

North Carolina State Education Assistance Authority

Student Loan Backed Notes

2012-1 Series Investor Report

Distribution Date: November 25, 2015

Table of Contents

| | <u>Page</u> |
|---|-------------|
| I. Principal Parties to the Transaction | 3 |
| II. Explanations, Definitions, Abbreviations | 3 |
| III. Trust Parameters | 4 |
| IV. Cash Payment Detail and Available Funds for the Time Period | 5 |
| V. Distributions | 6 - 7 |
| VI. Optional Redemption Information | 8 |
| VII. Interest Rates for Next Distribution Date | 8 |
| VIII. Items to Note | 8 |

I. Principal Parties to the Transaction

| | |
|--|--|
| Issuer | North Carolina State Education Assistance Authority |
| Servicer | College Foundation, Inc. Services, administers and makes collections with respect to the Financed Student Loans. The Servicer is compensated quarterly for these services. |
| Trustee, Paying Agent and Registrar | The Bank of New York Mellon Trust Company, N.A. Acts for the benefit of and to protect the interests of the Noteholders and acts as paying agent for the notes. Also acts on behalf of the Noteholders and represents their interests in the exercise of their rights under the 2012-1 General Resolution. The Trustee is compensated annually for these services. |
| Backup Servicer | Nelnet Servicing, LLC Assumes servicing of the Financed Student Loans upon the occurrence of a 'Servicer Transfer Trigger'. |

II. Explanations, Definitions, Abbreviations

| | |
|--------------------------------------|--|
| Pool Balance | For any date, the aggregate Principal Balance of all Financed Student Loans on that date plus accrued interest that is expected to be capitalized as authorized under the Higher Education Act. |
| Adjusted Pool Balance | The sum of the Pool Balance as of the end of the most recent Collection Period, the Value of the Debt Service Reserve Fund and the Value of the Capitalized Interest Fund, after taking effect to any withdrawals from each of the Funds since the end of the last Collection Period. |
| Principal Distribution Amount | With respect to any Distribution Date, the amount, if any, by which (a) the aggregate principal amount of the Notes Outstanding as of the end of the most recent Collection Period exceeds (b) the Adjusted Pool Balance divided by 120%; but not less than the amount of any principal due if such Distribution Date is also a Stated Maturity Date or Notes have been duly called for redemption on such Distribution Date in accordance with the 2012-1 Series Resolution. |
| Record Date | With respect to any principal or interest to be paid on a Distribution Date, the Business Day prior to the Distribution Date. |
| CPR | Constant Prepayment Rate - The annualized, compounded SMM (Single Monthly Mortality) rate. In any given month, the SMM measures the percentage of the Initial Pool Balance that was paid back earlier than scheduled. |
| Ending Balance Factor | For any given day, the number calculated by dividing the unpaid principal balance of the Outstanding 2012-1 Series Notes (after any payments of principal are made) by the original principal balance of the 2012-1 Series Notes. |

III. Trust Parameters

| A. Student Loan Portfolio Characteristics | | 9/30/2015 | Activity | 10/31/2015 |
|---|---|------------------|-----------------|------------------|
| i. | Portfolio Principal Balance | \$396,082,020.45 | -\$4,056,125.78 | \$392,025,894.67 |
| ii. | Accrued Interest to be Capitalized | 3,973,270.81 | | 3,958,894.91 |
| iii. | Pool Balance (III.A.i + IIIA.ii) | \$400,055,291.26 | | \$395,984,789.58 |
| iv. | Borrower Accrued Interest | \$8,185,111.70 | | \$8,251,069.40 |
| v. | Weighted Average Coupon (WAC) - Gross | 6.11% | | 6.11% |
| vi. | Weighted Average Coupon (WAC) - Net of Interest Rate Reductions | 5.40% | | 5.41% |
| vii. | Weighted Average Payments Made | 32 | | 32 |
| viii. | Weighted Average Remaining Months to Maturity * | 128 | | 128 |
| ix. | Number of Loans | 110,889 | | 109,870 |
| x. | Number of Borrowers | 50,867 | | 50,340 |
| xi. | Average Borrower Indebtedness | \$7,786.62 | | \$7,787.56 |

B. Debt Characteristics

| Accrual Period: | | Collection Period: | | Record Date | | | | | |
|------------------------------|------------|---------------------------------|------------|-------------------|-------------|-----------|------------------|--------------|------------------|
| First Date in Accrual Period | 10/26/2015 | First Date in Collection Period | 10/01/2015 | Distribution Date | 11/24/2015 | | | | |
| Last Date in Accrual Period | 11/24/2015 | Last Date in Collection Period | 10/31/2015 | | 11/25/2015 | | | | |
| Days in Accrual Period | 30 | | | | | | | | |
| Notes | CUSIP | Rate Type | Spread | Index Rate | Coupon Rate | Maturity | 10/26/2015 | Interest Due | 11/25/2015 |
| A-1 Notes | 658262 GE4 | LIBOR | 0.80% | 0.19695% | 0.99695% | 7/25/2039 | \$378,135,633.40 | \$314,151.93 | \$376,753,357.39 |

* As of the date of this data, excludes loans for which the borrower is repaying under an Income-Based Repayment Schedule. For the prior period, these loans total \$98,594,737.15 and represent 25.42 % of the total loans currently in repayment. For the current period, these loans total \$99,478,617.52 and represent 25.94 % of the total loans currently in repayment.

IV. Cash Payment Detail and Available Funds for the Time Period

10/01/2015 - 10/31/2015

A. Debt Service Reserve Fund Reconciliation

| | | | |
|------|---|------------|----------------|
| i. | Balance on Prior Distribution Date | 10/26/2015 | \$1,000,138.23 |
| ii. | Draws Due to Liquidity Needs | | 0.00 |
| iii. | Debt Service Reserve Fund Requirement | | 989,961.97 |
| iv. | Releases or Replenishments in Waterfall Process | | -10,176.26 |
| v. | Balance on Current Distribution Date | | \$989,961.97 |

B. Capitalized Interest Fund Reconciliation

| | | | |
|------|---|------------|---------------|
| i. | Balance on Prior Distribution Date | 10/26/2015 | \$0.00 |
| ii. | Draws Due to Liquidity Needs | | 0.00 |
| iii. | Maximum Amount in Step-down Schedule | | 0.00 |
| iv. | Releases in Waterfall Process | | 0.00 |
| v. | Balance on Current Distribution Date | | \$0.00 |

C. Collection Fund Reconciliation

| | | | |
|-------|---|--|-----------------------|
| i. | Balance at Beginning of Collection Period | | 0.00 |
| ii. | Amount by which the Debt Service Reserve Fund Exceeds the Debt Service Reserve Requirement | | 10,176.26 |
| iii. | Amount by which the Department Reserve Fund Exceeds the Department Reserve Fund Requirement | | 0.00 |
| iv. | Amount by which the Capitalized Interest Fund Exceeds the Step-down Schedule | | 0.00 |
| v. | Amount by which the Operating Fund Exceeds the Operating Fund Requirement | | 0.00 |
| vi. | Amounts in the Collection Fund Received by the Servicer During the Collection Period | | 5,636,302.39 |
| vii. | Interest Earned on Investment Obligations During the Collection Period | | 339.57 |
| viii. | Less Funds Previously Transferred | | 0.00 |
| ix. | Available Funds | | \$5,646,818.22 |

D. Funds Remitted During Collection Period: Department Reserve Fund

| | | | |
|------|-------------------------------|--|-----------------------|
| i. | Negative Special Allowance | | \$3,883,380.39 |
| ii. | Interest Subsidy | | -471,890.15 |
| iii. | Special Allowance | | -47,956.55 |
| iv. | Consolidation Loan Rebate Fee | | 0.00 |
| v. | Other | | 0.00 |
| vi. | Total | | \$3,363,533.69 |

E. Funds Remitted During Collection Period: Operating Fund

| | | | |
|------|--------------------|--|---------------------|
| i. | Servicing Fees | | \$607,656.59 |
| ii. | Trustee Fees | | 0.00 |
| iii. | Administrator Fees | | 0.00 |
| iv. | Other | | 0.00 |
| v. | Total | | \$607,656.59 |

V. Distributions

A. Waterfall Summary

| | | | <u>Remaining Funds Balance</u> |
|--------------|---|----------------|------------------------------------|
| Total | Available Funds for Distribution (IV.C.ix) | | \$5,646,818.22 |
| i. | To the Department Reserve Fund, an amount that, when added to the amount therein, will equal the Department Reserve Fund Requirement. | \$3,363,533.69 | \$2,283,284.53 |
| ii. | To the Operating Fund, an amount that, when added to the amount therein, will equal the Operating Fund Requirement. | \$586,856.59 | \$1,696,427.94 |
| iii. | To the Interest Account, an amount such that, when added to any amount on deposit in the Interest Account on the day of the calculation, would be equal to the interest due on all Outstanding Notes on the immediately succeeding Distribution Date. | \$314,151.93 | \$1,382,276.01 |
| iv. | To the Debt Service Reserve Fund, so much as may be required so that the amount therein shall equal the Debt Service Reserve Requirement. | \$0.00 | \$1,382,276.01 |
| v. | To the Principal Account, the Principal Distribution Amount, for the payment of principal of the Notes. Current parity percentage equals 106.06%. | \$1,382,276.01 | 0.00 |
| vi. | To pay any indemnity or reimbursement amounts payable by the Authority under any Transaction Document including any such amounts payable to Fiduciaries or other Operating costs not previously paid. | \$0.00 | \$0.00 |
| vii. | To the Principal Account, any remaining funds available for the payment of principal on the Notes. | \$0.00 | \$0.00 |

V. Distributions (Continued from previous page)

B. Waterfall Detail

| | <u>Interest Due</u> | <u>Interest Paid</u> | <u>Principal Paid *</u> | <u>Total Distribution Amount</u> |
|------------|---------------------|----------------------|-------------------------|----------------------------------|
| i. A Notes | \$314,151.93 | \$314,151.93 | \$1,382,276.01 | \$1,696,427.94 |

* Principal is due on the Stated Maturity Date of July 25, 2039.

C. Note Principal Balances

| | 10/26/2015 | Paydown Factors | 11/25/2015 |
|-------------------------------|-------------------|------------------------|-------------------|
| i. A Notes | \$378,135,633.40 | \$1,382,276.01 | \$376,753,357.39 |
| A Notes Ending Balance Factor | 0.630226056 | 0.002303793 | 0.627922262 |

VI. Optional Redemption Information as of 10/31/2015

| Current Pool Balance | Initial Pool Balance | % |
|---|----------------------|----------|
| \$395,984,789.58 | \$623,544,411.00 | 63.51% |
| 10 % or Less - Qualify for Optional Redemption | | N |

VII. 2012-1 Series Interest Rates for Next Distribution Date

Next Distribution Date 12/28/2015
 First Date in Accrual Period 11/25/2015
 Last Date in Accrual Period 12/27/2015
 Days in Accrual Period 33

| Bonds | CUSIP | Rate Type | Spread | Index Rate | Coupon Rate |
|---------|------------|-----------|--------|------------|-------------|
| A Notes | 658262 GE4 | LIBOR | 0.80% | 0.22100% | 1.02100% |

VIII. Items to Note

Note: Loan-level data relating to the Financed Student Loans, including all material loan characteristics, in a format determined by the Authority or the Servicer will be made available to Noteholders quarterly upon email request directed to the Authority at investor_relations@ncseaa.edu.