



Montana Higher Education Student Assistance Corporation

Quarterly 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 December 01, 2014 through February 28, 2015

Distribution Date: March 20, 2015

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			11/30/2014	Activity	2/28/2015
A	i	Portfolio Balance	\$ 1,067,197,785.00	\$ (28,737,059.94)	\$ 1,038,460,725.06
	ii	Accrued Interest	\$ 14,484,892.49	\$ (629,467.31)	\$ 13,855,425.18
	iii	Total Pool	\$ 1,081,682,677.49		\$ 1,052,316,150.24
	iv	Pending Portfolio adjustments	\$ (673.19)		\$ (13,747.47)
	v	Trust Cash	\$ 22,549,683.07		\$ 20,497,366.01
	vi	Specified Reserve Account Balance	\$ 10,908,920.00		\$ 10,591,710.00
	vii	Total Adjusted Pool	\$ 1,115,140,607.37		\$ 1,083,391,478.78
B	i	Weighted Average Coupon (WAC)	4.390%		4.380%
	ii	Weighted Average Remaining Term	177.42		176.39
	iii	Number of Loans	130,609		126,703
	iv	Number of Borrowers	52,782		51,217
	v	Outstanding Principal Balance - T-Bill	\$ 14,904,224.99		\$ 14,454,430.54
	vi	Outstanding Principal Balance - LIBOR	\$ 1,052,293,560.01		\$ 1,024,006,294.52

Bonds	CUSIP	Original Issue Amount	Rate	Balance 11/30/2014	Pool Factor 11/30/2014	Balance 2/28/2015	Pool Factor 2/28/2015		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 65,535,000.00	6.01%	\$ 62,161,000.00	5.87%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 74,433,000.00	6.82%	\$ 67,443,000.00	6.37%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.65%	\$ 18,000,000.00	1.70%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 608,124,000.00	55.75%	\$ 586,767,000.00	55.40%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	27.99%	\$ 305,300,000.00	28.82%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.79%	\$ 19,500,000.00	1.84%
	vii	Total Bonds Outstanding Senior		\$ 1,053,392,000.00		96.56%	\$ 1,021,671,000.00	96.46%	
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		3.44%	\$ 37,500,000.00	3.54%	
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 1,090,892,000.00			\$ 1,059,171,000.00		

Indenture Percentage		11/30/2014	2/28/2015	
D	i	Senior Parity	105.59%	105.83%
	ii	Subordinate Parity	101.95%	102.07%

Monthly Trigger Percentage		11/30/2014	2/28/2015	
E	i	Senior Percentage	103.16%	103.42%
	ii	Subordinate Percentage	99.55%	99.69%

Reserve Account		11/30/2014	2/28/2015	
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 (\$)	\$ 10,908,920.00	\$ 10,591,710.00
	iv	Current Reserve Balance - (\$)		\$ 10,591,710.00
	v	Draws on Reserve - Current Quarter (\$)		\$ 317,210.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		11/30/2014	2/28/2015
A	i Acquisition Account	\$ 836,778.46	\$ 262,951.56
	ii Administration Account	\$ 1,727,000.00	\$ 1,727,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 18,072,152.28	\$ 16,298,294.71
	iv Reserve Account	\$ 10,908,920.00	\$ 10,591,710.00
	v Surplus Subaccount	\$ 1,917,371.16	\$ 2,209,119.74
	vii Total Trust Accounts	\$ 33,462,221.90	\$ 31,089,076.01

Parity Calculations		11/30/2014	2/28/2015
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,067,197,785.00	\$ 1,038,460,725.06
	ii Pending System Adjustments	(673.19)	(13,747.47)
	iii Accrued Borrower Interest	14,484,892.49	13,855,425.18
	iv Accrued Subsidized Interest	588,924.98	546,584.14
	v Less: Unguaranteed Amount Uncollectibles	(682,744.53)	(622,435.19)
	vi Trust Cash and Investments	33,458,603.07	31,089,076.01
	vii Payments in Transit	262,999.92	791,922.31
	viii Other Cash and Assets	-	8,090.24
	ix Total Trust Value	\$ 1,115,309,787.74	\$ 1,084,115,640.28
	Less:		
	x Accrued Payables	2,611,399.07	2,510,940.18
	xi Net Asset Value - Indenture Percentage	\$ 1,112,698,388.67	\$ 1,081,604,700.10

Bond Interest Outstanding		11/30/2014	2/28/2015
C	i Senior Interest	\$ 420,231.94	\$ 354,131.55
	ii Subordinate Interest	\$ 108,744.31	\$ 106,419.82
	iii Total Bond Interest	\$ 528,976.25	\$ 460,551.37

Bonds Outstanding		11/30/2014	2/28/2015
D	i Senior Bonds	\$ 1,053,392,000.00	\$ 1,021,671,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 1,090,892,000.00	\$ 1,059,171,000.00

Distribution Amounts - Following Monthly Payment Date		11/30/2014	2/28/2015
E	i Senior Distribution Amount	\$ 18,871,000.00	\$ 17,528,000.00

Indenture Percentage		11/30/2014	2/28/2015
F	i Senior Parity $Bxi / (Ci + Di)$	105.59%	105.83%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	101.95%	102.07%

Monthly Trigger Percentage		11/30/2014	2/28/2015
G	i Senior Percentage $Bi / (Di - Ei)$	103.16%	103.42%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	99.55%	99.69%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	103.51%	99.81%	103.42%	99.69%
	ii 2nd Month Prior	103.38%	99.72%	103.51%	99.81%
	iii 3rd Month Prior	103.16%	99.55%	103.38%	99.72%
	iv 4th Month Prior	103.01%	99.43%	103.16%	99.55%
	v 5th Month Prior	103.12%	99.57%	103.01%	99.43%
	vii 6th Month Prior	102.94%	99.43%	103.12%	99.57%
	viii Six Month Average Trigger Percentage	103.19%	99.58%	103.27%	99.63%

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	3/20/2015	3M LIBOR	0.12%	0.24710%	0.27030%	0.36710%	0.39030%
2006-A	612130HP2	3/20/2015	3M LIBOR	0.10%	0.24710%	0.27030%	0.34710%	0.37030%
2006-C	612130HR8	3/20/2015	1M LIBOR	1.20%	0.17350%	0.17600%	1.37350%	1.37600%
2012-A2	61205PAK5	3/20/2015	1M LIBOR	1.00%	0.17350%	0.17600%	1.17350%	1.17600%
2012-A3	61205PAL3	3/20/2015	1M LIBOR	1.05%	0.17350%	0.17600%	1.22350%	1.22600%
2012-B	61205PAM1	3/20/2015	1M LIBOR	1.20%	0.17350%	0.17600%	1.37350%	1.37600%

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	\$ 55,780.52	\$ 55,780.52	\$ -	\$ -	\$ -	\$ -	5.70%
2006-A	612130HP2	\$ 57,223.14	\$ 57,223.14	\$ -	\$ -	\$ -	\$ -	5.84%
2006-C	612130HR8	\$ 19,229.04	\$ 19,229.04	\$ -	\$ 44,948.74	\$ -	\$ 44,948.74	1.96%
2012-A2	61205PAK5	\$ 535,553.98	\$ 535,553.98	\$ -	\$ -	\$ -	\$ -	54.70%
2012-A3	61205PAL3	\$ 290,526.53	\$ 290,526.53	\$ -	\$ -	\$ -	\$ -	29.67%
2012-B	61205PAM1	\$ 20,831.46	\$ 20,831.46	\$ -	\$ 48,694.45	\$ -	\$ 48,694.45	2.13%
TOTAL		\$ 979,144.67	\$ 979,144.67	\$ -	\$ 93,643.19	\$ -	\$ 93,643.19	

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	\$ 3,335,000.00	\$ 3,335,000.00	\$ -	\$ -	\$ -	\$ -	19.03%
2006-A	612130HP2	\$ 6,928,000.00	\$ 6,928,000.00	\$ -	\$ -	\$ -	\$ -	39.53%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ 7,264,773.86	\$ 7,264,773.86	\$ (0.00)	\$ 354,179,307.65	\$ 226.14	\$ 354,179,081.51	41.45%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$17,527,773.86	\$ 17,527,773.86	\$ (0.00)	\$ 354,179,307.65	\$ 226.14	\$ 354,179,081.51	

TOTAL PRINCIPAL DISTRIBUTION	\$ 17,528,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 12/1/2014 through: 2/28/2015

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	30,255,770.48
ii	Principal Collections from Guarantor	\$	3,908,346.49
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(66,585.61)
v	Repurchases of Rehabilitated Loans	\$	(2,036,313.81)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>32,061,217.55</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	129,343.58
ii	Capitalized Interest	\$	(3,453,501.19)
iii	Total Non-Cash Principal Activity	\$	<u>(3,324,157.61)</u>
C	Total Student Loan Principal Activity	\$	<u>28,737,059.94</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	7,472,937.96
ii	Interest Claims Received from Guarantors	\$	88,163.72
iii	Other System Adjustments	\$	(43.46)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>7,561,058.22</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	419,073.06
ii	Capitalized Interest	\$	3,452,511.44
iii	Interest Accrued During Period	\$	(10,803,175.41)
iv	Total Non-Cash Interest Adjustments	\$	<u>(6,931,590.91)</u>
F	Total Student Loan Interest Activity	\$	<u>629,467.31</u>

Trust Activity from: 12/1/2014 through: 2/28/2015

G	Trust Balances less Reserve - Beginning of Period	\$	22,553,301.90
H	Released Funds in Excess of Reserve Requirement	\$	317,210.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	33,604,145.21
ii	Student Loan Interest Received	\$	7,551,355.00
iii	Subsidized Interest Received	\$	966,092.23
iv	Investment Income on Trust Accounts	\$	1,103.01
J	Funds Remitted During Period		
i	Bond Principal	\$	31,721,000.00
ii	Bond Interest	\$	2,985,019.45
iii	Consolidation Loan Rebate Fees	\$	2,196,382.42
iv	Management and Servicing Fees	\$	1,591,653.86
v	Administrative Fees (trustee, listing, etc.)	\$	37,960.71
vi	Special Allowance Rebate	\$	3,910,755.08
vii	Repurchases of Rehabilitated Loans	\$	2,053,069.82
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	262,951.56
ii	Administration Funds	\$	1,727,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>18,507,414.45</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****3/20/2015**

A	Total Available Funds for Distribution(IV-L)	\$	18,507,414.45
B	Interest Distributions		
i	2005-B Bonds	\$	55,780.52
ii	2006-A Bonds	\$	57,223.14
iii	2006-C Bonds	\$	19,229.04
iv	2012-A2 Bonds	\$	535,553.98
v	2012-A3 Bonds	\$	290,526.53
vi	2012-B Bonds	\$	20,831.46
vii	Total Bondholder's Interest Distributions	\$	979,144.67
C	Principal Distributions		
i	2005-B Bonds	\$	3,335,000.00
ii	2006-A Bonds	\$	6,928,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	7,265,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	17,528,000.00
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)	\$	269.78

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	03/01/14-05/31/14	06/01/14-08/31/14	09/01/14-11/30/14	12/01/14-02/28/15
Beginning Student Loan Pool Balance	\$ 1,168,334,099.91	\$ 1,136,693,026.28	\$ 1,108,384,316.35	\$ 1,081,682,677.49
Student Loan Principal Activity				
i Regular Principal Collections	\$ 29,639,188.56	\$ 28,099,737.24	\$ 27,442,831.83	\$ 30,255,770.48
ii Principal Collections from Guarantor	\$ 5,833,194.17	\$ 4,637,309.71	\$ 4,116,525.91	\$ 3,908,346.49
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (113,373.71)	\$ (50,606.25)	\$ (30,866.78)	\$ (66,585.61)
v Repurchase of Rehabilitated Loans	\$ (383,358.09)	\$ (1,034,586.91)	\$ (1,649,391.70)	\$ (2,036,313.81)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 34,975,650.93	\$ 31,651,853.79	\$ 29,879,099.26	\$ 32,061,217.55
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 12,789.31	\$ 13,791.16	\$ 19,587.71	\$ 129,343.58
ii Capitalized Interest	\$ (2,907,075.86)	\$ (3,017,036.96)	\$ (3,090,591.02)	\$ (3,453,501.19)
iii Total Non-Cash Principal Activity	\$ (2,894,286.55)	\$ (3,003,245.80)	\$ (3,071,003.31)	\$ (3,324,157.61)
(-) Total Student Loan Principal Activity	\$ 32,081,364.38	\$ 28,648,607.99	\$ 26,808,095.95	\$ 28,737,059.94
Student Loan Interest Activity				
i Regular Interest Collections	\$ 7,944,181.14	\$ 7,771,252.05	\$ 7,539,730.49	\$ 7,472,937.96
ii Interest Claims Received from Guarantors	\$ 145,548.85	\$ 104,949.62	\$ 132,507.29	\$ 88,163.72
iii Other System Adjustments	\$ (86.03)	\$ 175.66	\$ (56.55)	\$ (43.46)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 8,089,643.96	\$ 7,876,377.33	\$ 7,672,181.23	\$ 7,561,058.22
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 456,930.51	\$ 375,889.36	\$ 315,395.59	\$ 419,073.06
ii Capitalized Interest	\$ 2,907,075.86	\$ 3,017,036.96	\$ 3,090,591.02	\$ 3,452,511.44
iii Interest Accrued During Period	\$ (11,893,941.08)	\$ (11,609,201.71)	\$ (11,184,624.93)	\$ (10,803,175.41)
iv Total Non-Cash Interest Adjustments	\$ (8,529,934.71)	\$ (8,216,275.39)	\$ (7,778,638.32)	\$ (6,931,590.91)
(-) Total Student Loan Interest Activity	\$ (440,290.75)	\$ (339,898.06)	\$ (106,457.09)	\$ 629,467.31
(=) TOTAL STUDENT LOAN POOL	\$ 1,136,693,026.28	\$ 1,108,384,316.35	\$ 1,081,682,677.49	\$ 1,052,316,150.24
(+) Pending Portfolio Adjustments	\$ -	\$ (2,723.56)	\$ (673.19)	\$ (13,747.47)
(+) Trust Cash Available	\$ 23,094,142.34	\$ 24,279,273.71	\$ 22,549,683.07	\$ 20,497,366.01
(+) Reserve Account Balance	\$ 11,495,570.00	\$ 11,208,610.00	\$ 10,908,920.00	\$ 10,591,710.00
(=) TOTAL ADJUSTED POOL	\$ 1,171,282,738.62	\$ 1,143,869,476.50	\$ 1,115,140,607.37	\$ 1,083,391,478.78

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	11/30/2014	2/28/2015	11/30/2014	2/28/2015	11/30/2014	2/28/2015	11/30/2014	2/28/2015	11/30/2014	2/28/2015	
INTERIM:											
In School	6.16%	6.13%	1,052	928	0.8%	0.7%	\$ 3,381,289	\$ 2,989,181	0.3%	0.3%	
Grace	5.48%	5.64%	299	268	0.2%	0.2%	\$ 1,121,975	\$ 889,662	0.1%	0.1%	
TOTAL INTERIM	5.99%	6.02%	1,351	1,196	1.0%	0.9%	\$ 4,503,264	\$ 3,878,843	0.4%	0.4%	
REPAYMENT											
Active	4.30%	4.29%	106,775	104,725	81.8%	82.7%	\$ 909,261,716	\$ 891,509,848	85.2%	85.8%	
Current	4.18%	4.18%	92,361	91,837	70.7%	72.5%	\$ 806,008,506	\$ 797,354,371	75.5%	76.8%	
31-60 Days Delinquent	4.98%	5.07%	4,411	3,778	3.4%	3.0%	\$ 33,370,714	\$ 29,790,858	3.1%	2.9%	
61-90 Days Delinquent	5.14%	5.11%	2,396	2,292	1.8%	1.8%	\$ 17,551,501	\$ 16,162,964	1.6%	1.6%	
91-120 Days Delinquent	5.20%	5.04%	1,739	1,623	1.3%	1.3%	\$ 12,106,496	\$ 11,101,400	1.1%	1.1%	
> 120 Days Delinquent	5.06%	5.10%	5,868	5,195	4.5%	4.1%	\$ 40,224,499	\$ 37,100,255	3.8%	3.6%	
Deferment	4.98%	4.97%	15,588	14,211	11.9%	11.2%	\$ 92,216,931	\$ 85,350,873	8.6%	8.2%	
Forbearance	4.95%	5.01%	5,453	5,329	4.2%	4.2%	\$ 51,219,457	\$ 49,720,331	4.8%	4.8%	
TOTAL REPAYMENT	4.37%	4.37%	127,816	124,265	97.9%	98.1%	\$ 1,052,698,104	\$ 1,026,581,052	98.6%	98.9%	
Claims in Process	5.20%	4.96%	1,442	1,242	1.1%	1.0%	\$ 9,996,417	\$ 8,000,830	0.9%	0.8%	
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
GRAND TOTAL	4.39%	4.38%	130,609	126,703	100%	100%	\$ 1,067,197,785	\$ 1,038,460,725	100%	100%	

VIII. MHESAC Cumulative Net Reject Rate	
	2/28/2015
Cumulative Claims submitted (# of loans)	47,245
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
05/31/14	\$ 1,122,654,489	5.48%
08/31/14	\$ 1,094,005,881	5.39%
11/30/14	\$ 1,067,197,785	5.28%
02/28/15	\$ 1,038,460,725	5.26%

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