



Montana Higher Education Student Assistance Corporation

Quarterly Student Loan Report

1993 Master Indenture - Trust Securing the Following Bonds:

- Senior Series 2005-B
- Senior Series 2006-A
- Subordinate Series 2006-C
- Senior Series 2012-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period June 01, 2017 through August 31, 2017

Distribution Date: September 20, 2017

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			5/31/2017	Activity	8/31/2017
A	i	Portfolio Balance	\$ 804,521,352.68	\$ (22,658,546.97)	\$ 781,862,805.71
	ii	Accrued Interest	\$ 13,433,828.31	\$ 137,438.66	\$ 13,571,266.97
	iii	Total Pool	\$ 817,955,180.99		\$ 795,434,072.68
	iv	Pending Portfolio adjustments	\$ -		\$ -
	v	Trust Cash	\$ 20,259,828.38		\$ 16,011,105.27
	vi	Specified Reserve Account Balance	\$ 8,187,180.00		\$ 7,913,750.00
	vii	Total Adjusted Pool	\$ 846,402,189.37		\$ 819,358,927.95
B	i	Weighted Average Coupon (WAC)	4.348%		4.379%
	ii	Weighted Average Remaining Term	169.48		169.12
	iii	Number of Loans	96,235		92,814
	iv	Number of Borrowers	38,963		37,665
	v	Outstanding Principal Balance - T-Bill	\$ 9,934,925.13		\$ 9,678,091.69
	vi	Outstanding Principal Balance - LIBOR	\$ 794,586,427.55		\$ 772,184,714.02

Bonds	CUSIP	Original Issue Amount	Rate	Balance 5/31/2017	Pool Factor 5/31/2017	Balance 8/31/2017	Pool Factor 8/31/2017		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 35,294,000.00	4.31%	\$ 32,518,000.00	4.11%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 7,781,000.00	0.95%	\$ 2,109,000.00	0.27%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.20%	\$ 18,000,000.00	2.27%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 432,843,000.00	52.87%	\$ 413,948,000.00	52.31%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	37.29%	\$ 305,300,000.00	38.58%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.38%	\$ 19,500,000.00	2.46%
	vii	Total Bonds Outstanding Senior		\$ 781,218,000.00		95.42%	\$ 753,875,000.00	95.26%	
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		4.58%	\$ 37,500,000.00	4.74%	
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 818,718,000.00			\$ 791,375,000.00		

Indenture Percentage		5/31/2017	8/31/2017	
D	i	Senior Parity	108.20%	108.51%
	ii	Subordinate Parity	103.23%	103.35%

Monthly Trigger Percentage		5/31/2017	8/31/2017	
E	i	Senior Percentage	105.37%	105.54%
	ii	Subordinate Percentage	100.44%	100.45%

Reserve Account		5/31/2017	8/31/2017	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Account Floor Balance (\$) (Minimum Reserve Requirement)	\$ 7,343,420.00	\$ 7,343,420.00
	iii	Specified Reserve Acct Requirement (\$)	\$ 8,187,180.00	\$ 7,913,750.00
	iv	Current Reserve Balance - (\$)		\$ 7,913,750.00
	v	Draws on Reserve - Current Quarter (\$)		\$ 273,430.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		5/31/2017	8/31/2017
A	i Acquisition Account	\$ 96,770.27	\$ 324,833.20
	ii Administration Account	\$ 1,065,700.00	\$ 1,108,500.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 17,091,329.96	\$ 12,626,073.46
	iv Reserve Account	\$ 8,187,180.00	\$ 7,913,750.00
	v Surplus Subaccount	\$ 2,006,028.15	\$ 1,951,698.61
	vii Total Trust Accounts	\$ 28,447,008.38	\$ 23,924,855.27

Parity Calculations		5/31/2017	8/31/2017
B	Value of the Indenture		
	i Portfolio Balance	\$ 804,521,352.68	\$ 781,862,805.71
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,433,828.31	13,571,266.97
	iv Accrued Subsidized Interest	584,256.05	623,511.82
	v Less: Unguaranteed Amount Uncollectibles	(485,062.51)	(486,909.68)
	vi Trust Cash and Investments	28,447,008.38	23,924,855.27
	vii Payments in Transit	696,097.09	330,663.66
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 847,197,480.00	\$ 819,826,193.75
	Less:		
	x Accrued Payables	1,349,362.79	1,182,481.21
	xi Net Asset Value - Indenture Percentage	\$ 845,848,117.21	\$ 818,643,712.54

Bond Interest Outstanding		5/31/2017	8/31/2017
C	i Senior Interest	\$ 527,127.82	\$ 592,639.46
	ii Subordinate Interest	\$ 120,096.19	\$ 125,478.94
	iii Total Bond Interest	\$ 647,224.01	\$ 718,118.40

Bonds Outstanding		5/31/2017	8/31/2017
D	i Senior Bonds	\$ 781,218,000.00	\$ 753,875,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 818,718,000.00	\$ 791,375,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2017	8/31/2017
E	i Senior Distribution Amount	\$ 17,683,000.00	\$ 13,028,000.00

Indenture Percentage		5/31/2017	8/31/2017
F	i Senior Parity $B_{xi} / (C_i + D_i)$	108.20%	108.51%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	103.23%	103.35%

Monthly Trigger Percentage		5/31/2017	8/31/2017
G	i Senior Percentage $B_i / (D_i - E_i)$	105.37%	105.54%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	100.44%	100.45%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	105.36%	100.33%	105.54%	100.45%
	ii 2nd Month Prior	105.40%	100.42%	105.36%	100.33%
	iii 3rd Month Prior	105.37%	100.44%	105.40%	100.42%
	iv 4th Month Prior	105.13%	100.27%	105.37%	100.44%
	v 5th Month Prior	105.30%	100.46%	105.13%	100.27%
	vii 6th Month Prior	105.07%	100.30%	105.30%	100.46%
	viii Six Month Average Trigger Percentage	105.27%	100.37%	105.35%	100.39%

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III. Distributions

Interest Rates								
Class	CUSIP	Distribution Date	Rate Index	Bond Spread	Current LIBOR	Next Report LIBOR	Current Rate	Next Report Rate
A 2005-B	612130HN7	9/20/2017	3M LIBOR	0.12%	1.27356%	1.32500%	1.39356%	1.44500%
2006-A	612130HP2	9/20/2017	3M LIBOR	0.10%	1.27356%	1.32500%	1.37356%	1.42500%
2006-C	612130HR8	9/20/2017	1M LIBOR	1.20%	1.23056%	1.23611%	2.43056%	2.43611%
2012-A2	61205PAK5	9/20/2017	1M LIBOR	1.00%	1.23056%	1.23611%	2.23056%	2.23611%
2012-A3	61205PAL3	9/20/2017	1M LIBOR	1.05%	1.23056%	1.23611%	2.28056%	2.28611%
2012-B	61205PAM1	9/20/2017	1M LIBOR	1.20%	1.23056%	1.23611%	2.43056%	2.43611%

Interest								
Class	CUSIP	Current Interest Due	Current Interest Paid	Current Interest Shortfall	Interest Carryover Due	Interest Carryover Paid	Interest Carryover	Interest Factor
B 2005-B	612130HN7	\$ 115,807.00	\$ 115,807.00	\$ -	\$ -	\$ -	\$ -	7.48%
2006-A	612130HP2	\$ 7,403.03	\$ 7,403.03	\$ -	\$ -	\$ -	\$ -	0.48%
2006-C	612130HR8	\$ 36,458.46	\$ 36,458.46	\$ -	\$ 46,983.81	\$ -	\$ 46,983.81	2.35%
2012-A2	61205PAK5	\$ 769,446.54	\$ 769,446.54	\$ -	\$ -	\$ -	\$ -	49.68%
2012-A3	61205PAL3	\$ 580,213.49	\$ 580,213.49	\$ -	\$ -	\$ -	\$ -	37.46%
2012-B	61205PAM1	\$ 39,496.67	\$ 39,496.67	\$ -	\$ 50,899.11	\$ -	\$ 50,899.11	2.55%
TOTAL		\$ 1,548,825.19	\$ 1,548,825.19	\$ -	\$ 97,882.92	\$ -	\$ 97,882.92	

Principal								
Class	CUSIP	Current Principal Due	Current Principal Paid	Current Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor
C 2005-B	612130HN7	\$ 2,731,000.00	\$ 2,731,000.00	\$ -	\$ -	\$ -	\$ -	24.20%
2006-A	612130HP2	\$ 2,109,000.00	\$ 2,109,000.00	\$ -	\$ -	\$ -	\$ -	18.69%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 413,948,000.00	\$ 8,188,000.00	\$ 405,760,000.00	0.00%
2012-A3	61205PAL3	\$ 6,447,112.22	\$ -	\$ 6,447,112.22	\$ 47,619,102.86	\$ -	\$ 54,066,215.08	57.12%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$11,287,112.22	\$ 4,840,000.00	\$ 6,447,112.22	\$ 461,567,102.86	\$ 8,188,000.00	\$ 459,826,215.08	

TOTAL PRINCIPAL DISTRIBUTION	\$ 13,028,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 6/1/2017 through: 8/31/2017

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	21,381,246.94
ii	Principal Collections from Guarantor	\$	4,390,956.16
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(12,065.69)
v	Repurchases of Rehabilitated Loans	\$	(497,937.07)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>25,262,200.34</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	(22,350.99)
ii	Capitalized Interest	\$	(2,581,302.38)
iii	Total Non-Cash Principal Activity	\$	<u>(2,603,653.37)</u>
C	Total Student Loan Principal Activity	\$	<u>22,658,546.97</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	5,407,096.29
ii	Interest Claims Received from Guarantors	\$	117,022.85
iii	Other System Adjustments	\$	(2.36)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>5,524,116.78</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	256,179.49
ii	Capitalized Interest	\$	2,581,302.38
iii	Interest Accrued During Period	\$	(8,499,037.31)
iv	Total Non-Cash Interest Adjustments	\$	<u>(5,661,555.44)</u>
F	Total Student Loan Interest Activity	\$	<u>(137,438.66)</u>

Trust Activity from: 6/1/2017 through: 8/31/2017

G	Trust Balances less Reserve - Beginning of Period	\$	20,259,828.38
H	Released Funds in Excess of Reserve Requirement	\$	273,430.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	26,062,074.47
ii	Student Loan Interest Received	\$	5,588,094.92
iii	Subsidized Interest Received	\$	961,536.46
iv	Investment Income on Trust Accounts	\$	33,839.79
J	Funds Remitted During Period		
i	Bond Principal	\$	27,343,000.00
ii	Bond Interest	\$	4,377,191.14
iii	Consolidation Loan Rebate Fees	\$	1,718,841.32
iv	Management and Servicing Fees	\$	1,200,789.71
v	Administrative Fees (trustee, listing, etc.)	\$	29,780.97
vi	Special Allowance Rebate	\$	2,000,158.54
vii	Repurchases of Rehabilitated Loans	\$	497,937.07
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	324,833.20
ii	Administration Funds	\$	1,108,500.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>14,577,772.07</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****9/20/2017**

A	Total Available Funds for Distribution(IV-L)	\$	14,577,772.07
B	Interest Distributions		
i	2005-B Bonds	\$	115,807.00
ii	2006-A Bonds	\$	7,403.03
iii	2006-C Bonds	\$	36,458.46
iv	2012-A2 Bonds	\$	769,446.54
v	2012-A3 Bonds	\$	580,213.49
vi	2012-B Bonds	\$	39,496.67
vii	Total Bondholder's Interest Distributions	\$	1,548,825.19
C	Principal Distributions		
i	2005-B Bonds	\$	2,731,000.00
ii	2006-A Bonds	\$	2,109,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	8,188,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	13,028,000.00
D	Increase to the Specified Reserve Account Balance	\$	-
E	Carryover Servicing Fees	\$	-
F	Bondholder's Interest Carryover	\$	-
G	Bondholder's Principal Carryover	\$	-
H	Funds available after waterfall items (A-G)	\$	946.88

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	09/01/16-11/30/16	12/01/16-02/28/17	03/01/17-05/31/17	06/01/17-08/31/17
Beginning Student Loan Pool Balance	\$ 893,706,349.01	\$ 869,147,930.34	\$ 842,711,767.23	\$ 817,955,180.99
Student Loan Principal Activity				
i Regular Principal Collections	\$ 24,312,946.93	\$ 26,395,257.22	\$ 24,173,995.12	\$ 21,381,246.94
ii Principal Collections from Guarantor	\$ 4,637,439.30	\$ 3,273,040.26	\$ 3,938,017.28	\$ 4,390,956.16
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (15,322.85)	\$ (37,240.45)	\$ (21,047.28)	\$ (12,065.69)
v Repurchase of Rehabilitated Loans	\$ (1,503,788.49)	\$ (599,149.10)	\$ (534,034.99)	\$ (497,937.07)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 27,431,274.89	\$ 29,031,907.93	\$ 27,556,930.13	\$ 25,262,200.34
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 7,973.40	\$ 80,925.20	\$ 7,237.87	\$ (22,350.99)
ii Capitalized Interest	\$ (2,928,928.43)	\$ (2,710,867.20)	\$ (3,134,226.49)	\$ (2,581,302.38)
iii Total Non-Cash Principal Activity	\$ (2,920,955.03)	\$ (2,629,942.00)	\$ (3,126,988.62)	\$ (2,603,653.37)
(-) Total Student Loan Principal Activity	\$ 24,510,319.86	\$ 26,401,965.93	\$ 24,429,941.51	\$ 22,658,546.97
Student Loan Interest Activity				
i Regular Interest Collections	\$ 5,847,126.10	\$ 5,735,095.56	\$ 5,503,412.16	\$ 5,407,096.29
ii Interest Claims Received from Guarantors	\$ 144,911.12	\$ 121,161.92	\$ 112,749.89	\$ 117,022.85
iii Other System Adjustments	\$ 45.26	\$ (20,092.03)	\$ (3,688.46)	\$ (2.36)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 5,992,082.48	\$ 5,836,165.45	\$ 5,612,473.59	\$ 5,524,116.78
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 226,376.42	\$ 246,386.06	\$ 274,129.61	\$ 256,179.49
ii Capitalized Interest	\$ 2,928,928.43	\$ 2,710,867.20	\$ 3,134,226.49	\$ 2,581,302.38
iii Interest Accrued During Period	\$ (9,099,288.52)	\$ (8,759,221.53)	\$ (8,694,184.96)	\$ (8,499,037.31)
iv Total Non-Cash Interest Adjustments	\$ (5,943,983.67)	\$ (5,801,968.27)	\$ (5,285,828.86)	\$ (5,661,555.44)
(-) Total Student Loan Interest Activity	\$ 48,098.81	\$ 34,197.18	\$ 326,644.73	\$ (137,438.66)
(=) TOTAL STUDENT LOAN POOL	\$ 869,147,930.34	\$ 842,711,767.23	\$ 817,955,180.99	\$ 795,434,072.68
(+) Pending Portfolio Adjustments	\$ (37,825.17)	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 21,312,266.12	\$ 18,022,271.58	\$ 20,259,828.38	\$ 16,011,105.27
(+) Reserve Account Balance	\$ 8,711,720.00	\$ 8,418,790.00	\$ 8,187,180.00	\$ 7,913,750.00
(=) TOTAL ADJUSTED POOL	\$ 899,134,091.29	\$ 869,152,828.81	\$ 846,402,189.37	\$ 819,358,927.95

**MHESAC 1993 Master Indenture
VII. Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2017	8/31/2017	5/31/2017	8/31/2017	5/31/2017	8/31/2017	5/31/2017	8/31/2017	5/31/2017	8/31/2017
INTERIM:										
In School	5.98%	6.03%	227	217	0.2%	0.2%	\$ 707,229	\$ 680,168	0.1%	0.1%
Grace	6.28%	6.31%	79	58	0.1%	0.1%	\$ 277,882	\$ 165,826	0.0%	0.0%
TOTAL INTERIM	6.06%	6.09%	306	275	0.3%	0.3%	\$ 985,112	\$ 845,993	0.1%	0.1%
REPAYMENT										
Active	4.26%	4.28%	82,538	79,730	85.8%	85.9%	\$ 696,469,237	\$ 677,409,056	86.6%	86.6%
Current	4.17%	4.17%	74,873	71,473	77.8%	77.0%	\$ 639,740,644	\$ 615,128,783	79.5%	78.7%
31-60 Days Delinquent	5.06%	5.28%	2,494	2,126	2.6%	2.3%	\$ 17,018,733	\$ 17,269,361	2.1%	2.2%
61-90 Days Delinquent	5.22%	5.26%	1,378	1,531	1.4%	1.6%	\$ 10,804,988	\$ 11,707,940	1.3%	1.5%
91-120 Days Delinquent	5.08%	5.29%	923	1,118	1.0%	1.2%	\$ 7,232,083	\$ 8,482,265	0.9%	1.1%
> 120 Days Delinquent	5.23%	5.28%	2,870	3,482	3.0%	3.8%	\$ 21,672,789	\$ 24,820,707	2.7%	3.2%
Deferment	4.95%	4.99%	6,089	5,942	6.3%	6.4%	\$ 38,219,519	\$ 37,912,364	4.8%	4.8%
Forbearance	5.09%	5.11%	6,580	6,078	6.8%	6.5%	\$ 64,244,889	\$ 60,134,527	8.0%	7.7%
TOTAL REPAYMENT	4.35%	4.37%	95,207	91,750	98.9%	98.9%	\$ 798,933,645	\$ 775,455,947	99.3%	99.2%
Claims in Process	4.95%	5.35%	722	789	0.8%	0.9%	\$ 4,602,596	\$ 5,560,865	0.6%	0.7%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.35%	4.38%	96,235	92,814	100%	100%	\$ 804,521,353	\$ 781,862,806	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	8/31/2017
Cumulative Claims submitted (# of loans)	50,774
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.17%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
11/30/16	\$ 855,353,260	4.93%
02/28/17	\$ 828,951,294	4.92%
05/31/17	\$ 804,521,353	4.89%
08/31/17	\$ 781,862,806	4.83%

* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data