



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-A1
- Senior Series 2012-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period March 01, 2013 through May 31, 2013
Distribution Date: June 20, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		2/28/2013	Activity	5/31/2013
A	i Portfolio Balance	\$ 1,269,213,640.38	\$ (32,736,685.81)	\$ 1,236,476,954.57
	ii Accrued Interest	\$ 14,566,674.35	\$ 548,397.09	\$ 15,115,071.44
	iii Total Pool	\$ 1,283,780,314.73		\$ 1,251,592,026.01
	iv Pending Portfolio adjustments	\$ (678.56)		\$ -
	v Trust Cash	\$ 27,450,855.99		\$ 23,630,367.56
	vi Specified Reserve Account Balance	\$ 13,075,410.00		\$ 12,704,400.00
	vii Total Adjusted Pool	\$ 1,324,305,902.16		\$ 1,287,926,793.57
B	i Weighted Average Coupon (WAC)	4.450%		4.430%
	ii Weighted Average Remaining Term	186.47		184.79
	iii Number of Loans	157,714		153,196
	iv Number of Borrowers	63,324		61,571
	v Outstanding Principal Balance - T-Bill	\$ 18,281,692.76		\$ 17,770,092.33
	vi Outstanding Principal Balance - LIBOR	\$ 1,250,931,947.62		\$ 1,218,706,862.24

Bonds	CUSIP	Original Issue Amount	Rate	Balance 2/28/2013	Pool Factor 2/28/2013	Balance 5/31/2013	Pool Factor 5/31/2013	
C	i 2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 90,823,000.00	6.95%	\$ 87,035,000.00	6.85%
	ii 2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 122,887,000.00	9.40%	\$ 115,994,000.00	9.13%
	iii 2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.38%	\$ 18,000,000.00	1.42%
	iv 2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 102,031,000.00	7.80%	\$ 75,611,000.00	5.95%
	v 2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	49.64%	\$ 649,000,000.00	51.08%
	vi 2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	23.35%	\$ 305,300,000.00	24.03%
	vii 2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.49%	\$ 19,500,000.00	1.53%
	viii Total Bonds Outstanding Senior			\$ 1,270,041,000.00	97.13%	\$ 1,232,940,000.00	97.05%	
	ix Total Bonds Outstanding Subordinate			\$ 37,500,000.00	2.87%	\$ 37,500,000.00	2.95%	
	x Total Bonds Outstanding 1993 Master Indenture			\$ 1,307,541,000.00		\$ 1,270,440,000.00		

Indenture Percentage		2/28/2013	5/31/2013
D	i Senior Parity	104.08%	104.29%
	ii Subordinate Parity	101.08%	101.20%

Monthly Trigger Percentage		2/28/2013	5/31/2013
E	i Senior Percentage	101.79%	101.91%
	ii Subordinate Percentage	98.82%	98.85%

Reserve Account		2/28/2013	5/31/2013
F	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii Specified Reserve Acct Requirement (\$)	\$ 13,075,410.00	\$ 12,704,400.00
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Balance - (\$)		\$ 12,704,400.00
	vi Draws on Reserve - Current Quarter (\$)		\$ 371,010.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		2/28/2013	5/31/2013
A	i Acquisition Account	\$ 1,147,256.64	\$ 804,497.27
	ii Administration Account	\$ 1,949,000.00	\$ 1,949,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 21,922,995.90	\$ 18,398,589.29
	iv Reserve Account	\$ 13,075,410.00	\$ 12,704,400.00
	v Surplus Subaccount	\$ 2,431,603.45	\$ 2,478,281.00
	vii Total Trust Accounts	\$ 40,526,265.99	\$ 36,334,767.56

Parity Calculations		2/28/2013	5/31/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,269,213,640.38	\$ 1,236,476,954.57
	ii Pending System Adjustments	(678.56)	-
	iii Accrued Borrower Interest	14,566,674.35	15,115,071.44
	iv Accrued Subsidized Interest	1,021,016.05	1,016,637.40
	v Less: Unguaranteed Amount Uncollectibles	(652,835.79)	(682,232.91)
	vi Trust Cash and Investments	40,526,265.99	36,334,767.56
	vii Payments in Transit	837,630.26	1,231,096.16
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,325,511,712.68	\$ 1,289,492,294.22
	Less:		
	x Accrued Payables	3,191,618.00	3,085,036.00
	xi Net Asset Value - Indenture Percentage	\$ 1,322,320,094.68	\$ 1,286,407,258.22

Bond Interest Outstanding		2/28/2013	5/31/2013
C	i Senior Interest	\$ 487,062.69	\$ 566,369.37
	ii Subordinate Interest	\$ 104,126.75	\$ 108,774.25
	iii Total Bond Interest	\$ 591,189.44	\$ 675,143.62

Bonds Outstanding		2/28/2013	5/31/2013
D	i Senior Bonds	\$ 1,270,041,000.00	\$ 1,232,940,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 1,307,541,000.00	\$ 1,270,440,000.00

Distribution Amounts - Following Monthly Payment Date		2/28/2013	5/31/2013
E	i Senior Distribution Amount	\$ 23,122,000.00	\$ 19,580,000.00

Indenture Percentage		2/28/2013	5/31/2013
F	i Senior Parity $B_{xi} / (C_i + D_i)$	104.08%	104.29%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	101.08%	101.20%

Monthly Trigger Percentage		2/28/2013	5/31/2013
G	i Senior Percentage $B_i / (D_i - E_i)$	101.79%	101.91%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	98.82%	98.85%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.06%	99.02%	101.91%	98.85%
	ii 2nd Month Prior	101.98%	98.97%	102.06%	99.02%
	iii 3rd Month Prior	101.79%	98.82%	101.98%	98.97%
	iv 4th Month Prior	101.68%	98.74%	101.79%	98.82%
	v 5th Month Prior	101.77%	98.85%	101.68%	98.74%
	vii 6th Month Prior	101.64%	98.75%	101.77%	98.85%
	viii Six Month Average Trigger Percentage	101.82%	98.86%	101.86%	98.87%

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	6/20/2013	3M LIBOR	0.12%	0.28010%	0.27225%	0.40010%	0.39225%
2006-A	612130HP2	6/20/2013	3M LIBOR	0.10%	0.28010%	0.27225%	0.38010%	0.37225%
2006-C	612130HR8	6/20/2013	1M LIBOR	1.20%	0.19820%	0.19160%	1.39820%	1.39160%
2012-A1	61205PAJ8	6/20/2013	1M LIBOR	0.60%	0.19820%	0.19160%	0.79820%	0.79160%
2012-A2	61205PAK5	6/20/2013	1M LIBOR	1.00%	0.19820%	0.19160%	1.19820%	1.19160%
2012-A3	61205PAL3	6/20/2013	1M LIBOR	1.05%	0.19820%	0.19160%	1.24820%	1.24160%
2012-B	61205PAM1	6/20/2013	1M LIBOR	1.20%	0.19820%	0.19160%	1.39820%	1.39160%

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	\$ 88,991.35	\$ 88,991.35	\$ -	\$ -	\$ -	\$ -	6.86%
2006-A	612130HP2	\$ 112,672.71	\$ 112,672.71	\$ -	\$ -	\$ -	\$ -	8.69%
2006-C	612130HR8	\$ 21,672.18	\$ 21,672.18	\$ -	\$ 43,875.20	\$ -	\$ 43,875.20	1.67%
2012-A1	61205PAJ8	\$ 51,970.46	\$ 51,970.46	\$ -	\$ -	\$ -	\$ -	4.01%
2012-A2	61205PAK5	\$ 669,625.22	\$ 669,625.22	\$ -	\$ -	\$ -	\$ -	51.65%
2012-A3	61205PAL3	\$ 328,148.65	\$ 328,148.65	\$ -	\$ -	\$ -	\$ -	25.31%
2012-B	61205PAM1	\$ 23,478.20	\$ 23,478.20	\$ -	\$ 47,531.47	\$ -	\$ 47,531.47	1.81%
TOTAL		\$ 1,296,558.77	\$ 1,296,558.77	\$ -	\$ 91,406.67	\$ -	\$ 91,406.67	

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	\$ 3,715,000.00	\$ 3,715,000.00	\$ -	\$ -	\$ -	\$ -	14.57%
2006-A	612130HP2	\$ 6,890,000.00	\$ 6,890,000.00	\$ -	\$ -	\$ -	\$ -	27.03%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$ -	\$ -	\$ -	\$ 75,611,000.00	\$ 8,975,000.00	\$ 66,636,000.00	0.00%
2012-A2	61205PAK5	\$ 14,888,938.48	\$ -	\$ 14,888,938.48	\$ 61,460,004.12	\$ -	\$ 76,348,942.60	58.40%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 25,493,938.48	\$ 10,605,000.00	\$ 14,888,938.48	\$ 137,071,004.12	\$ 8,975,000.00	\$ 142,984,942.60	

TOTAL PRINCIPAL DISTRIBUTION \$ 19,580,000.00

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 3/1/2013 through: 5/31/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	29,742,075.15
ii	Principal Collections from Guarantor	\$	7,661,594.54
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(172,791.48)
v	Repurchases of Rehabilitated Loans	\$	(1,667,735.84)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>35,563,142.37</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	14,594.55
ii	Capitalized Interest	\$	(2,841,051.11)
iii	Total Non-Cash Principal Activity	\$	<u>(2,826,456.56)</u>
C	Total Student Loan Principal Activity	\$	<u>32,736,685.81</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	8,771,070.65
ii	Interest Claims Received from Guarantors	\$	206,299.04
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(194.82)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	<u>8,977,174.87</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	610,831.69
ii	Capitalized Interest	\$	2,841,051.11
iii	Interest Accrued During Period	\$	(12,977,454.76)
iv	Total Non-Cash Interest Adjustments	\$	<u>(9,525,571.96)</u>
F	Total Student Loan Interest Activity	\$	<u>(548,397.09)</u>

Trust Activity from: 3/1/2013 through: 5/31/2013

G	Trust Balances less Reserve - Beginning of Period	\$	27,450,855.99
H	Released Funds in Excess of Reserve Requirement	\$	371,010.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	35,799,399.73
ii	Student Loan Interest Received	\$	9,999,647.69
iii	Subsidized Interest Received	\$	1,528,593.60
iv	Investment Income on Trust Accounts	\$	4,493.48
J	Funds Remitted During Period		
i	Bond Principal	\$	37,101,000.00
ii	Bond Interest	\$	3,410,128.65
iii	Consolidation Loan Rebate Fees	\$	2,537,561.46
iv	Management and Servicing Fees	\$	1,896,298.74
v	Administrative Fees (trustee, listing, etc.)	\$	127,458.14
vi	Special Allowance Rebate	\$	4,783,450.10
vii	Repurchases of Rehabilitated Loans	\$	1,667,735.84
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	804,497.27
ii	Administration Funds	\$	1,949,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>20,876,870.29</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****6/20/2013**

A	Total Available Funds for Distribution(IV-L)	\$	20,876,870.29
B	Interest Distributions		
i	2005-B Bonds	\$	88,991.35
ii	2006-A Bonds	\$	112,672.71
iii	2006-C Bonds	\$	21,672.18
iv	2012-A1 Bonds	\$	51,970.46
v	2012-A2 Bonds	\$	669,625.22
vi	2012-A3 Bonds	\$	328,148.65
vii	2012-B Bonds	\$	23,478.20
viii	Total Bondholder's Interest Distributions	\$	1,296,558.77
C	Principal Distributions		
i	2005-B Bonds	\$	3,715,000.00
ii	2006-A Bonds	\$	6,890,000.00
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	8,975,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	19,580,000.00
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)	\$	311.52

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	06/01/12-08/31/12	09/01/12-11/30/12	12/01/12-02/28/13	03/01/13-05/31/13
Beginning Student Loan Pool Balance	\$ 1,404,663,658.72	\$ 1,348,466,310.02	\$ 1,315,647,867.25	\$ 1,283,780,314.73
Student Loan Principal Activity				
i Regular Principal Collections	\$ 54,966,879.95	\$ 31,276,951.22	\$ 30,168,275.63	\$ 29,742,075.15
ii Principal Collections from Guarantor	\$ 5,304,129.55	\$ 6,383,028.25	\$ 6,435,119.51	\$ 7,661,594.54
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (652,822.19)	\$ (215,589.43)	\$ (151,801.95)	\$ (172,791.48)
v Repurchase of Rehabilitated Loans	\$ -	\$ (1,077,116.26)	\$ (1,620,995.86)	\$ (1,667,735.84)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 59,618,187.31	\$ 36,367,273.78	\$ 34,830,597.33	\$ 35,563,142.37
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 21,750.19	\$ 30,359.97	\$ 210,665.15	\$ 14,594.55
ii Capitalized Interest	\$ (4,428,078.61)	\$ (5,042,818.87)	\$ (3,615,798.84)	\$ (2,841,051.11)
iii Total Non-Cash Principal Activity	\$ (4,406,328.42)	\$ (5,012,458.90)	\$ (3,405,133.69)	\$ (2,826,456.56)
(-) Total Student Loan Principal Activity	\$ 55,211,858.89	\$ 31,354,814.88	\$ 31,425,463.64	\$ 32,736,685.81
Student Loan Interest Activity				
i Regular Interest Collections	\$ 9,819,822.68	\$ 9,120,800.90	\$ 9,053,814.60	\$ 8,771,070.65
ii Interest Claims Received from Guarantors	\$ 123,388.44	\$ 200,230.50	\$ 183,199.45	\$ 206,299.04
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (1,296.58)	\$ (212.58)	\$ (134.83)	\$ (194.82)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 9,941,914.54	\$ 9,320,818.82	\$ 9,236,879.22	\$ 8,977,174.87
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 560,481.48	\$ 493,059.29	\$ 624,741.13	\$ 610,831.69
ii Capitalized Interest	\$ 4,428,078.61	\$ 5,042,795.61	\$ 3,615,798.84	\$ 2,841,051.11
iii Interest Accrued During Period	\$ (13,944,984.82)	\$ (13,393,045.83)	\$ (13,035,330.31)	\$ (12,977,454.76)
iv Total Non-Cash Interest Adjustments	\$ (8,956,424.73)	\$ (7,857,190.93)	\$ (8,794,790.34)	\$ (9,525,571.96)
(-) Total Student Loan Interest Activity	\$ 985,489.81	\$ 1,463,627.89	\$ 442,088.88	\$ (548,397.09)
(=) TOTAL STUDENT LOAN POOL	\$ 1,348,466,310.02	\$ 1,315,647,867.25	\$ 1,283,780,314.73	\$ 1,251,592,026.01
(+) Pending Portfolio Adjustments	\$ (19,701.10)	\$ (315.82)	\$ (678.56)	\$ -
(+) Trust Cash Available	\$ 30,464,737.83	\$ 22,662,168.40	\$ 27,450,855.99	\$ 23,630,367.56
(+) Reserve Account Balance	\$ 13,794,480.00	\$ 13,359,740.00	\$ 13,075,410.00	\$ 12,704,400.00
(=) TOTAL ADJUSTED POOL	\$ 1,392,705,826.75	\$ 1,351,669,459.83	\$ 1,324,305,902.16	\$ 1,287,926,793.57

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	2/28/2013	5/31/2013	2/28/2013	5/31/2013	2/28/2013	5/31/2013	2/28/2013	5/31/2013	2/28/2013	5/31/2013
INTERIM:										
In School	6.24%	6.29%	4,634	3,451	2.9%	2.3%	\$ 15,065,241	\$ 11,221,295	1.2%	0.9%
Grace	6.36%	6.23%	1,338	2,338	0.8%	1.5%	\$ 4,314,815	\$ 7,471,426	0.3%	0.6%
TOTAL INTERIM	6.27%	6.27%	5,972	5,789	3.8%	3.8%	\$ 19,380,056	\$ 18,692,721	1.5%	1.5%
REPAYMENT										
Active	4.33%	4.32%	117,861	117,599	74.7%	76.8%	\$ 1,037,647,532	\$ 1,022,574,189	81.8%	82.7%
Current	4.20%	4.20%	101,893	102,404	64.6%	66.8%	\$ 925,855,922	\$ 917,040,863	72.9%	74.2%
31-60 Days Delinquent	5.12%	5.10%	4,014	4,256	2.5%	2.8%	\$ 31,013,731	\$ 29,996,175	2.4%	2.4%
61-90 Days Delinquent	5.27%	5.13%	3,151	2,600	2.0%	1.7%	\$ 19,859,232	\$ 17,297,835	1.6%	1.4%
91-120 Days Delinquent	5.22%	4.89%	2,373	1,970	1.5%	1.3%	\$ 16,344,512	\$ 14,038,651	1.3%	1.1%
> 120 Days Delinquent	5.09%	5.17%	6,430	6,369	4.1%	4.2%	\$ 44,574,135	\$ 44,200,665	3.5%	3.6%
Deferment	4.99%	4.97%	24,949	22,283	15.8%	14.5%	\$ 147,304,591	\$ 133,555,233	11.6%	10.8%
Forbearance	5.02%	4.97%	6,122	5,690	3.9%	3.7%	\$ 47,946,178	\$ 49,123,586	3.8%	4.0%
TOTAL REPAYMENT	4.41%	4.40%	148,932	145,572	94.4%	95.0%	\$ 1,232,898,301	\$ 1,205,253,008	97.1%	97.5%
Claims in Process	5.02%	5.11%	2,810	1,833	1.8%	1.2%	\$ 16,935,283	\$ 12,506,229	1.3%	1.0%
Aged Claims Rejected	0.00%	3.50%	0	2	0.0%	0.0%	\$ -	\$ 24,997	0.0%	0.0%
GRAND TOTAL	4.45%	4.43%	157,714	153,196	100%	100%	\$ 1,269,213,640	\$ 1,236,476,955	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	5/31/2013
Cumulative Claims submitted (# of loans)	43,309
Cumulative Claims rejected (# of loans)	82
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
08/31/12	\$ 1,331,993,919	8.76%
11/30/12	\$ 1,300,639,104	7.11%
02/28/13	\$ 1,269,213,640	6.54%
05/31/13	\$ 1,236,476,955	6.31%

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