



Montana Higher Education Student Assistance Corporation

Monthly 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 January 01, 2018 through January 31, 2018
Distribution Date: February 20, 2018

MHESAC 1993 Master Indenture
I. Deal Parameters

Student Portfolio Characteristics				12/31/2017	Activity	1/31/2018
A	i	Principal Balance		\$ 747,006,572.94	\$ (9,931,524.94)	\$ 737,075,048.00
	ii	Accrued Interest - To Be Capitalized		\$ 2,638,979.59	\$ 23,220.42	\$ 2,662,200.01
	iii	Accrued Interest - Non-Capitalized		\$ 10,991,872.74	\$ (131,776.62)	\$ 10,860,096.12
	iv	Total Student Loan Pool		\$ 760,637,425.27		\$ 750,597,344.13
	v	Pending Portfolio adjustments		\$ 37.24		\$ -
	vi	Trust Cash		\$ 10,596,477.42		\$ 14,747,594.04
	vii	Specified Reserve Account Balance		\$ 7,510,800.00		\$ 7,459,850.00
	viii	Total Adjusted Pool		\$ 778,744,739.93		\$ 772,804,788.17
B	i	Weighted Average Coupon (WAC)		4.367%		4.361%
	ii	Weighted Average Remaining Term		168.46		168.41
	iii	Number of Loans		88,111		86,767
	iv	Number of Borrowers		35,903		35,903
	v	Outstanding Principal Balance - T-Bill		\$ 9,239,878.01		\$ 9,107,940.55
	vi	Outstanding Principal Balance - LIBOR		\$ 737,766,694.93		\$ 727,967,107.45

Bonds	CUSIP	Original Issue Amount	Rate	Balance 12/31/2017	Pool Factor 12/31/2017	Balance 1/31/2018	Pool Factor 1/31/2018	
i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 27,088,000.00	3.61%	\$ 27,088,000.00	3.63%
ii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.40%	\$ 18,000,000.00	2.41%
iii	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 381,192,000.00	50.75%	\$ 376,097,000.00	50.42%
iv	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	40.65%	\$ 305,300,000.00	40.93%
v	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.60%	\$ 19,500,000.00	2.61%
vii	Total Bonds Outstanding Senior			\$ 713,580,000.00	95.01%	\$ 708,485,000.00	94.97%	
viii	Total Bonds Outstanding Taxable Subordinate			\$ 37,500,000.00	4.99%	\$ 37,500,000.00	5.03%	
ix	Total Bonds Outstanding 1993 Master Indenture - Taxable			\$ 751,080,000.00		\$ 745,985,000.00		

Indenture Percentage		12/31/2017	1/31/2018
i	Senior Parity	108.97%	109.02%
ii	Subordinate Parity	103.51%	103.52%

Monthly Trigger Percentage		12/31/2017	1/31/2018
i	Senior Percentage	105.84%	105.85%
ii	Subordinate Percentage	100.50%	100.45%

Reserve Account		12/31/2017	1/31/2018
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 (\$)	\$ 7,510,800.00	\$ 7,459,850.00
iv	Current Reserve Balance - (\$)		\$ 7,459,850.00
v	Draws on Reserve - Current Month(\$)		\$ 50,950.00

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		12/31/2017	1/31/2018
A	i Acquisition Account	\$ 168,327.35	\$ 45,724.63
	ii Administration Account	\$ 942,500.00	\$ 942,500.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 9,485,650.07	\$ 11,664,059.27
	iv Reserve Account	\$ 7,510,800.00	\$ 7,459,850.00
	v Revenue Account	\$ -	\$ 966,398.12
	vii Surplus Subaccount	\$ -	\$ 1,128,912.02
	viii Total Trust Accounts	\$ 18,107,277.42	\$ 22,207,444.04

Parity Calculations		12/31/2017	1/31/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 747,006,572.94	\$ 737,075,048.00
	ii Pending System Adjustments	37.24	-
	iii Accrued Borrower Interest	13,630,852.33	13,522,296.13
	iv Accrued Subsidized Interest	1,039,679.68	364,934.69
	v Less: Unguaranteed Amount Uncollectibles	(463,517.90)	(402,404.44)
	vi Trust Cash and Investments	18,107,277.42	22,207,444.04
	vii Payments in Transit	508,552.46	677,290.10
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 779,829,454.17	\$ 773,444,608.52
	Less:		
	x Accrued Payables	1,623,017.39	471,029.93
	xi Net Asset Value - Indenture Percentage	\$ 778,206,436.78	\$ 772,973,578.59

Bond Interest Outstanding		12/31/2017	1/31/2018
C	i Senior Interest	\$ 593,184.10	\$ 545,487.80
	ii Subordinate Interest	132,155.07	127,366.25
	iii Total Bond Interest	\$ 725,339.17	\$ 672,854.05

Bonds Outstanding		12/31/2017	1/31/2018
D	i Senior Bonds	\$ 713,580,000.00	\$ 708,485,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 751,080,000.00	\$ 745,985,000.00

Distribution Amounts - Following Monthly Payment Date		12/31/2017	1/31/2018
E	i Senior Distribution Amount	\$ 7,765,000.00	\$ 12,178,000.00

Indenture Percentage		12/31/2017	1/31/2018
F	i Senior Parity $Bxi / (Ci + Di)$	108.97%	109.02%
	ii Subordinate Parity $Bxi / (Ciii + Dii)$	103.51%	103.52%

Monthly Trigger Percentage		12/31/2017	1/31/2018
G	i Senior Percentage $Bi / (Di - Ei)$	105.84%	105.85%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	100.50%	100.45%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	105.84%	100.50%	105.85%	100.45%
	ii 2nd Month Prior	105.82%	100.53%	105.84%	100.50%
	iii 3rd Month Prior	105.54%	100.34%	105.82%	100.53%
	iv 4th Month Prior	105.72%	100.55%	105.54%	100.34%
	v 5th Month Prior	105.54%	100.45%	105.72%	100.55%
	vii 6th Month Prior	105.36%	100.33%	105.54%	100.45%
	viii Six Month Average Trigger Percentage	105.63%	100.45%	105.72%	100.47%

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	3/20/2018	3M LIBOR	0.12%	1.62548%	1.62548%	1.74548%	1.74548%
2006-C	612130HR8	2/20/2018	1M LIBOR	1.20%	1.56118%	1.59000%	2.76118%	2.79000%
2012-A2	61205PAK5	2/20/2018	1M LIBOR	1.00%	1.56118%	1.59000%	2.56118%	2.59000%
2012-A3	61205PAL3	2/20/2018	1M LIBOR	1.05%	1.56118%	1.59000%	2.61118%	2.64000%
2012-B	61205PAM1	2/20/2018	1M LIBOR	1.20%	1.56118%	1.59000%	2.76118%	2.79000%

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-C	612130HR8	\$ 40,037.04	\$ 40,037.04	\$ -	\$ 47,498.14	\$ -	\$ 47,498.14	2.67%
2012-A2	61205PAK5	\$ 775,952.05	\$ 775,952.05	\$ -	\$ -	\$ -	\$ -	51.68%
2012-A3	61205PAL3	\$ 642,183.29	\$ 642,183.29	\$ -	\$ -	\$ -	\$ -	42.77%
2012-B	61205PAM1	\$ 43,373.46	\$ 43,373.46	\$ -	\$ 51,456.30	\$ -	\$ 51,456.30	2.89%
TOTAL		\$ 1,501,545.84	\$ 1,501,545.84	\$ -	\$ 98,954.44	\$ -	\$ 98,954.44	

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-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 376,097,000.00	\$ 9,508,000.00	\$ 366,589,000.00	100.00%
2012-A3	61205PAL3	\$ 6,999,770.45	\$ -	\$ 6,999,770.45	\$ 84,675,032.65	\$ -	\$ 91,674,803.10	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 6,999,770.45	\$ -	\$ 6,999,770.45	\$ 460,772,032.65	\$ 9,508,000.00	\$ 458,263,803.10	

TOTAL PRINCIPAL DISTRIBUTION	\$ 9,508,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 1/1/2018 through: 1/31/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	7,474,291.16
ii	Principal Collections from Guarantor	\$	3,303,486.37
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(3,666.83)
v	Repurchases of Rehabilitated Loans	\$	(152,602.72)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>10,621,507.98</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	50,147.35
ii	Capitalized Interest	\$	(740,130.39)
iii	Total Non-Cash Principal Activity	\$	<u>(689,983.04)</u>
C	Total Student Loan Principal Activity	\$	<u>9,931,524.94</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	1,804,610.52
ii	Interest Claims Received from Guarantors	\$	107,845.29
iii	Other System Adjustments	\$	(2.55)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>1,912,453.26</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	131,153.82
ii	Capitalized Interest	\$	740,130.39
iii	Interest Accrued During Period	\$	(2,675,181.27)
iv	Total Non-Cash Interest Adjustments	\$	<u>(1,803,897.06)</u>
F	Total Student Loan Interest Activity	\$	<u>108,556.20</u>

Trust Activity from: 1/1/2018 through: 1/31/2018

G	Trust Balances less Reserve - Beginning of Period	\$	10,596,477.42
H	Released Funds in Excess of Reserve Requirement	\$	50,950.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	10,592,069.05
ii	Student Loan Interest Received	\$	1,926,387.52
iii	Subsidized Interest Received	\$	1,040,113.07
iv	Investment Income on Trust Accounts	\$	11,699.74
J	Funds Remitted During Period		
i	Bond Principal	\$	5,095,000.00
ii	Bond Interest	\$	1,680,766.66
iii	Consolidation Loan Rebate Fees	\$	543,191.16
iv	Management and Servicing Fees	\$	375,524.99
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	1,623,017.23
vii	Repurchases of Rehabilitated Loans	\$	152,602.72
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	2,670,000.00
ii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	78,802.60
iii	Acquisition Funds for Rehabilitated Loans	\$	45,724.63
iv	Administration Funds	\$	942,500.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>11,010,566.81</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****2/20/2018**

A	Total Available Funds for Distribution(IV-L)	\$	11,010,566.81
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	40,037.04
iii	2012-A2 Bonds	\$	775,952.05
iv	2012-A3 Bonds	\$	642,183.29
v	2012-B Bonds	\$	43,373.46
vi	Total Bondholder's Interest Distributions	\$	1,501,545.84
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	9,508,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	9,508,000.00
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)	\$	1,020.97

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	10/01/17-10/31/17	11/01/17-11/30/17	12/01/17-12/31/17	01/01/18-01/31/18
Beginning Student Loan Pool Balance	\$ 784,297,788.50	\$ 776,087,827.96	\$ 768,587,864.60	\$ 760,637,425.27
Student Loan Principal Activity				
i Regular Principal Collections	\$ 7,316,783.50	\$ 6,735,583.63	\$ 6,844,102.51	\$ 7,474,291.16
ii Principal Collections from Guarantor	\$ 1,796,293.05	\$ 1,727,125.28	\$ 2,169,460.54	\$ 3,303,486.37
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,914.76)	\$ (8,256.97)	\$ (7,185.05)	\$ (3,666.83)
v Repurchase of Rehabilitated Loans	\$ -	\$ (153,411.65)	\$ (169,860.51)	\$ (152,602.72)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 9,108,161.79	\$ 8,301,040.29	\$ 8,836,517.49	\$ 10,621,507.98
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 11,922.18	\$ 4,731.25	\$ 1,084.26	\$ 50,147.35
ii Capitalized Interest	\$ (955,329.47)	\$ (619,937.74)	\$ (750,814.58)	\$ (740,130.39)
iii Total Non-Cash Principal Activity	\$ (943,407.29)	\$ (615,206.49)	\$ (749,730.32)	\$ (689,983.04)
(-) Total Student Loan Principal Activity	\$ 8,164,754.50	\$ 7,685,833.80	\$ 8,086,787.17	\$ 9,931,524.94
Student Loan Interest Activity				
i Regular Interest Collections	\$ 1,728,461.91	\$ 1,706,144.63	\$ 1,648,940.48	\$ 1,804,610.52
ii Interest Claims Received from Guarantors	\$ 57,738.66	\$ 44,788.13	\$ 66,920.09	\$ 107,845.29
iii Other System Adjustments	\$ (6.16)	\$ (64.42)	\$ (303.60)	\$ (2.55)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 1,786,194.41	\$ 1,750,868.34	\$ 1,715,556.97	\$ 1,912,453.26
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 75,609.00	\$ 92,959.83	\$ 107,083.73	\$ 131,153.82
ii Capitalized Interest	\$ 955,329.47	\$ 619,937.74	\$ 750,814.58	\$ 740,130.39
iii Interest Accrued During Period	\$ (2,771,926.84)	\$ (2,649,636.35)	\$ (2,709,803.12)	\$ (2,675,181.27)
iv Total Non-Cash Interest Adjustments	\$ (1,740,988.37)	\$ (1,936,738.78)	\$ (1,851,904.81)	\$ (1,803,897.06)
(-) Total Student Loan Interest Activity	\$ 45,206.04	\$ (185,870.44)	\$ (136,347.84)	\$ 108,556.20
(=) TOTAL STUDENT LOAN POOL	\$ 776,087,827.96	\$ 768,587,864.60	\$ 760,637,425.27	\$ 750,597,344.13
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ 37.24	\$ -
(+) Trust Cash Available	\$ 11,991,386.46	\$ 14,459,462.39	\$ 10,596,477.42	\$ 14,747,594.04
(+) Reserve Account Balance	\$ 7,694,470.00	\$ 7,629,240.00	\$ 7,510,800.00	\$ 7,459,850.00
(=) TOTAL ADJUSTED POOL	\$ 795,773,684.42	\$ 790,676,566.99	\$ 778,744,739.93	\$ 772,804,788.17

MHESAC 1993 Master Indenture
VII. Portfolio Characteristics

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018
INTERIM:										
In School	6.06%	6.08%	181	186	0.2%	0.2%	\$ 544,095	\$ 564,386	0.1%	0.1%
Grace	5.89%	5.69%	44	36	0.0%	0.0%	\$ 161,765	\$ 130,848	0.0%	0.0%
TOTAL INTERIM	6.02%	6.01%	225	222	0.3%	0.3%	\$ 705,860	\$ 695,233	0.1%	0.1%
REPAYMENT										
Active	4.27%	4.26%	76,302	74,833	86.6%	86.2%	\$ 654,446,708	\$ 641,931,467	87.6%	87.1%
Current	4.16%	4.15%	68,577	67,504	77.8%	77.8%	\$ 594,086,405	\$ 583,830,550	79.5%	79.2%
31-60 Days Delinquent	5.10%	5.50%	2,034	1,865	2.3%	2.1%	\$ 16,885,665	\$ 16,185,041	2.3%	2.2%
61-90 Days Delinquent	5.16%	5.22%	1,269	1,272	1.4%	1.5%	\$ 9,421,999	\$ 10,060,626	1.3%	1.4%
91-120 Days Delinquent	5.54%	5.24%	891	891	1.0%	1.0%	\$ 7,424,205	\$ 6,352,355	1.0%	0.9%
> 120 Days Delinquent	5.21%	5.30%	3,531	3,301	4.0%	3.8%	\$ 26,628,434	\$ 25,502,895	3.6%	3.5%
Deferment	4.99%	5.00%	5,426	5,540	6.2%	6.4%	\$ 34,840,004	\$ 35,791,017	4.7%	4.9%
Forbearance	5.20%	5.11%	5,709	5,759	6.5%	6.6%	\$ 53,799,672	\$ 55,921,665	7.2%	7.6%
TOTAL REPAYMENT	4.36%	4.36%	87,437	86,132	99.2%	99.3%	\$ 743,086,384	\$ 733,644,148	99.5%	99.5%
Claims in Process	5.50%	5.33%	449	413	0.5%	0.5%	\$ 3,214,329	\$ 2,735,666	0.4%	0.4%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.37%	4.36%	88,111	86,767	100%	100%	\$ 747,006,573	\$ 737,075,048	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018	12/31/2017	1/31/2018
Subsidized Stafford	5.46%	5.46%	25,700	25,175	29.2%	29.0%	\$ 62,305,166	\$ 60,968,120	8.3%	8.3%
Unsubsidized Stafford	5.82%	5.82%	18,571	18,222	21.1%	21.0%	\$ 66,681,786	\$ 65,442,828	8.9%	8.9%
PLUS	7.86%	7.85%	705	682	0.8%	0.8%	\$ 4,464,030	\$ 4,331,952	0.6%	0.6%
Grad/PLUS	8.08%	8.07%	126	124	0.1%	0.1%	\$ 1,574,532	\$ 1,576,723	0.2%	0.2%
SLS	4.43%	4.43%	26	26	0.0%	0.0%	\$ 112,680	\$ 112,249	0.0%	0.0%
Consolidation	4.06%	4.06%	42,983	42,538	48.8%	49.0%	\$ 611,868,379	\$ 604,643,177	81.9%	82.0%
TOTAL	4.37%	4.36%	88,111	86,767	100%	100%	\$ 747,006,573	\$ 737,075,048	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	1/31/2018
Cumulative Claims submitted (# of loans)	51,506
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.17%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
10/31/17	\$ 762,779,194	4.88%
11/30/17	\$ 755,093,360	4.87%
12/31/17	\$ 747,006,573	4.86%
01/31/18	\$ 737,075,048	4.90%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		