



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

Reporting Period March 01, 2016 through May 31, 2016

Distribution Date: June 20, 2016

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			2/29/2016	Activity	5/31/2016
A	i	Portfolio Balance	\$ 933,646,221.18	\$ (28,181,924.84)	\$ 905,464,296.34
	ii	Accrued Interest	\$ 13,704,176.67	\$ 96,804.36	\$ 13,800,981.03
	iii	Total Pool	\$ 947,350,397.85		\$ 919,265,277.37
	iv	Pending Portfolio adjustments	\$ -		\$ (193.76)
	v	Trust Cash	\$ 20,990,673.28		\$ 22,045,499.08
	vi	Specified Reserve Account Balance	\$ 9,512,480.00		\$ 9,233,250.00
	vii	Total Adjusted Pool	\$ 977,853,551.13		\$ 950,543,832.69
B	i	Weighted Average Coupon (WAC)	4.360%		4.350%
	ii	Weighted Average Remaining Term	172.64		172.08
	iii	Number of Loans	112,835		110,355
	iv	Number of Borrowers	45,732		44,752
	v	Outstanding Principal Balance - T-Bill	\$ 12,441,662.67		\$ 12,092,424.21
	vi	Outstanding Principal Balance - LIBOR	\$ 921,181,557.82		\$ 907,143,676.92

Bonds	CUSIP	Original Issue Amount	Rate	Balance 2/29/2016	Pool Factor 2/29/2016	Balance 5/31/2016	Pool Factor 5/31/2016		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 49,719,000.00	5.23%	\$ 46,765,000.00	5.06%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 39,628,000.00	4.17%	\$ 32,819,000.00	3.55%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.89%	\$ 18,000,000.00	1.95%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 519,101,000.00	54.57%	\$ 500,941,000.00	54.25%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	32.09%	\$ 305,300,000.00	33.07%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.05%	\$ 19,500,000.00	2.11%
	vii	Total Bonds Outstanding Senior		\$ 913,748,000.00		96.06%	\$ 885,825,000.00	95.94%	
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		3.94%	\$ 37,500,000.00	4.06%	
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 951,248,000.00		\$ 923,325,000.00			

Indenture Percentage		2/29/2016	5/31/2016	
D	i	Senior Parity	106.86%	107.14%
	ii	Subordinate Parity	102.64%	102.78%

Monthly Trigger Percentage		2/29/2016	5/31/2016	
E	i	Senior Percentage	104.26%	104.44%
	ii	Subordinate Percentage	100.07%	100.11%

Reserve Account		2/29/2016	5/31/2016	
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 (\$)	\$ 9,512,480.00	\$ 9,233,250.00
	iv	Current Reserve Balance - (\$)		\$ 9,233,250.00
	v	Draws on Reserve - Current Quarter (\$)		\$ 279,230.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		2/29/2016	5/31/2016
A	i Acquisition Account	\$ 190,480.05	\$ 589,776.46
	ii Administration Account	\$ 1,400,600.00	\$ 1,400,600.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 17,526,194.79	\$ 17,338,408.14
	iv Reserve Account	\$ 9,512,480.00	\$ 9,233,250.00
	v Surplus Subaccount	\$ 1,873,398.44	\$ 2,716,714.48
	vii Total Trust Accounts	\$ 30,503,153.28	\$ 31,278,749.08

Parity Calculations		2/29/2016	5/31/2016
B	Value of the Indenture		
	i Portfolio Balance	\$ 933,646,221.18	\$ 905,464,296.34
	ii Pending System Adjustments	-	(193.76)
	iii Accrued Borrower Interest	13,704,176.67	13,800,981.03
	iv Accrued Subsidized Interest	487,649.59	489,163.34
	v Less: Unguaranteed Amount Uncollectibles	(475,295.38)	(430,722.33)
	vi Trust Cash and Investments	30,503,153.28	31,278,749.08
	vii Payments in Transit	1,010,988.47	926,910.82
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 978,876,893.81	\$ 951,529,184.52
	Less:		
	x Accrued Payables	2,020,152.10	1,938,841.98
	xi Net Asset Value - Indenture Percentage	\$ 976,856,741.71	\$ 949,590,342.54

Bond Interest Outstanding		2/29/2016	5/31/2016
C	i Senior Interest	\$ 383,980.88	\$ 508,680.19
	ii Subordinate Interest	\$ 108,514.72	\$ 115,825.75
	iii Total Bond Interest	\$ 492,495.60	\$ 624,505.94

Bonds Outstanding		2/29/2016	5/31/2016
D	i Senior Bonds	\$ 913,748,000.00	\$ 885,825,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 951,248,000.00	\$ 923,325,000.00

Distribution Amounts - Following Monthly Payment Date		2/29/2016	5/31/2016
E	i Senior Distribution Amount	\$ 18,267,000.00	\$ 18,842,000.00

Indenture Percentage		2/29/2016	5/31/2016
F	i Senior Parity $B_{xi} / (C_i + D_i)$	106.86%	107.14%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	102.64%	102.78%

Monthly Trigger Percentage		2/29/2016	5/31/2016
G	i Senior Percentage $B_i / (D_i - E_i)$	104.26%	104.44%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	100.07%	100.11%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	104.34%	100.05%	104.44%	100.11%
	ii 2nd Month Prior	104.52%	100.26%	104.34%	100.05%
	iii 3rd Month Prior	104.26%	100.07%	104.52%	100.26%
	iv 4th Month Prior	104.17%	100.02%	104.26%	100.07%
	v 5th Month Prior	104.24%	100.12%	104.17%	100.02%
	vii 6th Month Prior	104.11%	100.03%	104.24%	100.12%
	viii Six Month Average Trigger Percentage	104.27%	100.09%	104.33%	100.11%

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	6/20/2016	3M LIBOR	0.12%	0.62340%	0.64660%	0.74340%	0.76660%
2006-A	612130HP2	6/20/2016	3M LIBOR	0.10%	0.62340%	0.64660%	0.72340%	0.74660%
2006-C	612130HR8	6/20/2016	1M LIBOR	1.20%	0.43845%	0.44805%	1.63845%	1.64805%
2012-A2	61205PAK5	6/20/2016	1M LIBOR	1.00%	0.43845%	0.44805%	1.43845%	1.44805%
2012-A3	61205PAL3	6/20/2016	1M LIBOR	1.05%	0.43845%	0.44805%	1.48845%	1.49805%
2012-B	61205PAM1	6/20/2016	1M LIBOR	1.20%	0.43845%	0.44805%	1.63845%	1.64805%

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	\$ 87,878.45	\$ 87,878.45	\$ -	\$ -	\$ -	\$ -	7.25%
2006-A	612130HP2	\$ 60,012.64	\$ 60,012.64	\$ -	\$ -	\$ -	\$ -	4.95%
2006-C	612130HR8	\$ 25,396.02	\$ 25,396.02	\$ -	\$ 45,806.19	\$ -	\$ 45,806.19	2.09%
2012-A2	61205PAK5	\$ 620,500.59	\$ 620,500.59	\$ -	\$ -	\$ -	\$ -	51.17%
2012-A3	61205PAL3	\$ 391,309.12	\$ 391,309.12	\$ -	\$ -	\$ -	\$ -	32.27%
2012-B	61205PAM1	\$ 27,512.36	\$ 27,512.36	\$ -	\$ 49,623.34	\$ -	\$ 49,623.34	2.27%
TOTAL		\$ 1,212,609.18	\$ 1,212,609.18	\$ -	\$ 95,429.53	\$ -	\$ 95,429.53	

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	\$ 2,919,000.00	\$ 2,919,000.00	\$ -	\$ -	\$ -	\$ -	22.21%
2006-A	612130HP2	\$ 6,639,000.00	\$ 6,639,000.00	\$ -	\$ -	\$ -	\$ -	50.50%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ 3,587,266.93	\$ 3,587,266.93	\$ -	\$ 432,653,311.37	\$ 5,696,733.07	\$ 426,956,578.30	27.29%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$13,145,266.93	\$ 13,145,266.93	\$ -	\$ 432,653,311.37	\$ 5,696,733.07	\$ 426,956,578.30	

TOTAL PRINCIPAL DISTRIBUTION	\$ 18,842,000.00
------------------------------	------------------

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 3/1/2016 through: 5/31/2016

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	26,551,533.16
ii	Principal Collections from Guarantor	\$	4,770,823.42
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(20,012.83)
v	Repurchases of Rehabilitated Loans	\$	(364,703.59)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>30,937,640.16</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	4,036.18
ii	Capitalized Interest	\$	(2,759,751.50)
iii	Total Non-Cash Principal Activity	\$	<u>(2,755,715.32)</u>
C	Total Student Loan Principal Activity	\$	<u>28,181,924.84</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	6,339,491.14
ii	Interest Claims Received from Guarantors	\$	154,215.58
iii	Other System Adjustments	\$	(0.59)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>6,493,706.13</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	307,435.33
ii	Capitalized Interest	\$	2,759,751.50
iii	Interest Accrued During Period	\$	(9,657,697.32)
iv	Total Non-Cash Interest Adjustments	\$	<u>(6,590,510.49)</u>
F	Total Student Loan Interest Activity	\$	<u>(96,804.36)</u>

Trust Activity from: 3/1/2016 through: 5/31/2016

G	Trust Balances less Reserve - Beginning of Period	\$	20,990,673.28
H	Released Funds in Excess of Reserve Requirement	\$	279,230.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	31,354,028.93
ii	Student Loan Interest Received	\$	6,529,780.46
iii	Subsidized Interest Received	\$	787,026.16
iv	Investment Income on Trust Accounts	\$	25,969.32
J	Funds Remitted During Period		
i	Bond Principal	\$	27,923,000.00
ii	Bond Interest	\$	3,207,828.84
iii	Consolidation Loan Rebate Fees	\$	1,960,502.64
iv	Management and Servicing Fees	\$	1,392,364.74
v	Administrative Fees (trustee, listing, etc.)	\$	40,451.81
vi	Special Allowance Rebate	\$	3,032,357.45
vii	Repurchases of Rehabilitated Loans	\$	364,703.59
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	589,776.46
ii	Administration Funds	\$	1,400,600.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>20,055,122.62</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****6/20/2016**

A	Total Available Funds for Distribution(IV-L)	\$	20,055,122.62
B	Interest Distributions		
i	2005-B Bonds	\$	87,878.45
ii	2006-A Bonds	\$	60,012.64
iii	2006-C Bonds	\$	25,396.02
iv	2012-A2 Bonds	\$	620,500.59
v	2012-A3 Bonds	\$	391,309.12
vi	2012-B Bonds	\$	27,512.36
vii	Total Bondholder's Interest Distributions	\$	1,212,609.18
C	Principal Distributions		
i	2005-B Bonds	\$	2,919,000.00
ii	2006-A Bonds	\$	6,639,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	9,284,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	18,842,000.00
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)	\$	513.44

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	06/01/15-08/31/15	09/01/15-11/30/15	12/01/15-02/29/16	03/01/16-05/31/16
Beginning Student Loan Pool Balance	\$ 1,023,923,675.51	\$ 996,929,296.69	\$ 972,699,356.69	\$ 947,350,397.85
Student Loan Principal Activity				
i Regular Principal Collections	\$ 27,740,474.50	\$ 25,628,562.11	\$ 25,161,352.12	\$ 26,551,533.16
ii Principal Collections from Guarantor	\$ 3,594,371.32	\$ 2,900,520.12	\$ 3,454,159.92	\$ 4,770,823.42
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (25,155.00)	\$ (26,349.00)	\$ (23,214.36)	\$ (20,012.83)
v Repurchase of Rehabilitated Loans	\$ (1,363,289.70)	\$ (1,246,628.03)	\$ (477,042.34)	\$ (364,703.59)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 29,946,401.12	\$ 27,256,105.20	\$ 28,115,255.34	\$ 30,937,640.16
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 6,701.69	\$ 3,802.24	\$ 95,912.91	\$ 4,036.18
ii Capitalized Interest	\$ (2,932,313.31)	\$ (3,328,416.85)	\$ (2,874,209.84)	\$ (2,759,751.50)
iii Total Non-Cash Principal Activity	\$ (2,925,611.62)	\$ (3,324,614.61)	\$ (2,778,296.93)	\$ (2,755,715.32)
(-) Total Student Loan Principal Activity	\$ 27,020,789.50	\$ 23,931,490.59	\$ 25,336,958.41	\$ 28,181,924.84
Student Loan Interest Activity				
i Regular Interest Collections	\$ 7,117,887.66	\$ 6,733,475.40	\$ 6,606,618.78	\$ 6,339,491.14
ii Interest Claims Received from Guarantors	\$ 84,145.89	\$ 98,140.90	\$ 84,398.95	\$ 154,215.58
iii Other System Adjustments	\$ (63.81)	\$ (524.16)	\$ (55.70)	\$ (0.59)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 7,201,969.74	\$ 6,831,092.14	\$ 6,690,962.03	\$ 6,493,706.13
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 326,519.93	\$ 242,958.21	\$ 292,040.17	\$ 307,435.33
ii Capitalized Interest	\$ 2,932,313.31	\$ 3,329,240.40	\$ 2,874,209.84	\$ 2,759,751.50
iii Interest Accrued During Period	\$ (10,487,213.66)	\$ (10,104,841.34)	\$ (9,845,211.61)	\$ (9,657,697.32)
iv Total Non-Cash Interest Adjustments	\$ (7,228,380.42)	\$ (6,532,642.73)	\$ (6,678,961.60)	\$ (6,590,510.49)
(-) Total Student Loan Interest Activity	\$ (26,410.68)	\$ 298,449.41	\$ 12,000.43	\$ (96,804.36)
(=) TOTAL STUDENT LOAN POOL	\$ 996,929,296.69	\$ 972,699,356.69	\$ 947,350,397.85	\$ 919,265,277.37
(+) Pending Portfolio Adjustments	\$ 18,713.68	\$ (1,668.62)	\$ -	\$ (193.76)
(+) Trust Cash Available	\$ 19,757,756.46	\$ 17,657,037.97	\$ 20,990,673.28	\$ 22,045,499.08
(+) Reserve Account Balance	\$ 10,012,520.00	\$ 9,737,930.00	\$ 9,512,480.00	\$ 9,233,250.00
(=) TOTAL ADJUSTED POOL	\$ 1,026,718,286.83	\$ 1,000,092,656.04	\$ 977,853,551.13	\$ 950,543,832.69

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	2/29/2016	5/31/2016	2/29/2016	5/31/2016	2/29/2016	5/31/2016	2/29/2016	5/31/2016	2/29/2016	5/31/2016
INTERIM:										
In School	6.06%	6.11%	395	345	0.4%	0.3%	\$ 1,251,390	\$ 1,074,192	0.1%	0.1%
Grace	6.03%	5.95%	113	137	0.1%	0.1%	\$ 384,297	\$ 446,143	0.0%	0.0%
TOTAL INTERIM	6.06%	6.06%	508	482	0.5%	0.4%	\$ 1,635,687	\$ 1,520,335	0.2%	0.2%
REPAYMENT										
Active	4.27%	4.26%	94,466	93,341	83.7%	85.4%	\$ 803,547,942	\$ 790,823,554	86.1%	87.3%
Current	4.16%	4.15%	83,272	82,270	73.8%	75.3%	\$ 718,263,197	\$ 704,409,369	76.9%	77.8%
31-60 Days Delinquent	4.99%	5.03%	2,850	2,987	2.5%	2.7%	\$ 22,377,015	\$ 25,257,395	2.4%	2.8%
61-90 Days Delinquent	5.08%	5.17%	1,894	1,947	1.7%	1.8%	\$ 14,804,693	\$ 14,087,183	1.6%	1.6%
91-120 Days Delinquent	5.11%	5.09%	1,682	1,468	1.5%	1.3%	\$ 12,707,063	\$ 12,003,911	1.4%	1.3%
> 120 Days Delinquent	5.09%	5.11%	4,768	4,669	4.2%	4.3%	\$ 35,395,974	\$ 35,065,696	3.8%	3.9%
Deferment	4.92%	4.88%	10,688	9,672	9.5%	8.9%	\$ 65,390,178	\$ 59,888,594	7.0%	6.6%
Forbearance	5.08%	5.18%	5,570	4,373	4.9%	4.0%	\$ 51,861,196	\$ 43,504,383	5.6%	4.8%
TOTAL REPAYMENT	4.35%	4.34%	110,724	107,386	98.1%	98.3%	\$ 920,799,316	\$ 894,216,531	98.6%	98.8%
Claims in Process	5.04%	5.08%	1,603	1,385	1.4%	1.3%	\$ 11,188,217	\$ 9,704,430	1.2%	1.1%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.36%	4.35%	112,835	109,253	100%	100%	\$ 933,623,220	\$ 905,441,296	100%	100%
In Collections	5.93%	5.93%	6	6	0%	0%	\$ 23,001	\$ 23,001	0%	0%
TOTAL POOL	4.36%	4.35%	112,841	109,259	0%	0%	\$ 933,646,221	\$ 905,464,297	0%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	5/31/2016
Cumulative Claims submitted (# of loans)	50,910
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 *
08/31/15	\$ 982,891,669	5.18%
11/30/15	\$ 958,960,179	5.07%
02/29/16	\$ 933,623,220	5.01%
05/31/16	\$ 905,441,296	5.02%

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