



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 February 01, 2016 through February 29, 2016

Distribution Date: March 21, 2016

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		1/31/2016	Activity	2/29/2016
A	i	Principal Balance	\$ 941,668,028.78	\$ (8,021,807.60) \$ 933,646,221.18
	ii	Accrued Interest	\$ 14,000,402.80	\$ (296,226.13) \$ 13,704,176.67
	iii	Total Student Loan Pool	\$ 955,668,431.58	\$ 947,350,397.85
	iv	Pending Portfolio adjustments	\$ (20,309.45)	\$ -
	v	Trust Cash	\$ 19,246,412.91	\$ 20,990,673.28
	vi	Specified Reserve Account Balance	\$ 9,579,540.00	\$ 9,512,480.00
	vii	Total Adjusted Pool	\$ 984,474,075.04	\$ 977,853,551.13
B	i	Weighted Average Coupon (WAC)	4.360%	4.360%
	ii	Weighted Average Remaining Term	172.90	172.64
	iii	Number of Loans	113,974	112,835
	iv	Number of Borrowers	46,202	45,732
	v	Outstanding Principal Balance - T-Bill	\$ 12,674,089.49	\$ 12,441,662.67
	vi	Outstanding Principal Balance - LIBOR	\$ 928,970,938.60	\$ 921,181,557.82

Bonds	CUSIP	Original Issue Amount	Rate	Balance 1/31/2016	Pool Factor 1/31/2016	Balance 2/29/2016	Pool Factor 2/29/2016		
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	5.23%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 39,628,000.00	4.14%	\$ 39,628,000.00	4.17%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.88%	\$ 18,000,000.00	1.89%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 525,807,000.00	54.89%	\$ 519,101,000.00	54.57%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	31.87%	\$ 305,300,000.00	32.09%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.04%	\$ 19,500,000.00	2.05%
	vii	Total Bonds Outstanding Senior		\$ 920,454,000.00		\$ 920,454,000.00	96.09%	\$ 913,748,000.00	96.06%
	viii	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	3.91%	\$ 37,500,000.00	3.94%
	ix	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 957,954,000.00		\$ 951,248,000.00			

Indenture Percentage		1/31/2016	2/29/2016	
D	i	Senior Parity	106.81%	106.86%
	ii	Subordinate Parity	102.62%	102.64%

Monthly Trigger Percentage		1/31/2016	2/29/2016	
E	i	Senior Percentage	104.17%	104.26%
	ii	Subordinate Percentage	100.02%	100.07%

Reserve Account		1/31/2016	2/29/2016	
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 (\$)	\$ 9,579,540.00	\$ 9,512,480.00
	iv	Current Reserve Balance - (\$)		\$ 9,512,480.00
	v	Draws on Reserve - Current Month(\$)		\$ 67,060.00

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		1/31/2016	2/29/2016
A	i Acquisition Account	\$ 117,689.53	\$ 190,480.05
	ii Administration Account	\$ 1,400,600.00	\$ 1,400,600.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 15,481,604.12	\$ 17,526,194.79
	iv Reserve Account	\$ 9,579,540.00	\$ 9,512,480.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 2,246,519.26	\$ 1,873,398.44
	viii Total Trust Accounts	\$ 28,825,952.91	\$ 30,503,153.28

Parity Calculations		1/31/2016	2/29/2016
Value of the Indenture			
B	i Portfolio Balance	\$ 941,668,028.78	\$ 933,646,221.18
	ii Pending System Adjustments	(20,309.45)	-
	iii Accrued Borrower Interest	14,000,402.80	13,704,176.67
	iv Accrued Subsidized Interest	253,590.44	487,649.59
	v Less: Unguaranteed Amount Uncollectibles	(484,388.65)	(475,295.38)
	vi Trust Cash and Investments	28,825,952.91	30,503,153.28
	vii Payments in Transit	395,901.91	1,010,988.47
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 984,639,178.74	\$ 978,876,893.81
Less:			
	x Accrued Payables	1,021,039.67	2,020,152.10
	xi Net Asset Value - Indenture Percentage	\$ 983,618,139.07	\$ 976,856,741.71

Bond Interest Outstanding		1/31/2016	2/29/2016
C	i Senior Interest	\$ 469,261.01	\$ 383,980.88
	ii Subordinate Interest	115,092.93	108,514.72
	iii Total Bond Interest	\$ 584,353.94	\$ 492,495.60

Bonds Outstanding		1/31/2016	2/29/2016
D	i Senior Bonds	\$ 920,454,000.00	\$ 913,748,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 957,954,000.00	\$ 951,248,000.00

Distribution Amounts - Following Monthly Payment Date		1/31/2016	2/29/2016
E	i Senior Distribution Amount	\$ 16,469,000.00	\$ 18,267,000.00

Indenture Percentage		1/31/2016	2/29/2016
F	i Senior Parity $Bxi / (Ci + Di)$	106.81%	106.86%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	102.62%	102.64%

Monthly Trigger Percentage		1/31/2016	2/29/2016
G	i Senior Percentage $Bi / (Di - Ei)$	104.17%	104.26%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	100.02%	100.07%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	104.17%	100.02%	104.26%	100.07%
	ii 2nd Month Prior	104.24%	100.12%	104.17%	100.02%
	iii 3rd Month Prior	104.11%	100.03%	104.24%	100.12%
	iv 4th Month Prior	104.25%	100.19%	104.11%	100.03%
	v 5th Month Prior	104.09%	100.08%	104.25%	100.19%
	vii 6th Month Prior	103.80%	99.85%	104.09%	100.08%
	viii Six Month Average Trigger Percentage	104.11%	100.05%	104.19%	100.09%

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%	0.62340%	0.68950%	0.74340%
2006-A	612130HP2	3/21/2016	3M LIBOR	0.10%	0.56950%	0.62340%	0.66950%	0.72340%
2006-C	612130HR8	3/21/2016	1M LIBOR	1.20%	0.43200%	0.43210%	1.63200%	1.63210%
2012-A2	61205PAK5	3/21/2016	1M LIBOR	1.00%	0.43200%	0.43210%	1.43200%	1.43210%
2012-A3	61205PAL3	3/21/2016	1M LIBOR	1.05%	0.43200%	0.43210%	1.48200%	1.48210%
2012-B	61205PAM1	3/21/2016	1M LIBOR	1.20%	0.43200%	0.43210%	1.63200%	1.63210%

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	\$ 86,655.38	\$ 86,655.38	\$ -	\$ -	\$ -	\$ -	7.66%
2006-A	612130HP2	\$ 67,064.34	\$ 67,064.34	\$ -	\$ -	\$ -	\$ -	5.93%
2006-C	612130HR8	\$ 22,847.94	\$ 22,847.94	\$ -	\$ 45,617.23	\$ -	\$ 45,617.23	2.02%
2012-A2	61205PAK5	\$ 578,164.31	\$ 578,164.31	\$ -	\$ -	\$ -	\$ -	51.10%
2012-A3	61205PAL3	\$ 351,910.15	\$ 351,910.15	\$ -	\$ -	\$ -	\$ -	31.10%
2012-B	61205PAM1	\$ 24,751.94	\$ 24,751.94	\$ -	\$ 49,418.64	\$ -	\$ 49,418.64	2.19%
TOTAL		\$ 1,131,394.06	\$ 1,131,394.06	\$ -	\$ 95,035.87	\$ -	\$ 95,035.87	

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	\$ 2,954,000.00	\$ 2,954,000.00	\$ -	\$ -	\$ -	\$ -	21.55%
2006-A	612130HP2	\$ 6,809,000.00	\$ 6,809,000.00	\$ -	\$ -	\$ -	\$ -	49.68%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ 3,942,791.45	\$ 3,942,791.45	\$ -	\$ 422,796,196.44	\$ 4,561,208.55	\$ 418,234,987.89	28.77%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$13,705,791.45	\$ 13,705,791.45	\$ -	\$ 422,796,196.44	\$ 4,561,208.55	\$ 418,234,987.89	

TOTAL PRINCIPAL DISTRIBUTION	\$ 18,267,000.00
------------------------------	-------------------------

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 2/1/2016 through: 2/29/2016

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	7,951,335.44
ii	Principal Collections from Guarantor	\$	1,205,935.14
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(3,391.12)
v	Repurchases of Rehabilitated Loans	\$	(97,209.48)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,056,669.98</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	564.84
ii	Capitalized Interest	\$	(1,035,427.22)
iii	Total Non-Cash Principal Activity	\$	<u>(1,034,862.38)</u>
C	Total Student Loan Principal Activity	\$	<u>8,021,807.60</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,253,069.25
ii	Interest Claims Received from Guarantors	\$	23,316.46
iii	Other System Adjustments	\$	(0.81)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>2,276,384.90</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	90,932.29
ii	Capitalized Interest	\$	1,035,427.22
iii	Interest Accrued During Period	\$	(3,106,518.28)
iv	Total Non-Cash Interest Adjustments	\$	<u>(1,980,158.77)</u>
F	Total Student Loan Interest Activity	\$	<u>296,226.13</u>

Trust Activity from: 2/1/2016 through: 2/29/2016

G	Trust Balances less Reserve - Beginning of Period	\$	19,246,412.91
H	Released Funds in Excess of Reserve Requirement	\$	67,060.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	8,625,589.88
ii	Student Loan Interest Received	\$	2,170,765.16
iii	Subsidized Interest Received	\$	5,353.63
iv	Investment Income on Trust Accounts	\$	6,848.18
J	Funds Remitted During Period		
i	Bond Principal	\$	6,706,000.00
ii	Bond Interest	\$	1,155,884.22
iii	Consolidation Loan Rebate Fees	\$	664,545.09
iv	Management and Servicing Fees	\$	472,727.42
v	Administrative Fees (trustee, listing, etc.)	\$	34,988.29
vi	Special Allowance Rebate	\$	1.98
vii	Repurchases of Rehabilitated Loans	\$	97,209.48
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	-
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	-
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	-
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	-
v	Acquisition Funds for Rehabilitated Loans	\$	190,480.05
vi	Administration Funds	\$	1,400,600.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>19,399,593.23</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****3/21/2016**

A	Total Available Funds for Distribution(IV-L)	\$	19,399,593.23
B	Interest Distributions		
i	2005-B Bonds	\$	86,655.38
ii	2006-A Bonds	\$	67,064.34
iii	2006-C Bonds	\$	22,847.94
iv	2012-A2 Bonds	\$	578,164.31
v	2012-A3 Bonds	\$	351,910.15
vi	2012-B Bonds	\$	24,751.94
vii	Total Bondholder's Interest Distributions	\$	1,131,394.06
C	Principal Distributions		
i	2005-B Bonds	\$	2,954,000.00
ii	2006-A Bonds	\$	6,809,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	8,504,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	18,267,000.00
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)	\$	1,199.17

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	11/01/15-11/30/15	12/01/15-12/31/15	01/01/16-01/31/16	02/01/16-02/29/16
Beginning Student Loan Pool Balance	\$ 979,723,931.26	\$ 972,699,356.69	\$ 963,213,367.71	\$ 955,668,431.58
Student Loan Principal Activity				
i Regular Principal Collections	\$ 7,786,109.91	\$ 9,500,943.30	\$ 7,709,073.38	\$ 7,951,335.44
ii Principal Collections from Guarantor	\$ 548,135.01	\$ 1,127,262.35	\$ 1,120,962.43	\$ 1,205,935.14
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (7,407.90)	\$ (10,687.06)	\$ (9,136.18)	\$ (3,391.12)
v Repurchase of Rehabilitated Loans	\$ (345,586.31)	\$ (68,492.06)	\$ (311,340.80)	\$ (97,209.48)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 7,981,250.71	\$ 10,549,026.53	\$ 8,509,558.83	\$ 9,056,669.98
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 844.51	\$ 1,746.14	\$ 93,601.93	\$ 564.84
ii Capitalized Interest	\$ (1,256,046.38)	\$ (892,462.88)	\$ (946,319.74)	\$ (1,035,427.22)
iii Total Non-Cash Principal Activity	\$ (1,255,201.87)	\$ (890,716.74)	\$ (852,717.81)	\$ (1,034,862.38)
(-) Total Student Loan Principal Activity	\$ 6,726,048.84	\$ 9,658,309.79	\$ 7,656,841.02	\$ 8,021,807.60
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,252,091.43	\$ 2,194,330.21	\$ 2,159,219.32	\$ 2,253,069.25
ii Interest Claims Received from Guarantors	\$ 17,905.38	\$ 28,785.42	\$ 32,297.07	\$ 23,316.46
iii Other System Adjustments	\$ (0.03)	\$ (43.25)	\$ (11.64)	\$ (0.81)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 2,269,996.78	\$ 2,223,072.38	\$ 2,191,504.75	\$ 2,276,384.90
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 78,407.36	\$ 99,952.42	\$ 101,155.46	\$ 90,932.29
ii Capitalized Interest	\$ 1,256,869.93	\$ 892,462.88	\$ 946,319.74	\$ 1,035,427.22
iii Interest Accrued During Period	\$ (3,306,748.34)	\$ (3,387,808.49)	\$ (3,350,884.84)	\$ (3,106,518.28)
iv Total Non-Cash Interest Adjustments	\$ (1,971,471.05)	\$ (2,395,393.19)	\$ (2,303,409.64)	\$ (1,980,158.77)
(-) Total Student Loan Interest Activity	\$ 298,525.73	\$ (172,320.81)	\$ (111,904.89)	\$ 296,226.13
(=) TOTAL STUDENT LOAN POOL	\$ 972,699,356.69	\$ 963,213,367.71	\$ 955,668,431.58	\$ 947,350,397.85
(+) Pending Portfolio Adjustments	\$ (1,668.62)	\$ (16,938.22)	\$ (20,309.45)	\$ -
(+) Trust Cash Available	\$ 17,657,037.97	\$ 13,294,764.83	\$ 19,246,412.91	\$ 20,990,673.28
(+) Reserve Account Balance	\$ 9,737,930.00	\$ 9,586,670.00	\$ 9,579,540.00	\$ 9,512,480.00
(=) TOTAL ADJUSTED POOL	\$ 1,000,092,656.04	\$ 986,077,864.32	\$ 984,474,075.04	\$ 977,853,551.13

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	1/31/2016	2/29/2016	1/31/2016	2/29/2016	1/31/2016	2/29/2016	1/31/2016	2/29/2016	1/31/2016	2/29/2016
INTERIM:										
In School	6.07%	6.06%	435	395	0.4%	0.4%	\$ 1,373,263	\$ 1,251,390	0.1%	0.1%
Grace	5.69%	6.03%	113	113	0.1%	0.1%	\$ 417,264	\$ 384,297	0.0%	0.0%
TOTAL INTERIM	5.98%	6.06%	548	508	0.5%	0.5%	\$ 1,790,527	\$ 1,635,687	0.2%	0.2%
REPAYMENT										
Active	4.27%	4.27%	95,593	94,466	83.9%	83.7%	\$ 812,234,110	\$ 803,547,942	86.3%	86.1%
Current	4.15%	4.16%	83,324	83,272	73.1%	73.8%	\$ 720,050,757	\$ 718,263,197	76.5%	76.9%
31-60 Days Delinquent	5.09%	4.99%	3,279	2,850	2.9%	2.5%	\$ 26,129,971	\$ 22,377,015	2.8%	2.4%
61-90 Days Delinquent	5.11%	5.08%	2,401	1,894	2.1%	1.7%	\$ 16,951,300	\$ 14,804,693	1.8%	1.6%
91-120 Days Delinquent	4.93%	5.11%	1,575	1,682	1.4%	1.5%	\$ 12,727,639	\$ 12,707,063	1.4%	1.4%
> 120 Days Delinquent	5.09%	5.09%	5,014	4,768	4.4%	4.2%	\$ 36,374,443	\$ 35,395,974	3.9%	3.8%
Deferment	4.93%	4.92%	10,787	10,688	9.5%	9.5%	\$ 65,668,757	\$ 65,390,178	7.0%	7.0%
Forbearance	5.16%	5.08%	5,269	5,570	4.6%	4.9%	\$ 49,174,365	\$ 51,861,196	5.2%	5.6%
TOTAL REPAYMENT	4.35%	4.35%	111,649	110,724	98.0%	98.1%	\$ 927,077,232	\$ 920,799,316	98.5%	98.6%
Claims in Process	5.02%	5.04%	1,777	1,603	1.6%	1.4%	\$ 12,777,269	\$ 11,188,217	1.4%	1.2%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.36%	4.36%	113,974	112,835	100%	100%	\$ 941,645,028	\$ 933,623,220	100%	100%
In Collections	5.93%	5.93%	6	6	0%	0%	\$ 23,001	\$ 23,001	0%	0%
TOTAL POOL	4.36%	4.36%	113,980	112,841	100%	100%	\$ 941,668,029	\$ 933,646,221	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	2/29/2016
Cumulative Claims submitted (# of loans)	50,298
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 *
11/30/15	\$ 958,960,179	5.07%
12/31/15	\$ 949,301,869	5.07%
01/31/16	\$ 941,645,028	5.03%
02/29/16	\$ 933,623,220	5.01%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		