



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 July 01, 2013 through July 31, 2013
Distribution Date: August 20, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				6/30/2013	Activity	7/31/2013
A	i	Principal Balance		\$ 1,228,718,211.07	\$ (8,713,477.57)	\$ 1,220,004,733.50
	ii	Accrued Interest		\$ 14,050,235.89	\$ (50,168.60)	\$ 14,000,067.29
	iii	Total Student Loan Pool		\$ 1,242,768,446.96		\$ 1,234,004,800.79
	iv	Pending Portfolio adjustments		\$ (88,192.08)		\$ (60,387.12)
	v	Trust Cash		\$ 14,788,466.59		\$ 24,496,353.93
	vi	Specified Reserve Account Balance		\$ 12,508,600.00		\$ 12,503,470.00
	vii	Total Adjusted Pool		\$ 1,269,977,321.47		\$ 1,270,944,237.60
B	i	Weighted Average Coupon (WAC)		4.430%		4.430%
	ii	Weighted Average Remaining Term		184.17		183.74
	iii	Number of Loans		151,889		150,704
	iv	Number of Borrowers		61,072		60,619
	v	Outstanding Principal Balance - T-Bill		\$ 17,502,499.16		\$ 17,308,035.51
	vi	Outstanding Principal Balance - LIBOR		\$ 1,211,215,711.91		\$ 1,202,696,697.99

Bonds	CUSIP	Original Issue Amount	Rate	Balance 6/30/2013	Pool Factor 6/30/2013	Balance 7/31/2013	Pool Factor 7/31/2013
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 83,320,000.00	6.66%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 109,104,000.00	8.72%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.44%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 66,636,000.00	5.33%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	51.88%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	24.41%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.56%
	viii	Total Bonds Outstanding Senior		\$ 1,213,360,000.00	97.00%	\$ 1,212,847,000.00	97.00%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00	3.00%	\$ 37,500,000.00	3.00%
	x	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,250,860,000.00		\$ 1,250,347,000.00	

Indenture Percentage		6/30/2013	7/31/2013
D	i	Senior Parity	104.38%
	ii	Subordinate Parity	101.25%

Monthly Trigger Percentage		6/30/2013	7/31/2013
E	i	Senior Percentage	102.19%
	ii	Subordinate Percentage	99.10%

Reserve Account		6/30/2013	7/31/2013
F	i	Required Reserve Acc Deposit (%)	1.00%
	ii	Reserve Acct Initial Deposit (\$)	-
	iii	Specified Reserve Acct Requirement (\$)	\$ 12,508,600.00
	iv	Reserve Account Floor Balance (\$)	-
	v	Current Reserve Balance - (\$)	\$ 12,503,470.00
	vi	Draws on Reserve - Current Month(\$)	\$ 5,130.00

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

Trust Accounts		6/30/2013	7/31/2013
A	i Acquisition Account	\$ 633,804.05	\$ 408,828.99
	ii Administration Account	\$ 1,949,000.00	\$ 1,739,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 12,205,662.54	\$ 20,148,223.96
	iv Reserve Account	\$ 12,508,600.00	\$ 12,503,470.00
	v Surplus Subaccount	\$ -	\$ 2,199,400.98
	vii Total Trust Accounts	\$ 27,297,066.59	\$ 36,999,823.93

Parity Calculations		6/30/2013	7/31/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,228,718,211.07	\$ 1,220,004,733.50
	ii Pending System Adjustments	(88,192.08)	(60,387.12)
	iii Accrued Borrower Interest	14,050,235.89	14,000,067.29
	iv Accrued Subsidized Interest	1,493,913.09	1,947,511.53
	v Less: Unguaranteed Amount Uncollectibles	(693,727.78)	(727,516.45)
	vi Trust Cash and Investments	27,297,066.59	36,999,823.93
	vii Payments in Transit	828,984.36	909,044.19
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,271,606,491.14	\$ 1,273,073,276.87
	Less:		
	x Accrued Payables	4,634,327.93	6,155,171.32
	xi Net Asset Value - Indenture Percentage	\$ 1,266,972,163.21	\$ 1,266,918,105.55

Bond Interest Outstanding		6/30/2013	7/31/2013
C	i Senior Interest	\$ 390,638.77	\$ 420,145.72
	ii Subordinate Interest	107,352.09	106,014.83
	iii Total Bond Interest	\$ 497,990.86	\$ 526,160.55

Bonds Outstanding		6/30/2013	7/31/2013
D	i Senior Bonds	\$ 1,213,360,000.00	\$ 1,212,847,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,250,860,000.00	\$ 1,250,347,000.00

Distribution Amounts - Following Monthly Payment Date		6/30/2013	7/31/2013
E	i Senior Distribution Amount	\$ 11,025,000.00	\$ 21,210,000.00

Indenture Percentage		6/30/2013	7/31/2013
F	i Senior Parity $Bxi / (Ci + Di)$	104.38%	104.42%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	101.25%	101.28%

Monthly Trigger Percentage		6/30/2013	7/31/2013
G	i Senior Percentage $Bi / (Di - Ei)$	102.19%	102.38%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	99.10%	99.26%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.19%	99.10%	102.38%	99.26%
	ii 2nd Month Prior	101.91%	98.85%	102.19%	99.10%
	iii 3rd Month Prior	102.06%	99.02%	101.91%	98.85%
	iv 4th Month Prior	101.98%	98.97%	102.06%	99.02%
	v 5th Month Prior	101.79%	98.82%	101.98%	98.97%
	vii 6th Month Prior	101.68%	98.74%	101.79%	98.82%
	viii Six Month Average Trigger Percentage	101.93%	98.92%	102.05%	99.00%

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	8/20/2013	1M LIBOR	1.20%	0.19153%	0.18406%	1.39153%	1.38406%
2012-A1	61205PAJ8	8/20/2013	1M LIBOR	0.60%	0.19153%	0.18406%	0.79153%	0.78406%
2012-A2	61205PAK5	8/20/2013	1M LIBOR	1.00%	0.19153%	0.18406%	1.19153%	1.18406%
2012-A3	61205PAL3	8/20/2013	1M LIBOR	1.05%	0.19153%	0.18406%	1.24153%	1.23406%
2012-B	61205PAM1	8/20/2013	1M LIBOR	1.20%	0.19153%	0.18406%	1.39153%	1.38406%

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	\$ 20,177.10	\$ 20,177.10	\$ -	\$ 43,978.72	\$ -	\$ 43,978.72	1.99%
2012-A1	61205PAJ8	\$ 42,161.35	\$ 42,161.35	\$ -	\$ -	\$ -	\$ -	4.16%
2012-A2	61205PAK5	\$ 622,936.16	\$ 622,936.16	\$ -	\$ -	\$ -	\$ -	61.53%
2012-A3	61205PAL3	\$ 305,336.64	\$ 305,336.64	\$ -	\$ -	\$ -	\$ -	30.16%
2012-B	61205PAM1	\$ 21,858.53	\$ 21,858.53	\$ -	\$ 47,643.61	\$ -	\$ 47,643.61	2.16%
TOTAL		\$ 1,012,469.78	\$ 1,012,469.78	\$ -	\$ 91,622.33	\$ -	\$ 91,622.33	

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	\$ -	\$ -	\$ -	\$ 66,123,000.00	\$ 10,698,000.00	\$ 55,425,000.00	0.00%
2012-A2	61205PAK5	\$ 20,241,019.48	\$ -	\$ 20,241,019.48	\$ 101,039,878.27	\$ -	\$ 121,280,897.75	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 20,241,019.48	\$ -	\$ 20,241,019.48	\$ 167,162,878.27	\$ 10,698,000.00	\$ 176,705,897.75	

TOTAL PRINCIPAL DISTRIBUTION \$ 10,698,000.00

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IV. MHESAC System Activity from: 7/1/2013 through: 7/31/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	9,000,781.15
ii	Principal Collections from Guarantor	\$	1,555,735.50
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(44,704.37)
v	Repurchases of Rehabilitated Loans	\$	(599,677.52)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,912,134.76</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	7,166.22
ii	Capitalized Interest	\$	(1,205,823.41)
iii	Total Non-Cash Principal Activity	\$	<u>(1,198,657.19)</u>
C	Total Student Loan Principal Activity	\$	<u>8,713,477.57</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,930,281.04
ii	Interest Claims Received from Guarantors	\$	36,343.37
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(37.96)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	<u>2,966,586.45</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	173,647.90
ii	Capitalized Interest	\$	1,205,823.41
iii	Interest Accrued During Period	\$	(4,295,889.16)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,916,417.85)</u>
F	Total Student Loan Interest Activity	\$	<u>50,168.60</u>

Trust Activity from: 7/1/2013 through: 7/31/2013

G	Trust Balances less Reserve - Beginning of Period	\$	14,788,466.59
H	Released Funds in Excess of Reserve Requirement	\$	5,130.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	10,411,248.70
ii	Student Loan Interest Received	\$	2,960,194.36
iii	Subsidized Interest Received	\$	6,693.00
iv	Investment Income on Trust Accounts	\$	329.87
J	Funds Remitted During Period		
i	Bond Principal	\$	513,000.00
ii	Bond Interest	\$	1,117,636.60
iii	Consolidation Loan Rebate Fees	\$	829,107.12
iv	Management and Servicing Fees	\$	616,276.74
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	10.61
vii	Repurchases of Rehabilitated Loans	\$	599,677.52
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	\$	55,680.90
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	69,194.16
v	Acquisition Funds for Rehabilitated Loans	\$	408,828.99
vi	Administration Funds	\$	1,739,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>11,710,749.88</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****8/20/2013**

A	Total Available Funds for Distribution(IV-L)	\$	11,710,749.88
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	20,177.10
iv	2012-A1 Bonds	\$	42,161.35
v	2012-A2 Bonds	\$	622,936.16
vi	2012-A3 Bonds	\$	305,336.64
vii	2012-B Bonds	\$	21,858.53
viii	Total Bondholder's Interest Distributions	\$	1,012,469.78
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	10,698,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	10,698,000.00
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)	\$	280.10

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	04/01/13-04/30/13	05/01/13-05/31/13	06/01/13-06/30/13	07/01/13-07/31/13
Beginning Student Loan Pool Balance	\$ 1,274,439,773.30	\$ 1,262,590,588.08	\$ 1,251,592,026.01	\$ 1,242,768,446.96
Student Loan Principal Activity				
i Regular Principal Collections	\$ 10,620,008.30	\$ 9,906,593.10	\$ 8,240,902.80	\$ 9,000,781.15
ii Principal Collections from Guarantor	\$ 2,667,972.53	\$ 2,768,968.19	\$ 2,056,430.20	\$ 1,555,735.50
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (52,881.36)	\$ (45,789.32)	\$ (44,895.17)	\$ (44,704.37)
v Repurchase of Rehabilitated Loans	\$ (555,005.68)	\$ (474,931.50)	\$ (303,251.99)	\$ (599,677.52)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 12,680,093.79	\$ 12,154,840.47	\$ 9,949,185.84	\$ 9,912,134.76
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 2,966.21	\$ 9,122.14	\$ 8,625.35	\$ 7,166.22
ii Capitalized Interest	\$ (786,258.34)	\$ (1,164,943.19)	\$ (2,199,067.69)	\$ (1,205,823.41)
iii Total Non-Cash Principal Activity	\$ (783,292.13)	\$ (1,155,821.05)	\$ (2,190,442.34)	\$ (1,198,657.19)
(-) Total Student Loan Principal Activity	\$ 11,896,801.66	\$ 10,999,019.42	\$ 7,758,743.50	\$ 8,713,477.57
Student Loan Interest Activity				
i Regular Interest Collections	\$ 3,099,397.50	\$ 2,890,223.58	\$ 2,810,090.69	\$ 2,930,281.04
ii Interest Claims Received from Guarantors	\$ 71,045.21	\$ 75,594.01	\$ 45,066.57	\$ 36,343.37
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (17.84)	\$ (69.90)	\$ (0.21)	\$ (37.96)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 3,170,424.87	\$ 2,965,747.69	\$ 2,855,157.05	\$ 2,966,586.45
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 224,955.41	\$ 205,484.37	\$ 191,267.56	\$ 173,647.90
ii Capitalized Interest	\$ 786,258.34	\$ 1,164,943.19	\$ 2,199,067.69	\$ 1,205,823.41
iii Interest Accrued During Period	\$ (4,229,255.06)	\$ (4,336,632.60)	\$ (4,180,656.75)	\$ (4,295,889.16)
iv Total Non-Cash Interest Adjustments	\$ (3,218,041.31)	\$ (2,966,205.04)	\$ (1,790,321.50)	\$ (2,916,417.85)
(-) Total Student Loan Interest Activity	\$ (47,616.44)	\$ (457.35)	\$ 1,064,835.55	\$ 50,168.60
(=) TOTAL STUDENT LOAN POOL	\$ 1,262,590,588.08	\$ 1,251,592,026.01	\$ 1,242,768,446.96	\$ 1,234,004,800.79
(+) Pending Portfolio Adjustments	\$ (5,012.58)	\$ -	\$ (88,192.08)	\$ (60,387.12)
(+) Trust Cash Available	\$ 26,796,966.73	\$ 23,630,367.56	\$ 14,788,466.59	\$ 24,496,353.93
(+) Reserve Account Balance	\$ 12,830,570.00	\$ 12,704,400.00	\$ 12,508,600.00	\$ 12,503,470.00
(=) TOTAL ADJUSTED POOL	\$ 1,302,213,112.23	\$ 1,287,926,793.57	\$ 1,269,977,321.47	\$ 1,270,944,237.60

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	6/30/2013	7/31/2013	6/30/2013	7/31/2013	6/30/2013	7/31/2013	6/30/2013	7/31/2013	6/30/2013	7/31/2013
INTERIM:										
In School	6.27%	6.24%	2,981	2,732	2.0%	1.8%	\$ 9,718,727	\$ 8,861,231	0.8%	0.7%
Grace	6.18%	6.23%	1,645	1,820	1.1%	1.2%	\$ 5,323,061	\$ 5,963,966	0.4%	0.5%
TOTAL INTERIM	6.24%	6.24%	4,626	4,552	3.0%	3.0%	\$ 15,041,788	\$ 14,825,197	1.2%	1.2%
REPAYMENT										
Active	4.32%	4.32%	118,083	117,144	77.7%	77.7%	\$ 1,018,256,467	\$ 1,013,372,918	82.9%	83.1%
Current	4.20%	4.20%	102,503	101,031	67.5%	67.0%	\$ 909,361,130	\$ 901,557,736	74.0%	73.9%
31-60 Days Delinquent	5.03%	5.05%	4,261	4,743	2.8%	3.1%	\$ 31,974,270	\$ 33,385,332	2.6%	2.7%
61-90 Days Delinquent	5.12%	5.08%	2,795	2,671	1.8%	1.8%	\$ 19,836,100	\$ 19,487,007	1.6%	1.6%
91-120 Days Delinquent	5.10%	5.12%	2,011	2,110	1.3%	1.4%	\$ 12,733,767	\$ 14,723,534	1.0%	1.2%
> 120 Days Delinquent	5.12%	5.11%	6,513	6,589	4.3%	4.4%	\$ 44,351,200	\$ 44,219,309	3.6%	3.6%
Deferment	4.97%	4.99%	21,789	21,277	14.3%	14.1%	\$ 132,428,811	\$ 127,663,401	10.8%	10.5%
Forbearance	5.08%	5.01%	5,702	5,924	3.8%	3.9%	\$ 50,429,596	\$ 51,116,531	4.1%	4.2%
TOTAL REPAYMENT	4.41%	4.40%	145,574	144,345	95.8%	95.8%	\$ 1,201,114,874	\$ 1,192,152,850	97.8%	97.7%
Claims in Process	4.96%	4.96%	1,689	1,805	1.1%	1.2%	\$ 12,561,549	\$ 13,020,516	1.0%	1.1%
Aged Claims Rejected	0.00%	6.80%	0	2	0.0%	0.0%	\$ -	\$ 6,171	0.0%	0.0%
GRAND TOTAL	4.43%	4.43%	151,889	150,704	100%	100%	\$ 1,228,718,211	\$ 1,220,004,734	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	7/31/2013
Cumulative Claims submitted (# of loans)	43,315
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 *
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%
07/31/13	\$ 1,220,004,734	5.93%

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