



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

Reporting Period June 01, 2016 through June 30, 2016

Distribution Date: July 20, 2016

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		5/31/2016		Activity		6/30/2016	
A	i	Principal Balance	\$ 905,464,296.34	\$ (8,033,858.32)	\$	897,430,438.02	
	ii	Accrued Interest	\$ 13,800,981.03	\$ (121,647.50)	\$	13,679,333.53	
	iii	Total Student Loan Pool	\$ 919,265,277.37		\$	911,109,771.55	
	iv	Pending Portfolio adjustments	\$ (193.76)		\$	-	
	v	Trust Cash	\$ 22,045,499.08		\$	12,783,428.85	
	vi	Specified Reserve Account Balance	\$ 9,233,250.00		\$	9,044,830.00	
	vii	Total Adjusted Pool	\$ 950,543,832.69		\$	932,938,030.40	
B	i	Weighted Average Coupon (WAC)	4.350%			4.350%	
	ii	Weighted Average Remaining Term	172.08			171.65	
	iii	Number of Loans	110,355			108,210	
	iv	Number of Borrowers	44,752			43,874	
	v	Outstanding Principal Balance - T-Bill	\$ 12,092,424.21		\$	11,886,921.51	
	vi	Outstanding Principal Balance - LIBOR	\$ 902,143,676.92		\$	885,520,515.82	

Bonds		CUSIP	Original Issue Amount	Rate	Balance 5/31/2016	Pool Factor 5/31/2016	Balance 6/30/2016	Pool Factor 6/30/2016	
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 46,765,000.00	5.06%	\$ 43,846,000.00	4.85%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 32,819,000.00	3.55%	\$ 26,180,000.00	2.89%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.95%	\$ 18,000,000.00	1.99%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 500,941,000.00	54.25%	\$ 491,657,000.00	54.36%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	33.07%	\$ 305,300,000.00	33.75%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.11%	\$ 19,500,000.00	2.16%
	vii	Total Bonds Outstanding Senior		\$ 885,825,000.00		95.94%	\$ 866,983,000.00	95.85%	
	viii	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		4.06%	\$ 37,500,000.00	4.15%	
	ix	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 923,325,000.00			\$ 904,483,000.00		

Indenture Percentage		5/31/2016	6/30/2016	
D	i	Senior Parity	107.14%	107.31%
	ii	Subordinate Parity	102.78%	102.85%

Monthly Trigger Percentage		5/31/2016	6/30/2016	
E	i	Senior Percentage	104.44%	104.75%
	ii	Subordinate Percentage	100.11%	100.36%

Reserve Account		5/31/2016	6/30/2016	
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 (\$)	\$ 9,233,250.00	\$ 9,044,830.00
	iv	Current Reserve Balance - (\$)		\$ 9,044,830.00
	v	Draws on Reserve - Current Month(\$)		\$ 188,420.00

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

Trust Accounts		5/31/2016	6/30/2016
A i	Acquisition Account	\$ 589,776.46	\$ 369,448.76
ii	Administration Account	\$ 1,400,600.00	\$ 1,065,700.00
iii	Bond- Interest, Principal, Retirement Subaccounts	\$ 17,338,408.14	\$ 11,324,753.64
iv	Reserve Account	\$ 9,233,250.00	\$ 9,044,830.00
v	Revenue Account	\$ -	\$ -
vii	Surplus Subaccount	\$ 2,716,714.48	\$ 23,526.45
viii	Total Trust Accounts	\$ 31,278,749.08	\$ 21,828,258.85

Parity Calculations		5/31/2016	6/30/2016
Value of the Indenture			
i	Portfolio Balance	\$ 905,464,296.34	\$ 897,430,438.02
ii	Pending System Adjustments	(193.76)	-
iii	Accrued Borrower Interest	13,800,981.03	13,679,333.53
iv	Accrued Subsidized Interest	489,163.34	758,675.71
v	Less: Unguaranteed Amount Uncollectibles	(430,722.33)	(426,738.49)
vi	Trust Cash and Investments	31,278,749.08	21,828,258.85
vii	Payments in Transit	926,910.82	361,356.40
viii	Other Cash and Assets	-	-
ix	Total Trust Value	\$ 951,529,184.52	\$ 933,631,324.02
Less:			
x	Accrued Payables	1,938,841.98	2,881,483.88
xi	Net Asset Value - Indenture Percentage	\$ 949,590,342.54	\$ 930,749,840.14

Bond Interest Outstanding		5/31/2016	6/30/2016
C i	Senior Interest	\$ 508,680.19	\$ 373,528.50
ii	Subordinate Interest	115,825.75	114,359.22
iii	Total Bond Interest	\$ 624,505.94	\$ 487,887.72

Bonds Outstanding		5/31/2016	6/30/2016
D i	Senior Bonds	\$ 885,825,000.00	\$ 866,983,000.00
ii	Subordinate Bonds	37,500,000.00	37,500,000.00
iii	Total Bonds	\$ 923,325,000.00	\$ 904,483,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2016	6/30/2016
E i	Senior Distribution Amount	\$ 18,842,000.00	\$ 10,275,999.99

Indenture Percentage		5/31/2016	6/30/2016
F i	Senior Parity $Bxi / (Ci + Di)$	107.14%	107.31%
ii	Subordinate Parity $Bxi / (Ciii + Diii)$	102.78%	102.85%

Monthly Trigger Percentage		5/31/2016	6/30/2016
G i	Senior Percentage $Bi / (Di - Ei)$	104.44%	104.75%
ii	Subordinate Percentage $Bi / (Diii - Ei)$	100.11%	100.36%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H i	1st Month Prior	104.44%	100.11%	104.75%	100.36%
ii	2nd Month Prior	104.34%	100.05%	104.44%	100.11%
iii	3rd Month Prior	104.52%	100.26%	104.34%	100.05%
iv	4th Month Prior	104.26%	100.07%	104.52%	100.26%
v	5th Month Prior	104.17%	100.02%	104.26%	100.07%
vii	6th Month Prior	104.24%	100.12%	104.17%	100.02%
viii	Six Month Average Trigger Percentage	104.33%	100.11%	104.41%	100.15%

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	9/20/2016	3M LIBOR	0.12%	0.64660%	0.64660%	0.76660%	0.76660%
2006-A	612130HP2	9/20/2016	3M LIBOR	0.10%	0.64660%	0.64660%	0.74660%	0.74660%
2006-C	612130HR8	7/20/2016	1M LIBOR	1.20%	0.44805%	0.48655%	1.64805%	1.68655%
2012-A2	61205PAK5	7/20/2016	1M LIBOR	1.00%	0.44805%	0.48655%	1.44805%	1.48655%
2012-A3	61205PAL3	7/20/2016	1M LIBOR	1.05%	0.44805%	0.48655%	1.49805%	1.53655%
2012-B	61205PAM1	7/20/2016	1M LIBOR	1.20%	0.44805%	0.48655%	1.64805%	1.68655%

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	\$ 24,720.84	\$ 24,720.84	\$ -	\$ 45,869.10	\$ -	\$ 45,869.10	2.41%
2012-A2	61205PAK5	\$ 593,287.42	\$ 593,287.42	\$ -	\$ -	\$ -	\$ -	57.83%
2012-A3	61205PAL3	\$ 381,130.41	\$ 381,130.41	\$ -	\$ -	\$ -	\$ -	37.15%
2012-B	61205PAM1	\$ 26,780.91	\$ 26,780.91	\$ -	\$ 49,691.49	\$ -	\$ 49,691.49	2.61%
TOTAL		\$ 1,025,919.58	\$ 1,025,919.58	\$ -	\$ 95,560.59	\$ -	\$ 95,560.59	

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-A2	61205PAK5	\$12,411,468.06	\$ 1,164,000.00	\$ 11,247,468.06	\$ 426,956,578.30	\$ -	\$ 438,204,046.36	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$12,411,468.06	\$ 1,164,000.00	\$ 11,247,468.06	\$ 426,956,578.30	\$ -	\$ 438,204,046.36	

TOTAL PRINCIPAL DISTRIBUTION	\$ 1,164,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 6/1/2016 through: 6/30/2016

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	8,353,667.73
ii	Principal Collections from Guarantor	\$	1,244,319.42
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(7,706.84)
v	Repurchases of Rehabilitated Loans	\$	(572,132.24)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,018,148.07</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	2,021.99
ii	Capitalized Interest	\$	(986,311.74)
iii	Total Non-Cash Principal Activity	\$	<u>(984,289.75)</u>
C	Total Student Loan Principal Activity	\$	<u>8,033,858.32</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,101,154.21
ii	Interest Claims Received from Guarantors	\$	36,651.72
iii	Other System Adjustments	\$	(1.20)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>2,137,804.73</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	92,754.64
ii	Capitalized Interest	\$	986,311.74
iii	Interest Accrued During Period	\$	(3,095,223.61)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,016,157.23)</u>
F	Total Student Loan Interest Activity	\$	<u>121,647.50</u>

Trust Activity from: 6/1/2016 through: 6/30/2016

G	Trust Balances less Reserve - Beginning of Period	\$	22,045,499.08
H	Released Funds in Excess of Reserve Requirement	\$	188,420.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	10,072,440.05
ii	Student Loan Interest Received	\$	2,221,967.98
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	9,492.95
J	Funds Remitted During Period		
i	Bond Principal	\$	18,842,000.00
ii	Bond Interest	\$	1,212,609.18
iii	Consolidation Loan Rebate Fees	\$	642,245.43
iv	Management and Servicing Fees	\$	484,919.28
v	Administrative Fees (trustee, listing, etc.)	\$	2,289.62
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	570,327.70
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	2,884,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,227,999.99
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	28,632.74
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	16,650.29
v	Acquisition Funds for Rehabilitated Loans	\$	369,448.76
vi	Administration Funds	\$	1,065,700.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>2,190,997.07</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****7/20/2016**

A	Total Available Funds for Distribution(IV-L)	\$	2,190,997.07
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	24,720.84
iv	2012-A2 Bonds	\$	593,287.42
v	2012-A3 Bonds	\$	381,130.41
vi	2012-B Bonds	\$	26,780.91
vii	Total Bondholder's Interest Distributions	\$	1,025,919.58
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	1,164,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	1,164,000.00
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)	\$	1,077.49

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	03/01/16-03/31/16	04/01/16-04/30/16	05/01/16-05/31/16	06/01/16-06/30/16
Beginning Student Loan Pool Balance	\$ 947,350,397.85	\$ 937,038,146.63	\$ 928,105,724.20	\$ 919,265,277.37
Student Loan Principal Activity				
i Regular Principal Collections	\$ 9,328,872.99	\$ 8,712,868.00	\$ 8,509,792.17	\$ 8,353,667.73
ii Principal Collections from Guarantor	\$ 2,183,478.81	\$ 1,156,776.97	\$ 1,430,567.64	\$ 1,244,319.42
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (9,723.72)	\$ (4,512.39)	\$ (5,776.72)	\$ (7,706.84)
v Repurchase of Rehabilitated Loans	\$ (176,064.77)	\$ (37,404.71)	\$ (151,234.11)	\$ (572,132.24)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 11,326,563.31	\$ 9,827,727.87	\$ 9,783,348.98	\$ 9,018,148.07
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 4,073.63	\$ 815.26	\$ (852.71)	\$ 2,021.99
ii Capitalized Interest	\$ (883,304.38)	\$ (888,756.33)	\$ (987,690.79)	\$ (986,311.74)
iii Total Non-Cash Principal Activity	\$ (879,230.75)	\$ (887,941.07)	\$ (988,543.50)	\$ (984,289.75)
(-) Total Student Loan Principal Activity	\$ 10,447,332.56	\$ 8,939,786.80	\$ 8,794,805.48	\$ 8,033,858.32
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,100,171.10	\$ 2,105,624.79	\$ 2,133,695.25	\$ 2,101,154.21
ii Interest Claims Received from Guarantors	\$ 56,784.58	\$ 45,373.81	\$ 52,057.19	\$ 36,651.72
iii Other System Adjustments	\$ -	\$ -	\$ (0.59)	\$ (1.20)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 2,156,955.68	\$ 2,150,998.60	\$ 2,185,751.85	\$ 2,137,804.73
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 112,106.54	\$ 100,172.85	\$ 95,155.94	\$ 92,754.64
ii Capitalized Interest	\$ 883,304.38	\$ 888,756.33	\$ 987,690.79	\$ 986,311.74
iii Interest Accrued During Period	\$ (3,287,447.94)	\$ (3,147,292.15)	\$ (3,222,957.23)	\$ (3,095,223.61)
iv Total Non-Cash Interest Adjustments	\$ (2,292,037.02)	\$ (2,158,362.97)	\$ (2,140,110.50)	\$ (2,016,157.23)
(-) Total Student Loan Interest Activity	\$ (135,081.34)	\$ (7,364.37)	\$ 45,641.35	\$ 121,647.50
(=) TOTAL STUDENT LOAN POOL	\$ 937,038,146.63	\$ 928,105,724.20	\$ 919,265,277.37	\$ 911,109,771.55
(+) Pending Portfolio Adjustments	\$ (13,242.01)	\$ (57.01)	\$ (193.76)	\$ -
(+) Trust Cash Available	\$ 14,759,186.46	\$ 19,282,559.98	\$ 22,045,499.08	\$ 12,783,428.85
(+) Reserve Account Balance	\$ 9,329,810.00	\$ 9,303,490.00	\$ 9,233,250.00	\$ 9,044,830.00
(=) TOTAL ADJUSTED POOL	\$ 961,113,901.08	\$ 956,691,717.17	\$ 950,543,832.69	\$ 932,938,030.40

MHESAC 1993 Master Indenture											
VII. Portfolio Characteristics											
STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	5/31/2016	6/30/2016	5/31/2016	6/30/2016	5/31/2016	6/30/2016	5/31/2016	6/30/2016	5/31/2016	6/30/2016	
INTERIM:											
In School	6.11%	6.04%	345	321	0.3%	0.3%	\$ 1,074,192	\$ 1,002,755	0.1%	0.1%	
Grace	5.95%	6.18%	137	84	0.1%	0.1%	\$ 446,143	\$ 283,476	0.0%	0.0%	
TOTAL INTERIM	6.06%	6.07%	482	405	0.4%	0.4%	\$ 1,520,335	\$ 1,286,231	0.2%	0.1%	
REPAYMENT											
Active	4.26%	4.26%	93,341	92,465	85.4%	85.4%	\$ 790,823,554	\$ 783,139,034	87.3%	87.3%	
Current	4.15%	4.15%	82,270	81,460	75.3%	75.3%	\$ 704,409,369	\$ 698,597,976	77.8%	77.8%	
31-60 Days Delinquent	5.03%	5.09%	2,987	2,880	2.7%	2.7%	\$ 25,257,395	\$ 23,209,700	2.8%	2.6%	
61-90 Days Delinquent	5.17%	5.03%	1,947	1,892	1.8%	1.7%	\$ 14,087,183	\$ 15,444,080	1.6%	1.7%	
91-120 Days Delinquent	5.09%	5.20%	1,468	1,432	1.3%	1.3%	\$ 12,003,911	\$ 10,191,502	1.3%	1.1%	
> 120 Days Delinquent	5.11%	5.11%	4,669	4,801	4.3%	4.4%	\$ 35,065,696	\$ 35,695,776	3.9%	4.0%	
Deferment	4.88%	4.88%	9,672	9,285	8.9%	8.6%	\$ 59,888,594	\$ 57,931,606	6.6%	6.5%	
Forbearance	5.18%	5.15%	4,373	4,805	4.0%	4.4%	\$ 43,504,383	\$ 45,528,147	4.8%	5.1%	
TOTAL REPAYMENT	4.34%	4.34%	107,386	106,555	98.3%	98.5%	\$ 894,216,531	\$ 886,598,787	98.8%	98.8%	
Claims in Process	5.08%	5.06%	1,385	1,250	1.3%	1.2%	\$ 9,704,430	\$ 9,522,419	1.1%	1.1%	
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
GRAND TOTAL	4.35%	4.35%	109,253	108,210	100%	100%	\$ 905,441,296	\$ 897,407,437	100%	100%	
In Collections	5.93%	5.93%	6	6	0%	0%	\$ 23,001	\$ 23,001	0%	0%	
TOTAL POOL	4.35%	4.35%	109,259	108,216	100%	100%	\$ 905,464,297	\$ 897,430,438	100%	100%	

VIII. MHESAC Cumulative Net Reject Rate	
	6/30/2016
Cumulative Claims submitted (# of loans)	51,062
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 *
03/31/16	\$ 923,175,888	5.04%
04/30/16	\$ 914,236,101	5.03%
05/31/16	\$ 905,441,296	5.02%
06/30/16	\$ 897,407,437	5.00%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		