



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, 2014 through January 31, 2014
Distribution Date: February 20, 2014

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		12/31/2013	Activity	1/31/2014
A	i Principal Balance	\$ 1,172,669,960.32	\$ (10,205,983.72)	\$ 1,162,463,976.60
	ii Accrued Interest	\$ 13,910,199.21	\$ 120,903.95	\$ 14,031,103.16
	iii Total Student Loan Pool	\$ 1,186,580,159.53		\$ 1,176,495,079.76
	iv Pending Portfolio adjustments	\$ (10,264.93)		\$ -
	v Trust Cash	\$ 14,037,592.49		\$ 25,511,208.39
	vi Specified Reserve Account Balance	\$ 11,918,120.00		\$ 11,915,150.00
	vii Total Adjusted Pool	\$ 1,212,525,607.09		\$ 1,213,921,438.15
B	i Weighted Average Coupon (WAC)	4.420%		4.410%
	ii Weighted Average Remaining Term	181.77		181.46
	iii Number of Loans	145,291		143,746
	iv Number of Borrowers	58,466		57,889
	v Outstanding Principal Balance - T-Bill	\$ 16,442,883.48		\$ 16,124,209.99
	vi Outstanding Principal Balance - LIBOR	\$ 1,156,227,076.84		\$ 1,146,339,766.61

Bonds	CUSIP	Original Issue Amount	Rate	Balance 12/31/2013	Pool Factor 12/31/2013	Balance 1/31/2014	Pool Factor 1/31/2014
C	i 2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 76,031,000.00	6.38%	\$ 76,031,000.00 6.38%
	ii 2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 95,289,000.00	8.00%	\$ 95,289,000.00 8.00%
	iii 2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.51%	\$ 18,000,000.00 1.51%
	iv 2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 28,692,000.00	2.41%	\$ 28,395,000.00 2.38%
	v 2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	54.45%	\$ 649,000,000.00 54.47%
	vi 2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	25.62%	\$ 305,300,000.00 25.62%
	vii 2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.64%	\$ 19,500,000.00 1.64%
	viii Total Bonds Outstanding Senior		\$ 1,154,312,000.00		96.85%	\$ 1,154,015,000.00 96.85%	
	ix Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		3.15%	\$ 37,500,000.00 3.15%	
	x Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,191,812,000.00			\$ 1,191,515,000.00	

Indenture Percentage		12/31/2013	1/31/2014
D	i Senior Parity	104.81%	104.83%
	ii Subordinate Parity	101.50%	101.52%

Monthly Trigger Percentage		12/31/2013	1/31/2014
E	i Senior Percentage	102.55%	102.65%
	ii Subordinate Percentage	99.30%	99.36%

Reserve Account		12/31/2013	1/31/2014
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 (\$)	\$ 11,918,120.00	\$ 11,915,150.00
	iv Current Reserve Balance - (\$)	\$ 11,918,120.00	\$ 11,915,150.00
	v Draws on Reserve - Current Month(\$)		\$ 2,970.00

MHESAC 1993 Master Indenture
II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		12/31/2013	1/31/2014
A	i Acquisition Account	\$ 337,375.91	\$ 1,117,851.42
	ii Administration Account	\$ 1,739,900.00	\$ 1,739,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 11,960,316.58	\$ 20,410,848.05
	iv Reserve Account	\$ 11,918,120.00	\$ 11,915,150.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ -	\$ 2,242,608.92
	viii Total Trust Accounts	\$ 25,955,712.49	\$ 37,426,358.39

Parity Calculations		12/31/2013	1/31/2014
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,172,669,960.32	\$ 1,162,463,976.60
	ii Pending System Adjustments	(10,264.93)	-
	iii Accrued Borrower Interest	13,910,199.21	14,031,103.16
	iv Accrued Subsidized Interest	1,267,124.35	1,674,942.55
	v Less: Unguaranteed Amount Uncollectibles	(744,128.00)	(739,789.83)
	vi Trust Cash and Investments	25,955,712.49	37,426,358.39
	vii Payments in Transit	1,605,772.32	1,222,145.27
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,214,654,375.76	\$ 1,216,078,736.14
	Less:		
	x Accrued Payables	4,428,371.66	5,873,052.32
	xi Net Asset Value - Indenture Percentage	\$ 1,210,226,004.10	\$ 1,210,205,683.82

Bond Interest Outstanding		12/31/2013	1/31/2014
C	i Senior Interest	\$ 403,795.47	\$ 421,038.66
	ii Subordinate Interest	109,135.38	107,711.18
	iii Total Bond Interest	\$ 512,930.85	\$ 528,749.84

Bonds Outstanding		12/31/2013	1/31/2014
D	i Senior Bonds	\$ 1,154,312,000.00	\$ 1,154,015,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,191,812,000.00	\$ 1,191,515,000.00

Distribution Amounts - Following Monthly Payment Date		12/31/2013	1/31/2014
E	i Senior Distribution Amount	\$ 10,841,000.00	\$ 21,559,000.00

Indenture Percentage		12/31/2013	1/31/2014
F	i Senior Parity $Bxi / (Ci + Di)$	104.81%	104.83%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	101.50%	101.52%

Monthly Trigger Percentage		12/31/2013	1/31/2014
G	i Senior Percentage $Bi / (Di - Ei)$	102.55%	102.65%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	99.30%	99.36%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.55%	99.30%	102.65%	99.36%
	ii 2nd Month Prior	102.47%	99.25%	102.55%	99.30%
	iii 3rd Month Prior	102.27%	99.08%	102.47%	99.25%
	iv 4th Month Prior	102.36%	99.19%	102.27%	99.08%
	v 5th Month Prior	102.21%	99.07%	102.36%	99.19%
	vii 6th Month Prior	102.38%	99.26%	102.21%	99.07%
	viii Six Month Average Trigger Percentage	102.37%	99.19%	102.42%	99.21%

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	2/20/2014	1M LIBOR	1.20%	0.15700%	0.15400%	1.35700%	1.35400%
2012-A1	61205PAJ8	2/20/2014	1M LIBOR	0.60%	0.15700%	0.15400%	0.75700%	0.75400%
2012-A2	61205PAK5	2/20/2014	1M LIBOR	1.00%	0.15700%	0.15400%	1.15700%	1.15400%
2012-A3	61205PAL3	2/20/2014	1M LIBOR	1.05%	0.15700%	0.15400%	1.20700%	1.20400%
2012-B	61205PAM1	2/20/2014	1M LIBOR	1.20%	0.15700%	0.15400%	1.35700%	1.35400%

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	\$ 20,354.94	\$ 20,354.94	\$ -	\$ 44,287.89	\$ -	\$ 44,287.89	2.05%
2012-A1	61205PAJ8	\$ 17,912.42	\$ 17,912.42	\$ -	\$ -	\$ -	\$ -	1.80%
2012-A2	61205PAK5	\$ 625,746.33	\$ 625,746.33	\$ -	\$ -	\$ -	\$ -	63.01%
2012-A3	61205PAL3	\$ 307,079.90	\$ 307,079.90	\$ -	\$ -	\$ -	\$ -	30.92%
2012-B	61205PAM1	\$ 22,051.19	\$ 22,051.19	\$ -	\$ 47,978.55	\$ -	\$ 47,978.55	2.22%
TOTAL		\$ 993,144.78	\$ 993,144.78	\$ -	\$ 92,266.44	\$ -	\$ 92,266.44	

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	\$ -	\$ -	\$ -	\$ 28,395,000.00	\$ 11,015,000.00	\$ 17,380,000.00	0.00%
2012-A2	61205PAK5	\$ 19,008,051.48	\$ -	\$ 19,008,051.48	\$ 211,353,269.21	\$ -	\$ 230,361,320.69	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 19,008,051.48	\$ -	\$ 19,008,051.48	\$ 239,748,269.21	\$ 11,015,000.00	\$ 247,741,320.69	

TOTAL PRINCIPAL DISTRIBUTION \$ 11,015,000.00

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IV. MHESAC System Activity from: 1/1/2014 through: 1/31/2014

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	8,926,069.42
ii	Principal Collections from Guarantor	\$	2,422,932.71
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(54,467.89)
v	Repurchases of Rehabilitated Loans	\$	(307,138.24)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	10,987,396.00
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	162,871.61
ii	Capitalized Interest	\$	(944,283.89)
iii	Total Non-Cash Principal Activity	\$	(781,412.28)
C	Total Student Loan Principal Activity	\$	10,205,983.72
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,793,414.60
ii	Interest Claims Received from Guarantors	\$	63,594.33
iii	Other System Adjustments	\$	(4.78)
iv	Accrued Borrower Interest on Purchased Loans	\$	(140.01)
v	Total Interest Collections	\$	2,856,864.14
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	187,671.70
ii	Capitalized Interest	\$	944,283.89
iii	Interest Accrued During Period	\$	(4,109,723.68)
iv	Total Non-Cash Interest Adjustments	\$	(2,977,768.09)
F	Total Student Loan Interest Activity	\$	(120,903.95)

Trust Activity from: 1/1/2014 through: 1/31/2014

G	Trust Balances less Reserve - Beginning of Period	\$	14,037,592.49
H	Released Funds in Excess of Reserve Requirement	\$	2,970.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	11,512,323.48
ii	Student Loan Interest Received	\$	3,013,773.31
iii	Subsidized Interest Received	\$	3,482.13
iv	Investment Income on Trust Accounts	\$	289.58
J	Funds Remitted During Period		
i	Bond Principal	\$	297,000.00
ii	Bond Interest	\$	1,068,445.67
iii	Consolidation Loan Rebate Fees	\$	797,611.93
iv	Management and Servicing Fees	\$	588,877.83
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	8.92
vii	Repurchases of Rehabilitated Loans	\$	307,278.25
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	\$	46,264.86
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	54,807.06
v	Acquisition Funds for Rehabilitated Loans	\$	1,117,851.42
vi	Administration Funds	\$	1,739,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	12,008,385.05

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****2/20/2014**

A	Total Available Funds for Distribution(IV-L)	\$	12,008,385.05
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	20,354.94
iv	2012-A1 Bonds	\$	17,912.42
v	2012-A2 Bonds	\$	625,746.33
vi	2012-A3 Bonds	\$	307,079.90
vii	2012-B Bonds	\$	22,051.19
viii	Total Bondholder's Interest Distributions	\$	993,144.78
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	11,015,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	11,015,000.00
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)	\$	240.27

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	10/01/13-10/31/13	11/01/13-11/30/13	12/01/13-12/31/13	01/01/14-01/31/14
Beginning Student Loan Pool Balance	\$ 1,215,915,683.63	\$ 1,205,083,152.85	\$ 1,196,661,214.15	\$ 1,186,580,159.53
Student Loan Principal Activity				
i Regular Principal Collections	\$ 9,673,928.80	\$ 8,136,623.84	\$ 9,489,645.19	\$ 8,926,069.42
ii Principal Collections from Guarantor	\$ 2,336,044.62	\$ 2,455,984.82	\$ 2,264,789.51	\$ 2,422,932.71
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (64,263.84)	\$ (48,119.86)	\$ (40,385.21)	\$ (54,467.89)
v Repurchase of Rehabilitated Loans	\$ -	\$ (973,565.74)	\$ (567,480.44)	\$ (307,138.24)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 11,945,709.58	\$ 9,570,923.06	\$ 11,146,569.05	\$ 10,987,396.00
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 6,376.80	\$ 4,900.16	\$ 3,581.79	\$ 162,871.61
ii Capitalized Interest	\$ (1,019,464.52)	\$ (1,315,780.07)	\$ (978,755.89)	\$ (944,283.89)
iii Total Non-Cash Principal Activity	\$ (1,013,087.72)	\$ (1,310,879.91)	\$ (975,174.10)	\$ (781,412.28)
(-) Total Student Loan Principal Activity	\$ 10,932,621.86	\$ 8,260,043.15	\$ 10,171,394.95	\$ 10,205,983.72
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,844,921.96	\$ 2,629,390.38	\$ 2,855,523.81	\$ 2,793,414.60
ii Interest Claims Received from Guarantors	\$ 72,915.07	\$ 64,481.34	\$ 56,195.25	\$ 63,594.33
iii Other System Adjustments	\$ (343.41)	\$ (15.03)	\$ (66.68)	\$ (4.78)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ (2,685.69)	\$ (140.01)
v Total Interest Repayments	\$ 2,917,493.62	\$ 2,693,856.69	\$ 2,908,966.69	\$ 2,856,864.14
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 159,351.76	\$ 185,466.94	\$ 165,266.47	\$ 187,671.70
ii Capitalized Interest	\$ 1,019,464.52	\$ 1,315,780.07	\$ 978,755.89	\$ 944,283.89
iii Interest Accrued During Period	\$ (4,196,400.98)	\$ (4,033,208.15)	\$ (4,143,329.38)	\$ (4,109,723.68)
iv Total Non-Cash Interest Adjustments	\$ (3,017,584.70)	\$ (2,531,961.14)	\$ (2,999,307.02)	\$ (2,977,768.09)
(-) Total Student Loan Interest Activity	\$ (100,091.08)	\$ 161,895.55	\$ (90,340.33)	\$ (120,903.95)
(=) TOTAL STUDENT LOAN POOL	\$ 1,205,083,152.85	\$ 1,196,661,214.15	\$ 1,186,580,159.53	\$ 1,176,495,079.76
(+) Pending Portfolio Adjustments	\$ (325.00)	\$ (150.00)	\$ (10,264.93)	\$ -
(+) Trust Cash Available	\$ 24,034,387.66	\$ 24,352,190.79	\$ 14,037,592.49	\$ 25,511,208.39
(+) Reserve Account Balance	\$ 12,222,290.00	\$ 12,126,990.00	\$ 11,918,120.00	\$ 11,915,150.00
(=) TOTAL ADJUSTED POOL	\$ 1,241,339,505.51	\$ 1,233,140,244.94	\$ 1,212,525,607.09	\$ 1,213,921,438.15

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	12/31/2013	1/31/2014	12/31/2013	1/31/2014	12/31/2013	1/31/2014	12/31/2013	1/31/2014	12/31/2013	1/31/2014
INTERIM:										
In School	6.22%	6.13%	2,269	2,114	1.6%	1.5%	\$ 7,311,005	\$ 6,804,807	0.6%	0.6%
Grace	5.98%	6.29%	570	675	0.4%	0.5%	\$ 1,808,002	\$ 2,168,435	0.2%	0.2%
TOTAL INTERIM	6.17%	6.17%	2,839	2,789	2.0%	1.9%	\$ 9,119,007	\$ 8,973,242	0.8%	0.8%
REPAYMENT										
Active	4.31%	4.30%	114,894	113,273	79.1%	78.8%	\$ 984,989,725	\$ 974,684,478	84.0%	83.8%
Current	4.19%	4.18%	99,296	98,210	68.3%	68.3%	\$ 874,480,175	\$ 868,361,025	74.6%	74.7%
31-60 Days Delinquent	5.03%	5.17%	4,218	4,175	2.9%	2.9%	\$ 32,066,611	\$ 29,009,315	2.7%	2.5%
61-90 Days Delinquent	5.13%	5.06%	2,870	2,610	2.0%	1.8%	\$ 19,071,258	\$ 19,394,289	1.6%	1.7%
91-120 Days Delinquent	4.97%	5.12%	1,841	2,178	1.3%	1.5%	\$ 13,665,803	\$ 14,670,807	1.2%	1.3%
> 120 Days Delinquent	5.13%	5.10%	6,669	6,100	4.6%	4.2%	\$ 45,705,878	\$ 43,249,042	3.9%	3.7%
Deferment	4.99%	4.99%	19,572	19,744	13.5%	13.7%	\$ 115,636,665	\$ 116,714,711	9.9%	10.0%
Forbearance	5.03%	5.06%	5,930	5,874	4.1%	4.1%	\$ 48,848,270	\$ 48,401,281	4.2%	4.2%
TOTAL REPAYMENT	4.39%	4.39%	140,396	138,891	96.6%	96.6%	\$ 1,149,474,660	\$ 1,139,800,470	98.0%	98.1%
Claims in Process	5.09%	5.19%	2,053	2,064	1.4%	1.4%	\$ 14,062,618	\$ 13,683,240	1.2%	1.2%
Aged Claims Rejected	5.55%	2.35%	3	2	0.0%	0.0%	\$ 13,675	\$ 7,025	0.0%	0.0%
GRAND TOTAL	4.42%	4.41%	145,291	143,746	100%	100%	\$ 1,172,669,960	\$ 1,162,463,977	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	1/31/2014
Cumulative Claims submitted (# of loans)	45,143
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 *
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%
01/31/14	\$ 1,162,463,977	5.54%

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