance				\$	612.90	
VIII Note Balances							
				8/25/2011	11/25/2011		
	<u>Security Description</u>	<u>CUSIP</u>	<u>Original Issue Amt</u>	<u>Note Balance</u>	<u>Note Pool Factor</u>	<u>Note Balance</u>	<u>Note Pool Factor</u>
H-I	2010 A-1	10620NCD8	\$ 958,000,000.00	\$ 869,013,000.00	0.9071117	\$ 835,484,000.00	0.8721127
H-II	2010 A-2	10620NCE6	161,600,000.00	161,600,000.00	1.0000000	161,600,000.00	1.0000000
H-III	2010 B-1	106238GW2	15,000,000.00	15,000,000.00	1.0000000	15,000,000.00	1.0000000
H-IV	2010 B-2	106238JP4	31,500,000.00	31,500,000.00	1.0000000	31,500,000.00	1.0000000
H-V	2010 B-3	106238KB3	14,500,000.00	14,500,000.00	1.0000000	14,500,000.00	1.0000000
H-VI	Total		\$ 1,180,600,000.00	\$ 1,091,613,000.00		\$ 1,058,084,000.00	
IX Total Note Factor							
				8/25/2011	11/25/2011		
I-I	Original Issue Amount		\$	1,180,600,000.00	\$	1,180,600,000.00	
I-II	Outstanding Note Balance			1,091,613,000.00		1,058,084,000.00	
I-III	Total Note Pool Factor			0.9246256		0.8962256	

Class B Interest Subordination Test			
Definition Test (a)			
(i)	Class A Notes Prior to Distribution Date		\$ 1,030,613,000.00
	Less:		
	Available Funds	\$ 37,049,570.72	
	Less: Class A Noteholders' Interest		
	2010 A-1	\$ 2,691,134.35	
	2010 A-2	624,331.54	
	Total Class A Noteholders' Interest	3,315,465.89	
			33,734,104.83
			\$ 996,878,895.17
(ii)	Pool Balance	\$ 1,044,114,703.23	
		96.60%	
			\$ 1,008,614,803.32
	Is (i) greater than (ii)		No
Definition Test (b)			
(i)	Class A and Class B Notes Prior to Distribution Date		\$ 1,091,613,000.00
	Less:		
	Available Funds	\$ 37,049,570.72	
	Less: Class A & Class B Noteholders' Interest		
	2010 A-1	\$ 2,691,134.35	
	2010 A-2	624,331.54	
	2010 B-1	50,284.90	
	2010 B-2	105,598.29	
	2010 B-3	48,608.74	
	Total Class A & Class B Noteholders' Interest	3,519,957.82	
			33,529,612.90
			\$ 1,058,083,387.10
(ii)	Pool Balance	\$ 1,044,114,703.23	
		101.70%	
			\$ 1,061,864,653.18
	Is (i) greater than (ii)		No

X Historical Pool Information		12/21/2010 - 1/31/2011	2/1/2011 - 4/30/2011	5/1/2011 - 7/31/2011	8/1/2011 - 10/31/2011
A	Beginning Student Loan Portfolio Balance	\$ 1,152,330,660.12	\$ 1,134,732,418.38	\$ 1,092,799,912.42	\$ 1,061,239,075.71
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 11,528,906.43	\$ 35,802,338.51	\$ 26,276,399.34	\$ 26,518,569.96
B-II	Principal Collections from Guarantor	7,760,834.26	9,716,055.46	10,099,103.63	9,841,577.90
B-III	Loans Acquired	(310,916.58)	(179,957.40)	(208,415.86)	(222,792.10)
B-IV	Loans Sold	1,228,576.10	64,331.08	36,397.60	4,035.42
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 20,207,400.21	\$ 45,402,767.65	\$ 36,203,484.71	\$ 36,141,391.18
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (2,601,976.86)	\$ (3,351,653.00)	\$ (4,597,812.76)	\$ (3,565,782.77)
C-II	Other Adjustments	(7,181.61)	(118,608.69)	(44,835.24)	(151,378.94)
C-III	Total Non-Cash Principal Activity	\$ (2,609,158.47)	\$ (3,470,261.69)	\$ (4,642,648.00)	\$ (3,717,161.71)
D	Total Student Loan Principal Activity (-)	\$ 17,598,241.74	\$ 41,932,505.96	\$ 31,560,836.71	\$ 32,424,229.47
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 2,509,508.76	\$ 5,869,684.75	\$ 5,638,362.65	\$ 5,611,119.20
E-II	Interest Claims Received from Guarantors	250,633.17	306,311.79	324,144.38	309,526.10
E-III	Interest Purchased	(1,987.48)	(1,543.00)	(342.71)	(14.48)
E-IV	Interest Sold	27,014.91	3,111.71	3,735.65	-
E-V	Other System Adjustments	-	1.30	-	232.56
E-VI	Special Allowance Payments	-	(6,998,256.26)	-	(3,416,908.45)
E-VII	Subsidy Payments	-	2,080,393.76	-	941,494.61
E-VIII	Total Interest Collections	\$ 2,785,169.36	\$ 1,259,704.05	\$ 5,965,899.97	\$ 3,445,449.54
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 2,620,276.95	\$ 3,377,861.73	\$ 4,625,643.18	\$ 3,594,200.21
F-II	Interest Accrual Adjustment	(2,623,828.32)	(3,514,972.67)	(3,590,968.18)	(3,372,627.88)
F-III	Total Non-Cash Interest Adjustments	\$ (3,551.37)	\$ (137,110.94)	\$ 1,034,675.00	\$ 221,572.33
G	Total Student Loan Interest Activity	\$ 2,781,617.99	\$ 1,122,593.11	\$ 7,000,574.97	\$ 3,667,021.87
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 1,134,732,418.38	\$ 1,092,799,912.42	\$ 1,061,239,075.71	\$ 1,028,814,846.24
I	(+) Interest to be Capitalized	16,945,743.82	16,912,049.87	15,632,328.76	15,299,856.99
J	TOTAL POOL (=)	\$ 1,151,678,162.20	\$ 1,109,711,962.29	\$ 1,076,871,404.47	\$ 1,044,114,703.23
K	Cash Available for Distributions & Payments in Transit	\$ 15,153,538.52	\$ 43,880,614.57	\$ 39,388,509.41	\$ 36,860,750.91
L	Reserve Account Balance	2,951,500.00	2,920,280.00	2,819,225.00	2,729,032.50
M	Total Adjusted Pool (=)	\$ 1,169,783,200.72	\$ 1,156,512,856.86	\$ 1,119,079,138.88	\$ 1,083,704,486.64

X Total Student Loan Portfolio Characteristics		10/31/2011		
		Title IV Loans		
A	STATUS	\$	%	#
A-I	In School	9,169,390	0.89%	2,438
A-II	Grace	15,000,799	1.46%	2,206
A-III	Repay/Current	621,451,974	60.40%	101,359
A-IV	Delinquent:			
A-V	31-60 Days	30,380,906	2.95%	5,319
A-VI	61-90 Days	15,656,106	1.52%	2,850
A-VII	91-120 Days	12,253,386	1.19%	2,419
A-VIII	> 120 Days	38,974,264	3.79%	8,231
A-IX	Total Delinquent	97,264,662	9.45%	18,819
A-X	Deferment	142,272,774	13.83%	27,595
A-XI	Forbearance	137,697,245	13.38%	16,108
A-XII	Claims/Other	5,958,002	0.58%	1,487
A-XIII	Totals	\$ 1,028,814,846	100.00%	170,012

Statistical Analysis of Student Loans		10/31/2011								
The following amounts include Principal + Capitalized Interest at the end of the reporting period										
	Program Type	School Type								
	Guaranteed	4 Year	4 Year Other	2 Year	2 Year Other	Proprietary	Consolidation	Total	ABI	
B-I	Subsidized	\$ 132,781,187	\$ 9,030,639	\$ 26,663,172	\$ 1,112,204	\$ 7,381,421	\$ -	\$ 176,968,623	\$ 4,488	
B-II	Unsubsidized	176,090,747	9,795,593	24,565,272	1,029,292	6,946,360	-	218,427,264	7,534	
B-III	PLUS	40,917,266	942,091	1,469,997	830,400	1,736,516	-	45,896,270	5,657	
B-IV	Consolidated	-	-	-	-	-	587,522,689	587,522,689	28,152	
B-V	Total Title IV	\$ 349,789,200	\$ 19,768,323	\$ 52,698,441	\$ 2,971,896	\$ 16,064,297	\$ 587,522,689	\$ 1,028,814,846	\$ 11,777	
* 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	\$ 469,426,953	45.63%		Title IV ¹		97/98%			
C-II	GLHEC	201,144,829	19.55%							
C-III	TGSLC	144,973,408	14.09%							
C-IV	Others	213,269,658	20.73%							
C-V	Total Title IV	\$ 1,028,814,848	100.00%							

¹ Claims for loans originated after July 1, 2006 are reimbursed at 97%.