



Montana Higher Education Student Assistance Corporation

Monthly Student Loan Report

1993 Master Indenture - Trust Securing the Following Bonds:

- Senior Series 2005-B
- Subordinate Series 2006-C
- Senior Series 2012-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period July 01, 2018 through July 31, 2018

Distribution Date: August 20, 2018

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				6/30/2018	Activity	7/31/2018
A	i	Principal Balance		\$ 693,084,369.78	\$ (7,616,105.15)	\$ 685,468,264.63
	ii	Accrued Interest - To Be Capitalized		\$ 2,293,316.64	\$ 194,675.83	\$ 2,487,992.47
	iii	Accrued Interest - Non-Capitalized		\$ 11,057,839.05	\$ 159,526.60	\$ 11,217,365.65
	iv	Total Student Loan Pool		\$ 706,435,525.47		\$ 699,173,622.75
	v	Pending Portfolio adjustments		\$ -		\$ -
	vi	Trust Cash		\$ 10,242,127.65		\$ 12,921,671.58
	vii	Specified Reserve Account Balance		\$ 7,343,420.00		\$ 7,343,420.00
	viii	Total Adjusted Pool		\$ 724,021,073.12		\$ 719,438,714.33
B	i	Weighted Average Coupon (WAC)		4.348%		4.384%
	ii	Weighted Average Remaining Term		168.18		167.93
	iii	Number of Loans		80,595		79,583
	iv	Number of Borrowers		33,004		32,594
	v	Outstanding Principal Balance - T-Bill		\$ 8,402,490.90		\$ 8,243,466.23
	vi	Outstanding Principal Balance - LIBOR		\$ 684,681,878.88		\$ 677,224,798.40

Bonds	CUSIP	Original Issue Amount	Rate	Balance 6/30/2018	Pool Factor 6/30/2018	Balance 7/31/2018	Pool Factor 7/31/2018	
i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 21,778,000.00	3.12%	\$ 21,778,000.00	3.14%
ii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.58%	\$ 18,000,000.00	2.59%
iii	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 334,052,000.00	47.82%	\$ 329,177,000.00	47.45%
iv	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	43.70%	\$ 305,300,000.00	44.01%
v	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.79%	\$ 19,500,000.00	2.81%
vii	Total Bonds Outstanding Senior			\$ 661,130,000.00	94.63%	\$ 656,255,000.00	94.59%	
viii	Total Bonds Outstanding Taxable Subordinate			\$ 37,500,000.00	5.37%	\$ 37,500,000.00	5.41%	
ix	Total Bonds Outstanding 1993 Master Indenture - Taxable			\$ 698,630,000.00		\$ 693,755,000.00		

Indenture Percentage		6/30/2018	7/31/2018
i	Senior Parity	109.56%	109.62%
ii	Subordinate Parity	103.66%	103.68%

Monthly Trigger Percentage		6/30/2018	7/31/2018
i	Senior Percentage	106.03%	106.08%
ii	Subordinate Percentage	100.28%	100.26%

Reserve Account		6/30/2018	7/31/2018
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 (\$)	\$ 7,343,420.00	\$ 7,343,420.00
iv	Current Reserve Balance - (\$)		\$ 7,343,420.00
v	Draws on Reserve - Current Month(\$)		\$ -

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		6/30/2018	7/31/2018
A	i Acquisition Account	\$ 9,920.88	\$ 7,466.25
	ii Administration Account	\$ 942,500.00	\$ 958,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 9,289,706.77	\$ 10,836,913.62
	iv Reserve Account	\$ 7,343,420.00	\$ 7,343,420.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ -	\$ 1,118,391.71
	viii Total Trust Accounts	\$ 17,585,547.65	\$ 20,265,091.58

Parity Calculations		6/30/2018	7/31/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 693,084,369.78	\$ 685,468,264.63
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,351,155.69	13,705,358.12
	iv Accrued Subsidized Interest	1,505,580.99	489,235.41
	v Less: Unguaranteed Amount Uncollectibles	(451,389.91)	(465,440.45)
	vi Trust Cash and Investments	17,585,547.65	20,265,091.58
	vii Payments in Transit	1,030,477.36	1,029,969.40
	viii Other Cash and Assets	1,380.98	5,087.16
	ix Total Trust Value	\$ 726,107,122.54	\$ 720,497,565.85

	Less:		
x	Accrued Payables	1,084,745.57	323,648.96
xi	Net Asset Value - Indenture Percentage	\$ 725,022,376.97	\$ 720,173,916.89

Bond Interest Outstanding		6/30/2018	7/31/2018
C	i Senior Interest	\$ 623,366.09	\$ 719,920.42
	ii Subordinate Interest	137,368.93	141,077.94
	iii Total Bond Interest	\$ 760,735.02	\$ 860,998.36

Bonds Outstanding		6/30/2018	7/31/2018
D	i Senior Bonds	\$ 661,130,000.00	\$ 656,255,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 698,630,000.00	\$ 693,755,000.00

Distribution Amounts - Following Monthly Payment Date		6/30/2018	7/31/2018
E	i Senior Distribution Amount	\$ 7,485,000.00	\$ 10,058,000.00

Indenture Percentage		6/30/2018	7/31/2018
F	i Senior Parity $Bxi / (Ci + Di)$	109.56%	109.62%
	ii Subordinate Parity $Bxi / (Ciii + Dii)$	103.66%	103.68%

Monthly Trigger Percentage		6/30/2018	7/31/2018
G	i Senior Percentage $Bi / (Di - Ei)$	106.03%	106.08%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	100.28%	100.26%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	106.03%	100.28%	106.08%	100.26%
	ii 2nd Month Prior	106.09%	100.39%	106.03%	100.28%
	iii 3rd Month Prior	105.93%	100.33%	106.09%	100.39%
	iv 4th Month Prior	106.00%	100.45%	105.93%	100.33%
	v 5th Month Prior	105.98%	100.50%	106.00%	100.45%
	vii 6th Month Prior	105.85%	100.45%	105.98%	100.50%
	viii Six Month Average Trigger Percentage	105.98%	100.40%	106.02%	100.37%

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	9/20/2018	3M LIBOR	0.12%	2.32469%	2.32469%	2.44469%	2.44469%
2006-C	612130HR8	8/20/2018	1M LIBOR	1.20%	2.08625%	2.07738%	3.28625%	3.27738%
2012-A2	61205PAK5	8/20/2018	1M LIBOR	1.00%	2.08625%	2.07738%	3.08625%	3.07738%
2012-A3	61205PAL3	8/20/2018	1M LIBOR	1.05%	2.08625%	2.07738%	3.13625%	3.12738%
2012-B	61205PAM1	8/20/2018	1M LIBOR	1.20%	2.08625%	2.07738%	3.28625%	3.27738%

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-C	612130HR8	\$ 50,936.94	\$ 50,936.94	\$ -	\$ 48,245.31	\$ -	\$ 48,245.31	2.82%
2012-A2	61205PAK5	\$ 874,820.80	\$ 874,820.80	\$ -	\$ -	\$ -	\$ -	48.45%
2012-A3	61205PAL3	\$ 824,511.50	\$ 824,511.50	\$ -	\$ -	\$ -	\$ -	45.67%
2012-B	61205PAM1	\$ 55,181.69	\$ 55,181.69	\$ -	\$ 52,265.75	\$ -	\$ 52,265.75	3.06%
TOTAL		\$ 1,805,450.93	\$ 1,805,450.93	\$ -	\$ 100,511.06	\$ -	\$ 100,511.06	

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-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 329,177,000.00	\$ 7,448,000.00	\$ 321,729,000.00	100.00%
2012-A3	61205PAL3	\$ 6,169,118.02	\$ -	\$ 6,169,118.02	\$ 123,705,325.18	\$ -	\$ 129,874,443.20	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 6,169,118.02	\$ -	\$ 6,169,118.02	\$ 452,882,325.18	\$ 7,448,000.00	\$ 451,603,443.20	

TOTAL PRINCIPAL DISTRIBUTION	\$ 7,448,000.00
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IV. MHESAC System Activity from: 7/1/2018 through: 7/31/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	6,257,331.64
ii	Principal Collections from Guarantor	\$	1,842,004.79
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(5,413.55)
v	Repurchases of Rehabilitated Loans	\$	(7,900.70)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>8,086,022.18</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	(17,667.00)
ii	Capitalized Interest	\$	(452,250.03)
iii	Total Non-Cash Principal Activity	\$	<u>(469,917.03)</u>
C	Total Student Loan Principal Activity	\$	<u>7,616,105.15</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	1,568,885.00
ii	Interest Claims Received from Guarantors	\$	51,046.50
iii	Other System Adjustments	\$	74,099.66
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>1,694,031.16</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	448,375.43
ii	Capitalized Interest	\$	2,366.85
iii	Interest Accrued During Period	\$	(2,498,975.87)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,048,233.59)</u>
F	Total Student Loan Interest Activity	\$	<u>(354,202.43)</u>

Trust Activity from: 7/1/2018 through: 7/31/2018

G	Trust Balances less Reserve - Beginning of Period	\$	10,242,127.65
H	Released Funds in Excess of Reserve Requirement	\$	-
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	8,072,926.61
ii	Student Loan Interest Received	\$	1,607,550.14
iii	Subsidized Interest Received	\$	1,535,104.74
iv	Investment Income on Trust Accounts	\$	29,889.57
J	Funds Remitted During Period		
i	Bond Principal	\$	4,875,000.00
ii	Bond Interest	\$	1,758,339.48
iii	Consolidation Loan Rebate Fees	\$	509,564.36
iv	Management and Servicing Fees	\$	348,615.99
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	1,066,506.60
vii	Repurchases of Rehabilitated Loans	\$	7,900.70
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	2,610,000.00
ii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	90,705.96
iii	Acquisition Funds for Rehabilitated Loans	\$	7,466.25
iv	Administration Funds	\$	958,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>9,254,599.37</u>

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V. Waterfall for Distributions

Distribution Date:

8/20/2018

A	Total Available Funds for Distribution(IV-L)	\$	9,254,599.37
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	50,936.94
iii	2012-A2 Bonds	\$	874,820.80
iv	2012-A3 Bonds	\$	824,511.50
v	2012-B Bonds	\$	55,181.69
vi	Total Bondholder's Interest Distributions	\$	1,805,450.93
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	7,448,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	7,448,000.00
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)	\$	1,148.44

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VI. Historical Pool Information

	04/01/18-04/30/18	05/01/18-05/31/18	06/01/18-06/30/18	07/01/18-07/31/18
Beginning Student Loan Pool Balance	\$ 732,861,677.71	\$ 725,420,885.58	\$ 714,841,976.08	\$ 706,435,525.47
Student Loan Principal Activity				
i Regular Principal Collections	\$ 7,000,188.08	\$ 6,576,666.98	\$ 6,083,414.83	\$ 6,257,331.64
ii Principal Collections from Guarantor	\$ 1,280,607.23	\$ 4,765,129.48	\$ 2,959,395.59	\$ 1,842,004.79
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,436.19)	\$ (4,206.91)	\$ (4,944.49)	\$ (5,413.55)
v Repurchase of Rehabilitated Loans	\$ (61,975.58)	\$ (172,153.43)	\$ (14,504.61)	\$ (7,900.70)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 8,214,383.54	\$ 11,165,436.12	\$ 9,023,361.32	\$ 8,086,022.18
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ (6,667.45)	\$ 3,653.44	\$ 489.60	\$ (17,667.00)
ii Capitalized Interest	\$ (693,386.05)	\$ (718,215.82)	\$ (728,640.53)	\$ (452,250.03)
iii Total Non-Cash Principal Activity	\$ (700,053.50)	\$ (714,562.38)	\$ (728,150.93)	\$ (469,917.03)
(-) Total Student Loan Principal Activity	\$ 7,514,330.04	\$ 10,450,873.74	\$ 8,295,210.39	\$ 7,616,105.15
Student Loan Interest Activity				
i Regular Interest Collections	\$ 1,632,634.28	\$ 1,608,376.98	\$ 1,601,710.84	\$ 1,568,885.00
ii Interest Claims Received from Guarantors	\$ 34,740.18	\$ 171,494.77	\$ 83,465.69	\$ 51,046.50
iii Other System Adjustments	\$ -	\$ -	\$ (34.54)	\$ 74,099.66
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 1,667,374.46	\$ 1,779,871.75	\$ 1,685,141.99	\$ 1,694,031.16
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 54,596.47	\$ 171,227.73	\$ 124,339.93	\$ 448,375.43
ii Capitalized Interest	\$ 693,386.05	\$ 718,212.82	\$ 728,640.53	\$ 2,366.85
iii Interest Accrued During Period	\$ (2,488,894.89)	\$ (2,541,276.54)	\$ (2,426,882.23)	\$ (2,498,975.87)
iv Total Non-Cash Interest Adjustments	\$ (1,740,912.37)	\$ (1,651,835.99)	\$ (1,573,901.77)	\$ (2,048,233.59)
(-) Total Student Loan Interest Activity	\$ (73,537.91)	\$ 128,035.76	\$ 111,240.22	\$ (354,202.43)
(=) TOTAL STUDENT LOAN POOL	\$ 725,420,885.58	\$ 714,841,976.08	\$ 706,435,525.47	\$ 699,173,622.75
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 12,256,694.93	\$ 16,294,264.09	\$ 10,242,127.65	\$ 12,921,671.58
(+) Reserve Account Balance	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00
(=) TOTAL ADJUSTED POOL	\$ 745,021,000.51	\$ 738,479,660.17	\$ 724,021,073.12	\$ 719,438,714.33

MHESAC 1993 Master Indenture
VII. Portfolio Characteristics

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018
INTERIM:										
In School	6.06%	6.31%	141	121	0.2%	0.2%	\$ 409,337	\$ 351,556	0.1%	0.1%
Grace	6.26%	6.08%	25	45	0.0%	0.1%	\$ 90,253	\$ 147,948	0.0%	0.0%
TOTAL INTERIM	6.09%	6.24%	166	166	0.2%	0.2%	\$ 499,591	\$ 499,504	0.1%	0.1%
REPAYMENT										
Active	4.26%	4.29%	71,322	70,178	88.5%	88.2%	\$ 614,015,587	\$ 606,266,931	88.6%	88.4%
Current	4.16%	4.18%	64,850	63,526	80.5%	79.8%	\$ 562,254,961	\$ 552,203,542	81.1%	80.6%
31-60 Days Delinquent	5.03%	5.18%	1,806	1,713	2.2%	2.2%	\$ 14,224,024	\$ 14,354,682	2.1%	2.1%
61-90 Days Delinquent	5.03%	5.22%	1,096	1,151	1.4%	1.4%	\$ 8,854,323	\$ 8,734,480	1.3%	1.3%
91-120 Days Delinquent	5.27%	5.11%	784	864	1.0%	1.1%	\$ 6,494,754	\$ 8,026,743	0.9%	1.2%
> 120 Days Delinquent	5.34%	5.36%	2,786	2,924	3.5%	3.7%	\$ 22,187,525	\$ 22,947,485	3.2%	3.3%
Deferment	4.96%	5.01%	4,586	4,635	5.7%	5.8%	\$ 31,104,806	\$ 31,605,533	4.5%	4.6%
Forbearance	5.16%	5.26%	4,268	4,278	5.3%	5.4%	\$ 45,463,437	\$ 44,120,096	6.6%	6.4%
TOTAL REPAYMENT	4.34%	4.38%	80,176	79,091	99.5%	99.4%	\$ 690,583,830	\$ 681,992,560	99.6%	99.5%
Claims in Process	4.75%	5.68%	253	326	0.3%	0.4%	\$ 2,000,949	\$ 2,976,201	0.3%	0.4%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.35%	4.38%	80,595	79,583	100%	100%	\$ 693,084,370	\$ 685,468,265	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018	6/30/2018	7/31/2018
Subsidized Stafford	5.47%	5.73%	22,853	22,509	28.4%	28.3%	\$ 54,868,714	\$ 54,001,424	7.9%	7.9%
Unsubsidized Stafford	5.82%	6.03%	16,535	16,294	20.5%	20.5%	\$ 59,618,762	\$ 58,755,106	8.6%	8.6%
PLUS	7.82%	7.96%	587	564	0.7%	0.7%	\$ 3,716,093	\$ 3,588,011	0.5%	0.5%
Grad/PLUS	8.11%	8.11%	113	112	0.1%	0.1%	\$ 1,361,765	\$ 1,358,178	0.2%	0.2%
SLS	4.47%	5.56%	17	17	0.0%	0.0%	\$ 63,958	\$ 63,718	0.0%	0.0%
Consolidation	4.05%	4.05%	40,490	40,087	50.2%	50.4%	\$ 573,455,078	\$ 567,701,828	82.7%	82.8%
TOTAL	4.35%	4.38%	80,595	79,583	100%	100%	\$ 693,084,370	\$ 685,468,265	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	7/31/2018
Cumulative Claims submitted (# of loans)	52,451
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 *
04/30/18	\$ 711,830,454	4.91%
05/31/18	\$ 701,379,580	4.95%
06/30/18	\$ 693,084,370	4.96%
07/31/18	\$ 685,468,265	4.95%

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