

**I. MONTANA HIGHER EDUCATION STUDENT ASSISTANCE CORPORATION (MHESAC)**
**Deal Parameters**

<b>Student Portfolio Characteristics</b>		<b>11/30/2006</b>	<b>Activity</b>	<b>2/28/2007</b>
A	i Portfolio Balance	\$ 538,826,445.73	\$ (12,442,248.76)	\$ 526,384,196.97
	ii Interest to be Capitalized	\$ 3,235,572.12	\$ (117,596.59)	\$ 3,117,975.53
	iii Total Pool	<b>\$ 542,062,017.85</b>		<b>\$ 529,502,172.50</b>
	iv Specified Reserve Account Balance	\$ -		\$ -
	<b>v Total Adjusted Pool</b>	<b>\$ 542,062,017.85</b>		<b>\$ 529,502,172.50</b>
B	i Weighted Average Coupon (WAC)	3.857%		3.833%
	ii Weighted Average Remaining Term	276.48		275.01
	iii Number of Loans	31,946		30,902
	iv Number of Borrowers	16,742		16,260
	v Outstanding Principal Balance - T-Bill	\$ 2,633,609.41		\$ 2,475,272.55
	vi Outstanding Principal Balance - Commercial Paper	\$ 536,192,836.32		\$ 523,908,924.42

	<b>Notes</b>	<b>CUSIP</b>	<b>Spread</b>	<b>Balance</b>	<b>Pool Factor</b>	<b>Balance</b>	<b>Pool Factor</b>	
				<b>11/30/2006</b>	<b>11/30/2006</b>	<b>2/28/2007</b>	<b>2/28/2007</b>	
C	i	2000-C Notes	612130GV0	ARS	\$ 11,200,000.00	1.83%	\$ 11,200,000.00	1.85%
	ii	2001-C Notes	612130GY4	ARS	\$ 29,500,000.00	4.82%	\$ 29,500,000.00	4.87%
	iii	2002-D Notes	612130HB3	ARS	\$ 10,300,000.00	1.68%	\$ 10,300,000.00	1.70%
	iv	2003-C Notes	612130HG2	ARS	\$ 13,300,000.00	2.17%	\$ 13,300,000.00	2.20%
	v	2005-A Notes	61205PAF6	0.040%	\$ 96,840,000.00	15.83%	\$ 90,507,000.00	14.95%
	vi	2005-B Notes	61205PAG4	0.120%	\$ 119,140,000.00	19.48%	\$ 119,140,000.00	19.68%
	vii	2006-A Notes	612130HP2	0.100%	\$ 226,775,000.00	37.07%	\$ 226,775,000.00	37.46%
	viii	2006-B Notes	612130HQ0	ARS	\$ 74,700,000.00	12.21%	\$ 74,700,000.00	12.34%
	ix	2006-C Notes	612130HR8	ARS	\$ 30,000,000.00	4.90%	\$ 30,000,000.00	4.96%

<b>% Subordinate Bonds of Total Bonds Outstanding - Master Indenture</b>	<b>7.7%</b>
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<b>Reserve Account</b>		<b>11/30/2006</b>	<b>2/28/2007</b>
D	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	0	0
	iii Specified Reserve Acct Balance (\$)	\$ -	\$ -
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Acct Balance (\$)		\$ 2,035,000.00
	vi Current Reserve Balance - Indenture (\$)		\$ 30,566,244.22
	vii Draws on Reserve - Current Quarter (\$)		\$ -

<b>Capitalized Interest Account</b>		<b>11/30/2006</b>	<b>2/28/2007</b>
E	i Capitalized Interest Account Balance	\$ -	\$ -

**II. MHESAC**

**Distributions**

<b>Interest</b>										
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Interest Due</b>	<b>Quarterly Interest Paid</b>	<b>Interest Shortfall</b>	<b>Interest Carryover Due</b>	<b>Interest Carryover Paid</b>	<b>Interest Carryover</b>	<b>Interest Factor</b>	<b>Rate</b>	<b>Next Rate</b>
2005-A	61205PAF6	\$ 1,222,975.84	\$ 1,222,975.84	\$ -	\$ -	\$ -	\$ -	20.54%	5.405%	5.39000%
2005-B	61205PAG4	\$ 1,633,707.25	\$ 1,633,707.25	\$ -	\$ -	\$ -	\$ -	27.43%	5.485%	5.47000%
2006-A	612130HP2	\$ 3,098,313.44	\$ 3,098,313.44	\$ -	\$ -	\$ -	\$ -	52.03%	5.465%	5.45000%
<b>TOTAL</b>		<b>\$ 5,954,996.53</b>	<b>\$ 5,954,996.53</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>			

<b>CUR LIBOR</b>	5.365%
<b>NEXT LIBOR</b>	5.350%

<b>Principal</b>								
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Principal Due</b>	<b>Quarterly Principal Paid</b>	<b>Quarterly Principal Shortfall</b>	<b>Principal Carryover Due</b>	<b>Principal Carryover Paid</b>	<b>Principal Carryover</b>	<b>Principal Factor</b>
2005-A	61205PAF6	\$ 6,217,000.00	\$ 6,217,000.00	\$ -	\$ -	\$ -	\$ -	100.00%
2005-B	61205PAF6	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
<b>TOTAL</b>		<b>\$ 6,217,000.00</b>	<b>\$ 6,217,000.00</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	

III. MHESAC		Transactions from:	12/1/2006	through:	2/28/2007
<b>A</b>	<b>Student Loan Principal Activity</b>				
	i	Regular Principal Collections	\$		11,718,007.69
	ii	Principal Collections from Guarantor	\$		1,831,477.03
	iii	Returned Disbursements	\$		12,241.00
	iv	Other System Adjustments	\$		-
	v	Additional Disbursements	\$		(97,535.50)
	vi	<b>Total Principal Collections</b>	<b>\$</b>		<b>13,464,190.22</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>				
	i	Other Adjustments	\$		(21,139.30)
	ii	Capitalized Interest	\$		(1,000,802.16)
	iii	<b>Total Non-Cash Principal Activity</b>	<b>\$</b>		<b>(1,021,941.46)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>		<b>\$</b>		<b>12,442,248.76</b>
<b>D</b>	<b>Student Loan Interest Activity</b>				
	i	Regular Interest Collections	\$		3,626,937.78
	ii	Interest Claims Received from Guarantors	\$		69,405.27
	iii	Collection Fees / Returned Items	\$		-
	iv	Late Fee Reimbursements	\$		-
	v	Interest Reimbursements	\$		-
	vi	Other System Adjustments	\$		-
	vii	Special Allowance Payments	\$		3,484,643.36
	viii	Subsidy Payments	\$		293,461.04
	ix	Accrued Borrower Interest on Purchased Loans	\$		-
	x	<b>Total Interest Collections</b>	<b>\$</b>		<b>7,474,447.45</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>				
	i	Interest Accrual Adjustments	\$		47,861.72
	ii	Capitalized Interest	\$		1,000,802.16
	iii	<b>Total Non-Cash Interest Adjustments</b>	<b>\$</b>		<b>1,048,663.88</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>		<b>\$</b>		<b>8,523,111.33</b>
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>		\$		-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>		\$		-

**IV. MHESAC Repayment Account Activity: 12/1/2006 through: 2/28/2007**

<b>A</b>	<b>Principal Repayment</b>		
i	Principal Payments Received	\$	10,591,424.54
ii	Returned Disbursements	\$	(1,291.55)
iii	Borrower Benefits Reimbursements	\$	-
iv	Reimbursements by Servicer	\$	-
v	Additional Disbursements	\$	-
vi	<b>Total Principal Repayments</b>	\$	<b>10,590,132.99</b>
<b>B</b>	<b>Interest Repayment</b>		
i	Interest Payments Received	\$	8,955,894.45
ii	Collections from Guarantor	\$	-
iii	Reimbursements by Seller	\$	-
iv	Borrower Benefits Reimbursements	\$	-
v	Reimbursements by Servicer	\$	-
vi	Re-purchased Interest	\$	-
vii	Collection Fees / Returned Items	\$	-
viii	Late Fees	\$	-
ix	<b>Total Interest Repayments</b>	\$	<b>8,955,894.45</b>
<b>C</b>	<b>Other Reimbursements</b>	\$	-
<b>D</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>E</b>	<b>Trust Account Investment Income</b>	\$	<b>730,917.76</b>
<b>F</b>	<b>Administrator Account Investment Income</b>	\$	-
<b>G</b>	<b>Funds Received from Bond Proceeds</b>	\$	-
	<b>TOTAL FUNDS RECEIVED</b>	\$	<b>20,276,945.20</b>
	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	(1,338,142.44)
ii	Management and Servicing Fees	\$	(438,502.67)
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	(115,784.41)
iv	Funds Allocated to the Future Distribution Account	\$	-
v	Funds Released from the Future Distribution Account	\$	-
	<b>PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS</b>	\$	-
	<b>LESS FUNDS IN ACQUISITION FUND FOR ADDITIONAL DISBURSEMENTS</b>	\$	<b>(892,142.23)</b>
<b>H</b>	<b>TOTAL AVAILABLE FUNDS</b>	\$	<b>17,492,373.45</b>
<b>I</b>	<b>Management and Servicing Fees Due for Current Period</b>	\$	-
<b>J</b>	<b>Carryover Servicing Fees Due</b>	\$	-
<b>K</b>	<b>Administration Fees Due</b>	\$	-
<b>L</b>	<b>Total Fees Due for Period</b>	\$	-

**V. MHESAC Waterfall for Distributions**

<b>A</b>	Total Available Funds (IV-H)	\$	17,492,373.45
<b>B</b>	Management and Servicing Fees Due	\$	-
<b>C</b>	Administration Fees Due	\$	-
<b>D</b>	Interest Distributions and accruals		
i	2000-C Notes	\$	146,789.44
ii	2001-C Notes	\$	390,928.10
iii	2002-D Notes	\$	129,977.76
iv	2003-C Notes	\$	175,839.30
v	2005-A Notes	\$	1,222,975.84
vi	2005-B Notes	\$	1,633,707.25
vii	2006-A Notes	\$	3,098,313.44
viii	2006-B Notes	\$	675,078.84
ix	2006-C Notes	\$	278,880.00
x	<b>Total Interest Distributions</b>	<b>\$</b>	<b>7,752,489.97</b>
<b>E</b>	Principal Distribution Amount		
i	2000-C Notes	\$	-
ii	2001-C Notes	\$	-
iii	2002-D Notes	\$	-
iv	2003-C Notes	\$	-
v	2005-A Notes	\$	6,217,000.00
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>6,217,000.00</b>
<b>F</b>	Increase to the Specified Reserve Account Balance	\$	-
<b>G</b>	Carryover Servicing Fees	\$	-
<b>H</b>	Noteholder's Interest Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Interest Carryover</b>	<b>\$</b>	<b>-</b>
<b>I</b>	Noteholder's Principal Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Principal Carryover</b>	<b>\$</b>	<b>-</b>
<b>J</b>	<b>Excess Distribution</b>	<b>\$</b>	<b>3,522,883.49</b>

	3/1/06 - 5/31/06	6/1/06 - 8/31/06	9/1/06 -11/30/06	12/1/06 -02/28/07
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 282,202,897.48</b>	<b>\$ 573,741,394.45</b>	<b>\$ 560,146,017.73</b>	<b>\$ 538,826,445.73</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 20,876,417.04	\$ 27,079,060.23	\$ 20,664,157.10	\$ 11,718,007.69
ii Principal Collections from Guarantor	\$ 1,174,873.54	\$ 1,559,444.77	\$ 1,771,057.48	\$ 1,831,477.03
iii Returned Disbursements	\$ 0.00	\$ 32,471.53	\$ 14,124.00	\$ 12,241.00
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ (308,522,794.04)	\$ (14,015,301.06)	\$ (128,960.98)	\$ (97,535.50)
vi Total Principal Collections	\$ (286,471,503.46)	\$ 14,655,675.47	\$ 22,320,377.60	\$ 13,464,190.22
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 172,611.73	\$ 387,803.70	\$ 71,301.74	\$ (21,139.30)
ii Capitalized Interest	\$ (768,426.02)	\$ (1,448,102.45)	\$ (1,072,107.34)	\$ (1,000,802.16)
iii Total Non-Cash Principal Activity	\$ (595,814.29)	\$ (1,060,298.75)	\$ (1,000,805.60)	\$ (1,021,941.46)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ (287,067,317.75)</b>	<b>\$ 13,595,376.72</b>	<b>\$ 21,319,572.00</b>	<b>\$ 12,442,248.76</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 2,541,067.03	\$ 3,843,539.03	\$ 3,740,437.54	\$ 3,626,937.78
ii Interest Claims Received from Guarantors	\$ 43,874.16	\$ 63,499.44	\$ 53,174.77	\$ 69,405.27
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments	\$ 2,542,823.74	\$ 3,765,818.20	\$ 3,608,693.85	\$ 3,484,643.36
viii Subsidy Payments	\$ 219,672.66	\$ 331,316.44	\$ 306,479.69	\$ 293,461.04
ix Accrued Borrower Interest on Purchased Loans	\$ (1,593,213.32)	\$ (32,074.49)	\$ -	\$ -
x Total Interest Repayments	\$ 3,754,224.27	\$ 7,972,098.62	\$ 7,708,785.85	\$ 7,474,447.45
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 24,644.23	\$ 41,657.44	\$ 26,762.86	\$ 47,861.72
ii Capitalized Interest	\$ 768,426.02	\$ 1,448,102.48	\$ 1,072,107.34	\$ 1,000,802.16
iii Total Non-Cash Interest Adjustments	\$ 793,070.25	\$ 1,489,759.92	\$ 1,098,870.20	\$ 1,048,663.88
<b>Total Student Loan Interest Activity</b>	<b>\$ 4,547,294.52</b>	<b>\$ 9,461,858.54</b>	<b>\$ 8,807,656.05</b>	<b>\$ 8,523,111.33</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 573,817,509.75</b>	<b>\$ 569,607,876.27</b>	<b>\$ 547,634,101.78</b>	<b>\$ 534,907,308.30</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 3,278,994.50</b>	<b>\$ 3,280,136.83</b>	<b>\$ 3,235,572.12</b>	<b>\$ 3,117,975.53</b>
<b>(=) TOTAL POOL</b>	<b>\$ 572,549,209.73</b>	<b>\$ 563,426,154.56</b>	<b>\$ 542,062,017.85</b>	<b>\$ 529,502,172.50</b>
<b>(+) Reserve Account Balance</b>				
<b>(=) Total Adjusted Pool</b>	<b>\$ 572,549,209.73</b>	<b>\$ 563,426,154.56</b>	<b>\$ 542,062,017.85</b>	<b>\$ 529,502,172.50</b>

**VII. MHESAC Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	11/30/2006	2/28/2007	11/30/2006	2/28/2007	11/30/2006	2/28/2007	11/30/2006	2/28/2007	11/30/2006	2/28/2007	
<b>INTERIM:</b>											
<b>In School</b>	6.55%	6.56%	914	815	2.9%	2.6%	\$ 2,779,788	\$ 2,581,787	0.5%	0.5%	
Current											
<b>Grace</b>	6.54%	6.54%	218	190	0.7%	0.6%	\$ 594,892	\$ 503,431	0.1%	0.1%	
Current											
<b>TOTAL INTERIM</b>	<b>6.55%</b>	<b>6.56%</b>	<b>1,132</b>	<b>1,005</b>	<b>3.5%</b>	<b>3.3%</b>	<b>\$ 3,374,680</b>	<b>\$ 3,085,218</b>	<b>0.6%</b>	<b>0.6%</b>	
<b>REPAYMENT</b>											
<b>Active</b>	<b>3.81%</b>	<b>3.77%</b>	<b>24,239</b>	<b>23,626</b>	<b>75.9%</b>	<b>76.5%</b>	<b>\$ 421,227,972</b>	<b>\$ 416,298,361</b>	<b>78.2%</b>	<b>79.1%</b>	
Current	3.74%	3.74%	21,200	21,888	66.4%	70.8%	\$ 384,176,424	\$ 386,621,453	71.3%	73.4%	
31-60 Days Delinquent	4.43%	4.19%	1,009	586	3.2%	1.9%	\$ 13,155,062	\$ 10,797,678	2.4%	2.1%	
61-90 Days Delinquent	4.48%	4.06%	539	327	1.7%	1.1%	\$ 6,712,650	\$ 5,309,787	1.2%	1.0%	
91-120 Days Delinquent	4.41%	4.25%	361	232	1.1%	0.8%	\$ 4,036,640	\$ 3,655,424	0.7%	0.7%	
> 120 Days Delinquent	4.77%	4.19%	1,130	593	3.5%	1.9%	\$ 13,147,196	\$ 9,914,019	2.4%	1.9%	
<b>Deferment</b>											
Current	3.81%	3.90%	4,970	4,730	15.6%	15.3%	\$ 88,935,502	\$ 83,552,052	16.5%	15.9%	
<b>Forbearance</b>											
Current	4.37%	4.40%	1,461	1,331	4.6%	4.3%	\$ 23,172,457	\$ 20,210,733	4.3%	3.8%	
<b>TOTAL REPAYMENT</b>	<b>3.84%</b>	<b>3.81%</b>	<b>30,670</b>	<b>29,687</b>	<b>96.0%</b>	<b>96.1%</b>	<b>\$ 533,335,931</b>	<b>\$ 520,061,146</b>	<b>99.0%</b>	<b>98.8%</b>	
<b>Claims in Process</b>			144	210	0.5%	0.7%	\$ 2,115,835	\$ 3,237,833	0.4%	0.6%	
<b>Aged Claims Rejected</b>			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
<b>GRAND TOTAL</b>	<b>3.86%</b>	<b>3.83%</b>	<b>31,946</b>	<b>30,902</b>	<b>100%</b>	<b>100%</b>	<b>\$ 538,826,446</b>	<b>\$ 526,384,197</b>	<b>100%</b>	<b>100%</b>	

**VIII. MHESAC Payment History and CPRs**

Distribution Date	Actual Pool Balances	Since Issued CPR *
06/20/06	\$ 573,741,394	5.89%
09/20/06	\$ 560,181,780	5.95%
12/20/06	\$ 538,826,446	5.99%
02/28/07	\$ 526,384,197	6.00%

\* "Since Issued CPR" is based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data