



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, 2017 through May 31, 2017

Distribution Date: June 20, 2017

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			2/28/2017	Activity	5/31/2017
A	i	Portfolio Balance	\$ 828,951,294.19	\$ (24,429,941.51)	\$ 804,521,352.68
	ii	Accrued Interest	\$ 13,760,473.04	\$ (326,644.73)	\$ 13,433,828.31
	iii	Total Pool	\$ 842,711,767.23		\$ 817,955,180.99
	iv	Pending Portfolio adjustments	\$ -		\$ -
	v	Trust Cash	\$ 18,022,271.58		\$ 20,259,828.38
	vi	Specified Reserve Account Balance	\$ 8,418,790.00		\$ 8,187,180.00
	vii	Total Adjusted Pool	\$ 869,152,828.81		\$ 846,402,189.37
B	i	Weighted Average Coupon (WAC)	4.358%		4.348%
	ii	Weighted Average Remaining Term	169.00		169.48
	iii	Number of Loans	99,739		96,235
	iv	Number of Borrowers	40,381		38,963
	v	Outstanding Principal Balance - T-Bill	\$ 10,281,154.25		\$ 9,934,925.13
	vi	Outstanding Principal Balance - LIBOR	\$ 818,670,139.94		\$ 794,586,427.55

Bonds	CUSIP	Original Issue Amount	Rate	Balance 2/28/2017	Pool Factor 2/28/2017	Balance 5/31/2017	Pool Factor 5/31/2017		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 38,112,000.00	4.53%	\$ 35,294,000.00	4.31%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 13,786,000.00	1.64%	\$ 7,781,000.00	0.95%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.14%	\$ 18,000,000.00	2.20%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 447,181,000.00	53.12%	\$ 432,843,000.00	52.87%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	36.26%	\$ 305,300,000.00	37.29%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.32%	\$ 19,500,000.00	2.38%
	vii	Total Bonds Outstanding Senior		\$ 804,379,000.00		95.55%	\$ 781,218,000.00	95.42%	
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		4.45%	\$ 37,500,000.00	4.58%	
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 841,879,000.00			\$ 818,718,000.00		

Indenture Percentage		2/28/2017	5/31/2017	
D	i	Senior Parity	107.94%	108.20%
	ii	Subordinate Parity	103.12%	103.23%

Monthly Trigger Percentage		2/28/2017	5/31/2017	
E	i	Senior Percentage	105.07%	105.37%
	ii	Subordinate Percentage	100.30%	100.44%

Reserve Account		2/28/2017	5/31/2017	
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 (\$)	\$ 8,418,790.00	\$ 8,187,180.00
	iv	Current Reserve Balance - (\$)		\$ 8,187,180.00
	v	Draws on Reserve - Current Quarter (\$)		\$ 231,610.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		2/28/2017	5/31/2017
A	i Acquisition Account	\$ 295,805.26	\$ 96,770.27
	ii Administration Account	\$ 1,065,700.00	\$ 1,065,700.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 14,112,311.11	\$ 17,091,329.96
	iv Reserve Account	\$ 8,418,790.00	\$ 8,187,180.00
	v Surplus Subaccount	\$ 2,548,455.21	\$ 2,006,028.15
	vii Total Trust Accounts	\$ 26,441,061.58	\$ 28,447,008.38

Parity Calculations		2/28/2017	5/31/2017
B	Value of the Indenture		
	i Portfolio Balance	\$ 828,951,294.19	\$ 804,521,352.68
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,760,473.04	13,433,828.31
	iv Accrued Subsidized Interest	473,468.33	584,256.05
	v Less: Unguaranteed Amount Uncollectibles	(576,014.10)	(485,062.51)
	vi Trust Cash and Investments	26,441,061.58	28,447,008.38
	vii Payments in Transit	1,202,737.09	696,097.09
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 870,253,020.13	\$ 847,197,480.00
	Less:		
	x Accrued Payables	1,533,505.86	1,349,362.79
	xi Net Asset Value - Indenture Percentage	\$ 868,719,514.27	\$ 845,848,117.21

Bond Interest Outstanding		2/28/2017	5/31/2017
C	i Senior Interest	\$ 414,953.75	\$ 527,127.82
	ii Subordinate Interest	\$ 113,082.21	\$ 120,096.19
	iii Total Bond Interest	\$ 528,035.96	\$ 647,224.01

Bonds Outstanding		2/28/2017	5/31/2017
D	i Senior Bonds	\$ 804,379,000.00	\$ 781,218,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 841,879,000.00	\$ 818,718,000.00

Distribution Amounts - Following Monthly Payment Date		2/28/2017	5/31/2017
E	i Senior Distribution Amount	\$ 15,444,000.00	\$ 17,683,000.00

Indenture Percentage		2/28/2017	5/31/2017
F	i Senior Parity $B_{xi} / (C_i + D_i)$	107.94%	108.20%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	103.12%	103.23%

Monthly Trigger Percentage		2/28/2017	5/31/2017
G	i Senior Percentage $B_i / (D_i - E_i)$	105.07%	105.37%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	100.30%	100.44%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	105.13%	100.27%	105.37%	100.44%
	ii 2nd Month Prior	105.30%	100.46%	105.13%	100.27%
	iii 3rd Month Prior	105.07%	100.30%	105.30%	100.46%
	iv 4th Month Prior	105.23%	100.49%	105.07%	100.30%
	v 5th Month Prior	105.06%	100.38%	105.23%	100.49%
	vii 6th Month Prior	104.95%	100.33%	105.06%	100.38%
	viii Six Month Average Trigger Percentage	105.12%	100.37%	105.19%	100.39%

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	6/20/2017	3M LIBOR	0.12%	1.15178%	1.27356%	1.27178%	1.39356%
2006-A	612130HP2	6/20/2017	3M LIBOR	0.10%	1.15178%	1.27356%	1.25178%	1.37356%
2006-C	612130HR8	6/20/2017	1M LIBOR	1.20%	1.00994%	1.21222%	2.20994%	2.41222%
2012-A2	61205PAK5	6/20/2017	1M LIBOR	1.00%	1.00994%	1.21222%	2.00994%	2.21222%
2012-A3	61205PAL3	6/20/2017	1M LIBOR	1.05%	1.00994%	1.21222%	2.05994%	2.26222%
2012-B	61205PAM1	6/20/2017	1M LIBOR	1.20%	1.00994%	1.21222%	2.20994%	2.41222%

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	\$ 114,709.19	\$ 114,709.19	\$ -	\$ -	\$ -	\$ -	8.11%
2006-A	612130HP2	\$ 24,891.37	\$ 24,891.37	\$ -	\$ -	\$ -	\$ -	1.76%
2006-C	612130HR8	\$ 32,044.14	\$ 32,044.14	\$ -	\$ 46,611.03	\$ -	\$ 46,611.03	2.27%
2012-A2	61205PAK5	\$ 700,824.76	\$ 700,824.76	\$ -	\$ -	\$ -	\$ -	49.57%
2012-A3	61205PAL3	\$ 506,614.82	\$ 506,614.82	\$ -	\$ -	\$ -	\$ -	35.83%
2012-B	61205PAM1	\$ 34,714.49	\$ 34,714.49	\$ -	\$ 50,495.26	\$ -	\$ 50,495.26	2.46%
TOTAL		\$ 1,413,798.77	\$ 1,413,798.77	\$ -	\$ 97,106.29	\$ -	\$ 97,106.29	

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	\$ 2,776,000.00	\$ 2,776,000.00	\$ -	\$ -	\$ -	\$ -	20.70%
2006-A	612130HP2	\$ 5,672,000.00	\$ 5,672,000.00	\$ -	\$ -	\$ -	\$ -	42.30%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 432,843,000.00	\$ 9,235,000.00	\$ 423,608,000.00	0.00%
2012-A3	61205PAL3	\$ 4,960,050.88	\$ -	\$ 4,960,050.88	\$ 25,180,893.23	\$ -	\$ 30,140,944.11	36.99%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$13,408,050.88	\$ 8,448,000.00	\$ 4,960,050.88	\$ 458,023,893.23	\$ 9,235,000.00	\$ 453,748,944.11	

TOTAL PRINCIPAL DISTRIBUTION	\$ 17,683,000.00
-------------------------------------	-------------------------

MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 3/1/2017 through: 5/31/2017

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	24,173,995.12
ii	Principal Collections from Guarantor	\$	3,938,017.28
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(21,047.28)
v	Repurchases of Rehabilitated Loans	\$	(534,034.99)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>27,556,930.13</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	7,237.87
ii	Capitalized Interest	\$	(3,134,226.49)
iii	Total Non-Cash Principal Activity	\$	<u>(3,126,988.62)</u>
C	Total Student Loan Principal Activity	\$	<u>24,429,941.51</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	5,503,412.16
ii	Interest Claims Received from Guarantors	\$	112,749.89
iii	Other System Adjustments	\$	(3,688.46)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>5,612,473.59</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	274,129.61
ii	Capitalized Interest	\$	3,134,226.49
iii	Interest Accrued During Period	\$	(8,694,184.96)
iv	Total Non-Cash Interest Adjustments	\$	<u>(5,285,828.86)</u>
F	Total Student Loan Interest Activity	\$	<u>326,644.73</u>

Trust Activity from: 3/1/2017 through: 5/31/2017

G	Trust Balances less Reserve - Beginning of Period	\$	18,022,271.58
H	Released Funds in Excess of Reserve Requirement	\$	231,610.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	28,497,214.00
ii	Student Loan Interest Received	\$	5,717,251.97
iii	Subsidized Interest Received	\$	810,594.93
iv	Investment Income on Trust Accounts	\$	23,509.85
J	Funds Remitted During Period		
i	Bond Principal	\$	23,161,000.00
ii	Bond Interest	\$	3,975,292.14
iii	Consolidation Loan Rebate Fees	\$	1,762,853.62
iv	Management and Servicing Fees	\$	1,236,859.12
v	Administrative Fees (trustee, listing, etc.)	\$	101,094.79
vi	Special Allowance Rebate	\$	2,271,489.29
vii	Repurchases of Rehabilitated Loans	\$	534,034.99
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	96,770.27
ii	Administration Funds	\$	1,065,700.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>19,097,358.11</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****6/20/2017**

A	Total Available Funds for Distribution(IV-L)	\$	19,097,358.11
B	Interest Distributions		
i	2005-B Bonds	\$	114,709.19
ii	2006-A Bonds	\$	24,891.37
iii	2006-C Bonds	\$	32,044.14
iv	2012-A2 Bonds	\$	700,824.76
v	2012-A3 Bonds	\$	506,614.82
vi	2012-B Bonds	\$	34,714.49
vii	Total Bondholder's Interest Distributions	\$	1,413,798.77
C	Principal Distributions		
i	2005-B Bonds	\$	2,776,000.00
ii	2006-A Bonds	\$	5,672,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	9,235,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	17,683,000.00
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)	\$	559.34

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	06/01/16-08/31/16	09/01/16-11/30/16	12/01/16-02/28/17	03/01/17-05/31/17
Beginning Student Loan Pool Balance	\$ 919,265,277.37	\$ 893,706,349.01	\$ 869,147,930.34	\$ 842,711,767.23
Student Loan Principal Activity				
i Regular Principal Collections	\$ 25,638,187.91	\$ 24,312,946.93	\$ 26,395,257.22	\$ 24,173,995.12
ii Principal Collections from Guarantor	\$ 4,111,877.03	\$ 4,637,439.30	\$ 3,273,040.26	\$ 3,938,017.28
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (28,768.67)	\$ (15,322.85)	\$ (37,240.45)	\$ (21,047.28)
v Repurchase of Rehabilitated Loans	\$ (1,408,750.89)	\$ (1,503,788.49)	\$ (599,149.10)	\$ (534,034.99)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 28,312,545.38	\$ 27,431,274.89	\$ 29,031,907.93	\$ 27,556,930.13
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 48,056.50	\$ 7,973.40	\$ 80,925.20	\$ 7,237.87
ii Capitalized Interest	\$ (2,759,885.52)	\$ (2,928,928.43)	\$ (2,710,867.20)	\$ (3,134,226.49)
iii Total Non-Cash Principal Activity	\$ (2,711,829.02)	\$ (2,920,955.03)	\$ (2,629,942.00)	\$ (3,126,988.62)
(-) Total Student Loan Principal Activity	\$ 25,600,716.36	\$ 24,510,319.86	\$ 26,401,965.93	\$ 24,429,941.51
Student Loan Interest Activity				
i Regular Interest Collections	\$ 6,197,936.84	\$ 5,847,126.10	\$ 5,735,095.56	\$ 5,503,412.16
ii Interest Claims Received from Guarantors	\$ 125,789.17	\$ 144,911.12	\$ 121,161.92	\$ 112,749.89
iii Other System Adjustments	\$ (13.97)	\$ 45.26	\$ (20,092.03)	\$ (3,688.46)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 6,323,712.04	\$ 5,992,082.48	\$ 5,836,165.45	\$ 5,612,473.59
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 301,670.33	\$ 226,376.42	\$ 246,386.06	\$ 274,129.61
ii Capitalized Interest	\$ 2,759,885.52	\$ 2,928,928.43	\$ 2,710,867.20	\$ 3,134,226.49
iii Interest Accrued During Period	\$ (9,427,055.89)	\$ (9,099,288.52)	\$ (8,759,221.53)	\$ (8,694,184.96)
iv Total Non-Cash Interest Adjustments	\$ (6,365,500.04)	\$ (5,943,983.67)	\$ (5,801,968.27)	\$ (5,285,828.86)
(-) Total Student Loan Interest Activity	\$ (41,788.00)	\$ 48,098.81	\$ 34,197.18	\$ 326,644.73
(=) TOTAL STUDENT LOAN POOL	\$ 893,706,349.01	\$ 869,147,930.34	\$ 842,711,767.23	\$ 817,955,180.99
(+) Pending Portfolio Adjustments	\$ -	\$ (37,825.17)	\$ -	\$ -
(+) Trust Cash Available	\$ 20,484,782.53	\$ 21,312,266.12	\$ 18,022,271.58	\$ 20,259,828.38
(+) Reserve Account Balance	\$ 8,953,830.00	\$ 8,711,720.00	\$ 8,418,790.00	\$ 8,187,180.00
(=) TOTAL ADJUSTED POOL	\$ 923,144,961.54	\$ 899,134,091.29	\$ 869,152,828.81	\$ 846,402,189.37

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	2/28/2017	5/31/2017	2/28/2017	5/31/2017	2/28/2017	5/31/2017	2/28/2017	5/31/2017	2/28/2017	5/31/2017
INTERIM:										
In School	5.68%	5.98%	271	227	0.3%	0.2%	\$ 854,378	\$ 707,229	0.1%	0.1%
Grace	6.28%	6.28%	38	79	0.0%	0.1%	\$ 145,393	\$ 277,882	0.0%	0.0%
TOTAL INTERIM	5.77%	6.06%	309	306	0.3%	0.3%	\$ 999,771	\$ 985,112	0.1%	0.1%
REPAYMENT										
Active	4.25%	4.26%	83,855	82,538	84.1%	85.8%	\$ 709,302,631	\$ 696,469,237	85.6%	86.6%
Current	4.16%	4.17%	76,480	74,873	76.7%	77.8%	\$ 652,668,572	\$ 639,740,644	78.7%	79.5%
31-60 Days Delinquent	5.24%	5.06%	2,269	2,494	2.3%	2.6%	\$ 18,553,021	\$ 17,018,733	2.2%	2.1%
61-90 Days Delinquent	5.16%	5.22%	884	1,378	0.9%	1.4%	\$ 6,549,544	\$ 10,804,988	0.8%	1.3%
91-120 Days Delinquent	5.22%	5.08%	795	923	0.8%	1.0%	\$ 5,737,255	\$ 7,232,083	0.7%	0.9%
> 120 Days Delinquent	5.05%	5.23%	3,427	2,870	3.4%	3.0%	\$ 25,794,240	\$ 21,672,789	3.1%	2.7%
Deferment	4.92%	4.95%	7,270	6,089	7.3%	6.3%	\$ 42,414,569	\$ 38,219,519	5.1%	4.8%
Forbearance	5.09%	5.09%	7,263	6,580	7.3%	6.8%	\$ 69,022,395	\$ 64,244,889	8.3%	8.0%
TOTAL REPAYMENT	4.35%	4.35%	98,388	95,207	98.6%	98.9%	\$ 820,739,595	\$ 798,933,645	99.0%	99.3%
Claims in Process	5.06%	4.95%	1,042	722	1.0%	0.8%	\$ 7,211,929	\$ 4,602,596	0.9%	0.6%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.36%	4.35%	99,739	96,235	100%	100%	\$ 828,951,294	\$ 804,521,353	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	5/31/2017
Cumulative Claims submitted (# of loans)	50,434
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 *
08/31/16	\$ 879,840,579	4.98%
11/30/16	\$ 855,353,260	4.93%
02/28/17	\$ 828,951,294	4.92%
05/31/17	\$ 804,521,353	4.89%

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