



**Brazos Student Finance Corporation**

**Quarterly Student Loan Report**

**Indenture 2010 Securing the 2010 Notes**

**Reporting Period March 1, 2014 through May 31, 2014**

DEAL PARAMETERS									
Student Loan Portfolio Characteristics		2/28/2014		Loans Acquired		Activity		5/31/2014	
A-I	Portfolio Balance	\$	55,431,298.20	\$	244,447.32	\$	(1,222,037.95)	\$	54,453,707.57
A-II	Interest to be Capitalized		544,957.37		-		(28,679.69)		516,277.68
A-III	Pool Balance	\$	55,976,255.57	\$	244,447.32	\$	(1,250,717.64)	\$	54,969,985.25
A-IV	Reserve Fund Account Balance		500,000.00						500,000.00
A-V	Total Adjusted Pool	\$	56,476,255.57					\$	55,469,985.25
B-I	Weighted Average Coupon (WAC)								3.94%
B-II	Weighted Average Remaining Term								147.40
B-III	Number of Loans								9,440
B-IV	Number of Borrowers								3,346
B-V	Since Issued Constant Prepayment Rate (CPR)								3.67%
Notes	CUSIPS	3 Month LIBOR	Spread	Adjusted Rate	Spread	2/28/2014	5/31/2014		
C-I	2010 A-1 10623PDU1	0.23285%	+ 0.90%	= 1.13285%	3 Month LIBOR + 0.90%	\$ 52,565,000.00	\$ 51,343,000.00		
C-II	Total Notes Outstanding					\$ 52,565,000.00	\$ 51,343,000.00		
Reserve Account <sup>1</sup>		2/28/2014		5/31/2014					
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 <sup>1</sup>		2/28/2014		5/31/2014					
E	Parity						110.84%		110.76%

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

<b>II Required Reserves and Parity Calculations</b>							
<b>Required Reserves</b>							
		<b>Outstanding Principal Balance 2/28/2013</b>	<b>Required Reserve %</b>	<b>Required Reserves 2/28/2014</b>	<b>Outstanding Principal Balance 5/31/2013</b>	<b>Required Reserve %</b>	<b>Required Reserves 5/31/2014</b>
A- I	2010 A-1	\$ 52,565,000.00	0.50%	\$ 500,000.00	\$ 51,343,000.00	0.50%	\$ 500,000.00
A- II	Total	\$ 52,565,000.00		\$ 500,000.00	\$ 51,343,000.00		\$ 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						\$ -

  

<b>Parity Calculations</b>		<b>2/28/2014</b>	<b>5/31/2014</b>
<b>C</b>	<b>Value of the Trust Estate</b>		
C- I	Portfolio Balance	\$ 55,431,298.20	\$ 54,453,707.57
C- II	Accrued Interest on Investments	8.77	7.87
C- III	Accrued Borrower Interest	815,478.13	810,034.30
C- IV	Accrued (Rebatable) Government Interest and Special Allowance	(44,286.57)	(36,931.19)
C- V	Accrued Receivables Related to Outstanding Notes	-	-
C- VI	Less:		
C- VII	Unguaranteed portion in claims	(6,134.44)	(3,552.22)
C- VIII	Cash and Investments	2,164,129.40	1,598,540.41
C- IX	Payments In Transit	38,920.46	186,596.82
C- X	Total Trust Estate Value	\$ 58,399,413.95	\$ 57,008,403.56
<b>D</b>	<b>Less:</b>		
D- I	Accrued interest on Outstanding Notes	108,751.51	109,865.17
D- II	Accrued fees related to Outstanding Notes	30,000.00	30,000.00
<b>E</b>	<b>Net Asset Value</b>	\$ 58,260,662.44	\$ 56,868,538.39
<b>Notes Outstanding</b>		<b>2/28/2014</b>	<b>5/31/2014</b>
F	Senior Notes	\$ 52,565,000.00	\$ 51,343,000.00
<b>Parity</b>		<b>2/28/2014</b>	<b>5/31/2014</b>
G	Parity Percentage (E / F-I)	110.84%	110.76%

III TRANSACTIONS FROM:		3/1/2014 THROUGH 5/31/2014
A	Student Loan Principal Activity:	
A-I	Regular Principal Collections	\$ 1,099,135.39
A-II	Principal Collections from Guarantor	392,557.57
A-III	Loans Acquired	(244,447.32)
A-IV	Loans Sold	-
A-V	Other System Adjustments	-
A-VI	Total Cash Principal Activity	\$ 1,247,245.64
B	Student Loan Non-Cash Principal Activity:	
B-I	Capitalized Interest	\$ (275,290.67)
B-II	Other Adjustments	5,635.66
B-III	Total Non-Cash Principal Activity	\$ (269,655.01)
C	<b>Total Student Loan Principal Activity (-)</b>	<b>\$ 977,590.63</b>
D	Student Loan Interest Activity:	
D-I	Regular Interest Collections	\$ 218,448.18
D-II	Interest Claims Received from Guarantors	11,779.98
D-III	Interest Purchased	-
D-IV	Interest Sold	-
D-V	Other System Adjustments	-
D-VI	Special Allowance Payments Receipts (Rebates)	(94,955.02)
D-VII	Government Interest Subsidy Payments	41,174.52
D-VIII	Total Cash Interest Activity	\$ 176,447.66
E	Student Loan Non-Cash Interest Activity:	
E-I	Capitalized Interest	\$ 275,290.67
E-II	Interest Accrual Adjustment	1,641.39
E-III	Total Non-Cash Interest Adjustments	\$ 276,932.06
F	<b>Total Student Loan Interest Activity (-)</b>	<b>\$ 453,379.72</b>

IV AVAILABLE FUNDS		5/31/2014
G	Other Collections & Reserve Releases	
G-I	Late Fees	\$ 3,465.71
G-II	Investment Income	24.98
G-III	Recoveries	-
G-IV	Reserve Account	-
G-V	Total Other Collections & Reserve Releases	\$ 3,490.69
H	Total Funds Received (A-VI + D-VIII + G-V)	\$ 1,427,183.99
I	Less Funds Previously Remitted/Set Aside for Monthly Waterfall:	
I-I	DOE Rebate and Lender Fees	\$ 47,106.54
I-II	Subservicing Fees	34,267.35
I-III	Trustee Fees	1,604.47
I-IV	Master Servicing Fees	48,719.00
I-V	Rating fees	5,000.00
I-VI	Total	\$ 136,697.36
J	<b>Total Available Funds (H - I-V)</b>	<b>\$ 1,290,486.63</b>

Waterfall, Cash, and Note Information					
<b>V Quarterly Waterfall for Quarterly Distributions</b>					
				<b>5/31/2014</b>	
A	Total available funds			\$ 1,290,486.63	\$ 1,290,486.63
A-I	Undesignated Distribution Account funds			949.48	1,291,436.11
B	Noteholders Interest Distribution Amount				
B-I	2010 A1			148,641.12	1,142,794.99
C	Noteholders Principal Distribution Calculation Amount				
C-I	Notes Outstanding		\$ 51,343,000.00		
C-II	Adjusted Pool Balance	\$ 55,469,985.25			
C-III	Distribution Calculation Percentage		110%		
C-IV	Calculated Pool Balance (C-II / C-III)			50,427,259.32	
C-V	Calculated Distribution Amount (C-I - C-IV)			915,740.68	
D-I	2010 A1 Principal Distribution Amount (lesser of calculated distribution amount or available funds - rounded down to nearest \$1,000 bond denomination)			915,000.00	227,794.99
E	Excess Surplus Distribution			227,054.31	740.68
F	Undesignated Distribution Account Funds			740.68	
<b>VI Account Balance Rollforward</b>					
				<b>2/28/2014</b>	
				<b>5/31/2014</b>	
	Account	Beginning Balance	Deposits	Withdrawals	Ending Balance
F-I	Collection Account	\$ 1,581,943.42	\$ 1,579,363.49	\$ 2,164,994.80	\$ 996,312.11
F-II	Distribution Account	82,185.98	151,740.89	131,698.57	102,228.30
F-III	Reserve Account	500,000.00	7.35	7.35	500,000.00
F-IV	Total	\$ 2,164,129.40			\$ 1,598,540.41
<b>VII Rollforward of Undesignated Distribution Account Funds</b>					
				<b>5/31/2014</b>	
G-I	Beginning Balance			\$ 949.48	
G-III	Additions			-	
G-III	Withdrawals			(208.80)	
G-IV	Ending Balance			\$ 740.68	
<b>VIII Note Balances</b>					
				<b>3/25/2014</b>	
				<b>6/25/2014</b>	
	Security Description	CUSIP	Original Issue Amt	Note Balance	Note Pool Factor
H-I	2010 A-1	10623PDU1	\$ 87,170,000.00	\$ 51,343,000.00	0.5889985
H-II	Total		\$ 87,170,000.00	\$ 51,343,000.00	\$ 50,428,000.00
<b>IX Total Note Factor</b>					
				<b>3/25/2014</b>	
				<b>6/25/2014</b>	
I-I	Original Issue Amount		\$ 87,170,000.00		\$ 87,170,000.00
I-II	Outstanding Note Balance		51,343,000.00		50,428,000.00
I-III	Total Note Pool Factor		0.5889985		0.5785018

X	Historical Pool Information	6/1/2013 - 8/31/2013	9/1/2013 - 11/30/2013	12/1/2013 - 2/28/2014	3/1/2014 - 5/31/2014
A	Beginning Student Loan Portfolio Balance	\$ 59,822,473.43	\$ 57,858,273.97	\$ 56,746,827.49	\$ 55,431,298.20
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 1,614,569.15	\$ 1,055,718.19	\$ 1,296,187.15	\$ 1,099,135.39
B-II	Principal Collections from Guarantor	710,442.08	351,174.00	371,494.26	392,557.57
B-III	Loans Acquired	(110,179.85)	(366.36)	(32,818.53)	(244,447.32)
B-IV	Loans Sold	6,244.46	-	1,367.43	-
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 2,221,075.84	\$ 1,406,525.83	\$ 1,636,230.31	\$ 1,247,245.64
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (273,605.17)	\$ (302,726.58)	\$ (329,245.80)	\$ (275,290.67)
C-II	Other Adjustments	16,728.79	7,647.23	8,544.78	5,635.66
C-III	Total Non-Cash Principal Activity	\$ (256,876.38)	\$ (295,079.35)	\$ (320,701.02)	\$ (269,655.01)
D	Total Student Loan Principal Activity (-)	\$ 1,964,199.46	\$ 1,111,446.48	\$ 1,315,529.29	\$ 977,590.63
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 255,428.97	\$ 240,393.62	\$ 239,955.37	\$ 218,448.18
E-II	Interest Claims Received from Guarantors	25,083.55	20,294.74	17,943.83	11,779.98
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	-	12.92	-
E-V	Other System Adjustments	-	-	-	-
E-VI	Special Allowance Payments	(105,026.64)	(100,704.34)	(98,722.47)	(94,955.02)
E-VII	Subsidy Payments	51,205.25	43,234.10	44,954.67	41,174.52
E-VIII	Total Interest Collections	\$ 226,691.13	\$ 203,218.12	\$ 204,144.32	\$ 176,447.66
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 273,605.17	\$ 302,726.58	\$ 329,245.80	\$ 275,290.67
F-II	Interest Accrual Adjustment	(1,179.07)	(1,161.71)	3,067.10	1,641.39
F-III	Total Non-Cash Interest Adjustments	\$ 272,426.10	\$ 301,564.87	\$ 332,312.90	\$ 276,932.06
G	Total Student Loan Interest Activity	\$ 499,117.23	\$ 504,782.99	\$ 536,457.22	\$ 453,379.72
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 57,858,273.97	\$ 56,746,827.49	\$ 55,431,298.20	\$ 54,453,707.57
I	(+) Interest to be Capitalized	612,417.88	574,144.05	544,957.37	516,277.68
J	TOTAL POOL (=)	\$ 58,470,691.85	\$ 57,320,971.54	\$ 55,976,255.57	\$ 54,969,985.25
L	Reserve Account Balance	500,000.00	500,000.00	500,000.00	500,000.00
M	Total Adjusted Pool (=)	\$ 58,970,691.85	\$ 57,820,971.54	\$ 56,476,255.57	\$ 55,469,985.25

XI Total Student Loan Portfolio Characteristics							5/31/2014		
Status	Title IV Loans			Heal Loans			Total All Student Loans		
	\$	%	#	\$	%	#		%	#
In School	\$ 1,100,227	2.10%	167	\$ -	0.00%	-	\$ 1,100,227	2.02%	167
Grace	217,594	0.42%	36	-	0.00%	-	217,594	0.40%	36
Repay/Current	27,888,543	53.27%	5,242	1,791,041	85.36%	111	29,679,584	54.50%	5,353
Delinquent:									
31-60 Days	2,405,458	4.59%	408	33,167	1.58%	2	2,438,625	4.48%	410
61-90 Days	982,368	1.88%	232	6,506	0.31%	2	988,874	1.82%	234
91-120 Days	737,698	1.41%	139	83,870	4.00%	3	821,568	1.51%	142
> 120 Days	2,277,508	4.35%	306	121,436	5.79%	4	2,398,944	4.41%	310
Total Delinquent	6,403,032	12.23%	1,085	244,979	11.68%	11	6,648,011	12.21%	1,096
Deferment	7,218,133	13.79%	1,433	-	0.00%	-	7,218,133	13.26%	1,433
Forbearance	9,350,304	17.86%	1,311	62,244	2.97%	2	9,412,548	17.29%	1,313
Claims/Other	177,611	0.34%	42	-	0.00%	-	177,611	0.33%	42
Totals	\$ 52,355,444	100.00%	9,316	\$ 2,098,264	100.00%	124	\$ 54,453,708	100.00%	9,440

**XII Statistical Analysis of Student Loans** **5/31/2014**

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	\$ 9,001,207	\$ 4,658,429	\$ 989,969	\$ 12,912	\$ 440,051	\$ -	\$ 15,102,568	\$ 6,340	
Unsubsidized	9,684,139	7,433,285	1,052,593	3,368	487,922	-	18,661,307	9,694	
PLUS	462,610	-	4,173	-	39,148	-	505,931	5,216	
Consolidated	-	-	-	-	-	18,085,638	18,085,638	45,903	
Total Title IV	19,147,956	12,091,714	2,046,735	16,280	967,121	18,085,638	52,355,444	13,346	
HEAL	1,868,945	-	208,078	-	21,241	-	2,098,264	18,088	
Total	\$ 21,016,901	\$ 12,091,714	\$ 2,254,813	\$ 16,280	\$ 988,362	\$ 18,085,638	\$ 54,453,708	\$ 16,274	

\* 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	\$ 42,742,493	81.64%
PHEAA	5,709,968	10.91%
GLHEC	966,786	1.85%
Other	2,936,197	5.61%
Total Title IV	52,355,444	100.00%

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

<sup>1</sup> Claims for loans originated after July 1, 2006 are reimbursed at 97%.



<b>XIII Statistical Analysis of Student Loans</b>			<b>5/31/2014</b>
<b>Servicing</b>	<b>\$</b>	<b>%</b>	
ACS	\$ 1,993	0.00%	
AES	9,532,057	17.50%	
Great Lakes	362,652	0.67%	
SLMA	44,557,006	81.83%	
<b>Total</b>	<b>\$ 54,453,708</b>	<b>100.00%</b>	

XIV Loan Default Statistics		Reporting Period 3/1/2014 through 5/31/2014													
<b>Current Quarter - Insured Loans</b>															
Claims (\$)	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off									
Title IV	ACS	\$ 9,080	\$ -	\$ -	\$ -	\$ -									
Title IV	AES	15,627	-	-	-	-									
Title IV	Great Lakes	-	-	-	-	-									
Title IV	SLMA	348,807	-	-	-	-									
Heal Loans	AES	19,044	-	-	-	-									
Totals		\$ 392,558	\$ -	\$ -	\$ -	\$ -									
<b>Since Inception - Insured Loans</b>															
Status	Servicer	Student Loan Portfolio					Claims Rejected								
		Static Pool	Claims Paid	Claims Rejected		Cured	Recoursed		Write Off		Pending Rejects		Total		
Loan Type:		\$	\$	% of Static	\$	% of Static	\$	% of Rejected	\$	% of Rejected	\$	% of Rejected	\$	%	%
Title IV	ACS <sup>1</sup>	\$ 552,523	\$ 48,402	8.76%	\$ 8,748	1.58%	\$ 8,748	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -	0.00%	100.00%
Title IV	AES	8,678,182	1,216,620	14.02%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Title IV	GreatLakes <sup>2</sup>	1,408,503	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Title IV	SLMA	67,310,428	7,892,212	11.73%	46,115	0.07%	13,328	28.90%	23,622	51.22%	94	0.20%	9,071	19.67%	100.00%
Heal Loans	AES	8,516,526	224,735	2.64%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	0.00%
Total Insured		\$ 86,466,162	\$ 9,381,969	10.85%	\$ 54,863	0.06%	\$ 22,077	40.24%	\$ 23,622	43.06%	\$ 94	0.17%	\$ 9,071	16.53%	100.00%

<sup>1</sup>Brazos Student Finance Corporation moved \$975,014 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 \$269,417. The static pool was adjusted to reflect the transferred loans.

<sup>2</sup>Brazos Student Finance Corporation moved \$729,858.69 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 \$131,002.06. The static pool was adjusted to reflect the transferred loans.