



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 July 01, 2016 through July 31, 2016

Distribution Date: August 22, 2016

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		6/30/2016	Activity	7/31/2016	
A	i	Principal Balance	\$ 897,430,438.02	\$ (8,248,573.61)	\$ 889,181,864.41
	ii	Accrued Interest	\$ 13,679,333.53	\$ 250,369.70	\$ 13,929,703.23
	iii	Total Student Loan Pool	\$ 911,109,771.55		\$ 903,111,567.64
	iv	Pending Portfolio adjustments	\$ -		\$ (58,046.35)
	v	Trust Cash	\$ 12,783,428.85		\$ 19,803,103.74
	vi	Specified Reserve Account Balance	\$ 9,044,830.00		\$ 9,033,190.00
	vii	Total Adjusted Pool	\$ 932,938,030.40		\$ 931,889,815.03
B	i	Weighted Average Coupon (WAC)	4.350%		4.360%
	ii	Weighted Average Remaining Term	171.65		171.28
	iii	Number of Loans	108,210		107,268
	iv	Number of Borrowers	43,874		43,471
	v	Outstanding Principal Balance - T-Bill	\$ 11,886,921.51		\$ 11,749,020.07
	vi	Outstanding Principal Balance - LIBOR	\$ 885,520,515.82		\$ 877,409,843.65

Bonds	CUSIP	Original Issue Amount	Rate	Balance 6/30/2016	Pool Factor 6/30/2016	Balance 7/31/2016	Pool Factor 7/31/2016		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 43,846,000.00	4.85%	\$ 43,846,000.00	4.85%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 26,180,000.00	2.89%	\$ 26,180,000.00	2.90%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.99%	\$ 18,000,000.00	1.99%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 491,657,000.00	54.36%	\$ 490,493,000.00	54.30%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	33.75%	\$ 305,300,000.00	33.80%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.16%	\$ 19,500,000.00	2.16%
	vii	Total Bonds Outstanding Senior		\$ 866,983,000.00		\$ 865,819,000.00	95.85%	\$ 865,819,000.00	95.85%
	viii	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	4.15%	\$ 37,500,000.00	4.15%
	ix	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 904,483,000.00		\$ 903,319,000.00		\$ 903,319,000.00	

Indenture Percentage		6/30/2016	7/31/2016	
D	i	Senior Parity	107.31%	107.34%
	ii	Subordinate Parity	102.85%	102.87%

Monthly Trigger Percentage		6/30/2016	7/31/2016	
E	i	Senior Percentage	104.75%	104.76%
	ii	Subordinate Percentage	100.36%	100.33%

Reserve Account		6/30/2016	7/31/2016	
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 (\$)	\$ 9,044,830.00	\$ 9,033,190.00
	iv	Current Reserve Balance - (\$)		\$ 9,033,190.00
	v	Draws on Reserve - Current Month(\$)		\$ 11,640.00

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

Trust Accounts		6/30/2016	7/31/2016
A	i Acquisition Account	\$ 369,448.76	\$ 441,533.18
	ii Administration Account	\$ 1,065,700.00	\$ 1,065,700.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 11,324,753.64	\$ 16,203,098.22
	iv Reserve Account	\$ 9,044,830.00	\$ 9,033,190.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 23,526.45	\$ 2,092,772.34
	viii Total Trust Accounts	\$ 21,828,258.85	\$ 28,836,293.74

Parity Calculations		6/30/2016	7/31/2016
Value of the Indenture			
B	i Portfolio Balance	\$ 897,430,438.02	\$ 889,181,864.41
	ii Pending System Adjustments	-	(58,046.35)
	iii Accrued Borrower Interest	13,679,333.53	13,929,703.23
	iv Accrued Subsidized Interest	758,675.71	973,000.12
	v Less: Unguaranteed Amount Uncollectibles	(426,738.49)	(426,608.95)
	vi Trust Cash and Investments	21,828,258.85	28,836,293.74
	vii Payments in Transit	361,356.40	1,204,604.52
	viii Other Cash and Assets	-	37,310.47
	ix Total Trust Value	\$ 933,631,324.02	\$ 933,678,121.19
Less:			
	x Accrued Payables	2,881,483.88	3,813,388.83
	xi Net Asset Value - Indenture Percentage	\$ 930,749,840.14	\$ 929,864,732.36

Bond Interest Outstanding		6/30/2016	7/31/2016
C	i Senior Interest	\$ 373,528.50	\$ 461,435.08
	ii Subordinate Interest	114,359.22	116,691.54
	iii Total Bond Interest	\$ 487,887.72	\$ 578,126.62

Bonds Outstanding		6/30/2016	7/31/2016
D	i Senior Bonds	\$ 866,983,000.00	\$ 865,819,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 904,483,000.00	\$ 903,319,000.00

Distribution Amounts - Following Monthly Payment Date		6/30/2016	7/31/2016
E	i Senior Distribution Amount	\$ 10,275,999.99	\$ 17,048,000.00

Indenture Percentage		6/30/2016	7/31/2016
F	i Senior Parity $Bxi / (Ci + Di)$	107.31%	107.34%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	102.85%	102.87%

Monthly Trigger Percentage		6/30/2016	7/31/2016
G	i Senior Percentage $Bi / (Di - Ei)$	104.75%	104.76%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	100.36%	100.33%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	104.75%	100.36%	104.76%	100.33%
	ii 2nd Month Prior	104.44%	100.11%	104.75%	100.36%
	iii 3rd Month Prior	104.34%	100.05%	104.44%	100.11%
	iv 4th Month Prior	104.52%	100.26%	104.34%	100.05%
	v 5th Month Prior	104.26%	100.07%	104.52%	100.26%
	vii 6th Month Prior	104.17%	100.02%	104.26%	100.07%
	viii Six Month Average Trigger Percentage	104.41%	100.15%	104.51%	100.20%

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	8/22/2016	1M LIBOR	1.20%	0.48655%	0.51244%	1.68655%	1.71244%
2012-A2	61205PAK5	8/22/2016	1M LIBOR	1.00%	0.48655%	0.51244%	1.48655%	1.51244%
2012-A3	61205PAL3	8/22/2016	1M LIBOR	1.05%	0.48655%	0.51244%	1.53655%	1.56244%
2012-B	61205PAM1	8/22/2016	1M LIBOR	1.20%	0.48655%	0.51244%	1.68655%	1.71244%

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	\$ 27,828.00	\$ 27,828.00	\$ -	\$ 45,940.01	\$ -	\$ 45,940.01	2.41%
2012-A2	61205PAK5	\$ 668,380.10	\$ 668,380.10	\$ -	\$ -	\$ -	\$ -	57.80%
2012-A3	61205PAL3	\$ 430,015.05	\$ 430,015.05	\$ -	\$ -	\$ -	\$ -	37.19%
2012-B	61205PAM1	\$ 30,147.00	\$ 30,147.00	\$ -	\$ 49,768.31	\$ -	\$ 49,768.31	2.61%
TOTAL		\$ 1,156,370.15	\$ 1,156,370.15	\$ -	\$ 95,708.32	\$ -	\$ 95,708.32	

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	\$10,202,209.79	\$ 7,936,000.00	\$ 2,266,209.79	\$ 438,204,046.36	\$ -	\$ 440,470,256.15	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$10,202,209.79	\$ 7,936,000.00	\$ 2,266,209.79	\$ 438,204,046.36	\$ -	\$ 440,470,256.15	

TOTAL PRINCIPAL DISTRIBUTION	\$ 7,936,000.00
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IV. MHESAC System Activity from: 7/1/2016 through: 7/31/2016

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	8,329,268.91
ii	Principal Collections from Guarantor	\$	1,176,655.67
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(12,716.68)
v	Repurchases of Rehabilitated Loans	\$	(396,843.46)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,096,364.44</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	1,294.89
ii	Capitalized Interest	\$	(849,085.72)
iii	Total Non-Cash Principal Activity	\$	<u>(847,790.83)</u>
C	Total Student Loan Principal Activity	\$	<u>8,248,573.61</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	1,961,699.53
ii	Interest Claims Received from Guarantors	\$	30,391.85
iii	Other System Adjustments	\$	(12.77)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>1,992,078.61</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	89,646.77
ii	Capitalized Interest	\$	849,085.72
iii	Interest Accrued During Period	\$	(3,181,180.80)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,242,448.31)</u>
F	Total Student Loan Interest Activity	\$	<u>(250,369.70)</u>

Trust Activity from: 7/1/2016 through: 7/31/2016

G	Trust Balances less Reserve - Beginning of Period	\$	12,783,428.85
H	Released Funds in Excess of Reserve Requirement	\$	11,640.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	8,710,037.78
ii	Student Loan Interest Received	\$	1,991,131.61
iii	Subsidized Interest Received	\$	4,392.47
iv	Investment Income on Trust Accounts	\$	8,400.50
J	Funds Remitted During Period		
i	Bond Principal	\$	1,164,000.00
ii	Bond Interest	\$	1,025,919.58
iii	Consolidation Loan Rebate Fees	\$	637,380.41
iv	Management and Servicing Fees	\$	450,711.76
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	0.14
vii	Repurchases of Rehabilitated Loans	\$	427,915.58
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	\$	6,228,000.00
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	57,265.48
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	33,300.58
v	Acquisition Funds for Rehabilitated Loans	\$	441,533.18
vi	Administration Funds	\$	1,065,700.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>9,093,304.50</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****8/22/2016**

A	Total Available Funds for Distribution(IV-L)	\$	9,093,304.50
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	27,828.00
iv	2012-A2 Bonds	\$	668,380.10
v	2012-A3 Bonds	\$	430,015.05
vi	2012-B Bonds	\$	30,147.00
vii	Total Bondholder's Interest Distributions	\$	1,156,370.15
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	7,936,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	7,936,000.00
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)	\$	934.35

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	04/01/16-04/30/16	05/01/16-05/31/16	06/01/16-06/30/16	07/01/16-07/31/16
Beginning Student Loan Pool Balance	\$ 937,038,146.63	\$ 928,105,724.20	\$ 919,265,277.37	\$ 911,109,771.55
Student Loan Principal Activity				
i Regular Principal Collections	\$ 8,712,868.00	\$ 8,509,792.17	\$ 8,353,667.73	\$ 8,329,268.91
ii Principal Collections from Guarantor	\$ 1,156,776.97	\$ 1,430,567.64	\$ 1,244,319.42	\$ 1,176,655.67
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,512.39)	\$ (5,776.72)	\$ (7,706.84)	\$ (12,716.68)
v Repurchase of Rehabilitated Loans	\$ (37,404.71)	\$ (151,234.11)	\$ (572,132.24)	\$ (396,843.46)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 9,827,727.87	\$ 9,783,348.98	\$ 9,018,148.07	\$ 9,096,364.44
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 815.26	\$ (852.71)	\$ 2,021.99	\$ 1,294.89
ii Capitalized Interest	\$ (888,756.33)	\$ (987,690.79)	\$ (986,311.74)	\$ (849,085.72)
iii Total Non-Cash Principal Activity	\$ (887,941.07)	\$ (988,543.50)	\$ (984,289.75)	\$ (847,790.83)
(-) Total Student Loan Principal Activity	\$ 8,939,786.80	\$ 8,794,805.48	\$ 8,033,858.32	\$ 8,248,573.61
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,105,624.79	\$ 2,133,695.25	\$ 2,101,154.21	\$ 1,961,699.53
ii Interest Claims Received from Guarantors	\$ 45,373.81	\$ 52,057.19	\$ 36,651.72	\$ 30,391.85
iii Other System Adjustments	\$ -	\$ (0.59)	\$ (1.20)	\$ (12.77)
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 2,150,998.60	\$ 2,185,751.85	\$ 2,137,804.73	\$ 1,992,078.61
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 100,172.85	\$ 95,155.94	\$ 92,754.64	\$ 89,646.77
ii Capitalized Interest	\$ 888,756.33	\$ 987,690.79	\$ 986,311.74	\$ 849,085.72
iii Interest Accrued During Period	\$ (3,147,292.15)	\$ (3,222,957.23)	\$ (3,095,223.61)	\$ (3,181,180.80)
iv Total Non-Cash Interest Adjustments	\$ (2,158,362.97)	\$ (2,140,110.50)	\$ (2,016,157.23)	\$ (2,242,448.31)
(-) Total Student Loan Interest Activity	\$ (7,364.37)	\$ 45,641.35	\$ 121,647.50	\$ (250,369.70)
(=) TOTAL STUDENT LOAN POOL	\$ 928,105,724.20	\$ 919,265,277.37	\$ 911,109,771.55	\$ 903,111,567.64
(+) Pending Portfolio Adjustments	\$ (57.01)	\$ (193.76)	\$ -	\$ (58,046.35)
(+) Trust Cash Available	\$ 19,282,559.98	\$ 22,045,499.08	\$ 12,783,428.85	\$ 19,803,103.74
(+) Reserve Account Balance	\$ 9,303,490.00	\$ 9,233,250.00	\$ 9,044,830.00	\$ 9,033,190.00
(=) TOTAL ADJUSTED POOL	\$ 956,691,717.17	\$ 950,543,832.69	\$ 932,938,030.40	\$ 931,889,815.03

MHESAC 1993 Master Indenture										
VII. Portfolio Characteristics										
STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	6/30/2016	7/31/2016	6/30/2016	7/31/2016	6/30/2016	7/31/2016	6/30/2016	7/31/2016	6/30/2016	7/31/2016
INTERIM:										
In School	6.04%	6.07%	321	314	0.3%	0.3%	\$ 1,002,755	\$ 980,393	0.1%	0.1%
Grace	6.18%	6.23%	84	89	0.1%	0.1%	\$ 283,476	\$ 300,235	0.0%	0.0%
TOTAL INTERIM	6.07%	6.11%	405	403	0.4%	0.4%	\$ 1,286,231	\$ 1,280,628	0.1%	0.1%
REPAYMENT										
Active	4.26%	4.28%	92,465	91,787	85.4%	85.6%	\$ 783,139,034	\$ 778,892,294	87.3%	87.6%
Current	4.15%	4.16%	81,460	80,423	75.3%	75.0%	\$ 698,597,976	\$ 692,269,371	77.8%	77.9%
31-60 Days Delinquent	5.09%	5.08%	2,880	3,286	2.7%	3.1%	\$ 23,209,700	\$ 25,448,414	2.6%	2.9%
61-90 Days Delinquent	5.03%	5.19%	1,892	1,686	1.7%	1.6%	\$ 15,444,080	\$ 12,729,963	1.7%	1.4%
91-120 Days Delinquent	5.20%	5.06%	1,432	1,397	1.3%	1.3%	\$ 10,191,502	\$ 11,458,097	1.1%	1.3%
> 120 Days Delinquent	5.11%	5.19%	4,801	4,995	4.4%	4.7%	\$ 35,695,776	\$ 36,986,449	4.0%	4.2%
Deferment	4.88%	4.90%	9,285	9,090	8.6%	8.5%	\$ 57,931,606	\$ 55,973,882	6.5%	6.3%
Forbearance	5.15%	5.16%	4,805	4,636	4.4%	4.3%	\$ 45,528,147	\$ 43,276,132	5.1%	4.9%
TOTAL REPAYMENT	4.34%	4.35%	106,555	105,513	98.5%	98.4%	\$ 886,598,787	\$ 878,142,308	98.8%	98.8%
Claims in Process	5.06%	5.09%	1,250	1,352	1.2%	1.3%	\$ 9,522,419	\$ 9,735,928	1.1%	1.1%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.35%	4.36%	108,210	107,268	100%	100%	\$ 897,407,437	\$ 889,158,864	100%	100%
In Collections	5.93%	5.93%	6	6	0%	0%	\$ 23,001	\$ 23,001	0%	0%
TOTAL POOL	4.35%	4.36%	108,216	107,274	100%	100%	\$ 897,430,438	\$ 889,181,865	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	7/31/2016
Cumulative Claims submitted (# of loans)	51,339
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.17%

IV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
04/30/16	\$ 914,236,101	5.03%
05/31/16	\$ 905,441,296	5.02%
06/30/16	\$ 897,407,437	5.00%
07/31/16	\$ 889,158,864	4.97%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		