



Montana Higher Education Student Assistance Corporation

Monthly 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-A1
- Senior Series 2012-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period December 01, 2013 through December 31, 2013

Distribution Date: January 21, 2014

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		11/30/2013	Activity	12/31/2013	
A	i	Principal Balance	\$ 1,182,841,355.27	\$ (10,171,394.95)	\$ 1,172,669,960.32
	ii	Accrued Interest	\$ 13,819,858.88	\$ 90,340.33	\$ 13,910,199.21
	iii	Total Student Loan Pool	\$ 1,196,661,214.15		\$ 1,186,580,159.53
	iv	Pending Portfolio adjustments	\$ (150.00)		\$ (10,264.93)
	v	Trust Cash	\$ 24,352,190.79		\$ 14,037,592.49
	vi	Specified Reserve Account Balance	\$ 12,126,990.00		\$ 11,918,120.00
	vii	Total Adjusted Pool	\$ 1,233,140,244.94		\$ 1,212,525,607.09
B	i	Weighted Average Coupon (WAC)	4.420%		4.420%
	ii	Weighted Average Remaining Term	182.25		181.77
	iii	Number of Loans	146,400		145,291
	iv	Number of Borrowers	58,923		58,466
	v	Outstanding Principal Balance - T-Bill	\$ 16,655,061.70		\$ 16,442,883.48
	vi	Outstanding Principal Balance - LIBOR	\$ 1,166,186,293.57		\$ 1,156,227,076.84

Bonds	CUSIP	Original Issue Amount	Rate	Balance 11/30/2013	Pool Factor 11/30/2013	Balance 12/31/2013	Pool Factor 12/31/2013		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 79,654,000.00	6.57%	\$ 76,031,000.00	6.38%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 102,258,000.00	8.43%	\$ 95,289,000.00	8.00%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.48%	\$ 18,000,000.00	1.51%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 38,987,000.00	3.21%	\$ 28,692,000.00	2.41%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	53.52%	\$ 649,000,000.00	54.45%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	25.18%	\$ 305,300,000.00	25.62%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.61%	\$ 19,500,000.00	1.64%
	viii	Total Bonds Outstanding Senior		\$ 1,175,199,000.00		\$ 1,154,312,000.00	96.91%	\$ 1,154,312,000.00	96.85%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	3.09%	\$ 37,500,000.00	3.15%
	x	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,212,699,000.00		\$ 1,191,812,000.00			

Indenture Percentage		11/30/2013	12/31/2013	
D	i	Senior Parity	104.68%	104.81%
	ii	Subordinate Parity	101.43%	101.50%

Monthly Trigger Percentage		11/30/2013	12/31/2013	
E	i	Senior Percentage	102.47%	102.55%
	ii	Subordinate Percentage	99.25%	99.30%

Reserve Account		11/30/2013	12/31/2013	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Account Floor Balance (\$) (Minimum Reserve Requirement)		\$ 7,343,420.00
	iii	Specified Reserve Acct Requirement (\$)	\$ 12,126,990.00	\$ 11,918,120.00
	iv	Current Reserve Balance - (\$)		\$ 11,918,120.00
	v	Draws on Reserve - Current Month(\$)		\$ 208,870.00

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		11/30/2013	12/31/2013
A	i Acquisition Account	\$ 555,230.35	\$ 337,375.91
	ii Administration Account	\$ 1,739,900.00	\$ 1,739,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 19,408,120.91	\$ 11,960,316.58
	iv Reserve Account	\$ 12,126,990.00	\$ 11,918,120.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 2,648,939.53	\$ -
	viii Total Trust Accounts	\$ 36,479,180.79	\$ 25,955,712.49

Parity Calculations		11/30/2013	12/31/2013
Value of the Indenture			
B	i Portfolio Balance	\$ 1,182,841,355.27	\$ 1,172,669,960.32
	ii Pending System Adjustments	(150.00)	(10,264.93)
	iii Accrued Borrower Interest	13,819,858.88	13,910,199.21
	iv Accrued Subsidized Interest	828,375.47	1,267,124.35
	v Less: Unguaranteed Amount Uncollectibles	(752,323.28)	(744,128.00)
	vi Trust Cash and Investments	36,479,180.79	25,955,712.49
	vii Payments in Transit	425,667.54	1,605,772.32
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,233,641,964.67	\$ 1,214,654,375.76
Less:			
	x Accrued Payables	2,946,069.00	4,428,371.66
	xi Net Asset Value - Indenture Percentage	\$ 1,230,695,895.67	\$ 1,210,226,004.10

Bond Interest Outstanding		11/30/2013	12/31/2013
C	i Senior Interest	\$ 485,808.25	\$ 403,795.47
	ii Subordinate Interest	107,620.58	109,135.38
	iii Total Bond Interest	\$ 593,428.83	\$ 512,930.85

Bonds Outstanding		11/30/2013	12/31/2013
D	i Senior Bonds	\$ 1,175,199,000.00	\$ 1,154,312,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,212,699,000.00	\$ 1,191,812,000.00

Distribution Amounts - Following Monthly Payment Date		11/30/2013	12/31/2013
E	i Senior Distribution Amount	\$ 20,887,000.00	\$ 10,841,000.00

Indenture Percentage		11/30/2013	12/31/2013
F	i Senior Parity $Bxi / (Ci + Di)$	104.68%	104.81%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	101.43%	101.50%

Monthly Trigger Percentage		11/30/2013	12/31/2013
G	i Senior Percentage $Bi / (Di - Ei)$	102.47%	102.55%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	99.25%	99.30%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.47%	99.25%	102.55%	99.30%
	ii 2nd Month Prior	102.27%	99.08%	102.47%	99.25%
	iii 3rd Month Prior	102.36%	99.19%	102.27%	99.08%
	iv 4th Month Prior	102.21%	99.07%	102.36%	99.19%
	v 5th Month Prior	102.38%	99.26%	102.21%	99.07%
	vii 6th Month Prior	102.19%	99.10%	102.38%	99.26%
	viii Six Month Average Trigger Percentage	102.31%	99.16%	102.37%	99.19%

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	3/20/2014	3M LIBOR	0.12%	0.24510%	0.24510%	0.36510%	0.36510%
2006-A	612130HP2	3/20/2014	3M LIBOR	0.10%	0.24510%	0.24510%	0.34510%	0.34510%
2006-C	612130HR8	1/21/2014	1M LIBOR	1.20%	0.16680%	0.15700%	1.36680%	1.35700%
2012-A1	61205PAJ8	1/21/2014	1M LIBOR	0.60%	0.16680%	0.15700%	0.76680%	0.75700%
2012-A2	61205PAK5	1/21/2014	1M LIBOR	1.00%	0.16680%	0.15700%	1.16680%	1.15700%
2012-A3	61205PAL3	1/21/2014	1M LIBOR	1.05%	0.16680%	0.15700%	1.21680%	1.20700%
2012-B	61205PAM1	1/21/2014	1M LIBOR	1.20%	0.16680%	0.15700%	1.36680%	1.35700%

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-C	612130HR8	\$ 21,868.74	\$ 21,868.74	\$ -	\$ 44,237.86	\$ -	\$ 44,237.86	2.05%
2012-A1	61205PAJ8	\$ 19,556.47	\$ 19,556.47	\$ -	\$ -	\$ -	\$ -	1.83%
2012-A2	61205PAK5	\$ 673,116.84	\$ 673,116.84	\$ -	\$ -	\$ -	\$ -	63.00%
2012-A3	61205PAL3	\$ 330,212.48	\$ 330,212.48	\$ -	\$ -	\$ -	\$ -	30.91%
2012-B	61205PAM1	\$ 23,691.14	\$ 23,691.14	\$ -	\$ 47,924.36	\$ -	\$ 47,924.36	2.22%
TOTAL		\$ 1,068,445.67	\$ 1,068,445.67	\$ -	\$ 92,162.22	\$ -	\$ 92,162.22	

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$ -	\$ -	\$ -	\$ 28,692,000.00	\$ 297,000.00	\$ 28,395,000.00	0.00%
2012-A2	61205PAK5	\$ 22,031,852.89	\$ -	\$ 22,031,852.89	\$ 189,321,416.32	\$ -	\$ 211,353,269.21	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 22,031,852.89	\$ -	\$ 22,031,852.89	\$ 218,013,416.32	\$ 297,000.00	\$ 239,748,269.21	

TOTAL PRINCIPAL DISTRIBUTION	\$ 297,000.00
------------------------------	---------------

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 12/1/2013 through: 12/31/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	9,489,645.19
ii	Principal Collections from Guarantor	\$	2,264,789.51
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(40,385.21)
v	Repurchases of Rehabilitated Loans	\$	(567,480.44)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	11,146,569.05
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	3,581.79
ii	Capitalized Interest	\$	(978,755.89)
iii	Total Non-Cash Principal Activity	\$	(975,174.10)
C	Total Student Loan Principal Activity	\$	10,171,394.95
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,855,523.81
ii	Interest Claims Received from Guarantors	\$	56,195.25
iii	Other System Adjustments	\$	(66.68)
iv	Accrued Borrower Interest on Purchased Loans	\$	(2,685.69)
v	Total Interest Collections	\$	2,908,966.69
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	165,266.47
ii	Capitalized Interest	\$	978,755.89
iii	Interest Accrued During Period	\$	(4,143,329.38)
iv	Total Non-Cash Interest Adjustments	\$	(2,999,307.02)
F	Total Student Loan Interest Activity	\$	(90,340.33)

Trust Activity from: 12/1/2013 through: 12/31/2013

G	Trust Balances less Reserve - Beginning of Period	\$	24,352,190.79
H	Released Funds in Excess of Reserve Requirement	\$	208,870.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	10,719,923.21
ii	Student Loan Interest Received	\$	2,743,091.59
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	310.14
J	Funds Remitted During Period		
i	Bond Principal	\$	20,887,000.00
ii	Bond Interest	\$	1,175,367.48
iii	Consolidation Loan Rebate Fees	\$	803,085.64
iv	Management and Servicing Fees	\$	593,485.68
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	527,854.44
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	3,577,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,967,000.00
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	23,132.43
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	27,403.53
v	Acquisition Funds for Rehabilitated Loans	\$	337,375.91
vi	Administration Funds	\$	1,739,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	1,365,780.62

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****1/21/2014**

A	Total Available Funds for Distribution(IV-L)	\$	1,365,780.62
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	21,868.74
iv	2012-A1 Bonds	\$	19,556.47
v	2012-A2 Bonds	\$	673,116.84
vi	2012-A3 Bonds	\$	330,212.48
vii	2012-B Bonds	\$	23,691.14
viii	Total Bondholder's Interest Distributions	\$	1,068,445.67
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	297,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	297,000.00
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)	\$	334.95

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	09/01/13-09/30/13	10/01/13-10/31/13	11/01/13-11/30/13	12/01/13-12/31/13
Beginning Student Loan Pool Balance	\$ 1,225,038,327.18	\$ 1,215,915,683.63	\$ 1,205,083,152.85	\$ 1,196,661,214.15
Student Loan Principal Activity				
i Regular Principal Collections	\$ 8,891,631.96	\$ 9,673,928.80	\$ 8,136,623.84	\$ 9,489,645.19
ii Principal Collections from Guarantor	\$ 1,845,882.04	\$ 2,336,044.62	\$ 2,455,984.82	\$ 2,264,789.51
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (11,076.53)	\$ (64,263.84)	\$ (48,119.86)	\$ (40,385.21)
v Repurchase of Rehabilitated Loans	\$ (665,020.31)	\$ -	\$ (973,565.74)	\$ (567,480.44)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 10,061,417.16	\$ 11,945,709.58	\$ 9,570,923.06	\$ 11,146,569.05
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 18,922.76	\$ 6,376.80	\$ 4,900.16	\$ 3,581.79
ii Capitalized Interest	\$ (1,223,475.71)	\$ (1,019,464.52)	\$ (1,315,780.07)	\$ (978,755.89)
iii Total Non-Cash Principal Activity	\$ (1,204,552.95)	\$ (1,013,087.72)	\$ (1,310,879.91)	\$ (975,174.10)
(-) Total Student Loan Principal Activity	\$ 8,856,864.21	\$ 10,932,621.86	\$ 8,260,043.15	\$ 10,171,394.95
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,937,885.27	\$ 2,844,921.96	\$ 2,629,390.38	\$ 2,855,523.81
ii Interest Claims Received from Guarantors	\$ 47,081.14	\$ 72,915.07	\$ 64,481.34	\$ 56,195.25
iii Other System Adjustments	\$ (263.50)	\$ (343.41)	\$ (15.03)	\$ (66.68)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ (2,685.69)
v Total Interest Repayments	\$ 2,984,702.91	\$ 2,917,493.62	\$ 2,693,856.69	\$ 2,908,966.69
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 152,155.64	\$ 159,351.76	\$ 185,466.94	\$ 165,266.47
ii Capitalized Interest	\$ 1,223,475.71	\$ 1,019,464.52	\$ 1,315,780.07	\$ 978,755.89
iii Interest Accrued During Period	\$ (4,094,554.92)	\$ (4,196,400.98)	\$ (4,033,208.15)	\$ (4,143,329.38)
iv Total Non-Cash Interest Adjustments	\$ (2,718,923.57)	\$ (3,017,584.70)	\$ (2,531,961.14)	\$ (2,999,307.02)
(-) Total Student Loan Interest Activity	\$ 265,779.34	\$ (100,091.08)	\$ 161,895.55	\$ (90,340.33)
(=) TOTAL STUDENT LOAN POOL	\$ 1,215,915,683.63	\$ 1,205,083,152.85	\$ 1,196,661,214.15	\$ 1,186,580,159.53
(+) Pending Portfolio Adjustments	\$ (3,104.50)	\$ (325.00)	\$ (150.00)	\$ (10,264.93)
(+) Trust Cash Available	\$ 13,252,416.23	\$ 24,034,387.66	\$ 24,352,190.79	\$ 14,037,592.49
(+) Reserve Account Balance	\$ 12,222,290.00	\$ 12,222,290.00	\$ 12,126,990.00	\$ 11,918,120.00
(=) TOTAL ADJUSTED POOL	\$ 1,241,387,285.36	\$ 1,241,339,505.51	\$ 1,233,140,244.94	\$ 1,212,525,607.09

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	11/30/2013	12/31/2013	11/30/2013	12/31/2013	11/30/2013	12/31/2013	11/30/2013	12/31/2013	11/30/2013	12/31/2013
INTERIM:										
In School	6.22%	6.22%	2,455	2,269	1.7%	1.6%	\$ 7,881,084	\$ 7,311,005	0.7%	0.6%
Grace	5.97%	5.98%	477	570	0.3%	0.4%	\$ 1,578,803	\$ 1,808,002	0.1%	0.2%
TOTAL INTERIM	6.18%	6.17%	2,932	2,839	2.0%	2.0%	\$ 9,459,887	\$ 9,119,007	0.8%	0.8%
REPAYMENT										
Active	4.31%	4.31%	115,481	114,894	78.9%	79.1%	\$ 991,154,607	\$ 984,989,725	83.8%	84.0%
Current	4.19%	4.19%	99,896	99,296	68.2%	68.3%	\$ 881,071,949	\$ 874,480,175	74.5%	74.6%
31-60 Days Delinquent	5.08%	5.03%	4,255	4,218	2.9%	2.9%	\$ 30,456,066	\$ 32,066,611	2.6%	2.7%
61-90 Days Delinquent	4.92%	5.13%	2,557	2,870	1.7%	2.0%	\$ 18,825,245	\$ 19,071,258	1.6%	1.6%
91-120 Days Delinquent	5.23%	4.97%	1,939	1,841	1.3%	1.3%	\$ 13,460,025	\$ 13,665,803	1.1%	1.2%
> 120 Days Delinquent	5.10%	5.13%	6,834	6,669	4.7%	4.6%	\$ 47,341,322	\$ 45,705,878	4.0%	3.9%
Deferment	5.00%	4.99%	20,417	19,572	13.9%	13.5%	\$ 120,642,025	\$ 115,636,665	10.2%	9.9%
Forbearance	5.00%	5.03%	5,638	5,930	3.9%	4.1%	\$ 48,499,846	\$ 48,848,270	4.1%	4.2%
TOTAL REPAYMENT	4.39%	4.39%	141,536	140,396	96.7%	96.6%	\$ 1,160,296,478	\$ 1,149,474,660	98.1%	98.0%
Claims in Process	5.24%	5.09%	1,932	2,053	1.3%	1.4%	\$ 13,084,990	\$ 14,062,618	1.1%	1.2%
Aged Claims Rejected	0.00%	5.55%	0	3	0.0%	0.0%	\$ -	\$ 13,675	0.0%	0.0%
GRAND TOTAL	4.42%	4.42%	146,400	145,291	100%	100%	\$ 1,182,841,355	\$ 1,172,669,960	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	12/31/2013
Cumulative Claims submitted (# of loans)	44,783
Cumulative Claims rejected (# of loans)	87
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
09/30/13	\$ 1,202,034,020	5.72%
10/31/13	\$ 1,191,101,398	5.72%
11/30/13	\$ 1,182,841,355	5.58%
12/31/13	\$ 1,172,669,960	5.56%

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