



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 January 01, 2013 through January 31, 2013
Distribution Date: February 20, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				12/31/2012	Activity	1/31/2013
A	i	Principal Balance		\$ 1,291,211,446.76	\$ (10,649,899.00)	\$ 1,280,561,547.76
	ii	Accrued Interest		\$ 14,983,710.40	\$ (115,505.25)	\$ 14,868,205.15
	iii	Total Student Loan Pool		\$ 1,306,195,157.16		\$ 1,295,429,752.91
	iv	Pending Portfolio adjustments		\$ (43,846.30)		\$ (9,388.07)
	v	Trust Cash		\$ 14,510,253.53		\$ 23,882,148.26
	vi	Specified Reserve Account Balance		\$ 13,171,180.00		\$ 13,169,300.00
	vii	Total Adjusted Pool		\$ 1,333,832,744.39		\$ 1,332,471,813.10
B	i	Weighted Average Coupon (WAC)		4.450%		4.450%
	ii	Weighted Average Remaining Term		187.32		187.02
	iii	Number of Loans		160,519		159,190
	iv	Number of Borrowers		64,433		63,841
	v	Outstanding Principal Balance - T-Bill		\$ 18,996,428.70		\$ 18,678,463.38
	vi	Outstanding Principal Balance - LIBOR		\$ 1,272,215,018.06		\$ 1,261,883,084.38

Bonds	CUSIP	Original Issue Amount	Rate	Balance 12/31/2012	Pool Factor 12/31/2012	Balance 1/31/2013	Pool Factor 1/31/2013
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 90,823,000.00	6.90%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 122,887,000.00	9.33%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.37%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 111,608,000.00	8.47%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	49.28%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	23.18%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.48%
	viii	Total Bonds Outstanding Senior		\$ 1,279,618,000.00	97.15%	\$ 1,279,430,000.00	97.15%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00	2.85%	\$ 37,500,000.00	2.85%
	x	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,317,118,000.00		\$ 1,316,930,000.00	

Indenture Percentage		12/31/2012	1/31/2013
D	i	Senior Parity	104.00%
	ii	Subordinate Parity	101.04%

Monthly Trigger Percentage		12/31/2012	1/31/2013
E	i	Senior Percentage	101.77%
	ii	Subordinate Percentage	98.85%

Reserve Account		12/31/2012	1/31/2013
F	i	Required Reserve Acc Deposit (%)	1.00%
	ii	Reserve Acct Initial Deposit (\$)	-
	iii	Specified Reserve Acct Requirement (\$)	\$ 13,171,180.00
	iv	Reserve Account Floor Balance (\$)	-
	v	Current Reserve Balance - (\$)	\$ 13,169,300.00
	vi	Draws on Reserve - Current Month(\$)	\$ 1,880.00

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II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		12/31/2012	1/31/2013
A	i Acquisition Account	\$ 460,948.86	\$ 702,820.13
	ii Administration Account	\$ 1,949,000.00	\$ 1,949,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 12,100,304.67	\$ 18,552,227.64
	iv Reserve Account	\$ 13,171,180.00	\$ 13,169,300.00
	v Surplus Subaccount	\$ -	\$ 2,678,100.49
	vii Total Trust Accounts	\$ 27,681,433.53	\$ 37,051,448.26

Parity Calculations		12/31/2012	1/31/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,291,211,446.76	\$ 1,280,561,547.76
	ii Pending System Adjustments	(43,846.30)	(9,388.07)
	iii Accrued Borrower Interest	14,983,710.40	14,868,205.15
	iv Accrued Subsidized Interest	1,627,281.74	529,938.22
	v Less: Unguaranteed Amount Uncollectibles	(618,141.57)	(639,559.31)
	vi Trust Cash and Investments	27,681,433.53	37,051,448.26
	vii Payments in Transit	1,351,323.76	763,663.86
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,336,193,208.32	\$ 1,333,125,855.87
	Less:		
	x Accrued Payables	4,874,282.15	1,612,064.00
	xi Net Asset Value - Indenture Percentage	\$ 1,331,318,926.17	\$ 1,331,513,791.87

Bond Interest Outstanding		12/31/2012	1/31/2013
C	i Senior Interest	\$ 450,113.49	\$ 455,064.57
	ii Subordinate Interest	17,633.75	63,143.96
	iii Total Bond Interest	\$ 467,747.24	\$ 518,208.53

Bonds Outstanding		12/31/2012	1/31/2013
D	i Senior Bonds	\$ 1,279,618,000.00	\$ 1,279,430,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,317,118,000.00	\$ 1,316,930,000.00

Distribution Amounts - Following Monthly Payment Date		12/31/2012	1/31/2013
E	i Senior Distribution Amount	\$ 10,869,000.00	\$ 20,070,000.00

Indenture Percentage		12/31/2012	1/31/2013
F	i Senior Parity $B_{xi} / (C_i + D_i)$	104.00%	104.03%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	101.04%	101.07%

Monthly Trigger Percentage		12/31/2012	1/31/2013
G	i Senior Percentage $B_i / (D_i - E_i)$	101.77%	101.68%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	98.85%	98.74%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	101.77%	98.85%	101.68%	98.74%
	ii 2nd Month Prior	101.64%	98.75%	101.77%	98.85%
	iii 3rd Month Prior	101.67%	98.79%	101.64%	98.75%
	iv 4th Month Prior	101.41%	98.57%	101.67%	98.79%
	v 5th Month Prior	101.28%	98.48%	101.41%	98.57%
	vii 6th Month Prior	100.81%	98.05%	101.28%	98.48%
	viii Six Month Average Trigger Percentage	101.43%	98.58%	101.58%	98.70%

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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	3/20/2013	3M LIBOR	0.12%	0.30900%	0.30900%	0.42900%	0.42900%
2006-A	612130HP2	3/20/2013	3M LIBOR	0.10%	0.30900%	0.30900%	0.40900%	0.40900%
2006-C	612130HR8	2/20/2013	1M LIBOR	1.20%	0.20470%	0.20220%	1.40470%	1.40220%
2012-A1	61205PAJ8	2/20/2013	1M LIBOR	0.60%	0.20470%	0.20220%	0.80470%	0.80220%
2012-A2	61205PAK5	2/20/2013	1M LIBOR	1.00%	0.20470%	0.20220%	1.20470%	1.20220%
2012-A3	61205PAL3	2/20/2013	1M LIBOR	1.05%	0.20470%	0.20220%	1.25470%	1.25220%
2012-B	61205PAM1	2/20/2013	1M LIBOR	1.20%	0.20470%	0.20220%	1.40470%	1.40220%

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	\$ 20,368.08	\$ -	\$ 20,368.08	\$ 23,302.86	\$ -	\$ 43,670.94	1.93%
2012-A1	61205PAJ8	\$ 72,225.79	\$ 72,225.79	\$ -	\$ -	\$ -	\$ -	6.86%
2012-A2	61205PAK5	\$ 629,822.05	\$ 629,822.05	\$ -	\$ -	\$ -	\$ -	59.81%
2012-A3	61205PAL3	\$ 308,575.87	\$ 308,575.87	\$ -	\$ -	\$ -	\$ -	29.30%
2012-B	61205PAM1	\$ 22,065.42	\$ -	\$ 22,065.42	\$ 25,244.76	\$ -	\$ 47,310.18	2.10%
TOTAL		\$ 1,053,057.21	\$ 1,010,623.71	\$ 42,433.50	\$ 48,547.62	\$ -	\$ 90,981.12	

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	\$ 21,870,223.79	\$ 9,389,000.00	\$ 12,481,223.79	\$ 88,131,748.21	\$ -	\$ 100,612,972.00	100.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 21,870,223.79	\$ 9,389,000.00	\$ 12,481,223.79	\$ 88,131,748.21	\$ -	\$ 100,612,972.00	

TOTAL PRINCIPAL DISTRIBUTION	\$ 9,389,000.00
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IV. MHESAC System Activity from: 1/1/2013 through: 1/31/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	10,619,147.61
ii	Principal Collections from Guarantor	\$	1,606,475.03
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(43,413.63)
v	Repurchases of Rehabilitated Loans	\$	(443,128.73)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	11,739,080.28
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	194,834.99
ii	Capitalized Interest	\$	(1,284,016.27)
iii	Total Non-Cash Principal Activity	\$	(1,089,181.28)
C	Total Student Loan Principal Activity	\$	10,649,899.00
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	3,090,505.05
ii	Interest Claims Received from Guarantors	\$	44,456.41
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(88.35)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	3,134,873.11
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	192,446.68
ii	Capitalized Interest	\$	1,284,016.27
iii	Interest Accrued During Period	\$	(4,495,830.81)
iv	Total Non-Cash Interest Adjustments	\$	(3,019,367.86)
F	Total Student Loan Interest Activity	\$	115,505.25

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

G	Trust Balances less Reserve - Beginning of Period	\$	14,510,253.53
H	Released Funds in Excess of Reserve Requirement	\$	1,880.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	12,601,171.44
ii	Student Loan Interest Received	\$	3,284,525.28
iii	Subsidized Interest Received	\$	1,655,099.55
iv	Investment Income on Trust Accounts	\$	1,988.55
J	Funds Remitted During Period		
i	Bond Principal	\$	188,000.00
ii	Bond Interest	\$	1,156,023.95
iii	Consolidation Loan Rebate Fees	\$	863,363.27
iv	Management and Servicing Fees	\$	647,962.64
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	4,874,291.50
vii	Repurchases of Rehabilitated Loans	\$	443,128.73
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	3,788,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,893,000.00
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	64,938.44
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	83,767.98
v	Acquisition Funds for Rehabilitated Loans	\$	702,820.13
vi	Administration Funds	\$	1,949,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	10,400,621.71

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****2/20/2013**

A	Total Available Funds for Distribution(IV-L)	\$	10,400,621.71
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	72,225.79
v	2012-A2 Bonds	\$	629,822.05
vi	2012-A3 Bonds	\$	308,575.87
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Interest Distributions	\$	1,010,623.71
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	9,389,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	9,389,000.00
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)	\$	998.00

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VI. Historical Pool Information

	10/01/12-10/31/12	11/01/12-11/30/12	12/01/12-12/31/12	01/01/13-01/31/13
Beginning Student Loan Pool Balance	\$ 1,336,525,319.73	\$ 1,325,181,864.49	\$ 1,315,647,867.25	\$ 1,306,195,157.16
Student Loan Principal Activity				
i Regular Principal Collections	\$ 10,712,998.25	\$ 8,586,707.11	\$ 8,815,455.07	\$ 10,619,147.61
ii Principal Collections from Guarantor	\$ 2,445,941.78	\$ 2,633,258.73	\$ 2,391,673.51	\$ 1,606,475.03
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (124,187.96)	\$ (26,182.27)	\$ (46,699.96)	\$ (43,413.63)
v Repurchase of Rehabilitated Loans	\$ (497,003.63)	\$ (580,112.63)	\$ (478,390.64)	\$ (443,128.73)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 12,537,748.44	\$ 10,613,670.94	\$ 10,682,037.98	\$ 11,739,080.28
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 18,322.72	\$ 4,504.36	\$ 9,687.95	\$ 194,834.99
ii Capitalized Interest	\$ (1,478,834.82)	\$ (2,023,717.50)	\$ (1,264,068.67)	\$ (1,284,016.27)
iii Total Non-Cash Principal Activity	\$ (1,460,512.10)	\$ (2,019,213.14)	\$ (1,254,380.72)	\$ (1,089,181.28)
(-) Total Student Loan Principal Activity	\$ 11,077,236.34	\$ 8,594,457.80	\$ 9,427,657.26	\$ 10,649,899.00
Student Loan Interest Activity				
i Regular Interest Collections	\$ 3,121,567.44	\$ 2,987,366.03	\$ 2,985,563.17	\$ 3,090,505.05
ii Interest Claims Received from Guarantors	\$ 64,769.82	\$ 100,412.17	\$ 67,257.60	\$ 44,456.41
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (164.87)	\$ (41.10)	\$ (17.28)	\$ (88.35)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 3,186,172.39	\$ 3,087,737.10	\$ 3,052,803.49	\$ 3,134,873.11
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 153,803.23	\$ 223,898.36	\$ 227,629.13	\$ 192,446.68
ii Capitalized Interest	\$ 1,478,834.82	\$ 2,023,694.24	\$ 1,264,068.67	\$ 1,284,016.27
iii Interest Accrued During Period	\$ (4,552,591.54)	\$ (4,395,790.26)	\$ (4,519,448.46)	\$ (4,495,830.81)
iv Total Non-Cash Interest Adjustments	\$ (2,919,953.49)	\$ (2,148,197.66)	\$ (3,027,750.66)	\$ (3,019,367.86)
(-) Total Student Loan Interest Activity	\$ 266,218.90	\$ 939,539.44	\$ 25,052.83	\$ 115,505.25
(=) TOTAL STUDENT LOAN POOL	\$ 1,325,181,864.49	\$ 1,315,647,867.25	\$ 1,306,195,157.16	\$ 1,295,429,752.91
(+) Pending Portfolio Adjustments	\$ (181,828.20)	\$ (315.82)	\$ (43,846.30)	\$ (9,388.07)
(+) Trust Cash Available	\$ 28,625,568.30	\$ 22,662,168.40	\$ 14,510,253.53	\$ 23,882,148.26
(+) Reserve Account Balance	\$ 13,500,920.00	\$ 13,359,740.00	\$ 13,171,180.00	\$ 13,169,300.00
(=) TOTAL ADJUSTED POOL	\$ 1,367,126,524.59	\$ 1,351,669,459.83	\$ 1,333,832,744.39	\$ 1,332,471,813.10

MHESAC 1993 Master Indenture										
VII. Portfolio Characteristics										
STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	12/31/2012	1/31/2013	12/31/2012	1/31/2013	12/31/2012	1/31/2013	12/31/2012	1/31/2013	12/31/2012	1/31/2013
INTERIM:										
In School	6.26%	6.25%	5,464	5,061	3.4%	3.2%	\$ 17,632,790	\$ 16,452,835	1.4%	1.3%
Grace	6.31%	6.11%	824	1,202	0.5%	0.8%	\$ 2,851,895	\$ 5,608,297	0.2%	0.4%
TOTAL INTERIM	6.27%	6.22%	6,288	6,263	3.9%	3.9%	\$ 20,484,685	\$ 22,061,132	1.6%	1.7%
REPAYMENT										
Active	4.33%	4.32%	120,015	118,123	74.8%	74.2%	\$ 1,052,446,082	\$ 1,040,409,185	81.5%	81.2%
Current	4.21%	4.19%	102,533	101,131	63.9%	63.5%	\$ 931,623,746	\$ 924,218,361	72.2%	72.2%
31-60 Days Delinquent	5.07%	5.27%	5,240	4,737	3.3%	3.0%	\$ 36,279,878	\$ 30,491,051	2.8%	2.4%
61-90 Days Delinquent	5.04%	5.09%	3,150	3,400	2.0%	2.1%	\$ 21,205,536	\$ 23,773,988	1.6%	1.9%
91-120 Days Delinquent	4.93%	4.94%	2,177	2,321	1.4%	1.5%	\$ 16,503,293	\$ 16,093,179	1.3%	1.3%
> 120 Days Delinquent	5.10%	5.08%	6,915	6,534	4.3%	4.1%	\$ 46,833,629	\$ 45,832,606	3.6%	3.6%
Deferment	4.96%	4.99%	24,521	25,332	15.3%	15.9%	\$ 145,831,024	\$ 148,773,491	11.3%	11.6%
Forbearance	5.01%	5.03%	6,839	6,439	4.3%	4.0%	\$ 55,258,889	\$ 50,216,541	4.3%	3.9%
TOTAL REPAYMENT	4.42%	4.41%	151,375	149,894	94.3%	94.2%	\$ 1,253,535,995	\$ 1,239,399,217	97.1%	96.8%
Claims in Process	5.11%	5.11%	2,856	3,033	1.8%	1.9%	\$ 17,190,767	\$ 19,101,199	1.3%	1.5%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.45%	4.45%	160,519	159,190	100%	100%	\$ 1,291,211,447	\$ 1,280,561,548	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	1/31/2013
Cumulative Claims submitted (# of loans)	41,985
Cumulative Claims rejected (# of loans)	81
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
10/31/12	\$ 1,309,233,562	1.55%
11/30/12	\$ 1,300,639,104	1.57%
12/31/12	\$ 1,291,211,447	1.59%
01/31/13	\$ 1,280,561,548	1.62%

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