



**Montana Higher Education Student Assistance Corporation**  
**Quarterly Student Loan Report**

**1993 Master Indenture - Trust Securing the Following Taxable Notes:**

- Senior Series 2000-C (Taxable)
- Senior Series 2001-C (Taxable)
- Senior Series 2002-D (Taxable)
- Senior Series 2003-C (Taxable)
- Senior Series 2005-A and B (Taxable)
- Senior Series 2006-A and B (Taxable) and Subordinate Series 2006-C (Taxable)

**Reporting Period December 01, 2007 through February 29, 2008**

MHESAC 1993 Master Indenture - Taxable

I. Deal Parameters

| Student Portfolio Characteristics |   | 11/30/2007               | Activity          | 2/29/2008                |
|-----------------------------------|---|--------------------------|-------------------|--------------------------|
| A                                 | i Portfolio Balance                                 | \$ 492,034,311.02        | \$ (5,783,939.99) | \$ 486,250,371.03        |
|                                   | ii Interest to be Capitalized                       | \$ 2,909,167.78          | \$ (74,282.37)    | \$ 2,834,885.41          |
|                                   | iii Total Pool                                      | <b>\$ 494,943,478.80</b> |                   | <b>\$ 489,085,256.44</b> |
|                                   | iv Pending Portfolio adjustments                    | \$ (48,479.47)           | \$ -              | \$ -                     |
|                                   | v Trust Cash  | \$ 89,925,696.02         | \$ -              | \$ 89,545,443.40         |
|                                   | vi Specified Reserve Account Balance                | \$ 2,035,000.00          | \$ -              | \$ 2,035,000.00          |
|                                   | vii <b>Total Adjusted Pool</b>                      | <b>\$ 586,855,695.35</b> |                   | <b>\$ 580,665,699.84</b> |
| B                                 | i Weighted Average Coupon (WAC)                     | 3.770%                   |                   | 3.730%                   |
|                                   | ii Weighted Average Remaining Term                  | 265.84                   |                   | 263.84                   |
|                                   | iii Number of Loans                                 | 28,511                   |                   | 28,019                   |
|                                   | iv Number of Borrowers                              | 15,070                   |                   | 14,835                   |
|                                   | v Outstanding Principal Balance - T-Bill            | \$ 1,979,667.97          | \$ -              | \$ 1,868,869.10          |
|                                   | vi Outstanding Principal Balance - Commercial Paper | \$ 490,054,643.05        | \$ -              | \$ 484,381,501.93        |

  

| Notes | CUSIP  | Original Issue Amount | Rate                     | Balance 11/30/2007 | Pool Factor 11/30/2007 | Balance 2/29/2008        | Pool Factor 2/29/2008 |        |
|-------|--|-----------------------|--------------------------|--------------------|------------------------|--------------------------|-----------------------|--------|
| C     | i 2000-C Notes Taxable Senior                                      | 612130GV0             | \$ 11,200,000.00         | ARS                | \$ 11,200,000.00       | 1.91%                    | \$ 11,200,000.00      | 1.93%  |
|       | ii 2001-C Notes Taxable Senior                                     | 612130GY4             | \$ 29,500,000.00         | ARS                | \$ 29,500,000.00       | 5.02%                    | \$ 29,500,000.00      | 5.08%  |
|       | iii 2002-D Notes Taxable Senior                                    | 612130HB3             | \$ 10,300,000.00         | ARS                | \$ 10,300,000.00       | 1.75%                    | \$ 10,300,000.00      | 1.77%  |
|       | iv 2003-C Notes Taxable Senior                                     | 612130HG2             | \$ 13,300,000.00         | ARS                | \$ 13,300,000.00       | 2.27%                    | \$ 13,300,000.00      | 2.29%  |
|       | v 2005-A Notes Taxable Senior                                      | 61205PAF6             | \$ 133,508,000.00        | 3 Mo Libor + 0.04% | \$ 72,213,000.00       | 12.30%                   | \$ 66,362,000.00      | 11.42% |
|       | vi 2005-B Notes Taxable Senior                                     | 61205PAG4             | \$ 119,140,000.00        | 3 Mo Libor + 0.12% | \$ 119,140,000.00      | 20.29%                   | \$ 119,140,000.00     | 20.50% |
|       | vii 2006-A Notes Taxable Senior                                    | 612130HP2             | \$ 226,775,000.00        | 3 Mo Libor + 0.10% | \$ 226,775,000.00      | 38.62%                   | \$ 226,775,000.00     | 39.01% |
|       | viii 2006-B Notes Taxable Senior                                   | 612130HQ0             | \$ 74,700,000.00         | ARS                | \$ 74,700,000.00       | 12.72%                   | \$ 74,700,000.00      | 12.85% |
|       | ix 2006-C Notes Taxable Subordinate                                | 612130HR8             | \$ 30,000,000.00         | ARS                | \$ 30,000,000.00       | 5.11%                    | \$ 30,000,000.00      | 5.16%  |
|       | x Total Notes Outstanding Taxable Senior                           |                       | \$ 557,128,000.00        |                    | 94.89%                 | \$ 551,277,000.00        | 94.84%                |        |
|       | xi Total Notes Outstanding Taxable Subordinate                     |                       | \$ 30,000,000.00         |                    | 5.11%                  | \$ 30,000,000.00         | 5.16%                 |        |
|       | xii <b>Total Notes Outstanding 1993 Master Indenture - Taxable</b> |                       | <b>\$ 587,128,000.00</b> |                    |                        | <b>\$ 581,277,000.00</b> |                       |        |

  

| Parity |                       | 11/30/2007 | 2/29/2008 |
|--------|-----------------------|------------|-----------|
| D      | i Senior Parity       | 105.66%    | 105.50%   |
|        | ii Subordinate Parity | 100.26%    | 100.05%   |

  

| Reserve Account |   | 11/30/2007 | 2/29/2008       |
|-----------------|---|------------|-----------------|
| E               | i Required Reserve Acc Deposit (%)          | 1.00%      | 1.00%           |
|                 | ii Reserve Acct Initial Deposit (\$)        | \$ -       | \$ -            |
|                 | iii Specified Reserve Acct Requirement (\$) | \$ -       | \$ -            |
|                 | iv Reserve Account Floor Balance (\$)       | \$ -       | \$ -            |
|                 | v Current Reserve Balance (\$)              | \$ -       | \$ 2,035,000.00 |
|                 | vi Draws on Reserve - Current Quarter (\$)  | \$ -       | \$ -            |

**MHESAC 1993 Master Indenture - Taxable**  
**II. Trust Balances and Parity Calculations**

| <b>Trust Accounts</b> |  | <b>11/30/2007</b> | <b>2/29/2008</b> |
|-----------------------|--|-------------------|------------------|
| A                     | i Acquisition Account                              | \$ 822,282.30     | \$ 834,591.42    |
|                       | ii Administration Account                          | \$ 739,338.12     | \$ 899,760.68    |
|                       | iii Bond- Interest, Principal, Retirement Accounts | \$ 12,161,471.18  | \$ 9,846,679.07  |
|                       | iv Capitalized Interest Account                    | \$ -              | \$ -             |
|                       | v COI Account                                      | \$ 10,914.32      | \$ 10,914.32     |
|                       | vi Rebate Account                                  | \$ -              | \$ -             |
|                       | vii Reserve Account                                | \$ 2,035,000.00   | \$ 2,035,000.00  |
|                       | viii Surplus Account                               | \$ 76,191,690.10  | \$ 77,953,497.91 |

  

| <b>Parity Calculations</b> |  | <b>11/30/2007</b> | <b>2/29/2008</b>  |
|----------------------------|--|-------------------|-------------------|
| B                          | <b>Value of the Indenture</b>                    |                   |                   |
|                            | i Portfolio Balance                              | \$ 492,034,311.02 | \$ 486,250,371.03 |
|                            | ii Pending System Adjustments                    | (48,479.47)       | -                 |
|                            | iii Accrued Borrower Interest                    | 2,909,167.78      | 2,834,885.41      |
|                            | iv Accrued Subsidized Interest                   | 3,969,960.95      | 2,642,723.13      |
|                            | v Less: Unguaranteed Amount Uncollectibles       | (82,494.00)       | (74,155.00)       |
|                            | vi Trust Cash and Investments                    | 91,960,696.02     | 91,580,443.40     |
|                            | vii Payments in Transit                          | 319,188.14        | 177,759.50        |
|                            | viii Other Cash and Assets                       | 2,558,395.40      | 2,431,929.19      |
|                            | ix Total Trust Value                             | \$ 593,620,745.84 | \$ 585,843,956.66 |
|                            | Less:  | -                 | -                 |
|                            | x Accrued Bond Interest                          | 4,969,245.07      | 4,253,971.81      |
|                            | xi Accrued Swap Liability/(Asset)                | -                 | -                 |
|                            | xii Accrued Fair Value of Swap Liability/(Asset) | -                 | -                 |
|                            | xiii Accrued Rebate Liabilities                  | -                 | -                 |
|                            | xiv <b>Net Asset Value</b>                       | \$ 588,651,500.77 | \$ 581,589,984.85 |

  

| <b>Notes Outstanding</b> |                      | <b>11/30/2007</b> | <b>2/29/2008</b>  |
|--------------------------|----------------------|-------------------|-------------------|
| C                        | i Senior Notes       | \$ 557,128,000.00 | \$ 551,277,000.00 |
|                          | ii Subordinate Notes | 30,000,000.00     | 30,000,000.00     |
|                          | iii Total Notes      | \$ 587,128,000.00 | \$ 581,277,000.00 |

  

| <b>Parity</b> |                       | <b>11/30/2007</b> | <b>2/29/2008</b> |
|---------------|-----------------------|-------------------|------------------|
| D             | i Senior Parity       | 105.66%           | 105.50%          |
|               | ii Subordinate Parity | 100.26%           | 100.05%          |

**MHESAC 1993 Master Indenture - Taxable**

**III. 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> |
| A               | 2005-A       | 612130HR8                     | \$ 833,080.44                  | \$ 833,080.44             | \$ -                          | \$ -                           | \$ -                      | 15.92%                 | 4.966%      | 2.582%           |
|                 | 2005-B       | 61205PAG4                     | \$ 1,519,725.85                | \$ 1,519,725.85           | \$ -                          | \$ -                           | \$ -                      | 29.04%                 | 5.046%      | 2.662%           |
|                 | 2006-A       | 612130HP2                     | \$ 2,881,231.49                | \$ 2,881,231.49           | \$ -                          | \$ -                           | \$ -                      | 55.05%                 | 5.026%      | 2.642%           |
|                 | <b>TOTAL</b> |                               | <b>\$ 5,234,037.78</b>         | <b>\$ 5,234,037.78</b>    | <b>\$ -</b>                   | <b>\$ -</b>                    | <b>\$ -</b>               |                        |             |                  |
|                 |              |                               |                                |                           |                               |                                |                           | <b>CUR LIBOR</b>       |             | 4.926%           |
|                 |              |                               |                                |                           |                               |                                |                           | <b>NEXT LIBOR</b>      |             | 2.542%           |

  

| <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> |
| B                | 2005-A       | 612130HR8                      | \$ 5,728,000.00                 | \$ 5,728,000.00                      | \$ -                           | \$ -                            | \$ -                       | 100.00%                 |
|                  | 2005-B       | 61205PAF6                      | \$ -                            | \$ -                                 | \$ -                           | \$ -                            | \$ -                       | 0.00%                   |
|                  | 2006-A       | 612130HP2                      | \$ -                            | \$ -                                 | \$ -                           | \$ -                            | \$ -                       | 0.00%                   |
|                  | <b>TOTAL</b> | <b>\$ 5,728,000.00</b>         | <b>\$ 5,728,000.00</b>          | <b>\$ -</b>                          | <b>\$ -</b>                    | <b>\$ -</b>                     | <b>\$ -</b>                |                         |

  

| <b>Non-FRN Noteholder Distributions</b> |   |   |
|---|---|---|
| C                                       | i | Amount to transfer for Fixed Rate Noteholder Distributions - see page 5 |
|   |   | \$ -  |

  

|   |                                      |                        |
|---|--------------------------------------|------------------------|
| D | <b>Total Principal Distributions</b> | <b>\$ 5,728,000.00</b> |
|---|--------------------------------------|------------------------|

**MHESAC 1993 Master Indenture - Taxable**

**IV. MHESAC Transactions from: 12/1/2007 through: 2/29/2008**

|          |   |    |              |
|----------|---|----|--------------|
| <b>A</b> | <b>Student Loan Principal Activity</b>                  |    |              |
| i        | Regular Principal Collections                           | \$ | 5,295,345.20 |
| ii       | Principal Collections from Guarantor                    | \$ | 1,339,151.01 |
| iii      | Returned Disbursements                                  | \$ | 12,309.12    |
| iv       | Other System Adjustments                                | \$ | -            |
| v        | Additional Disbursements                                | \$ | -            |
| vi       | <b>Total Principal Collections</b>                      | \$ | 6,646,805.33 |
| <b>B</b> | <b>Student Loan Non-Cash Principal Activity</b>         |    |              |
| i        | Other Adjustments                                       | \$ | 26,372.54    |
| ii       | Capitalized Interest                                    | \$ | (889,237.88) |
| iii      | <b>Total Non-Cash Principal Activity</b>                | \$ | (862,865.34) |
| <b>C</b> | <b>Total Student Loan Principal Activity</b>            | \$ | 5,783,939.99 |
| <b>D</b> | <b>Student Loan Interest Activity</b>                   |    |              |
| i        | Regular Interest Collections                            | \$ | 3,299,113.96 |
| ii       | Interest Claims Received from Guarantors                | \$ | 41,645.95    |
| iii      | Collection Fees / Returned Items                        | \$ | -            |
| iv       | Late Fee Reimbursements                                 | \$ | -            |
| v        | Interest Reimbursements                                 | \$ | -            |
| vi       | Other System Adjustments                                | \$ | -            |
| vii      | Special Allowance Payments                              | \$ | 4,483,437.64 |
| viii     | Subsidy Payments  | \$ | 359,426.36   |
| ix       | Accrued Borrower Interest on Purchased Loans            | \$ | -            |
| x        | <b>Total Interest Collections</b>                       | \$ | 8,183,623.91 |
| <b>E</b> | <b>Student Loan Non-Cash Interest Activity</b>          |    |              |
| i        | Interest Accrual Adjustments                            | \$ | 47,840.73    |
| ii       | Capitalized Interest                                    | \$ | 889,237.88   |
| iii      | <b>Total Non-Cash Interest Adjustments</b>              | \$ | 937,078.61   |
| <b>F</b> | <b>Total Student Loan Interest Activity</b>             | \$ | 9,120,702.52 |
| <b>G</b> | <b>Non-Reimbursable Losses During Collection Period</b> | \$ | -            |
| <b>H</b> | <b>Cumulative Non-Reimbursable Losses to Date</b>       | \$ | -            |

**Available Funds**

**2/29/2008**

|          |  |    |               |
|----------|--|----|---------------|
| <b>I</b> | <b>Reserves in Excess of Reserve Requirement</b>                 | \$ | -             |
| <b>J</b> | <b>Trust Account Investment Income</b>                           | \$ | 1,079,814.22  |
| <b>K</b> | <b>Funds Received from Bond Proceeds</b>                         | \$ | -             |
| <b>L</b> | <b>TOTAL FUNDS RECEIVED (Avi + Dx + I + J + K - Av - Dix)</b>    | \$ | 15,910,243.46 |
| <b>M</b> | <b>LESS FUNDS REMITTED/SET ASIDE:</b>                            |    |               |
| i        | Consolidation Loan Rebate Fees                                   | \$ | 1,241,746.91  |
| ii       | Management and Servicing Fees                                    | \$ | 765,115.11    |
| iii      | Administrative Fees (trustee, listing, broker, lender/orig, etc) | \$ | 67,741.83     |
| iv       | Funds Allocated to the Future Distribution Account               | \$ | -             |
| v        | Funds Released from the Future Distribution Account              | \$ | -             |
| <b>N</b> | <b>PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS</b>     | \$ | -             |
| <b>O</b> | <b>TOTAL AVAILABLE FUNDS</b>                                     | \$ | 13,835,639.61 |

**MHESAC 1993 Master Indenture - Taxable**  
**V. Waterfall for Distributions**

|          |  |           |                      |
|----------|--|-----------|----------------------|
| <b>A</b> | Total Available Funds (IV-O)                       | <b>\$</b> | <b>13,835,639.61</b> |
| <b>B</b> | Interest Distributions and accruals                |           |                      |
| i        | 2000-C Notes                                       | \$        | 151,822.72           |
| ii       | 2001-C Notes                                       | \$        | 387,789.30           |
| iii      | 2002-D Notes                                       | \$        | 133,650.74           |
| iv       | 2003-C Notes                                       | \$        | 180,612.72           |
| v        | 2005-A Notes                                       | \$        | 833,080.44           |
| vi       | 2005-B Notes                                       | \$        | 1,519,725.85         |
| vii      | 2006-A Notes                                       | \$        | 2,881,231.49         |
| viii     | 2006-B Notes                                       | \$        | 953,037.54           |
| ix       | 2006-C Notes                                       | \$        | 480,840.00           |
| x        | <b>Total Interest Distributions and Accruals</b>   | <b>\$</b> | <b>7,521,790.80</b>  |
| <b>C</b> | Principal Distribution Amount                      |           |                      |
| i        | 2000-C Notes                                       | \$        | -                    |
| ii       | 2001-C Notes                                       | \$        | -                    |
| iii      | 2002-D Notes                                       | \$        | -                    |
| iv       | 2003-C Notes                                       | \$        | -                    |
| v        | 2005-A Notes                                       | \$        | 5,728,000.00         |
| 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>5,728,000.00</b>  |
| <b>D</b> | Increase to the Specified Reserve Account Balance  | \$        | -                    |
| <b>E</b> | Carryover Servicing Fees                           | \$        | -                    |
| <b>F</b> | Noteholder's Interest Carryover                    | \$        | -                    |
| <b>G</b> | Noteholder's Principal Carryover                   | \$        | -                    |
| <b>H</b> | <b>Funds available after waterfall items (A-G)</b> | <b>\$</b> | <b>585,848.81</b>    |

**MHESAC 1993 Master Indenture - Taxable**  
**VI. Historical Pool Information**

|  | 12/1/06 -02/28/07        | 03/1/07 -05/31/07        | 9/1/07 -11/30/07         | 12/1/07 -02/29/08        |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| <b>Beginning Student Loan Portfolio Balance</b>  | <b>\$ 538,826,445.73</b> | <b>\$ 526,384,196.97</b> | <b>\$ 492,034,311.02</b> | <b>\$ 492,034,311.02</b> |
| <b>Student Loan Principal Activity</b>           |                          |                          |                          |                          |
| i Regular Principal Collections                  | \$ 11,718,007.69         | \$ 11,090,289.51         | \$ 9,358,294.43          | \$ 5,295,345.20          |
| ii Principal Collections from Guarantor          | \$ 1,831,477.03          | \$ 2,649,973.55          | \$ 1,986,634.78          | \$ 1,339,151.01          |
| iii Returned Disbursements                       | \$ 12,241.00             | \$ 2,300.08              | \$ 5,065.32              | \$ 12,309.12             |
| iv Other System Adjustments                      | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| v Additional Disbursements                       | \$ (97,535.50)           | \$ -                     | \$ -                     | \$ -                     |
| vi Total Principal Collections                   | \$ 13,464,190.22         | \$ 13,742,563.14         | \$ 11,349,994.53         | \$ 6,646,805.33          |
| <b>Student Loan Non-Cash Principal Activity</b>  |                          |                          |                          |                          |
| i Other Adjustments                              | \$ (21,139.30)           | \$ 20,963.09             | \$ 21,998.14             | \$ 26,372.54             |
| ii Capitalized Interest                          | \$ (1,000,802.16)        | \$ (969,761.30)          | \$ (914,254.63)          | \$ (889,237.88)          |
| iii Total Non-Cash Principal Activity            | \$ (1,021,941.46)        | \$ (948,798.21)          | \$ (892,256.49)          | \$ (862,865.34)          |
| <b>(-) Total Student Loan Principal Activity</b> | <b>\$ 12,442,248.76</b>  | <b>\$ 12,793,764.93</b>  | <b>\$ 10,457,738.04</b>  | <b>\$ 5,783,939.99</b>   |
| <b>Student Loan Interest Activity</b>            |                          |                          |                          |                          |
| i Regular Interest Collections                   | \$ 3,626,937.78          | \$ 3,482,643.25          | \$ 3,364,882.86          | \$ 3,299,113.96          |
| ii Interest Claims Received from Guarantors      | \$ 69,405.27             | \$ 116,420.11            | \$ 74,716.23             | \$ 41,645.95             |
| iii Collection Fees / Returned Items             | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| iv Late Fee Reimbursements                       | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| v Interest Reimbursements                        | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| vi Other System Adjustments                      | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| vii Special Allowance Payments                   | \$ 3,484,643.36          | \$ 3,494,551.02          | \$ 5,140,494.05          | \$ 4,483,437.64          |
| viii Subsidy Payments                            | \$ 293,461.04            | \$ 286,257.46            | \$ 392,233.57            | \$ 359,426.36            |
| ix Accrued Borrower Interest on Purchased Loans  | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| x Total Interest Repayments                      | \$ 7,474,447.45          | \$ 7,379,871.84          | \$ 8,972,326.71          | \$ 8,183,623.91          |
| <b>Student Loan Non-Cash Interest Activity</b>   |                          |                          |                          |                          |
| i Interest Accrual Adjustments                   | \$ 47,861.72             | \$ 55,278.21             | \$ 23,620.00             | \$ 47,840.73             |
| ii Capitalized Interest                          | \$ 1,000,802.16          | \$ 969,761.30            | \$ 914,254.63            | \$ 889,237.88            |
| iii Total Non-Cash Interest Adjustments          | \$ 1,048,663.88          | \$ 1,025,039.51          | \$ 937,874.63            | \$ 937,078.61            |
| <b>Total Student Loan Interest Activity</b>      | <b>\$ 8,523,111.33</b>   | <b>\$ 8,404,911.35</b>   | <b>\$ 9,910,201.34</b>   | <b>\$ 9,120,702.52</b>   |
| <b>(=) Ending Student Loan Portfolio Balance</b> | <b>\$ 522,465,059.54</b> | <b>\$ 521,995,343.39</b> | <b>\$ 491,486,774.32</b> | <b>\$ 495,371,073.55</b> |
| <b>(+) Interest to be Capitalized</b>            | <b>\$ 3,117,975.53</b>   | <b>\$ 3,079,020.20</b>   | <b>\$ 13,828,770.98</b>  | <b>\$ 2,834,885.41</b>   |
| <b>(=) TOTAL POOL</b>                            | <b>\$ 529,502,172.50</b> | <b>\$ 516,669,452.24</b> | <b>\$ 495,405,343.96</b> | <b>\$ 489,085,256.44</b> |
| <b>(+) Pending Portfolio Adjustments</b>         |                          |                          | <b>\$ (54,512.43)</b>    | <b>\$ -</b>              |
| <b>(+) Trust Cash Available</b>                  |                          |                          | <b>\$ 89,925,696.02</b>  | <b>\$ 89,545,443.40</b>  |
| <b>(+) Reserve Account Balance</b>               |                          |                          | <b>\$ 2,035,000.00</b>   | <b>\$ 2,035,000.00</b>   |
| <b>(=) Total Adjusted Pool</b>                   |                          |                          | <b>\$ 587,311,527.55</b> | <b>\$ 580,665,699.84</b> |

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

| STATUS                      | Weighted Avg Coupon |              | # of Loans    |               | %            |              | Principal Amount      |                       | %            |              |
|-----------------------------|---------------------|--------------|---------------|---------------|--------------|--------------|-----------------------|-----------------------|--------------|--------------|
|                             | 11/30/2007          | 2/29/2008    | 11/30/2007    | 2/29/2008     | 11/30/2007   | 2/29/2008    | 11/30/2007            | 2/29/2008             | 11/30/2007   | 2/29/2008    |
| <b>INTERIM:</b>             |                     |              |               |               |              |              |                       |                       |              |              |
| <b>In School</b>            | 6.64%               | 6.64%        | 510           | 448           | 1.8%         | 1.6%         | \$ 1,508,332          | \$ 1,347,970          | 0.3%         | 0.3%         |
| Current                     |                     |              |               |               |              |              |                       |                       |              |              |
| <b>Grace</b>                | 6.63%               | 6.63%        | 76            | 92            | 0.3%         | 0.3%         | \$ 275,278            | \$ 256,696            | 0.1%         | 0.1%         |
| Current                     |                     |              |               |               |              |              |                       |                       |              |              |
| <b>TOTAL INTERIM</b>        | <b>6.64%</b>        | <b>6.64%</b> | <b>586</b>    | <b>540</b>    | <b>2.1%</b>  | <b>1.9%</b>  | <b>\$ 1,783,610</b>   | <b>\$ 1,604,666</b>   | <b>0.4%</b>  | <b>0.3%</b>  |
| <b>REPAYMENT</b>            |                     |              |               |               |              |              |                       |                       |              |              |
| <b>Active</b>               | <b>3.70%</b>        | <b>3.64%</b> | <b>22,458</b> | <b>22,016</b> | <b>78.8%</b> | <b>78.6%</b> | <b>\$ 398,283,036</b> | <b>\$ 391,847,672</b> | <b>80.9%</b> | <b>80.6%</b> |
| Current                     | 3.65%               | 3.60%        | 20,641        | 20,406        | 72.4%        | 72.8%        | \$ 366,942,978        | \$ 364,786,449        | 74.6%        | 75.0%        |
| 31-60 Days Delinquent       | 4.23%               | 4.27%        | 708           | 595           | 2.5%         | 2.1%         | \$ 12,355,754         | \$ 10,927,809         | 2.5%         | 2.2%         |
| 61-90 Days Delinquent       | 4.06%               | 4.21%        | 317           | 277           | 1.1%         | 1.0%         | \$ 5,215,793          | \$ 4,253,513          | 1.1%         | 0.9%         |
| 91-120 Days Delinquent      | 4.19%               | 4.29%        | 176           | 214           | 0.6%         | 0.8%         | \$ 3,048,357          | \$ 3,530,991          | 0.6%         | 0.7%         |
| > 120 Days Delinquent       | 4.25%               | 4.30%        | 616           | 524           | 2.2%         | 1.9%         | \$ 10,720,154         | \$ 8,348,910          | 2.2%         | 1.7%         |
| <b>Deferment</b>            |                     |              |               |               |              |              |                       |                       |              |              |
| Current                     | 3.92%               | 3.95%        | 4,190         | 4,152         | 14.7%        | 14.8%        | \$ 72,745,812         | \$ 71,158,423         | 14.8%        | 14.6%        |
| <b>Forbearance</b>          |                     |              |               |               |              |              |                       |                       |              |              |
| Current                     | 4.30%               | 4.29%        | 1,178         | 1,143         | 4.1%         | 4.1%         | \$ 17,819,829         | \$ 18,515,620         | 3.6%         | 3.8%         |
| <b>TOTAL REPAYMENT</b>      | <b>3.77%</b>        | <b>3.71%</b> | <b>27,826</b> | <b>27,311</b> | <b>97.6%</b> | <b>97.5%</b> | <b>\$ 488,848,677</b> | <b>\$ 481,521,715</b> | <b>99.4%</b> | <b>99.0%</b> |
| <b>Claims in Process</b>    |                     | 4.00%        | 99            | 168           | 0.3%         | 0.6%         | \$ 1,402,024          | \$ 3,123,990          | 0.3%         | 0.6%         |
| <b>Aged Claims Rejected</b> |                     |              | 0             | 0             | 0.0%         | 0.0%         | \$ -                  | \$ -                  | 0.0%         | 0.0%         |
| <b>GRAND TOTAL</b>          | <b>3.79%</b>        | <b>3.73%</b> | <b>28,511</b> | <b>28,019</b> | <b>100%</b>  | <b>100%</b>  | <b>\$ 492,034,311</b> | <b>\$ 486,250,371</b> | <b>100%</b>  | <b>100%</b>  |

| VIII. MHESAC Payment History and CPRs |                      |                    |
|---------------------------------------|----------------------|--------------------|
| Distribution Date                     | Actual Pool Balances | Since Issued CPR * |
| 05/31/07                              | \$ 513,590,432       | 6.04%              |
| 08/31/07                              | \$ 502,492,049       | 5.96%              |
| 11/30/07                              | \$ 492,034,311       | 5.86%              |
| 02/29/08                              | \$ 486,250,371       | 5.45%              |

\* "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