



Montana Higher Education Student Assistance Corporation

Monthly 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 June 01, 2013 through June 30, 2013
Distribution Date: July 22, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				5/31/2013	Activity	6/30/2013
A	i	Principal Balance		\$ 1,236,476,954.57	\$ (7,758,743.50)	\$ 1,228,718,211.07
	ii	Accrued Interest		\$ 15,115,071.44	\$ (1,064,835.55)	\$ 14,050,235.89
	iii	Total Student Loan Pool		\$ 1,251,592,026.01		\$ 1,242,768,446.96
	iv	Pending Portfolio adjustments		\$ -		\$ (88,192.08)
	v	Trust Cash		\$ 23,630,367.56		\$ 14,788,466.59
	vi	Specified Reserve Account Balance		\$ 12,704,400.00		\$ 12,508,600.00
	vii	Total Adjusted Pool		\$ 1,287,926,793.57		\$ 1,269,977,321.47
B	i	Weighted Average Coupon (WAC)		4.430%		4.430%
	ii	Weighted Average Remaining Term		184.79		184.17
	iii	Number of Loans		153,196		151,889
	iv	Number of Borrowers		61,571		61,072
	v	Outstanding Principal Balance - T-Bill		\$ 17,770,092.33		\$ 17,502,499.16
	vi	Outstanding Principal Balance - LIBOR		\$ 1,218,706,862.24		\$ 1,211,215,711.91

Bonds	CUSIP	Original Issue Amount	Rate	Balance 5/31/2013	Pool Factor 5/31/2013	Balance 6/30/2013	Pool Factor 6/30/2013		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 87,035,000.00	6.85%	\$ 83,320,000.00	6.66%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 115,994,000.00	9.13%	\$ 109,104,000.00	8.72%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.42%	\$ 18,000,000.00	1.44%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 75,611,000.00	5.95%	\$ 66,636,000.00	5.33%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	51.08%	\$ 649,000,000.00	51.88%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	24.03%	\$ 305,300,000.00	24.41%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.53%	\$ 19,500,000.00	1.56%
	viii	Total Bonds Outstanding Senior		\$ 1,232,940,000.00		\$ 1,213,360,000.00	97.05%	\$ 1,213,360,000.00	97.00%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	2.95%	\$ 37,500,000.00	3.00%
	x	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,270,440,000.00		\$ 1,250,860,000.00		\$ 1,250,860,000.00	

Indenture Percentage		5/31/2013	6/30/2013	
D	i	Senior Parity	104.29%	104.38%
	ii	Subordinate Parity	101.20%	101.25%

Monthly Trigger Percentage		5/31/2013	6/30/2013	
E	i	Senior Percentage	101.91%	102.19%
	ii	Subordinate Percentage	98.85%	99.10%

Reserve Account		5/31/2013	6/30/2013	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 12,704,400.00	\$ 12,508,600.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance - (\$)		\$ 12,508,600.00
	vi	Draws on Reserve - Current Month(\$)		\$ 195,800.00

MHESAC 1993 Master Indenture
II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		5/31/2013	6/30/2013
A	i Acquisition Account	\$ 804,497.27	\$ 633,804.05
	ii Administration Account	\$ 1,949,000.00	\$ 1,949,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 18,398,589.29	\$ 12,205,662.54
	iv Reserve Account	\$ 12,704,400.00	\$ 12,508,600.00
	v Surplus Subaccount	\$ 2,478,281.00	\$ -
	vii Total Trust Accounts	\$ 36,334,767.56	\$ 27,297,066.59

Parity Calculations		5/31/2013	6/30/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,236,476,954.57	\$ 1,228,718,211.07
	ii Pending System Adjustments	-	(88,192.08)
	iii Accrued Borrower Interest	15,115,071.44	14,050,235.89
	iv Accrued Subsidized Interest	1,016,637.40	1,493,913.09
	v Less: Unguaranteed Amount Uncollectibles	(682,232.91)	(693,727.78)
	vi Trust Cash and Investments	36,334,767.56	27,297,066.59
	vii Payments in Transit	1,231,096.16	828,984.36
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,289,492,294.22	\$ 1,271,606,491.14
	Less:		
	x Accrued Payables	3,085,036.00	4,634,327.93
	xi Net Asset Value - Indenture Percentage	\$ 1,286,407,258.22	\$ 1,266,972,163.21

Bond Interest Outstanding		5/31/2013	6/30/2013
C	i Senior Interest	\$ 566,369.37	\$ 390,638.77
	ii Subordinate Interest	108,774.25	107,352.09
	iii Total Bond Interest	\$ 675,143.62	\$ 497,990.86

Bonds Outstanding		5/31/2013	6/30/2013
D	i Senior Bonds	\$ 1,232,940,000.00	\$ 1,213,360,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,270,440,000.00	\$ 1,250,860,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2013	6/30/2013
E	i Senior Distribution Amount	\$ 19,580,000.00	\$ 11,025,000.00

Indenture Percentage		5/31/2013	6/30/2013
F	i Senior Parity $B_{xi} / (C_i + D_i)$	104.29%	104.38%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{ii})$	101.20%	101.25%

Monthly Trigger Percentage		5/31/2013	6/30/2013
G	i Senior Percentage $B_i / (D_i - E_i)$	101.91%	102.19%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	98.85%	99.10%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	101.91%	98.85%	102.19%	99.10%
	ii 2nd Month Prior	102.06%	99.02%	101.91%	98.85%
	iii 3rd Month Prior	101.98%	98.97%	102.06%	99.02%
	iv 4th Month Prior	101.79%	98.82%	101.98%	98.97%
	v 5th Month Prior	101.68%	98.74%	101.79%	98.82%
	vii 6th Month Prior	101.77%	98.85%	101.68%	98.74%
	viii Six Month Average Trigger Percentage	101.86%	98.87%	101.93%	98.92%

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	9/20/2013	3M LIBOR	0.12%	0.27225%	0.27225%	0.39225%	0.39225%
2006-A	612130HP2	9/20/2013	3M LIBOR	0.10%	0.27225%	0.27225%	0.37225%	0.37225%
2006-C	612130HR8	7/22/2013	1M LIBOR	1.20%	0.19160%	0.19153%	1.39160%	1.39153%
2012-A1	61205PAJ8	7/22/2013	1M LIBOR	0.60%	0.19160%	0.19153%	0.79160%	0.79153%
2012-A2	61205PAK5	7/22/2013	1M LIBOR	1.00%	0.19160%	0.19153%	1.19160%	1.19153%
2012-A3	61205PAL3	7/22/2013	1M LIBOR	1.05%	0.19160%	0.19153%	1.24160%	1.24153%
2012-B	61205PAM1	7/22/2013	1M LIBOR	1.20%	0.19160%	0.19153%	1.39160%	1.39153%

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-C	612130HR8	\$ 22,265.64	\$ 22,265.64	\$ -	\$ 43,929.47	\$ -	\$ 43,929.47	1.99%
2012-A1	61205PAJ8	\$ 46,887.76	\$ 46,887.76	\$ -	\$ -	\$ -	\$ -	4.20%
2012-A2	61205PAK5	\$ 687,420.80	\$ 687,420.80	\$ -	\$ -	\$ -	\$ -	61.51%
2012-A3	61205PAL3	\$ 336,941.29	\$ 336,941.29	\$ -	\$ -	\$ -	\$ -	30.15%
2012-B	61205PAM1	\$ 24,121.11	\$ 24,121.11	\$ -	\$ 47,590.26	\$ -	\$ 47,590.26	2.16%
TOTAL		\$ 1,117,636.60	\$ 1,117,636.60	\$ -	\$ 91,519.73	\$ -	\$ 91,519.73	

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$ -	\$ -	\$ -	\$ 66,636,000.00	\$ 513,000.00	\$ 66,123,000.00	0.00%
2012-A2	61205PAK5	\$ 24,690,935.67	\$ -	\$ 24,690,935.67	\$ 76,348,942.60	\$ -	\$ 101,039,878.27	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 24,690,935.67	\$ -	\$ 24,690,935.67	\$ 142,984,942.60	\$ 513,000.00	\$ 167,162,878.27	

TOTAL PRINCIPAL DISTRIBUTION	\$ 513,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 6/1/2013 through: 6/30/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	8,240,902.80
ii	Principal Collections from Guarantor	\$	2,056,430.20
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(44,895.17)
v	Repurchases of Rehabilitated Loans	\$	(303,251.99)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,949,185.84</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	8,625.35
ii	Capitalized Interest	\$	(2,199,067.69)
iii	Total Non-Cash Principal Activity	\$	<u>(2,190,442.34)</u>
C	Total Student Loan Principal Activity	\$	<u>7,758,743.50</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,810,090.69
ii	Interest Claims Received from Guarantors	\$	45,066.57
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(0.21)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	<u>2,855,157.05</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	191,267.56
ii	Capitalized Interest	\$	2,199,067.69
iii	Interest Accrued During Period	\$	(4,180,656.75)
iv	Total Non-Cash Interest Adjustments	\$	<u>(1,790,321.50)</u>
F	Total Student Loan Interest Activity	\$	<u>1,064,835.55</u>

Trust Activity from: 6/1/2013 through: 6/30/2013

G	Trust Balances less Reserve - Beginning of Period	\$	23,630,367.56
H	Released Funds in Excess of Reserve Requirement	\$	195,800.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	11,656,504.38
ii	Student Loan Interest Received	\$	1,942,379.87
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	823.05
J	Funds Remitted During Period		
i	Bond Principal	\$	19,580,000.00
ii	Bond Interest	\$	1,296,558.77
iii	Consolidation Loan Rebate Fees	\$	833,953.53
iv	Management and Servicing Fees	\$	620,986.98
v	Administrative Fees (trustee, listing, etc.)	\$	2,657.00
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	303,251.99
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	3,666,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,846,000.00
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	27,840.45
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	34,597.08
v	Acquisition Funds for Rehabilitated Loans	\$	633,804.05
vi	Administration Funds	\$	1,949,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>1,631,225.01</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****7/22/2013**

A	Total Available Funds for Distribution(IV-L)	\$	1,631,225.01
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	22,265.64
iv	2012-A1 Bonds	\$	46,887.76
v	2012-A2 Bonds	\$	687,420.80
vi	2012-A3 Bonds	\$	336,941.29
vii	2012-B Bonds	\$	24,121.11
viii	Total Bondholder's Interest Distributions	\$	1,117,636.60
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	513,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	513,000.00
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)	\$	588.41

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	03/01/13-03/31/13	04/01/13-04/30/13	05/01/13-05/31/13	06/01/13-06/30/13
Beginning Student Loan Pool Balance	\$ 1,283,780,314.73	\$ 1,274,439,773.30	\$ 1,262,590,588.08	\$ 1,251,592,026.01
Student Loan Principal Activity				
i Regular Principal Collections	\$ 9,215,473.75	\$ 10,620,008.30	\$ 9,906,593.10	\$ 8,240,902.80
ii Principal Collections from Guarantor	\$ 2,224,653.82	\$ 2,667,972.53	\$ 2,768,968.19	\$ 2,056,430.20
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (74,120.80)	\$ (52,881.36)	\$ (45,789.32)	\$ (44,895.17)
v Repurchase of Rehabilitated Loans	\$ (637,798.66)	\$ (555,005.68)	\$ (474,931.50)	\$ (303,251.99)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 10,728,208.11	\$ 12,680,093.79	\$ 12,154,840.47	\$ 9,949,185.84
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 2,506.20	\$ 2,966.21	\$ 9,122.14	\$ 8,625.35
ii Capitalized Interest	\$ (889,849.58)	\$ (786,258.34)	\$ (1,164,943.19)	\$ (2,199,067.69)
iii Total Non-Cash Principal Activity	\$ (887,343.38)	\$ (783,292.13)	\$ (1,155,821.05)	\$ (2,190,442.34)
(-) Total Student Loan Principal Activity	\$ 9,840,864.73	\$ 11,896,801.66	\$ 10,999,019.42	\$ 7,758,743.50
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,781,449.57	\$ 3,099,397.50	\$ 2,890,223.58	\$ 2,810,090.69
ii Interest Claims Received from Guarantors	\$ 59,659.82	\$ 71,045.21	\$ 75,594.01	\$ 45,066.57
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (107.08)	\$ (17.84)	\$ (69.90)	\$ (0.21)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 2,841,002.31	\$ 3,170,424.87	\$ 2,965,747.69	\$ 2,855,157.05
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 180,391.91	\$ 224,955.41	\$ 205,484.37	\$ 191,267.56
ii Capitalized Interest	\$ 889,849.58	\$ 786,258.34	\$ 1,164,943.19	\$ 2,199,067.69
iii Interest Accrued During Period	\$ (4,411,567.10)	\$ (4,229,255.06)	\$ (4,336,632.60)	\$ (4,180,656.75)
iv Total Non-Cash Interest Adjustments	\$ (3,341,325.61)	\$ (3,218,041.31)	\$ (2,966,205.04)	\$ (1,790,321.50)
(-) Total Student Loan Interest Activity	\$ (500,323.30)	\$ (47,616.44)	\$ (457.35)	\$ 1,064,835.55
(=) TOTAL STUDENT LOAN POOL	\$ 1,274,439,773.30	\$ 1,262,590,588.08	\$ 1,251,592,026.01	\$ 1,242,768,446.96
(+) Pending Portfolio Adjustments	\$ -	\$ (5,012.58)	\$ -	\$ (88,192.08)
(+) Trust Cash Available	\$ 15,501,987.99	\$ 26,796,966.73	\$ 23,630,367.56	\$ 14,788,466.59
(+) Reserve Account Balance	\$ 13,075,410.00	\$ 12,830,570.00	\$ 12,704,400.00	\$ 12,508,600.00
(=) TOTAL ADJUSTED POOL	\$ 1,303,017,171.29	\$ 1,302,213,112.23	\$ 1,287,926,793.57	\$ 1,269,977,321.47

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2013	6/30/2013	5/31/2013	6/30/2013	5/31/2013	6/30/2013	5/31/2013	6/30/2013	5/31/2013	6/30/2013
INTERIM:										
In School	6.29%	6.27%	3,451	2,981	2.3%	2.0%	\$ 11,221,295	\$ 9,718,727	0.9%	0.8%
Grace	6.23%	6.18%	2,338	1,645	1.5%	1.1%	\$ 7,471,426	\$ 5,323,061	0.6%	0.4%
TOTAL INTERIM	6.27%	6.24%	5,789	4,626	3.8%	3.0%	\$ 18,692,721	\$ 15,041,788	1.5%	1.2%
REPAYMENT										
Active	4.32%	4.32%	117,599	118,083	76.8%	77.7%	\$ 1,022,574,189	\$ 1,018,256,467	82.7%	82.9%
Current	4.20%	4.20%	102,404	102,503	66.8%	67.5%	\$ 917,040,863	\$ 909,361,130	74.2%	74.0%
31-60 Days Delinquent	5.10%	5.03%	4,256	4,261	2.8%	2.8%	\$ 29,996,175	\$ 31,974,270	2.4%	2.6%
61-90 Days Delinquent	5.13%	5.12%	2,600	2,795	1.7%	1.8%	\$ 17,297,835	\$ 19,836,100	1.4%	1.6%
91-120 Days Delinquent	4.89%	5.10%	1,970	2,011	1.3%	1.3%	\$ 14,038,651	\$ 12,733,767	1.1%	1.0%
> 120 Days Delinquent	5.17%	5.12%	6,369	6,513	4.2%	4.3%	\$ 44,200,665	\$ 44,351,200	3.6%	3.6%
Deferment	4.97%	4.97%	22,283	21,789	14.5%	14.3%	\$ 133,555,233	\$ 132,428,811	10.8%	10.8%
Forbearance	4.97%	5.08%	5,690	5,702	3.7%	3.8%	\$ 49,123,586	\$ 50,429,596	4.0%	4.1%
TOTAL REPAYMENT	4.40%	4.41%	145,572	145,574	95.0%	95.8%	\$ 1,205,253,008	\$ 1,201,114,874	97.5%	97.8%
Claims in Process	5.11%	4.96%	1,833	1,689	1.2%	1.1%	\$ 12,506,229	\$ 12,561,549	1.0%	1.0%
Aged Claims Rejected	3.50%	0.00%	2	0	0.0%	0.0%	\$ 24,997	\$ -	0.0%	0.0%
GRAND TOTAL	4.43%	4.43%	153,196	151,889	100%	100%	\$ 1,236,476,955	\$ 1,228,718,211	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	6/30/2013
Cumulative Claims submitted (# of loans)	43,342
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 *
03/31/13	\$ 1,259,372,776	6.36%
04/30/13	\$ 1,247,475,974	6.36%
05/31/13	\$ 1,236,476,955	6.31%
06/30/13	\$ 1,228,718,211	6.09%

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