



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

Reporting Period January 01, 2016 through January 31, 2016

Distribution Date: February 22, 2016

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		12/31/2015		Activity		1/31/2016	
A	i	Principal Balance	\$ 949,324,869.80	\$ (7,656,841.02)	\$	941,668,028.78	
	ii	Accrued Interest	\$ 13,888,497.91	\$ 111,904.89	\$	14,000,402.80	
	iii	Total Student Loan Pool	\$ 963,213,367.71		\$	955,668,431.58	
	iv	Pending Portfolio adjustments	\$ (16,938.22)		\$	(20,309.45)	
	v	Trust Cash	\$ 13,294,764.83		\$	19,246,412.91	
	vi	Specified Reserve Account Balance	\$ 9,586,670.00		\$	9,579,540.00	
	vii	Total Adjusted Pool	\$ 986,077,864.32		\$	984,474,075.04	
B	i	Weighted Average Coupon (WAC)	4.360%			4.360%	
	ii	Weighted Average Remaining Term	173.25			172.90	
	iii	Number of Loans	115,071			113,974	
	iv	Number of Borrowers	46,629			46,202	
	v	Outstanding Principal Balance - T-Bill	\$ 13,012,676.63		\$	12,674,089.49	
	vi	Outstanding Principal Balance - LIBOR	\$ 936,289,192.48		\$	928,970,938.60	

Bonds		CUSIP	Original Issue Amount	Rate	Balance 12/31/2015	Pool Factor 12/31/2015	Balance 1/31/2016	Pool Factor 1/31/2016	
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 49,719,000.00	5.19%	\$ 49,719,000.00	5.19%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 39,628,000.00	4.13%	\$ 39,628,000.00	4.14%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.88%	\$ 18,000,000.00	1.88%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 526,520,000.00	54.92%	\$ 525,807,000.00	54.89%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	31.85%	\$ 305,300,000.00	31.87%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.03%	\$ 19,500,000.00	2.04%
	vii	Total Bonds Outstanding Senior		\$ 921,167,000.00		96.09%	\$ 920,454,000.00	96.09%	
	viii	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		3.91%	\$ 37,500,000.00	3.91%	
	ix	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 958,667,000.00			\$ 957,954,000.00		

Indenture Percentage		12/31/2015	1/31/2016	
D	i	Senior Parity	106.79%	106.81%
	ii	Subordinate Parity	102.60%	102.62%

Monthly Trigger Percentage		12/31/2015	1/31/2016	
E	i	Senior Percentage	104.24%	104.17%
	ii	Subordinate Percentage	100.12%	100.02%

Reserve Account		12/31/2015	1/31/2016	
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 (\$)	\$ 9,586,670.00	\$ 9,579,540.00
	iv	Current Reserve Balance - (\$)		\$ 9,579,540.00
	v	Draws on Reserve - Current Month(\$)		\$ 7,130.00

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

Trust Accounts		12/31/2015	1/31/2016
A	i Acquisition Account	\$ 331,030.33	\$ 117,689.53
	ii Administration Account	\$ 1,400,600.00	\$ 1,400,600.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 11,547,481.94	\$ 15,481,604.12
	iv Reserve Account	\$ 9,586,670.00	\$ 9,579,540.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 15,652.56	\$ 2,246,519.26
	viii Total Trust Accounts	\$ 22,881,434.83	\$ 28,825,952.91

Parity Calculations		12/31/2015	1/31/2016
B	Value of the Indenture		
	i Portfolio Balance	\$ 949,324,869.80	\$ 941,668,028.78
	ii Pending System Adjustments	(16,938.22)	(20,309.45)
	iii Accrued Borrower Interest	13,888,497.91	14,000,402.80
	iv Accrued Subsidized Interest	720,985.72	253,590.44
	v Less: Unguaranteed Amount Uncollectibles	(495,318.68)	(484,388.65)
	vi Trust Cash and Investments	22,881,434.83	28,825,952.91
	vii Payments in Transit	1,115,986.77	395,901.91
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 987,419,518.13	\$ 984,639,178.74
	Less:		
	x Accrued Payables	3,307,046.46	1,021,039.67
	xi Net Asset Value - Indenture Percentage	\$ 984,112,471.67	\$ 983,618,139.07

Bond Interest Outstanding		12/31/2015	1/31/2016
C	i Senior Interest	\$ 377,924.44	\$ 469,261.01
	ii Subordinate Interest	113,005.21	115,092.93
	iii Total Bond Interest	\$ 490,929.65	\$ 584,353.94

Bonds Outstanding		12/31/2015	1/31/2016
D	i Senior Bonds	\$ 921,167,000.00	\$ 920,454,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 958,667,000.00	\$ 957,954,000.00

Distribution Amounts - Following Monthly Payment Date		12/31/2015	1/31/2016
E	i Senior Distribution Amount	\$ 10,476,000.00	\$ 16,469,000.00

Indenture Percentage		12/31/2015	1/31/2016
F	i Senior Parity $Bxi / (Ci + Di)$	106.79%	106.81%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	102.60%	102.62%

Monthly Trigger Percentage		12/31/2015	1/31/2016
G	i Senior Percentage $Bi / (Di - Ei)$	104.24%	104.17%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	100.12%	100.02%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	104.24%	100.12%	104.17%	100.02%
	ii 2nd Month Prior	104.11%	100.03%	104.24%	100.12%
	iii 3rd Month Prior	104.25%	100.19%	104.11%	100.03%
	iv 4th Month Prior	104.09%	100.08%	104.25%	100.19%
	v 5th Month Prior	103.80%	99.85%	104.09%	100.08%
	vii 6th Month Prior	103.98%	100.04%	103.80%	99.85%
	viii Six Month Average Trigger Percentage	104.08%	100.05%	104.11%	100.05%

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	3/21/2016	3M LIBOR	0.12%	0.56950%	0.56950%	0.68950%	0.68950%
2006-A	612130HP2	3/21/2016	3M LIBOR	0.10%	0.56950%	0.56950%	0.66950%	0.66950%
2006-C	612130HR8	2/22/2016	1M LIBOR	1.20%	0.42550%	0.43200%	1.62550%	1.63200%
2012-A2	61205PAK5	2/22/2016	1M LIBOR	1.00%	0.42550%	0.43200%	1.42550%	1.43200%
2012-A3	61205PAL3	2/22/2016	1M LIBOR	1.05%	0.42550%	0.43200%	1.47550%	1.48200%
2012-B	61205PAM1	2/22/2016	1M LIBOR	1.20%	0.42550%	0.43200%	1.62550%	1.63200%

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	\$ 26,820.72	\$ 26,820.72	\$ -	\$ 45,559.40	\$ -	\$ 45,559.40	2.32%
2012-A2	61205PAK5	\$ 687,077.26	\$ 687,077.26	\$ -	\$ -	\$ -	\$ -	59.44%
2012-A3	61205PAL3	\$ 412,930.46	\$ 412,930.46	\$ -	\$ -	\$ -	\$ -	35.72%
2012-B	61205PAM1	\$ 29,055.78	\$ 29,055.78	\$ -	\$ 49,355.99	\$ -	\$ 49,355.99	2.51%
TOTAL		\$ 1,155,884.22	\$ 1,155,884.22	\$ -	\$ 94,915.39	\$ -	\$ 94,915.39	

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-A2	61205PAK5	\$11,544,512.17	\$ 6,706,000.00	\$ 4,838,512.17	\$ 417,957,684.27	\$ -	\$ 422,796,196.44	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$11,544,512.17	\$ 6,706,000.00	\$ 4,838,512.17	\$ 417,957,684.27	\$ -	\$ 422,796,196.44	

TOTAL PRINCIPAL DISTRIBUTION	\$ 6,706,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 1/1/2016 through: 1/31/2016

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	7,709,073.38
ii	Principal Collections from Guarantor	\$	1,120,962.43
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(9,136.18)
v	Repurchases of Rehabilitated Loans	\$	(311,340.80)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>8,509,558.83</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	93,601.93
ii	Capitalized Interest	\$	(946,319.74)
iii	Total Non-Cash Principal Activity	\$	<u>(852,717.81)</u>
C	Total Student Loan Principal Activity	\$	<u>7,656,841.02</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,159,219.32
ii	Interest Claims Received from Guarantors	\$	32,297.07
iii	Other System Adjustments	\$	(11.64)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>2,191,504.75</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	101,155.46
ii	Capitalized Interest	\$	946,319.74
iii	Interest Accrued During Period	\$	(3,350,884.84)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,303,409.64)</u>
F	Total Student Loan Interest Activity	\$	<u>(111,904.89)</u>

Trust Activity from: 1/1/2016 through: 1/31/2016

G	Trust Balances less Reserve - Beginning of Period	\$	13,294,764.83
H	Released Funds in Excess of Reserve Requirement	\$	7,130.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	9,495,732.73
ii	Student Loan Interest Received	\$	2,241,354.64
iii	Subsidized Interest Received	\$	715,648.22
iv	Investment Income on Trust Accounts	\$	4,005.19
J	Funds Remitted During Period		
i	Bond Principal	\$	713,000.00
ii	Bond Interest	\$	1,034,699.42
iii	Consolidation Loan Rebate Fees	\$	669,076.66
iv	Management and Servicing Fees	\$	477,061.28
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	3,307,044.54
vii	Repurchases of Rehabilitated Loans	\$	311,340.80
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	2,954,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,809,000.00
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	57,770.26
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	44,709.56
v	Acquisition Funds for Rehabilitated Loans	\$	117,689.53
vi	Administration Funds	\$	1,400,600.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>7,862,643.56</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****2/22/2016**

A	Total Available Funds for Distribution(IV-L)	\$	7,862,643.56
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	26,820.72
iv	2012-A2 Bonds	\$	687,077.26
v	2012-A3 Bonds	\$	412,930.46
vi	2012-B Bonds	\$	29,055.78
vii	Total Bondholder's Interest Distributions	\$	1,155,884.22
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	6,706,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	6,706,000.00
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)	\$	759.34

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	10/01/15-10/31/15	11/01/15-11/30/15	12/01/15-12/31/15	01/01/16-01/31/16
Beginning Student Loan Pool Balance	\$ 988,642,569.16	\$ 979,723,931.26	\$ 972,699,356.69	\$ 963,213,367.71
Student Loan Principal Activity				
i Regular Principal Collections	\$ 9,083,246.29	\$ 7,786,109.91	\$ 9,500,943.30	\$ 7,709,073.38
ii Principal Collections from Guarantor	\$ 1,425,533.17	\$ 548,135.01	\$ 1,127,262.35	\$ 1,120,962.43
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (7,358.75)	\$ (7,407.90)	\$ (10,687.06)	\$ (9,136.18)
v Repurchase of Rehabilitated Loans	\$ (468,441.06)	\$ (345,586.31)	\$ (68,492.06)	\$ (311,340.80)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 10,032,979.65	\$ 7,981,250.71	\$ 10,549,026.53	\$ 8,509,558.83
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 1,719.98	\$ 844.51	\$ 1,746.14	\$ 93,601.93
ii Capitalized Interest	\$ (1,068,776.34)	\$ (1,256,046.38)	\$ (892,462.88)	\$ (946,319.74)
iii Total Non-Cash Principal Activity	\$ (1,067,056.36)	\$ (1,255,201.87)	\$ (890,716.74)	\$ (852,717.81)
(-) Total Student Loan Principal Activity	\$ 8,965,923.29	\$ 6,726,048.84	\$ 9,658,309.79	\$ 7,656,841.02
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,189,434.25	\$ 2,252,091.43	\$ 2,194,330.21	\$ 2,159,219.32
ii Interest Claims Received from Guarantors	\$ 57,205.37	\$ 17,905.38	\$ 28,785.42	\$ 32,297.07
iii Other System Adjustments	\$ (252.52)	\$ (0.03)	\$ (43.25)	\$ (11.64)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 2,246,387.10	\$ 2,269,996.78	\$ 2,223,072.38	\$ 2,191,504.75
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 77,821.24	\$ 78,407.36	\$ 99,952.42	\$ 101,155.46
ii Capitalized Interest	\$ 1,068,776.34	\$ 1,256,869.93	\$ 892,462.88	\$ 946,319.74
iii Interest Accrued During Period	\$ (3,440,270.07)	\$ (3,306,748.34)	\$ (3,387,808.49)	\$ (3,350,884.84)
iv Total Non-Cash Interest Adjustments	\$ (2,293,672.49)	\$ (1,971,471.05)	\$ (2,395,393.19)	\$ (2,303,409.64)
(-) Total Student Loan Interest Activity	\$ (47,285.39)	\$ 298,525.73	\$ (172,320.81)	\$ (111,904.89)
(=) TOTAL STUDENT LOAN POOL	\$ 979,723,931.26	\$ 972,699,356.69	\$ 963,213,367.71	\$ 955,668,431.58
(+) Pending Portfolio Adjustments	\$ (21,227.24)	\$ (1,668.62)	\$ (16,938.22)	\$ (20,309.45)
(+) Trust Cash Available	\$ 22,715,517.24	\$ 17,657,037.97	\$ 13,294,764.83	\$ 19,246,412.91
(+) Reserve Account Balance	\$ 9,838,130.00	\$ 9,737,930.00	\$ 9,586,670.00	\$ 9,579,540.00
(=) TOTAL ADJUSTED POOL	\$ 1,012,256,351.26	\$ 1,000,092,656.04	\$ 986,077,864.32	\$ 984,474,075.04

MHESAC 1993 Master Indenture											
VII. Portfolio Characteristics											
STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	12/31/2015	1/31/2016	12/31/2015	1/31/2016	12/31/2015	1/31/2016	12/31/2015	1/31/2016	12/31/2015	1/31/2016	
INTERIM:											
In School	6.02%	6.07%	453	435	0.4%	0.4%	\$ 1,428,487	\$ 1,373,263	0.2%	0.1%	
Grace	5.92%	5.69%	121	113	0.1%	0.1%	\$ 439,316	\$ 417,264	0.0%	0.0%	
TOTAL INTERIM	5.99%	5.98%	574	548	0.5%	0.5%	\$ 1,867,803	\$ 1,790,527	0.2%	0.2%	
REPAYMENT											
Active	4.27%	4.27%	97,010	95,593	84.3%	83.9%	\$ 820,202,842	\$ 812,234,110	86.4%	86.3%	
Current	4.15%	4.15%	84,212	83,324	73.2%	73.1%	\$ 726,431,430	\$ 720,050,757	76.5%	76.5%	
31-60 Days Delinquent	4.99%	5.09%	3,955	3,279	3.4%	2.9%	\$ 29,799,850	\$ 26,129,971	3.1%	2.8%	
61-90 Days Delinquent	5.09%	5.11%	2,083	2,401	1.8%	2.1%	\$ 15,137,046	\$ 16,951,300	1.6%	1.8%	
91-120 Days Delinquent	5.09%	4.93%	1,534	1,575	1.3%	1.4%	\$ 11,438,231	\$ 12,727,639	1.2%	1.4%	
> 120 Days Delinquent	5.08%	5.09%	5,226	5,014	4.5%	4.4%	\$ 37,396,285	\$ 36,374,443	3.9%	3.9%	
Deferment	4.93%	4.93%	10,668	10,787	9.3%	9.5%	\$ 66,535,119	\$ 65,668,757	7.0%	7.0%	
Forbearance	5.12%	5.16%	5,292	5,269	4.6%	4.6%	\$ 50,048,497	\$ 49,174,365	5.3%	5.2%	
TOTAL REPAYMENT	4.35%	4.35%	112,970	111,649	98.2%	98.0%	\$ 936,786,458	\$ 927,077,232	98.7%	98.5%	
Claims in Process	5.07%	5.02%	1,527	1,777	1.3%	1.6%	\$ 10,647,608	\$ 12,777,269	1.1%	1.4%	
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
GRAND TOTAL	4.36%	4.36%	115,071	113,974	100%	100%	\$ 949,301,869	\$ 941,645,028	100%	100%	
In Collections	5.93%	5.93%	6	6	0%	0%	\$ 23,001	\$ 23,001	0%	0%	
TOTAL POOL	4.36%	4.36%	115,077	113,980	100%	100%	\$ 949,324,870	\$ 941,668,029	100%	100%	

VIII. MHESAC Cumulative Net Reject Rate	
	1/31/2016
Cumulative Claims submitted (# of loans)	49,030
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.18%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
10/31/15	\$ 965,686,228	5.14%
11/30/15	\$ 958,960,179	5.07%
12/31/15	\$ 949,301,869	5.07%
01/31/16	\$ 941,645,028	5.03%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		