



Montana Higher Education Student Assistance Corporation

Monthly Student Loan Report

1993 Master Indenture - Trust Securing the Following Bonds:

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

Reporting Period August 01, 2018 through August 31, 2018
Distribution Date: September 20, 2018

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		7/31/2018	Activity	8/31/2018
A	i Principal Balance	\$ 685,468,264.63	\$ (8,386,076.76)	\$ 677,082,187.87
	ii Accrued Interest - To Be Capitalized	\$ 2,487,992.47	\$ (222,396.59)	\$ 2,265,595.88
	iii Accrued Interest - Non-Capitalized	\$ 11,217,365.65	\$ 108,860.29	\$ 11,326,225.94
	iv Total Student Loan Pool	\$ 699,173,622.75		\$ 690,674,009.69
	v Pending Portfolio adjustments	\$ -		\$ -
	vi Trust Cash	\$ 12,921,671.58		\$ 14,214,121.72
	vii Specified Reserve Account Balance	\$ 7,343,420.00		\$ 7,343,420.00
	viii Total Adjusted Pool	\$ 719,438,714.33		\$ 712,231,551.41
B	i Weighted Average Coupon (WAC)	4.384%		4.379%
	ii Weighted Average Remaining Term	167.93		167.68
	iii Number of Loans	79,583		78,408
	iv Number of Borrowers	32,594		32,149
	v Outstanding Principal Balance - T-Bill	\$ 8,243,466.23		\$ 8,063,976.78
	vi Outstanding Principal Balance - LIBOR	\$ 677,224,798.40		\$ 669,018,211.09

Bonds	CUSIP	Original Issue Amount	Rate	Balance 7/31/2018	Pool Factor 7/31/2018	Balance 8/31/2018	Pool Factor 8/31/2018
i 2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 21,778,000.00	3.14%	\$ 21,778,000.00	3.17%
ii 2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.59%	\$ 18,000,000.00	2.62%
iii 2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 329,177,000.00	47.45%	\$ 321,729,000.00	46.88%
iv 2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	44.01%	\$ 305,300,000.00	44.48%
v 2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.81%	\$ 19,500,000.00	2.84%
vii Total Bonds Outstanding Senior				\$ 656,255,000.00	94.59%	\$ 648,807,000.00	94.54%
viii Total Bonds Outstanding Taxable Subordinate				\$ 37,500,000.00	5.41%	\$ 37,500,000.00	5.46%
ix Total Bonds Outstanding 1993 Master Indenture - Taxable				\$ 693,755,000.00		\$ 686,307,000.00	

Indenture Percentage		7/31/2018	8/31/2018
i	Senior Parity	109.62%	109.68%
ii	Subordinate Parity	103.68%	103.67%

Monthly Trigger Percentage		7/31/2018	8/31/2018
i	Senior Percentage	106.08%	106.21%
ii	Subordinate Percentage	100.26%	100.31%

Reserve Account		7/31/2018	8/31/2018
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 (\$)	\$ 7,343,420.00	\$ 7,343,420.00
iv	Current Reserve Balance - (\$)		\$ 7,343,420.00
v	Draws on Reserve - Current Month(\$)		\$ -

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		7/31/2018	8/31/2018
A	i Acquisition Account	\$ 7,466.25	\$ 13,889.09
	ii Administration Account	\$ 958,900.00	\$ 958,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 10,836,913.62	\$ 11,958,986.21
	iv Reserve Account	\$ 7,343,420.00	\$ 7,343,420.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 1,118,391.71	\$ 1,282,346.42
	viii Total Trust Accounts	\$ 20,265,091.58	\$ 21,557,541.72

Parity Calculations		7/31/2018	8/31/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 685,468,264.63	\$ 677,082,187.87
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,705,358.12	13,591,821.82
	iv Accrued Subsidized Interest	489,235.41	968,101.21
	v Less: Unguaranteed Amount Uncollectibles	(465,440.45)	(482,217.04)
	vi Trust Cash and Investments	20,265,091.58	21,557,541.72
	vii Payments in Transit	1,029,969.40	331,855.62
	viii Other Cash and Assets	5,087.16	35,115.64
	ix Total Trust Value	\$ 720,497,565.85	\$ 713,084,406.84
	Less:		
	x Accrued Payables	323,648.96	637,878.49
	xi Net Asset Value - Indenture Percentage	\$ 720,173,916.89	\$ 712,446,528.35

Bond Interest Outstanding		7/31/2018	8/31/2018
C	i Senior Interest	\$ 719,920.42	\$ 756,250.32
	ii Subordinate Interest	141,077.94	141,224.11
	iii Total Bond Interest	\$ 860,998.36	\$ 897,474.43

Bonds Outstanding		7/31/2018	8/31/2018
D	i Senior Bonds	\$ 656,255,000.00	\$ 648,807,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 693,755,000.00	\$ 686,307,000.00

Distribution Amounts - Following Monthly Payment Date		7/31/2018	8/31/2018
E	i Senior Distribution Amount	\$ 10,058,000.00	\$ 11,324,000.00

Indenture Percentage		7/31/2018	8/31/2018
F	i Senior Parity $Bxi / (Ci + Di)$	109.62%	109.68%
	ii Subordinate Parity $Bxi / (Ciii + Dii)$	103.68%	103.67%

Monthly Trigger Percentage		7/31/2018	8/31/2018
G	i Senior Percentage $Bi / (Di - Ei)$	106.08%	106.21%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	100.26%	100.31%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	106.08%	100.26%	106.21%	100.31%
	ii 2nd Month Prior	106.03%	100.28%	106.08%	100.26%
	iii 3rd Month Prior	106.09%	100.39%	106.03%	100.28%
	iv 4th Month Prior	105.93%	100.33%	106.09%	100.39%
	v 5th Month Prior	106.00%	100.45%	105.93%	100.33%
	vii 6th Month Prior	105.98%	100.50%	106.00%	100.45%
	viii Six Month Average Trigger Percentage	106.02%	100.37%	106.06%	100.34%

MHESAC 1993 Master Indenture
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	9/20/2018	3M LIBOR	0.12%	2.32469%	2.33750%	2.44469%	2.45750%
2006-C	612130HR8	9/20/2018	1M LIBOR	1.20%	2.07738%	2.16525%	3.27738%	3.36525%
2012-A2	61205PAK5	9/20/2018	1M LIBOR	1.00%	2.07738%	2.16525%	3.07738%	3.16525%
2012-A3	61205PAL3	9/20/2018	1M LIBOR	1.05%	2.07738%	2.16525%	3.12738%	3.21525%
2012-B	61205PAM1	9/20/2018	1M LIBOR	1.20%	2.07738%	2.16525%	3.27738%	3.36525%

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	\$ 136,058.95	\$ 136,058.95	\$ -	\$ -	\$ -	\$ -	7.10%
2006-C	612130HR8	\$ 50,799.42	\$ 50,799.42	\$ -	\$ 48,381.47	\$ -	\$ 48,381.47	2.65%
2012-A2	61205PAK5	\$ 852,572.20	\$ 852,572.20	\$ -	\$ -	\$ -	\$ -	44.48%
2012-A3	61205PAL3	\$ 822,179.01	\$ 822,179.01	\$ -	\$ -	\$ -	\$ -	42.90%
2012-B	61205PAM1	\$ 55,032.71	\$ 55,032.71	\$ -	\$ 52,413.25	\$ -	\$ 52,413.25	2.87%
TOTAL		\$ 1,916,642.29	\$ 1,916,642.29	\$ -	\$ 100,794.72	\$ -	\$ 100,794.72	

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	\$ 2,610,000.00	\$ 2,610,000.00	\$ -	\$ -	\$ -	\$ -	23.05%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 321,729,000.00	\$ 8,714,000.00	\$ 313,015,000.00	76.95%
2012-A3	61205PAL3	\$ 4,466,080.47	\$ -	\$ 4,466,080.47	\$ 129,874,443.20	\$ -	\$ 134,340,523.67	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 7,076,080.47	\$ 2,610,000.00	\$ 4,466,080.47	\$ 451,603,443.20	\$ 8,714,000.00	\$ 447,355,523.67	

TOTAL PRINCIPAL DISTRIBUTION	\$ 11,324,000.00
-------------------------------------	-------------------------

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 8/1/2018 through: 8/31/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	6,418,700.32
ii	Principal Collections from Guarantor	\$	2,650,178.09
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(4,473.26)
v	Repurchases of Rehabilitated Loans	\$	(5,466.25)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,058,938.90</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	7,288.59
ii	Capitalized Interest	\$	(680,150.73)
iii	Total Non-Cash Principal Activity	\$	<u>(672,862.14)</u>
C	Total Student Loan Principal Activity	\$	<u>8,386,076.76</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	1,546,799.50
ii	Interest Claims Received from Guarantors	\$	88,003.05
iii	Other System Adjustments	\$	-
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>1,634,802.55</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	266,855.23
ii	Capitalized Interest	\$	680,150.73
iii	Interest Accrued During Period	\$	(2,468,272.21)
iv	Total Non-Cash Interest Adjustments	\$	<u>(1,521,266.25)</u>
F	Total Student Loan Interest Activity	\$	<u>113,536.30</u>

Trust Activity from: 8/1/2018 through: 8/31/2018

G	Trust Balances less Reserve - Beginning of Period	\$	12,921,671.58
H	Released Funds in Excess of Reserve Requirement	\$	-
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	9,760,684.86
ii	Student Loan Interest Received	\$	1,636,636.62
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	28,865.60
J	Funds Remitted During Period		
i	Bond Principal	\$	7,448,000.00
ii	Bond Interest	\$	1,805,450.93
iii	Consolidation Loan Rebate Fees	\$	504,705.27
iv	Management and Servicing Fees	\$	344,638.16
v	Administrative Fees (trustee, listing, etc.)	\$	25,476.33
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	5,466.25
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	-
ii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	-
iii	Acquisition Funds for Rehabilitated Loans	\$	13,889.09
iv	Administration Funds	\$	958,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>13,241,332.63</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****9/20/2018**

A	Total Available Funds for Distribution(IV-L)	\$	13,241,332.63
B	Interest Distributions		
i	2005-B Bonds	\$	136,058.95
ii	2006-C Bonds	\$	50,799.42
iii	2012-A2 Bonds	\$	852,572.20
iv	2012-A3 Bonds	\$	822,179.01
v	2012-B Bonds	\$	55,032.71
vi	Total Bondholder's Interest Distributions	\$	1,916,642.29
C	Principal Distributions		
i	2005-B Bonds	\$	2,610,000.00
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	8,714,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	11,324,000.00
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)	\$	690.34

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	05/01/18-05/31/18	06/01/18-06/30/18	07/01/18-07/31/18	08/01/18-08/31/18
Beginning Student Loan Pool Balance	\$ 725,420,885.58	\$ 714,841,976.08	\$ 706,435,525.47	\$ 699,173,622.75
Student Loan Principal Activity				
i Regular Principal Collections	\$ 6,576,666.98	\$ 6,083,414.83	\$ 6,257,331.64	\$ 6,418,700.32
ii Principal Collections from Guarantor	\$ 4,765,129.48	\$ 2,959,395.59	\$ 1,842,004.79	\$ 2,650,178.09
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,206.91)	\$ (4,944.49)	\$ (5,413.55)	\$ (4,473.26)
v Repurchase of Rehabilitated Loans	\$ (172,153.43)	\$ (14,504.61)	\$ (7,900.70)	\$ (5,466.25)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 11,165,436.12	\$ 9,023,361.32	\$ 8,086,022.18	\$ 9,058,938.90
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 3,653.44	\$ 489.60	\$ (17,667.00)	\$ 7,288.59
ii Capitalized Interest	\$ (718,215.82)	\$ (728,640.53)	\$ (452,250.03)	\$ (680,150.73)
iii Total Non-Cash Principal Activity	\$ (714,562.38)	\$ (728,150.93)	\$ (469,917.03)	\$ (672,862.14)
(-) Total Student Loan Principal Activity	\$ 10,450,873.74	\$ 8,295,210.39	\$ 7,616,105.15	\$ 8,386,076.76
Student Loan Interest Activity				
i Regular Interest Collections	\$ 1,608,376.98	\$ 1,601,710.84	\$ 1,568,885.00	\$ 1,546,799.50
ii Interest Claims Received from Guarantors	\$ 171,494.77	\$ 83,465.69	\$ 51,046.50	\$ 88,003.05
iii Other System Adjustments	\$ -	\$ (34.54)	\$ 74,099.66	\$ -
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 1,779,871.75	\$ 1,685,141.99	\$ 1,694,031.16	\$ 1,634,802.55
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 171,227.73	\$ 124,339.93	\$ 448,375.43	\$ 266,855.23
ii Capitalized Interest	\$ 718,212.82	\$ 728,640.53	\$ 2,366.85	\$ 680,150.73
iii Interest Accrued During Period	\$ (2,541,276.54)	\$ (2,426,882.23)	\$ (2,498,975.87)	\$ (2,468,272.21)
iv Total Non-Cash Interest Adjustments	\$ (1,651,835.99)	\$ (1,573,901.77)	\$ (2,048,233.59)	\$ (1,521,266.25)
(-) Total Student Loan Interest Activity	\$ 128,035.76	\$ 111,240.22	\$ (354,202.43)	\$ 113,536.30
(=) TOTAL STUDENT LOAN POOL	\$ 714,841,976.08	\$ 706,435,525.47	\$ 699,173,622.75	\$ 690,674,009.69
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 16,294,264.09	\$ 10,242,127.65	\$ 12,921,671.58	\$ 14,214,121.72
(+) Reserve Account Balance	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00
(=) TOTAL ADJUSTED POOL	\$ 738,479,660.17	\$ 724,021,073.12	\$ 719,438,714.33	\$ 712,231,551.41

MHESAC 1993 Master Indenture
VII. Portfolio Characteristics

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018
INTERIM:										
In School	6.31%	6.41%	121	93	0.2%	0.1%	\$ 351,556	\$ 281,960	0.1%	0.0%
Grace	6.08%	6.02%	45	61	0.1%	0.1%	\$ 147,948	\$ 195,898	0.0%	0.0%
TOTAL INTERIM	6.24%	6.25%	166	154	0.2%	0.2%	\$ 499,504	\$ 477,859	0.1%	0.1%
REPAYMENT										
Active	4.29%	4.28%	70,178	69,043	88.2%	88.1%	\$ 606,266,931	\$ 597,486,396	88.4%	88.2%
Current	4.18%	4.18%	63,526	62,481	79.8%	79.7%	\$ 552,203,542	\$ 545,013,018	80.6%	80.5%
31-60 Days Delinquent	5.18%	5.36%	1,713	1,564	2.2%	2.0%	\$ 14,354,682	\$ 12,264,179	2.1%	1.8%
61-90 Days Delinquent	5.22%	5.13%	1,151	1,192	1.4%	1.5%	\$ 8,734,480	\$ 9,630,941	1.3%	1.4%
91-120 Days Delinquent	5.11%	5.33%	864	870	1.1%	1.1%	\$ 8,026,743	\$ 7,102,163	1.2%	1.0%
> 120 Days Delinquent	5.36%	5.29%	2,924	2,936	3.7%	3.7%	\$ 22,947,485	\$ 23,476,095	3.3%	3.5%
Deferment	5.01%	4.97%	4,635	4,501	5.8%	5.7%	\$ 31,605,533	\$ 30,840,035	4.6%	4.6%
Forbearance	5.26%	5.23%	4,278	4,367	5.4%	5.6%	\$ 44,120,096	\$ 45,692,972	6.4%	6.7%
TOTAL REPAYMENT	4.38%	4.37%	79,091	77,911	99.4%	99.4%	\$ 681,992,560	\$ 674,019,402	99.5%	99.5%
Claims in Process	5.68%	5.37%	326	343	0.4%	0.4%	\$ 2,976,201	\$ 2,584,927	0.4%	0.4%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.38%	4.38%	79,583	78,408	100%	100%	\$ 685,468,265	\$ 677,082,188	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018	7/31/2018	8/31/2018
Subsidized Stafford	5.73%	5.73%	22,509	22,063	28.3%	28.1%	\$ 54,001,424	\$ 52,929,406	7.9%	7.8%
Unsubsidized Stafford	6.03%	6.03%	16,294	15,989	20.5%	20.4%	\$ 58,755,106	\$ 57,675,460	8.6%	8.5%
PLUS	7.96%	7.95%	564	544	0.7%	0.7%	\$ 3,588,011	\$ 3,478,699	0.5%	0.5%
Grad/PLUS	8.11%	8.11%	112	111	0.1%	0.1%	\$ 1,358,178	\$ 1,353,835	0.2%	0.2%
SLS	5.56%	5.55%	17	12	0.0%	0.0%	\$ 63,718	\$ 43,228	0.0%	0.0%
Consolidation	4.05%	4.05%	40,087	39,689	50.4%	50.6%	\$ 567,701,828	\$ 561,601,560	82.8%	82.9%
TOTAL	4.38%	4.38%	79,583	78,408	100%	100%	\$ 685,468,265	\$ 677,082,188	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	8/31/2018
Cumulative Claims submitted (# of loans)	52,599
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 *
05/31/18	\$ 701,379,580	4.95%
06/30/18	\$ 693,084,370	4.96%
07/31/18	\$ 685,468,265	4.95%
08/31/18	\$ 677,082,188	4.95%

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