



Brazos Student Finance Corporation

Quarterly Student Loan Report

Indenture 2010 Securing the 2010 Notes

Reporting Period June 1, 2010 through August 31, 2010

DEAL PARAMETERS										
Student Loan Portfolio Characteristics										
			5/31/2010		Loans Acquired		Activity		8/31/2010	
A-I	Portfolio Balance		\$ 85,518,099.24		\$ -		\$ (2,260,334.92)		\$ 83,257,764.32	
A-II	Transfer from Add-On Consolidation Account		-		-		-		-	
A-III	Interest to be Capitalized		1,726,707.78		-		(75,858.21)		1,650,849.57	
A-IV	Pool Balance		\$ 87,244,807.02		\$ -		\$ (2,336,193.13)		\$ 84,908,613.89	
A-V	Reserve Fund Account Balance		500,000.00						500,000.00	
A-VI	Total Adjusted Pool		\$ 87,744,807.02						\$ 85,408,613.89	
B-I	Weighted Average Coupon (WAC)				3.81%				3.82%	
B-II	Weighted Average Remaining Term				151.45				149.78	
B-III	Number of Loans				15,775				15,402	
B-IV	Number of Borrowers				5,933				5,767	
Notes	CUSIPS		3 Month LIBOR	Spread	Adjusted Rate	Spread	5/31/2010	8/31/2010		
C-I	2010 A-1 10623PDU1		0.53825%	+ 0.90%	= 1.43825%	3 Month LIBOR + 0.90%	\$ 87,170,000.00	\$ 82,354,000.00		
C-II	Total Notes Outstanding						\$ 87,170,000.00	\$ 82,354,000.00		
Reserve Account ¹										
			5/31/2010				8/31/2010			
D	Required Reserve Acct Deposit									
D-I	Reserve Acct Initial Deposit (\$)					\$ 500,000.00		\$ 500,000.00		
D-II	Specified Reserve Acct Balance (\$)					500,000.00		500,000.00		
D-III	Reserve Account Floor Balance (\$)					500,000.00		500,000.00		
D-IV	Current Reserve Acct Balance (\$)					\$ 500,000.00		\$ 500,000.00		
Parity ¹										
			5/31/2010				8/31/2010			
E	Parity						106.63%		107.45%	

¹ See detail Page 2

II Required Reserves and Parity Calculations							
Required Reserves							
		Outstanding Principal Balance 5/31/2010	Required Reserve %	Required Reserves 5/31/2010	Outstanding Principal Balance 8/31/2010	Required Reserve %	Required Reserves 8/31/2010
A- I	2010 A-1	\$ 87,170,000.00	0.50%	\$ 500,000.00	\$ 82,354,000.00	0.50%	\$ 500,000.00
A- II	Total	\$ 87,170,000.00		\$ 500,000.00	\$ 82,354,000.00		\$ 500,000.00
B- I	Specified Reserve Account Balance			\$ 500,000.00			\$ 500,000.00
B- II	Required Reserve Account Floor			500,000.00			500,000.00
B- III	Required Reserve Balance (Greater of B-I or B-II)			500,000.00			500,000.00
B- IV	Reserve Account Balance			500,000.00			500,000.00
B- V	Reserve Account funds released during collection period						\$ -
Parity Calculations				5/31/2010	8/31/2010		
C	Value of the Trust Estate						
C- I	Portfolio Balance			\$ 85,518,099.24		\$ 83,257,764.32	
C- II	Accrued Interest on Investments			44.85		22.61	
C- III	Accrued Borrower Interest			2,094,926.05		2,006,276.64	
C- IV	Accrued Government Interest and Special Allowance			979.75		(24,190.87)	
C- V	Accrued Receivables Related to Outstanding Notes			-		-	
C- VI	Less:						
C- VII	Unguaranteed portion in claims			(9,293.36)		(8,337.20)	
C- VIII	Cash and Investments			5,593,861.77		3,384,200.20	
C- IX	Payments In Transit			89,154.63		135,620.35	
C- X	Total Trust Estate Value			\$ 93,287,772.93		\$ 88,751,356.05	
D	Less:						
D- I	Accrued interest on Outstanding Notes			117,616.37		223,730.66	
D- II	Accrued fees related to Outstanding Notes			221,168.00		39,000.00	
E	Net Asset Value			\$ 92,948,988.56		\$ 88,488,625.39	
Notes Outstanding				5/31/2010	8/31/2010		
F	Senior Notes			\$ 87,170,000.00		\$ 82,354,000.00	
Parity				5/31/2010	8/31/2010		
G	Parity Percentage (E / F-I)			106.63%		107.45%	

III TRANSACTIONS FROM:		6/1/2010 THROUGH 8/31/2010
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 2,034,419.32
A-II	Principal Collections from Guarantor	629,542.82
A-III	Loans Acquired	-
A-IV	Loans Sold	-
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 2,663,962.14
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (419,676.91)
B-II	Other Adjustments	16,049.69
B-III	Total Non-Cash Principal Activity	\$ (403,627.22)
C	Total Student Loan Principal Activity (-)	\$ 2,260,334.92
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 347,410.37
D-II	Interest Claims Received from Guarantors	24,716.18
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	-
D-VI	Special Allowance Payments Receipts (Rebates)	(104,822.26)
D-VII	Government Interest Subsidy Payments	79,148.71
D-VIII	Total Cash Interest Activity	\$ 346,453.00
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 420,064.04
E-II	Interest Accrual Adjustment	(8,625.43)
E-III	Total Non-Cash Interest Adjustments	\$ 411,438.61
F	Total Student Loan Interest Activity (-)	\$ 757,891.61

IV AVAILABLE FUNDS		8/31/2010
G	Other Collections & Reserve Releases	
G-I	Late Fees	\$ 6,749.67
G-II	Investment Income	102.41
G-III	Cost of issuance excess	177,689.26
G-IV	Recovery of Bad Debt	200.00
G-V	Reserve Account	-
G-VI	Total Other Collections & Reserve Releases	\$ 184,741.34
H	Total Funds Received (A-VI + D-VIII + G-V)	\$ 3,195,156.48
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 57,165.75
I-II	Subservicing Fees	60,224.51
I-III	Trustee Fees	2,007.94
I-IV	Master Servicing Fees	56,620.00
I-V	Total	\$ 176,018.20
J	Total Available Funds (H - I-V)	\$ 3,019,138.28

Waterfall, Cash, and Note Information							
V Quarterly Waterfall for Quarterly Distributions							
						8/31/2010	
A	Total available funds			\$	3,019,138.28	\$ 3,019,138.28	
A-I	Undesignated Distribution Account funds				682.27	3,019,820.55	
B	Noteholders Interest Distribution Amount						
B-I	2010 A1				309,274.73	2,710,545.82	
C	Noteholders Principal Distribution Calculation Amount						
C-I	Notes Outstanding			\$	82,354,000.00		
C-II	Adjusted Pool Balance	\$	85,408,613.89				
C-III	Distribution Calculation Percentage		110%				
C-IV	Calculated Pool Balance (C-II / C-III)				77,644,194.45		
C-V	Calculated Distribution Amount (C-I - C-IV)				4,709,805.55		
D-I	2010 A1 Principal Distribution Amount (lesser of calculated distribution amount or available funds - rounded down to nearest \$1,000 bond denomination)				2,710,000.00	545.82	
E	Excess Surplus Distribution				-	545.82	
F	Undesignated Distribution Accounts Funds				545.82		
VI Account Balance Rollforward							
						8/31/2010	
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance		
F-I	Collection Account	\$ 4,913,992.62	\$ 3,174,463.05	\$ 5,225,412.47	\$ 2,863,043.20		
F-II	Distribution Account	-	21,157.00	-	21,157.00		
F-III	Cost of Issuance	179,869.15	7.37	179,876.52	-		
F-IV	Existing ARS Note Account	-	-	-	-		
F-V	Reserve Account	500,000.00	-	-	500,000.00		
F-VI	Total	\$ 5,593,861.77			\$ 3,384,200.20		
VII Rollforward of Undesignated Distribution Account Funds							
						8/31/2010	
G-I	Beginning Balance			\$	682.27		
G-III	Additions				-		
G-III	Withdrawals				(136.45)		
G-IV	Ending Balance				\$ 545.82		
VIII Note Balances							
						6/25/2010	9/27/2010
	Security Description	CUSIP	Original Issue Amt	Note Balance	Note Pool Factor	Note Balance	Note Pool Factor
H-I	2010 A-1	10623PDU1	\$ 87,170,000.00	\$ 82,354,000.00	0.9447516	\$ 79,644,000.00	0.9136630
H-II	Total		\$ 87,170,000.00	\$ 82,354,000.00		\$ 79,644,000.00	
IX Total Note Factor							
						6/25/2010	9/27/2010
I-I	Original Issue Amount		\$	87,170,000.00		\$	87,170,000.00
I-II	Outstanding Note Balance			82,354,000.00			79,644,000.00
I-III	Total Note Pool Factor			0.9447516			0.9136630

X Historical Pool Information		4/21/2010 - 5/31/2010	6/1/2010 - 8/31/2010
A	Beginning Student Loan Portfolio Balance	\$ 86,466,161.85	\$ 85,518,099.24
B	Student Loan Principal Activity:		
B-I	Regular Principal Collections	\$ 819,640.03	\$ 2,034,419.32
B-II	Principal Collections from Guarantor	308,128.13	629,542.82
B-III	Loans Acquired	-	-
B-IV	Loans Sold	-	-
B-V	Other System Adjustments	-	-
B-VI	Total Principal Collections	\$ 1,127,768.16	\$ 2,663,962.14
C	Student Loan Non-Cash Principal Activity:		
C-I	Capitalized Interest	\$ (187,096.41)	\$ (419,676.91)
C-II	Other Adjustments	7,390.86	16,049.69
C-III	Total Non-Cash Principal Activity	\$ (179,705.55)	\$ (403,627.22)
D	Total Student Loan Principal Activity (-)	\$ 948,062.61	\$ 2,260,334.92
E	Student Loan Interest Activity:		
E-I	Regular Interest Collections	\$ 146,226.73	\$ 347,410.37
E-II	Interest Claims Received from Guarantors	15,962.51	24,716.18
E-III	Interest Purchased	-	-
E-IV	Interest Sold	-	-
E-V	Other System Adjustments	-	-
E-VI	Special Allowance Payments	-	(104,822.26)
E-VII	Subsidy Payments	-	79,148.71
E-VIII	Total Interest Collections	\$ 162,189.24	\$ 346,453.00
F	Student Loan Non-Cash Interest Activity:		
F-I	Capitalized Interest	\$ 187,096.41	\$ 420,064.04
F-II	Interest Accrual Adjustment	(1,158.47)	(8,625.43)
F-III	Total Non-Cash Interest Adjustments	\$ 185,937.94	\$ 411,438.61
G	Total Student Loan Interest Activity	\$ 348,127.18	\$ 757,891.61
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 85,518,099.24	\$ 83,257,764.32
I	(+) Interest to be Capitalized	1,726,707.78	1,650,849.57
J	TOTAL POOL (=)	\$ 87,244,807.02	\$ 84,908,613.89
L	Reserve Account Balance	500,000.00	500,000.00
M	Total Adjusted Pool (=)	\$ 87,744,807.02	\$ 85,408,613.89

XI Total Student Loan Portfolio Characteristics							8/31/2010		
Status	Title IV Loans			Heal Loans			Total All Student Loans		
	\$	%	#	\$	%	#		%	#
In School	\$ 4,786,030	6.27%	1,070	\$ -	0.00%	-	\$ 4,786,030	5.75%	1,070
Grace	4,444,332	5.82%	758	-	0.00%	-	4,444,332	5.34%	758
Repay/Current	34,996,918	45.85%	6,974	5,703,330	82.23%	285	40,700,248	48.88%	7,259
Delinquent:									
31-60 Days	2,143,194	2.81%	477	252,834	3.65%	8	2,396,028	2.88%	485
61-90 Days	1,747,666	2.29%	354	132,608	1.91%	3	1,880,274	2.26%	357
91-120 Days	582,956	0.76%	135	65,461	0.94%	2	648,417	0.78%	137
> 120 Days	3,276,716	4.29%	676	422,880	6.10%	13	3,699,596	4.44%	689
Total Delinquent	7,750,532	10.16%	1,642	873,783	12.60%	26	8,624,315	10.36%	1,668
Deferment	12,345,035	16.18%	2,655	187,189	2.70%	3	12,532,224	15.05%	2,658
Forbearance	11,675,779	15.30%	1,880	77,976	1.12%	4	11,753,755	14.12%	1,884
Claims/Other	322,998	0.42%	102	93,862	1.35%	3	416,860	0.50%	105
Totals	\$ 76,321,624	100.00%	15,081	\$ 6,936,140	100.00%	321	\$ 83,257,764	100.00%	15,402

XII Statistical Analysis of Student Loans Period Ending 8-31-2010

The following amounts include Principal + Capitalized Interest at the end of the reporting period

Program Type	School Type							Total	ABI
	4 Year	4 Year Other	2 Year	2 Year Other	Proprietary	Consolidation			
Guaranteed									
Subsidized	\$ 15,383,271	\$ 7,214,142	\$ 1,849,422	\$ 15,936	\$ 867,909	\$ -	\$ 25,330,680	\$ 6,250	
Unsubsidized	14,942,333	10,598,168	1,611,399	3,807	811,814	-	27,967,521	8,817	
PLUS	1,549,905	44,682	46,788	-	75,625	-	1,717,000	7,769	
Consolidated	-	-	-	-	-	21,306,423	21,306,423	38,252	
Total Title IV	31,875,509	17,856,992	3,507,609	19,743	1,755,348	21,306,423	76,321,624	13,595	
HEAL	5,936,091	63,398	879,735	-	56,916	-	6,936,140	23,044	
Total	\$ 37,811,600	\$ 17,920,390	\$ 4,387,344	\$ 19,743	\$ 1,812,264	\$ 21,306,423	\$ 83,257,764	\$ 14,437	

* 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.

Guarantor	\$	%
USAF	\$ 61,749,350	80.91%
PHEAA	7,677,466	10.06%
GLHEC	2,069,185	2.71%
Other	4,825,623	6.32%
Total Title IV	76,321,624	100.00%

Guarantees	%
Title IV	97/98%
HHS (Heal)	98.00%
TERI	100.00%
TuitionGard	95.00%

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

XIII		Claims Filed Status													Reporting Period 6/1/2010 through 8/31/2010		
The amounts below are based on Principal plus Capitalized Interest.																	
Claims (\$)				<i>In Claims Status at End of Period</i>		<i>Paid during reporting period</i>				<i>Rejected During Reporting Period</i>					<i>Pending Rejected Status at end of Period</i>		
A	A-I	FFELP Loans		\$ 322,998		\$ 466,545				\$ 7,204					\$ 7,204		
	A-II	HEAL Loans		93,862		-				-					-		
	A-III	Totals		\$ 416,860		\$ 466,545				\$ 7,204					\$ 7,204		
The amounts below are based upon the cumulative claims filed and uninsured put into collections since date of issue from the Static Loan Pool as explained below.*																	
		Student Loan Portfolio						Claims Rejected									
Status		Static*	Cum Claim Paid		Total Rejected		Total Cured		Recoursed		Write Off		Recoveries		Pending		Total
B-I	Loan Type:	\$	\$	%	\$	%	\$	%	\$	%	\$	%	\$	%	\$	%	%
B-II	Title IV (FFELP)	\$ 78,924,650	\$ 774,674	0.98%	\$ 7,204	0.01%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	7,204	100.00%	100.00%
B-III	HEAL	7,541,512	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
B-IV	Total Guaranteed	\$ 86,466,162	\$ 774,674	0.90%	\$ 7,204	0.01%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	\$ 7,204	100.00%	100.00%

*The Static Loan Pool is considered to be the Original Loan Portfolio increased by Acquisitions and Consolidations Added. It is reduced by Cancellations, Refunds, Sales and Recourses to other parties. The Static Loan Pool is not reduced by student loans paid off or claim payments. The Static Loan Pool is not increased by capitalized interest.