



**Brazos Education Loan Authority, Inc.**

**Quarterly Student Loan Report**

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

**For the One Month Ending July 31, 2014**

DEAL PARAMETERS									
Student Loan Portfolio Characteristics		6/30/2014		Loans Acquired		Activity		7/31/2014	
A-I	Portfolio Balance	\$	91,735,154.20	\$	-	\$	(653,045.66)	\$	91,082,108.54
A-II	Interest to be Capitalized		330,527.51		-		20,383.49		350,911.00
A-III	Pool Balance	\$	92,065,681.71	\$	-	\$	(632,662.17)	\$	91,433,019.54
A-IV	Reserve Fund Account Balance		231,720.78						230,164.20
A-V	Cash & Payments In Transit		752,156.00						850,147.58
A-VI	Total Adjusted Pool	\$	93,049,558.49					\$	92,513,331.32
B-I	Weighted Average Coupon (WAC)								3.86%
B-II	Weighted Average Remaining Term								182.04
B-III	Number of Loans								8,695
B-IV	Number of Borrowers								4,446
B-V	Aggregate Outstanding Principal Balance - T-Bill								2,381,377
B-VI	Percentage Outstanding Principal Balance - T-Bill								2.61%
B-VII	Aggregate Outstanding Principal Balance - Commercial Paper								88,700,731
B-VIII	Percentage Outstanding Principal Balance - Commercial Paper								97.39%
B-IX	Since Issued Constant Prepayment Rate (CPR)								5.60%
Notes	CUSIPS	1 Month LIBOR	Spread	Adjusted Rate	Spread	6/30/2014	7/31/2014		
C-I	2012 A-1 10620WAA6	0.15500%	+ 0.70%	= 0.85500%	1 Month LIBOR + 0.70%	\$ 86,716,000.00	\$ 86,007,000.00		
C-V	2012 B-1 10620WAB4	0.15500%	+ 3.00%	= 3.15500%	1 Month LIBOR + 3.00%	3,000,000.00	3,000,000.00		
C-IX	Total Notes Outstanding					\$ 89,716,000.00	\$ 89,007,000.00		
Reserve Account <sup>1</sup>		6/30/2014		7/31/2014					
D	Required Reserve Acct Deposit								
D-I	Reserve Acct Initial Deposit (\$)			\$	4,045,000.00	\$	4,045,000.00		
D-II	Specified Reserve Acct Balance (\$)				230,164.20		228,582.55		
D-III	Reserve Account Floor Balance (\$)				2,427,000.00		2,427,000.00		
D-IV	Current Reserve Acct Balance (\$)			\$	231,720.78	\$	230,164.20		
Parity <sup>1</sup>		6/30/2014		7/31/2014					
E-I	Class A Parity Percentage				107.74%		107.93%		
E-II	Class B Parity Percentage				104.14%		104.29%		

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

<b>II Required Reserves and Parity Calculations</b>						
<b>Required Reserves</b>						
	<b>Outstanding Pool Balance 6/30/2014</b>	<b>Required Reserve %</b>	<b>Required Reserves 6/30/2014</b>	<b>Outstanding Pool Balance 7/31/2014</b>	<b>Required Reserve %</b>	<b>Required Reserves 7/31/2014</b>
A- I	\$ 92,065,681.71	0.25%	\$ 230,164.20	\$ 91,433,019.54	0.25%	\$ 228,582.55
B- I	Specified Reserve Account Balance		\$ 230,164.20			\$ 228,582.55
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)		230,164.20			228,582.55
B- IV	Reserve Account Balance		231,720.78			230,164.20
B- V	Reserve Account funds released during collection period					\$ 1,556.58
<b>Parity Calculations</b>						
	<b>6/30/2014</b>			<b>7/31/2014</b>		
<b>C</b>	<b>Value of the Trust Estate</b>					
C- I	Portfolio Balance	\$	91,735,154.20	\$	91,082,108.54	
C- II	Accrued Interest on Investments		8.40		6.04	
C- III	Accrued Borrower Interest		769,226.27		761,650.94	
C- IV	Accrued Government Interest and Special Allowance		46,827.41		14,802.07	
C- V	Accrued Receivables Related to Outstanding Notes		1,328.43		-	
C- VI	Less:					
C- VII	Unguaranteed portion in claims		(3,851.46)		(3,517.24)	
C- VIII	Cash and Investments		926,795.54		1,045,485.53	
C- IX	Payments In Transit		57,081.24		34,826.25	
C- X	Total Trust Estate Value	\$	93,532,570.03	\$	92,935,362.13	
<b>D</b>	Less:					
D- I	Accrued interest on Outstanding Notes		13,889.67		16,139.08	
D- II	Accrued fees related to Outstanding Notes		89,371.71		89,750.00	
<b>E</b>	<b>Net Asset Value</b>	\$	93,429,308.65	\$	92,829,473.05	
<b>Notes Outstanding</b>						
	<b>6/30/2014</b>			<b>7/31/2014</b>		
F- I	Senior Notes	\$	86,716,000.00	\$	86,007,000.00	
F- III	Class B Notes		3,000,000.00		3,000,000.00	
F- IV	Total Notes	\$	89,716,000.00	\$	89,007,000.00	
<b>Parity</b>						
	<b>6/30/2014</b>			<b>7/31/2014</b>		
G- I	Senior Parity Percentage (E / F-I)		107.74%		107.93%	
G- III	Class B Parity Percentage (E / F-I)		104.14%		104.29%	

III TRANSACTIONS FROM:		7/1/2014 THROUGH 7/31/2014	
A	Student Loan Principal Activity:		
A-I	Regular Principal Collections	\$	581,373.19
A-II	Principal Collections from Guarantor		126,282.33
A-III	Loans Acquired		-
A-IV	Loans Sold		-
A-V	Other System Adjustments		-
A-VI	Total Cash Principal Activity	\$	<u>707,655.52</u>
B	Student Loan Non-Cash Principal Activity:		
B-I	Capitalized Interest	\$	(55,948.67)
B-II	Other Adjustments		<u>1,338.81</u>
B-III	Total Non-Cash Principal Activity	\$	<u>(54,609.86)</u>
C	<b>Total Student Loan Principal Activity (-)</b>	\$	<b>653,045.66</b>
D	Student Loan Interest Activity:		
D-I	Regular Interest Collections	\$	207,984.29
D-II	Interest Claims Received from Guarantors		3,372.42
D-III	Interest Purchased		-
D-IV	Interest Sold		-
D-V	Other System Adjustments		-
D-VI	Special Allowance Payments Receipts (Rebates)		3,780.91
D-VII	Government Interest Subsidy Payments		<u>43,046.50</u>
D-VIII	Total Cash Interest Activity	\$	<u>258,184.12</u>
E	Student Loan Non-Cash Interest Activity:		
E-I	Capitalized Interest	\$	55,948.67
E-II	Interest Accrual Adjustment		<u>(50,604.07)</u>
E-III	Total Non-Cash Interest Adjustments	\$	<u>5,344.60</u>
F	<b>Total Student Loan Interest Activity (-)</b>	\$	<b>263,528.72</b>

IV AVAILABLE FUNDS		7/31/2014	
G	Other Collections & Reserve Releases		
G-I	Late Fees	\$	4,082.97
G-II	Investment Income		8.40
G-III	Recoveries		-
G-IV	Other collections		-
G-V	Reserve Account		<u>1,556.58</u>
G-VI	Total Other Collections & Reserve Releases	\$	<u>5,647.95</u>
H	Total Funds Received (A-VI + D-VIII + G-V)	\$	971,487.59
I	Less Funds Previously Remitted for Monthly Waterfall:		
I-I	DOE Rebate and Lender Fees	\$	73,783.86
I-II	Subservicing Fees		15,528.38
I-III	Trustee Fees		948.50
I-IV	Master Servicing Fees		19,361.00
I-V	Other Payments		<u>5,000.00</u>
I-VI	Total	\$	<u>114,621.74</u>
J	<b>Total Available Funds (H - I-VI)</b>	\$	<b>856,865.85</b>

Waterfall, Cash, and Note Information							
<b>V Quarterly Waterfall for Quarterly Distributions</b>							
<b>7/31/2014</b>							
A	Total available funds		\$	856,865.85	\$	856,865.85	
A-I	Undesignated Distribution Account funds			179.28		857,045.13	
B	Noteholders Interest Distribution Amount						
B-I	2012 A-1			63,322.65		793,722.48	
B-II	2012 B-1			8,150.42		785,572.06	
B-III	Class B Interest Shortfall			-		785,572.06	
C	Noteholders Principal Distribution Amount						
C-I	2012 A-1			785,000.00		572.06	
C-II	2012 B-1			-		572.06	
E	Undesignated Distribution Account funds			572.06		-	
<b>VI Account Balance Rollforward</b>							
<b>6/30/2014</b> <span style="float: right;"><b>7/31/2014</b></span>							
	<b>Account</b>	<b>Beginning Balance</b>	<b>Deposits</b>	<b>Withdrawals</b>	<b>Ending Balance</b>		
F-I	Collection Account	\$ 675,713.76	\$ 1,013,379.11	\$ 892,942.54	\$ 796,150.33		
F-II	Distribution Account	19,361.00	108,483.26	108,673.26	19,171.00		
F-III	Reserve Account	231,720.78	1.16	1,557.74	230,164.20		
F-IV	Total	\$ 926,795.54			\$ 1,045,485.53		
<b>VII Rollforward of Undesignated Distribution Account Funds</b>							
<b>7/31/2014</b>							
G-I	Beginning Balance				\$ 179.28		
G-II	Additions				392.78		
G-III	Withdrawals				-		
G-IV	Ending Balance				\$ 572.06		
<b>VIII Note Balances</b>							
<b>5/27/2014</b> <span style="float: right;"><b>6/25/2014</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	\$ 86,007,000.00	0.7665508	\$ 85,222,000.00	0.7595544
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	\$ 89,007,000.00		\$ 88,222,000.00	
<b>IX Total Note Factor</b>							
<b>6/25/2014</b> <span style="float: right;"><b>7/25/2014</b></span>							
I-I	Original Issue Amount		\$ 115,200,000.00		\$ 115,200,000.00		
I-II	Outstanding Note Balance		89,007,000.00		88,222,000.00		
I-III	Total Note Pool Factor		0.7726302		0.7658160		

X. Class B Interest Cap	
Definition Test	
(a)	
Actual Days in Year	365
Factor (Divided by 360)	1.013888889
(i) Student Loan Interest	\$ 273,836.17
(i) Government Interest	13,541.77
(i) SAP due to Issuer	1,260.30
Total (i)	<u>288,638.24</u>
(ii) SAP due to DOE	-
(ii) DOE Consolidation Fees	73,783.86
Total (ii)	<u>73,783.86</u>
Total (i) Less Total (ii)	<u>\$ 214,854.38</u>
Times Factor	<u>\$ 217,838.47</u>
Less (b)	
Subservicing Fees Accrued	\$ 15,528.38
Master Servicing Fees Accrued	19,361.00
Trustee Fees Accrued	948.50
Other Operating Expenses Accrued	5,000.00
Total (b)	<u>40,837.88</u>
Less (c)	
Class A Noteholder's Interest Distribution Amount	<u>63,322.65</u>
Class B Noteholder's Interest Cap	113,677.94
Class B Noteholder's Interest 2012-B-1	<u>8,150.42</u>
Class B Noteholder's Interest distribution amount	<u>\$ 8,150.42</u>
Class B Noteholder's Interest Shortfall	<u>\$ -</u>

XII	Historical Pool Information	4/1/2014 - 4/30/2014	5/1/2014 - 5/31/2014	6/1/2014 - 6/30/2014	7/1/2014 - 7/31/2014
A	Beginning Student Loan Portfolio Balance	\$ 94,380,406.22	\$ 93,559,018.33	\$ 92,307,091.84	\$ 91,735,154.20
B	Student Loan Principal Activity:				
B-I	Regular Principal Collections	\$ 806,436.80	\$ 806,422.34	\$ 621,254.82	\$ 581,373.19
B-II	Principal Collections from Guarantor	81,475.38	470,191.05	100,738.48	126,282.33
B-III	Loans Acquired	-	-	(52,222.79)	-
B-IV	Loans Sold	-	-	-	-
B-V	Other System Adjustments	-	-	-	-
B-VI	Total Principal Collections	\$ 887,912.18	\$ 1,276,613.39	\$ 669,770.51	\$ 707,655.52
C	Student Loan Non-Cash Principal Activity:				
C-I	Capitalized Interest	\$ (67,479.07)	\$ (33,226.10)	\$ (99,700.09)	\$ (55,948.67)
C-II	Other Adjustments	954.78	8,539.20	1,867.22	1,338.81
C-III	Total Non-Cash Principal Activity	\$ (66,524.29)	\$ (24,686.90)	\$ (97,832.87)	\$ (54,609.86)
D	Total Student Loan Principal Activity (-)	\$ 821,387.89	\$ 1,251,926.49	\$ 571,937.64	\$ 653,045.66
E	Student Loan Interest Activity:				
E-I	Regular Interest Collections	\$ 220,021.26	\$ 219,788.98	\$ 212,370.50	\$ 207,984.29
E-II	Interest Claims Received from Guarantors	2,816.21	20,652.97	1,499.77	3,372.42
E-III	Interest Purchased	-	-	-	-
E-IV	Interest Sold	-	-	-	-
E-V	Other System Adjustments	-	-	-	-
E-VI	Special Allowance Payments	4,117.80	-	-	3,780.91
E-VII	Subsidy Payments	45,448.06	-	-	43,046.50
E-VIII	Total Interest Collections	\$ 272,403.33	\$ 240,441.95	\$ 213,870.27	\$ 258,184.12
F	Student Loan Non-Cash Interest Activity:				
F-I	Capitalized Interest	\$ 67,479.07	\$ 33,226.10	\$ 99,700.09	\$ 55,948.67
F-II	Interest Accrual Adjustment	(50,037.61)	(54,214.94)	(52,875.99)	(50,604.07)
F-III	Total Non-Cash Interest Adjustments	\$ 17,441.46	\$ (20,988.84)	\$ 46,824.10	\$ 5,344.60
G	Total Student Loan Interest Activity (-)	\$ 289,844.79	\$ 219,453.11	\$ 260,694.37	\$ 263,528.72
H	(=) Ending Student Loan Portfolio Balance (A - D)	\$ 93,559,018.33	\$ 92,307,091.84	\$ 91,735,154.20	\$ 91,082,108.54
I	(+) Interest to be Capitalized	364,848.71	381,218.70	330,527.51	350,911.00
J	TOTAL POOL (=)	\$ 93,923,867.04	\$ 92,688,310.54	\$ 92,065,681.71	\$ 91,433,019.54
K	Cash Available for Distributions & Payments in Transit	\$ 1,037,980.17	\$ 1,391,331.05	\$ 752,156.00	\$ 850,147.58
L	Reserve Account Balance	236,892.45	234,809.67	231,720.78	230,164.20
M	Total Adjusted Pool (=)	\$ 95,198,739.66	\$ 94,314,451.26	\$ 93,049,558.49	\$ 92,513,331.32

XIII Total Student Loan Portfolio Characteristics										
7/31/2014										
A	STATUS	Title IV Loans			Heal Loans			Total All Student Loans		
		\$	%	#	\$	%	#	\$	%	#
A-I	In School	\$ 8,574	0.01%	4	\$ -	0.00%	-	\$ 8,574	0.01%	4
A-II	Grace	-	0.00%	-	-	0.00%	-	-	0.00%	-
A-III	Repay/Current	68,542,828	76.83%	6,619	1,600,547	1.79%	97	70,143,375	78.62%	6,716
A-IV	Delinquent:									
A-V	31-60 Days	2,939,338	3.29%	248	58,081	0.07%	2	2,997,419	3.36%	250
A-VI	61-90 Days	1,542,586	1.73%	152	10,957	0.01%	1	1,553,543	1.74%	153
A-VII	91-120 Days	930,391	1.04%	111	3,067	0.00%	2	933,458	1.05%	113
A-VIII	> 120 Days	2,411,431	2.70%	252	8,435	0.01%	2	2,419,866	2.71%	254
A-IX	Total Delinquent	7,823,746	8.77%	763	80,540	0.09%	7	7,904,286	8.86%	770
A-X	Deferment	5,782,365	6.48%	685	-	0.00%	-	5,782,365	6.48%	685
A-XI	Forbearance	6,885,018	7.72%	481	47,529	0.05%	1	6,932,547	7.77%	482
A-XII	Claims/Other	175,862	0.20%	37	135,099	0.15%	1	310,961	0.35%	38
A-XIII	Totals	\$ 89,218,393	100.00%	8,589	\$ 1,863,715	2.09%	106	\$ 91,082,108	102.09%	8,695

XIV. Statistical Analysis of Student Loans										
7/31/2014										
The following amounts include Principal + Capitalized Interest at the end of the reporting period										
B	Program Type	School Type						Total	ABI	
	Guaranteed	4 Year	4 Year Other	2 Year	2 Year Other	Proprietary	Consolidation			
B-I	Subsidized	\$ 2,297,202	\$ 210,549	\$ 650,513	\$ 9,444	\$ 140,972	\$ -	\$ 3,308,680	\$ 4,001	
B-II	Unsubsidized	1,786,439	205,083	606,881	4,100	134,790	-	2,737,293	4,562	
B-III	PLUS	80,653	10,116	7,569	-	-	-	98,338	3,934	
B-IV	Consolidated	-	-	-	-	-	83,074,082	83,074,082	24,477	
B-V	Total Title IV	4,164,294	425,748	1,264,963	13,544	275,762	83,074,082	89,218,393	18,082	
B-VI	Heal	1,670,762	-	192,953	-	-	-	1,863,715	19,214	
B-VII	Total Student Loans	\$ 5,835,056	\$ 425,748	\$ 1,457,916	\$ 13,544	\$ 275,762	\$ 83,074,082	\$ 91,082,108	\$ 20,486	
* 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	\$ 33,754,023	37.83%	Title IV <sup>1</sup>	97/98%				
C-II	USAF	24,947,193	27.96%							
C-III	TGSLC	13,083,839	14.66%							
C-IV	Others	17,433,338	19.54%							
C-V	Total Title IV	\$ 89,218,393	100.00%							
<sup>1</sup> Claims for loans originated after July 1, 2006 are reimbursed at 97%.										

XV Total Student Loan Portfolio By Servicer		
7/31/2014		
D	Servicer	\$ %
D-I	ACS	\$ 18,006,576 19.77%
D-II	AES	37,461,564 41.13%
D-III	GreatLakes	467,508 0.51%
D-IV	NELNET	10,203,028 11.20%
D-V	SLMA	24,943,432 27.39%
	Totals	91,082,108 100.00%



**XVI Loan Default Statistics By Servicer**

<b>Current Month - Insured Loans</b>						
Loan Type	Servicer	Claims Paid	Claims Rejected	Cured	Recoursed	Write Off
Title IV	ACS	\$ 61,848.20	\$ -	\$ -	\$ -	\$ -
Title IV	BLS	20,902.59	-	-	-	-
Title IV	GreatLakes	-	-	-	-	-
Title IV	PHEAA	27,604.22	-	-	-	-
Title IV	SLMA	10,159.28	-	-	-	-
Title IV	Nelnet	5,768.04	-	-	-	-
Heal	PHEAA	-	-	-	-	-
<b>Totals</b>		\$ 126,282.33	\$ -	\$ -	\$ -	\$ -

<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	5.68%	\$ 8,233.92	0.03%	\$ 8,233.92	100.00%	\$ -	0.00%	\$ -	0.00%	\$ -
Title IV	BLS	1,202,791.05	2.22%	-	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	PHEAA	27,775,428.14	4.09%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Title IV	SLMA	29,410,732.18	4.29%	5,253.15	0.02%	-	0.00%	5,253.15	100.00%	-	0.00%	-
Title IV	Nelnet <sup>4</sup>	10,272,046.32	0.06%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
Heal	PHEAA	18,342,536.19	0.29%	-	0.00%	-	0.00%	-	0.00%	-	0.00%	-
<b>Totals</b>		\$ 113,386,078.27	3.69%	\$ 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 Education Loan Authority 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 Education Loan Authority 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.

<sup>4</sup>Brazos Education Loan Authority, Inc. moved \$ 10,272,046.32 in student loans from the BLS servicing system to the Nelnet servicing system pursuant to the terms of the indenture. The static pool was adjusted to reflect the transferred loans.