



Montana Higher Education Student Assistance Corporation

Quarterly 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 June 01, 2020 through August 31, 2020

Distribution Date: September 21, 2020

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			5/31/2020	Activity	8/31/2020				
A	i	Portfolio Balance	\$ 536,862,684.12	\$ (15,629,548.62)	\$ 521,233,135.50				
	ii	Accrued Interest - To Be Capitalized	\$ 1,378,509.95	\$ (43,418.27)	\$ 1,335,091.68				
	iii	Accrued Interest - Non-Capitalized	\$ 12,776,660.17	\$ 894,107.92	\$ 13,670,768.09				
	iv	Total Pool	\$ 551,017,854.24		\$ 536,238,995.27				
	v	Pending Portfolio adjustments	\$ -		\$ -				
	vi	Trust Cash	\$ 8,989,193.87		\$ 8,376,191.45				
	vii	Specified Reserve Account Balance	\$ 7,343,420.00		\$ 7,343,420.00				
	viii	Total Adjusted Pool	\$ 567,350,468.11		\$ 551,958,606.72				
B	i	Weighted Average Coupon (WAC)	4.360%		4.260%				
	ii	Weighted Average Remaining Term	167.66		167.45				
	iii	Number of Loans	57,507		55,130				
	iv	Number of Borrowers	23,857		22,851				
	v	Outstanding Principal Balance - T-Bill	\$ 6,256,587.23		\$ 6,194,640.46				
	vi	Outstanding Principal Balance - LIBOR	\$ 530,606,096.89		\$ 515,038,495.04				
Bonds		CUSIP	Original Issue Amount	Rate	Balance 5/31/2020	Pool Factor 5/31/2020	Balance 8/31/2020	Pool Factor 8/31/2020	
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 4,118,000.00	0.76%	\$ 1,773,000.00	0.34%
	ii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	3.31%	\$ 18,000,000.00	3.42%
	iii	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 196,601,000.00	36.17%	\$ 182,439,000.00	34.62%
	iv	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	56.17%	\$ 305,300,000.00	57.93%
	v	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	3.59%	\$ 19,500,000.00	3.70%
	vii	Total Bonds Outstanding Senior		\$ 506,019,000.00		93.10%	\$ 489,512,000.00	92.88%	
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		6.90%	\$ 37,500,000.00	7.12%	
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 543,519,000.00			\$ 527,012,000.00		
Indenture Percentage			5/31/2020	8/31/2020					
D	i	Senior Parity	112.04%	112.52%					
	ii	Subordinate Parity	104.29%	104.49%					
Monthly Trigger Percentage			5/31/2020	8/31/2020					
E	i	Senior Percentage	107.68%	108.01%					
	ii	Subordinate Percentage	100.15%	100.23%					
Reserve Account			5/31/2020	8/31/2020					
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 (\$)	\$ 7,343,420.00	\$ 7,343,420.00					
	iv	Current Reserve Balance - (\$)		\$ 7,343,420.00					
	v	Draws on Reserve - Current Quarter (\$)		\$ -					

MHESAC 1993 Master Indenture

II. Trust Balances and Parity Calculations

Trust Accounts		5/31/2020	8/31/2020
A	i Acquisition Account	\$ 85,929.92	\$ 35,978.66
	ii Administration Account	\$ 831,000.00	\$ 821,300.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 7,310,107.44	\$ 6,785,796.71
	iv Reserve Account	\$ 7,343,420.00	\$ 7,343,420.00
	v Revenue Account	\$ 0.07	\$ 0.07
	vii Surplus Subaccount	\$ 762,156.44	\$ 733,116.01
	viii Total Trust Accounts	\$ 16,332,613.87	\$ 15,719,611.45

Parity Calculations		5/31/2020	8/31/2020
B	Value of the Indenture		
	i Portfolio Balance	\$ 536,862,684.12	\$ 521,233,135.50
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	14,155,170.12	15,005,859.77
	iv Accrued Subsidized Interest	213,967.62	165,066.94
	v Less: Unguaranteed Amount Uncollectibles	(408,907.78)	(424,152.19)
	vi Trust Cash and Investments	16,332,613.87	15,719,611.45
	vii Payments in Transit	891,739.46	388,888.20
	viii Other Cash and Assets	170,402.61	7,134.93
	ix Total Trust Value	\$ 568,217,670.02	\$ 552,095,544.60
	Less:		
	x Accrued Payables	1,012,801.42	1,086,654.12
	xi Net Asset Value - Indenture Percentage	\$ 567,204,868.60	\$ 551,008,890.48

Bond Interest Outstanding		5/31/2020	8/31/2020
C	i Senior Interest	\$ 211,274.19	\$ 194,846.53
	ii Subordinate Interest	\$ 123,622.38	\$ 123,839.10
	iii Total Bond Interest	\$ 334,896.57	\$ 318,685.63

Bonds Outstanding		5/31/2020	8/31/2020
D	i Senior Bonds	\$ 506,019,000.00	\$ 489,512,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 543,519,000.00	\$ 527,012,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2020	8/31/2020
E	i Senior Distribution Amount	\$ 7,459,000.00	\$ 6,955,000.00

Indenture Percentage		5/31/2020	8/31/2020
F	i Senior Parity $B_{xi} / (C_i + D_i)$	112.04%	112.52%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	104.29%	104.49%

Monthly Trigger Percentage		5/31/2020	8/31/2020
G	i Senior Percentage $B_i / (D_i - E_i)$	107.68%	108.01%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	100.15%	100.23%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	107.85%	100.15%	108.01%	100.23%
	ii 2nd Month Prior	108.02%	100.37%	107.85%	100.15%
	iii 3rd Month Prior	107.68%	100.15%	108.02%	100.37%
	iv 4th Month Prior	107.63%	100.17%	107.68%	100.15%
	v 5th Month Prior	107.49%	100.11%	107.63%	100.17%
	vii 6th Month Prior	107.34%	100.05%	107.49%	100.11%
	viii Six Month Average Trigger Percentage	107.67%	100.17%	107.78%	100.20%

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	9/21/2020	3M LIBOR	0.12%	0.30638%	N/A	0.42638%	N/A
2006-C	612130HR8	9/21/2020	1M LIBOR	1.20%	0.15800%	0.15625%	1.35800%	1.35625%
2012-A2	61205PAK5	9/21/2020	1M LIBOR	1.00%	0.15800%	0.15625%	1.15800%	1.15625%
2012-A3	61205PAL3	9/21/2020	1M LIBOR	1.05%	0.15800%	0.15625%	1.20800%	1.20625%
2012-B	61205PAM1	9/21/2020	1M LIBOR	1.20%	0.15800%	0.15625%	1.35800%	1.35625%

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	\$ 1,910.93	\$ 1,910.93	\$ -	\$ -	\$ -	\$ -	0.34%
2006-C	612130HR8	\$ 21,727.98	\$ 21,727.98	\$ -	\$ 51,333.44	\$ -	\$ 51,333.44	3.86%
2012-A2	61205PAK5	\$ 187,789.94	\$ 187,789.94	\$ -	\$ -	\$ -	\$ -	33.37%
2012-A3	61205PAL3	\$ 327,825.03	\$ 327,825.03	\$ -	\$ -	\$ -	\$ -	58.25%
2012-B	61205PAM1	\$ 23,538.65	\$ 23,538.65	\$ -	\$ 55,611.24	\$ -	\$ 55,611.24	4.18%
TOTAL		\$ 562,792.53	\$ 562,792.53	\$ -	\$ 106,944.68	\$ -	\$ 106,944.68	

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	\$ 1,773,000.00	\$ 1,773,000.00	\$ -	\$ -	\$ -	\$ -	25.49%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 182,439,000.00	\$ 5,182,000.00	\$ 177,257,000.00	74.51%
2012-A3	61205PAL3	\$ 3,959,933.45	\$ -	\$ 3,959,933.45	\$ 235,111,722.81	\$ -	\$ 239,071,656.26	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 5,732,933.45	\$ 1,773,000.00	\$ 3,959,933.45	\$ 417,550,722.81	\$ 5,182,000.00	\$ 416,328,656.26	

TOTAL PRINCIPAL DISTRIBUTION	\$ 6,955,000.00
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IV. MHESAC System Activity from: 6/1/2020 through: 8/31/2020

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	14,382,772.16
ii	Principal Collections from Guarantor	\$	2,763,766.68
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(9,083.52)
v	Repurchase of Bankruptcy Loans	\$	(264,411.80)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>16,873,043.52</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	1,974.13
ii	Capitalized Interest	\$	(1,245,469.03)
iii	Total Non-Cash Principal Activity	\$	<u>(1,243,494.90)</u>
C	Total Student Loan Principal Activity	\$	<u>15,629,548.62</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	3,314,312.41
ii	Interest Claims Received from Guarantors	\$	82,813.98
iii	Other System Adjustments	\$	(14.39)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>3,397,112.00</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	99,015.94
ii	Capitalized Interest	\$	1,245,469.03
iii	Interest Accrued During Period	\$	(5,592,286.62)
iv	Total Non-Cash Interest Adjustments	\$	<u>(4,247,801.65)</u>
F	Total Student Loan Interest Activity	\$	<u>(850,689.65)</u>

Trust Activity from: 6/1/2020 through: 8/31/2020

G	Trust Balances less Reserve - Beginning of Period	\$	8,989,193.87
H	Released Funds in Excess of Reserve Requirement	\$	-
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	17,649,169.18
ii	Student Loan Interest Received	\$	3,388,249.40
iii	Subsidized Interest Received	\$	437,427.21
iv	Investment Income on Trust Accounts	\$	2,809.12
J	Funds Remitted During Period		
i	Bond Principal	\$	16,507,000.00
ii	Bond Interest	\$	1,685,772.26
iii	Consolidation Loan Rebate Fees	\$	1,207,296.10
iv	Management and Servicing Fees	\$	801,098.81
v	Administrative Fees (trustee, listing, etc.)	\$	53,806.57
vi	Special Allowance Rebate	\$	1,571,271.79
vii	Repurchase of Bankruptcy Loans	\$	264,411.80
K	Funds Reserved During Period		
i	Acquisition Funds for Bankruptcy Repurchase Loans	\$	35,978.66
ii	Administration Funds	\$	821,300.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>7,518,912.79</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****9/21/2020**

A	Total Available Funds for Distribution(IV-L)	\$	7,518,912.79
B	Interest Distributions		
i	2005-B Bonds	\$	1,910.93
ii	2006-C Bonds	\$	21,727.98
iii	2012-A2 Bonds	\$	187,789.94
iv	2012-A3 Bonds	\$	327,825.03
v	2012-B Bonds	\$	23,538.65
vi	Total Bondholder's Interest Distributions	\$	562,792.53
C	Principal Distributions		
i	2005-B Bonds	\$	1,773,000.00
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	5,182,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	6,955,000.00
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)	\$	1,120.26

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	09/01/19-11/30/19	12/01/19-02/29/20	03/01/20-05/31/20	06/01/20-08/31/20
Beginning Student Loan Pool Balance	\$ 603,791,867.23	\$ 583,635,904.07	\$ 566,453,764.57	\$ 551,017,854.24
Student Loan Principal Activity				
i Regular Principal Collections	\$ 16,088,783.28	\$ 15,657,334.44	\$ 14,337,874.50	\$ 14,382,772.16
ii Principal Collections from Guarantor	\$ 6,108,209.21	\$ 3,561,036.65	\$ 3,687,058.17	\$ 2,763,766.68
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (10,204.38)	\$ (14,601.95)	\$ (11,676.54)	\$ (9,083.52)
v Repurchase of Bankruptcy Loans	\$ (306,278.74)	\$ (327,928.41)	\$ (242,728.14)	\$ (264,411.80)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 21,880,509.37	\$ 18,875,840.73	\$ 17,770,527.99	\$ 16,873,043.52
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 4,034.41	\$ 31,503.97	\$ 5,191.99	\$ 1,974.13
ii Capitalized Interest	\$ (1,497,840.56)	\$ (1,808,159.04)	\$ (2,307,571.53)	\$ (1,245,469.03)
iii Total Non-Cash Principal Activity	\$ (1,493,806.15)	\$ (1,776,655.07)	\$ (2,302,379.54)	\$ (1,243,494.90)
(-) Total Student Loan Principal Activity	\$ 20,386,703.22	\$ 17,099,185.66	\$ 15,468,148.45	\$ 15,629,548.62
Student Loan Interest Activity				
i Regular Interest Collections	\$ 3,966,996.20	\$ 3,954,772.74	\$ 3,221,149.85	\$ 3,314,312.41
ii Interest Claims Received from Guarantors	\$ 225,511.92	\$ 116,669.87	\$ 116,874.26	\$ 82,813.98
iii Other System Adjustments	\$ -	\$ -	\$ (6.93)	\$ (14.39)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 4,192,508.12	\$ 4,071,442.61	\$ 3,338,017.18	\$ 3,397,112.00
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 230,953.11	\$ 143,313.44	\$ 156,557.62	\$ 99,015.94
ii Capitalized Interest	\$ 1,497,840.56	\$ 1,808,159.04	\$ 2,307,571.53	\$ 1,245,469.03
iii Interest Accrued During Period	\$ (6,152,041.85)	\$ (5,939,961.25)	\$ (5,834,384.45)	\$ (5,592,286.62)
iv Total Non-Cash Interest Adjustments	\$ (4,423,248.18)	\$ (3,988,488.77)	\$ (3,370,255.30)	\$ (4,247,801.65)
(-) Total Student Loan Interest Activity	\$ (230,740.06)	\$ 82,953.84	\$ (32,238.12)	\$ (850,689.65)
(=) TOTAL STUDENT LOAN POOL	\$ 583,635,904.07	\$ 566,453,764.57	\$ 551,017,854.24	\$ 536,238,995.27
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 11,245,490.21	\$ 10,026,279.96	\$ 8,989,193.87	\$ 8,376,191.45
(+) Reserve Account Balance	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00
(=) TOTAL ADJUSTED POOL	\$ 602,224,814.28	\$ 583,823,464.53	\$ 567,350,468.11	\$ 551,958,606.72

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

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020
INTERIM:										
In School	6.23%	6.24%	38	28	0.1%	0.1%	\$ 103,270	\$ 65,693	0.0%	0.0%
Grace	6.80%	5.21%	1	11	0.0%	0.0%	\$ 4,200	\$ 41,528	0.0%	0.0%
TOTAL INTERIM	6.25%	5.84%	39	39	0.1%	0.1%	\$ 107,470	\$ 107,221	0.0%	0.0%
REPAYMENT										
Active	4.19%	4.14%	43,304	47,199	75.3%	85.6%	\$ 384,556,020	\$ 439,870,424	71.6%	84.4%
Current	4.19%	4.13%	43,263	46,306	75.2%	84.0%	\$ 384,384,413	\$ 431,532,914	71.6%	82.8%
31-60 Days Delinquent	4.53%	4.90%	19	862	0.0%	1.6%	\$ 67,479	\$ 8,109,516	0.0%	1.6%
61-90 Days Delinquent	0.00%	4.64%	0	15	0.0%	0.0%	-	\$ 161,522	0.0%	0.0%
91-120 Days Delinquent	4.66%	0.00%	2	0	0.0%	0.0%	\$ 10,145	\$ -	0.0%	0.0%
> 120 Days Delinquent	4.71%	2.67%	20	16	0.0%	0.0%	\$ 93,983	\$ 66,472	0.0%	0.0%
Deferment	5.01%	4.87%	2,644	2,438	4.6%	4.4%	\$ 19,229,736	\$ 18,887,426	3.6%	3.6%
Forbearance	5.01%	5.07%	1,028	702	1.8%	1.3%	\$ 12,158,067	\$ 9,119,580	2.3%	1.7%
*Disaster Forbearance	4.71%	4.87%	10,287	4,752	17.9%	8.6%	\$ 119,067,978	\$ 53,248,484	22.2%	10.2%
TOTAL REPAYMENT	4.36%	4.26%	57,263	55,091	99.6%	99.9%	\$ 535,011,801	\$ 521,125,914	99.7%	100.0%
Claims in Process	5.54%	0.00%	205	0	0.4%	0.0%	\$ 1,743,413	\$ -	0.3%	0.0%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.36%	4.26%	57,507	55,130	100%	100%	\$ 536,862,684	\$ 521,233,136	100%	100%

*NOTE- Disaster Forbearances provided to borrowers in response to COVID-19 related hardship and accrue interest, but do not capitalize at the forbearance end.

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020	5/31/2020	8/31/2020
Subsidized Stafford	5.87%	5.25%	14,561	13,804	25.3%	25.0%	\$ 36,846,109	\$ 35,541,427	6.9%	6.8%
Unsubsidized Stafford	6.14%	5.65%	10,688	10,189	18.6%	18.5%	\$ 42,429,637	\$ 41,074,822	7.9%	7.9%
PLUS	7.99%	7.72%	245	228	0.4%	0.4%	\$ 1,988,873	\$ 1,777,793	0.4%	0.3%
Grad/PLUS	8.05%	7.99%	95	91	0.2%	0.2%	\$ 1,251,560	\$ 1,264,884	0.2%	0.2%
SLS	5.07%	3.26%	9	9	0.0%	0.0%	\$ 37,861	\$ 37,472	0.0%	0.0%
Consolidation	4.05%	4.03%	31,909	30,809	55.5%	55.9%	\$ 454,308,645	\$ 441,536,738	84.6%	84.7%
TOTAL	4.36%	4.26%	57,507	55,130	100%	100%	\$ 536,862,684	\$ 521,233,136	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	8/31/2020
Cumulative Claims submitted (# of loans)	54,723
Cumulative Claims rejected (# of loans)	90
Cumulative Reject Rate	0.16%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
11/30/19	\$ 569,430,018	4.74%
02/29/20	\$ 552,330,833	4.63%
05/31/20	\$ 536,862,684	4.49%
08/31/20	\$ 521,233,136	4.35%

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