



Montana Higher Education Student Assistance Corporation

Quarterly 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 December 01, 2017 through February 28, 2018

Distribution Date: March 20, 2018

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			11/30/2017	Activity	2/28/2018
A	i	Portfolio Balance	\$ 755,093,360.11	\$ (26,466,967.40)	\$ 728,626,392.71
	ii	Accrued Interest - To Be Capitalized	\$ 2,705,738.42	\$ (314,121.98)	\$ 2,391,616.44
	iii	Accrued Interest - Non-Capitalized	\$ 10,788,766.07	\$ 137,165.06	\$ 10,925,931.13
	iv	Total Pool	\$ 768,587,864.60		\$ 741,943,940.28
	v	Pending Portfolio adjustments	\$ -		\$ -
	vi	Trust Cash	\$ 14,459,462.39		\$ 14,103,958.47
	vii	Specified Reserve Account Balance	\$ 7,629,240.00		\$ 7,364,770.00
	viii	Total Adjusted Pool	\$ 790,676,566.99		\$ 763,412,668.75
B	i	Weighted Average Coupon (WAC)	4.369%		4.359%
	ii	Weighted Average Remaining Term	168.79		168.28
	iii	Number of Loans	89,181		85,558
	iv	Number of Borrowers	36,307		34,915
	v	Outstanding Principal Balance - T-Bill	\$ 9,328,261.31		\$ 8,969,440.70
	vi	Outstanding Principal Balance - LIBOR	\$ 745,765,098.80		\$ 719,656,952.01

Bonds	CUSIP	Original Issue Amount	Rate	Balance 11/30/2017	Pool Factor 11/30/2017	Balance 2/28/2018	Pool Factor 2/28/2018
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 29,787,000.00	3.90%
	ii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.36%
	iii	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 390,337,000.00	51.16%
	iv	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	40.02%
	v	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.56%
	vii	Total Bonds Outstanding Senior		\$ 725,424,000.00	95.08%	\$ 698,977,000.00	94.91%
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00	4.92%	\$ 37,500,000.00	5.09%
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 762,924,000.00		\$ 736,477,000.00	

Indenture Percentage		11/30/2017	2/28/2018
D	i	Senior Parity	108.80%
	ii	Subordinate Parity	103.44%

Monthly Trigger Percentage		11/30/2017	2/28/2018
E	i	Senior Percentage	105.82%
	ii	Subordinate Percentage	100.53%

Reserve Account		11/30/2017	2/28/2018
F	i	Required Reserve Acc Deposit (%)	1.00%
	ii	Reserve Account Floor Balance (\$) (Minimum Reserve Requirement)	\$ 7,343,420.00
	iii	Specified Reserve Acct Requirement (\$)	\$ 7,364,770.00
	iv	Current Reserve Balance - (\$)	\$ 7,364,770.00
	v	Draws on Reserve - Current Quarter (\$)	\$ 264,470.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		11/30/2017	2/28/2018
A	i Acquisition Account	\$ 150,187.86	\$ 115,839.83
	ii Administration Account	\$ 942,500.00	\$ 942,500.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 12,329,312.31	\$ 12,289,885.69
	iv Reserve Account	\$ 7,629,240.00	\$ 7,364,770.00
	v Surplus Subaccount	\$ 1,037,462.22	\$ 755,732.95
	vii Total Trust Accounts	\$ 22,088,702.39	\$ 21,468,728.47

Parity Calculations		11/30/2017	2/28/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 755,093,360.11	\$ 728,626,392.71
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,494,504.49	13,317,547.57
	iv Accrued Subsidized Interest	595,425.53	720,744.20
	v Less: Unguaranteed Amount Uncollectibles	(497,173.63)	(409,592.52)
	vi Trust Cash and Investments	22,088,702.39	21,468,728.47
	vii Payments in Transit	257,093.56	426,429.75
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 791,031,912.45	\$ 764,150,250.18
	Less:		
	x Accrued Payables	1,113,324.73	917,837.41
	xi Net Asset Value - Indenture Percentage	\$ 789,918,587.72	\$ 763,232,412.77

Bond Interest Outstanding		11/30/2017	2/28/2018
C	i Senior Interest	\$ 575,943.37	\$ 532,114.13
	ii Subordinate Interest	\$ 126,637.20	\$ 124,956.13
	iii Total Bond Interest	\$ 702,580.57	\$ 657,070.26

Bonds Outstanding		11/30/2017	2/28/2018
D	i Senior Bonds	\$ 725,424,000.00	\$ 698,977,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 762,924,000.00	\$ 736,477,000.00

Distribution Amounts - Following Monthly Payment Date		11/30/2017	2/28/2018
E	i Senior Distribution Amount	\$ 11,844,000.00	\$ 11,480,000.00

Indenture Percentage		11/30/2017	2/28/2018
F	i Senior Parity $B_{xi} / (C_i + D_i)$	108.80%	109.11%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	103.44%	103.54%

Monthly Trigger Percentage		11/30/2017	2/28/2018
G	i Senior Percentage $B_i / (D_i - E_i)$	105.82%	105.98%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	100.53%	100.50%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	105.54%	100.45%	105.98%	100.50%
	ii 2nd Month Prior	105.36%	100.33%	105.85%	100.45%
	iii 3rd Month Prior	105.40%	100.42%	105.84%	100.50%
	iv 4th Month Prior	105.37%	100.44%	105.82%	100.53%
	v 5th Month Prior	105.13%	100.27%	105.54%	100.34%
	vii 6th Month Prior	105.30%	100.46%	105.72%	100.55%
	viii Six Month Average Trigger Percentage	105.35%	100.39%	105.79%	100.48%

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%	2.20175%	1.74548%	2.32175%
2006-C	612130HR8	3/20/2018	1M LIBOR	1.20%	1.59000%	1.82207%	2.79000%	3.02207%
2012-A2	61205PAK5	3/20/2018	1M LIBOR	1.00%	1.59000%	1.82207%	2.59000%	2.82207%
2012-A3	61205PAL3	3/20/2018	1M LIBOR	1.05%	1.59000%	1.82207%	2.64000%	2.87207%
2012-B	61205PAM1	3/20/2018	1M LIBOR	1.20%	1.59000%	1.82207%	2.79000%	3.02207%

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	\$ 118,203.91	\$ 118,203.91	\$ -	\$ -	\$ -	\$ -	7.55%
2006-C	612130HR8	\$ 39,060.00	\$ 39,060.00	\$ -	\$ 47,601.21	\$ -	\$ 47,601.21	2.50%
2012-A2	61205PAK5	\$ 738,471.55	\$ 738,471.55	\$ -	\$ -	\$ -	\$ -	47.19%
2012-A3	61205PAL3	\$ 626,881.65	\$ 626,881.65	\$ -	\$ -	\$ -	\$ -	40.06%
2012-B	61205PAM1	\$ 42,315.00	\$ 42,315.00	\$ -	\$ 51,567.96	\$ -	\$ 51,567.96	2.70%
TOTAL		\$ 1,564,932.11	\$ 1,564,932.11	\$ -	\$ 99,169.17	\$ -	\$ 99,169.17	

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	\$ 2,670,000.00	\$ 2,670,000.00	\$ -	\$ -	\$ -	\$ -	23.26%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 366,589,000.00	\$ 8,810,000.00	\$ 357,779,000.00	76.74%
2012-A3	61205PAL3	\$ 5,369,596.14	\$ -	\$ 5,369,596.14	\$ 91,674,803.10	\$ -	\$ 97,044,399.24	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 8,039,596.14	\$ 2,670,000.00	\$ 5,369,596.14	\$ 458,263,803.10	\$ 8,810,000.00	\$ 454,823,399.24	

TOTAL PRINCIPAL DISTRIBUTION	\$ 11,480,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 12/1/2017 through: 2/28/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	20,950,310.67
ii	Principal Collections from Guarantor	\$	8,104,880.41
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(15,270.20)
v	Repurchases of Rehabilitated Loans	\$	(357,348.03)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>28,682,572.85</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	32,785.21
ii	Capitalized Interest	\$	(2,248,390.66)
iii	Total Non-Cash Principal Activity	\$	<u>(2,215,605.45)</u>
C	Total Student Loan Principal Activity	\$	<u>26,466,967.40</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	5,088,620.60
ii	Interest Claims Received from Guarantors	\$	259,800.29
iii	Other System Adjustments	\$	(311.25)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>5,348,109.64</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	349,838.17
ii	Capitalized Interest	\$	2,248,390.66
iii	Interest Accrued During Period	\$	(7,769,381.55)
iv	Total Non-Cash Interest Adjustments	\$	<u>(5,171,152.72)</u>
F	Total Student Loan Interest Activity	\$	<u>176,956.92</u>

Trust Activity from: 12/1/2017 through: 2/28/2018

G	Trust Balances less Reserve - Beginning of Period	\$	14,459,462.39
H	Released Funds in Excess of Reserve Requirement	\$	264,470.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	28,886,633.72
ii	Student Loan Interest Received	\$	5,333,103.62
iii	Subsidized Interest Received	\$	1,040,113.07
iv	Investment Income on Trust Accounts	\$	34,624.63
J	Funds Remitted During Period		
i	Bond Principal	\$	26,447,000.00
ii	Bond Interest	\$	4,704,677.40
iii	Consolidation Loan Rebate Fees	\$	1,628,019.92
iv	Management and Servicing Fees	\$	1,125,880.34
v	Administrative Fees (trustee, listing, etc.)	\$	28,506.04
vi	Special Allowance Rebate	\$	1,623,017.23
vii	Repurchases of Rehabilitated Loans	\$	357,348.03
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	115,839.83
ii	Administration Funds	\$	942,500.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>13,045,618.64</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****3/20/2018**

A	Total Available Funds for Distribution(IV-L)	\$	13,045,618.64
B	Interest Distributions		
i	2005-B Bonds	\$	118,203.91
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	39,060.00
iv	2012-A2 Bonds	\$	738,471.55
v	2012-A3 Bonds	\$	626,881.65
vi	2012-B Bonds	\$	42,315.00
vii	Total Bondholder's Interest Distributions	\$	1,564,932.11
C	Principal Distributions		
i	2005-B Bonds	\$	2,670,000.00
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	8,810,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	11,480,000.00
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)	\$	686.53

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	03/01/17-05/31/17	06/01/17-08/31/17	09/01/17-11/30/17	12/01/17-02/28/18
Beginning Student Loan Pool Balance	\$ 842,711,767.23	\$ 817,955,180.99	\$ 795,434,072.68	\$ 768,587,864.60
Student Loan Principal Activity				
i Regular Principal Collections	\$ 24,173,995.12	\$ 21,381,246.94	\$ 20,611,989.93	\$ 20,950,310.67
ii Principal Collections from Guarantor	\$ 3,938,017.28	\$ 4,390,956.16	\$ 9,015,946.55	\$ 8,104,880.41
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (21,047.28)	\$ (12,065.69)	\$ (21,584.94)	\$ (15,270.20)
v Repurchase of Rehabilitated Loans	\$ (534,034.99)	\$ (497,937.07)	\$ (459,645.34)	\$ (357,348.03)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 27,556,930.13	\$ 25,262,200.34	\$ 29,146,706.20	\$ 28,682,572.85
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 7,237.87	\$ (22,350.99)	\$ 33,426.81	\$ 32,785.21
ii Capitalized Interest	\$ (3,134,226.49)	\$ (2,581,302.38)	\$ (2,410,687.41)	\$ (2,248,390.66)
iii Total Non-Cash Principal Activity	\$ (3,126,988.62)	\$ (2,603,653.37)	\$ (2,377,260.60)	\$ (2,215,605.45)
(-) Total Student Loan Principal Activity	\$ 24,429,941.51	\$ 22,658,546.97	\$ 26,769,445.60	\$ 26,466,967.40
Student Loan Interest Activity				
i Regular Interest Collections	\$ 5,503,412.16	\$ 5,407,096.29	\$ 5,191,383.46	\$ 5,088,620.60
ii Interest Claims Received from Guarantors	\$ 112,749.89	\$ 117,022.85	\$ 249,410.94	\$ 259,800.29
iii Other System Adjustments	\$ (3,688.46)	\$ (2.36)	\$ (70.58)	\$ (311.25)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 5,612,473.59	\$ 5,524,116.78	\$ 5,440,723.82	\$ 5,348,109.64
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 274,129.61	\$ 256,179.49	\$ 356,189.29	\$ 349,838.17
ii Capitalized Interest	\$ 3,134,226.49	\$ 2,581,302.38	\$ 2,410,687.41	\$ 2,248,390.66
iii Interest Accrued During Period	\$ (8,694,184.96)	\$ (8,499,037.31)	\$ (8,130,838.04)	\$ (7,769,381.55)
iv Total Non-Cash Interest Adjustments	\$ (5,285,828.86)	\$ (5,661,555.44)	\$ (5,363,961.34)	\$ (5,171,152.72)
(-) Total Student Loan Interest Activity	\$ 326,644.73	\$ (137,438.66)	\$ 76,762.48	\$ 176,956.92
(=) TOTAL STUDENT LOAN POOL	\$ 817,955,180.99	\$ 795,434,072.68	\$ 768,587,864.60	\$ 741,943,940.28
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 20,259,828.38	\$ 16,011,105.27	\$ 14,459,462.39	\$ 14,103,958.47
(+) Reserve Account Balance	\$ 8,187,180.00	\$ 7,913,750.00	\$ 7,629,240.00	\$ 7,364,770.00
(=) TOTAL ADJUSTED POOL	\$ 846,402,189.37	\$ 819,358,927.95	\$ 790,676,566.99	\$ 763,412,668.75

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

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018
INTERIM:										
In School	6.01%	6.08%	194	162	0.2%	0.2%	\$ 613,355	\$ 485,860	0.1%	0.1%
Grace	6.50%	5.75%	35	55	0.0%	0.1%	\$ 90,630	\$ 191,055	0.0%	0.0%
TOTAL INTERIM	6.07%	5.99%	229	217	0.3%	0.3%	\$ 703,985	\$ 676,915	0.1%	0.1%
REPAYMENT										
Active	4.26%	4.27%	76,531	74,141	85.8%	86.7%	\$ 653,631,546	\$ 637,893,064	86.6%	87.5%
Current	4.15%	4.16%	68,959	67,105	77.3%	78.4%	\$ 595,544,864	\$ 581,202,375	78.9%	79.8%
31-60 Days Delinquent	5.19%	5.20%	1,946	1,830	2.2%	2.1%	\$ 15,289,094	\$ 15,292,320	2.0%	2.1%
61-90 Days Delinquent	5.44%	5.45%	1,171	1,177	1.3%	1.4%	\$ 9,557,975	\$ 10,727,265	1.3%	1.5%
91-120 Days Delinquent	5.28%	5.22%	848	914	1.0%	1.1%	\$ 7,138,732	\$ 7,378,042	0.9%	1.0%
> 120 Days Delinquent	5.22%	5.42%	3,607	3,115	4.0%	3.6%	\$ 26,100,882	\$ 23,293,061	3.5%	3.2%
Deferment	4.98%	4.96%	5,734	5,361	6.4%	6.3%	\$ 36,386,062	\$ 34,386,458	4.8%	4.7%
Forbearance	5.20%	5.11%	6,339	5,500	7.1%	6.4%	\$ 61,502,196	\$ 53,017,556	8.1%	7.3%
TOTAL REPAYMENT	4.36%	4.36%	88,604	85,002	99.4%	99.4%	\$ 751,519,804	\$ 725,297,078	99.5%	99.5%
Claims in Process	5.33%	4.88%	348	339	0.4%	0.4%	\$ 2,869,571	\$ 2,652,400	0.4%	0.4%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.37%	4.36%	89,181	85,558	100%	100%	\$ 755,093,360	\$ 728,626,393	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018	11/30/2017	2/28/2018
Subsidized Stafford	5.45%	5.46%	26,132	24,724	29.3%	28.9%	\$ 63,457,964	\$ 59,740,685	8.4%	8.2%
Unsubsidized Stafford	5.82%	5.82%	18,839	17,891	21.1%	20.9%	\$ 67,795,983	\$ 64,254,391	9.0%	8.8%
PLUS	7.88%	7.85%	723	664	0.8%	0.8%	\$ 4,536,133	\$ 4,252,659	0.6%	0.6%
Grad/PLUS	8.08%	8.09%	129	124	0.1%	0.1%	\$ 1,577,972	\$ 1,581,767	0.2%	0.2%
SLS	4.43%	4.44%	26	23	0.0%	0.0%	\$ 113,008	\$ 97,640	0.0%	0.0%
Consolidation	4.06%	4.06%	43,332	42,132	48.6%	49.2%	\$ 617,612,299	\$ 598,699,250	81.8%	82.2%
TOTAL	4.37%	4.36%	89,181	85,558	100%	100%	\$ 755,093,360	\$ 728,626,393	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	2/28/2018
Cumulative Claims submitted (# of loans)	51,624
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 *
05/31/17	\$ 804,521,353	4.89%
08/31/17	\$ 781,862,806	4.83%
11/30/17	\$ 755,093,360	4.87%
02/28/18	\$ 728,626,393	4.90%

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