



**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 August 01, 2012 through August 31, 2012**  
**Distribution Date: September 20, 2012**

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				7/31/2012	Activity	8/31/2012
A	i	Principal Balance		\$ 1,342,157,146.55	\$ (10,163,227.65)	\$ 1,331,993,918.90
	ii	Accrued Interest		\$ 16,265,210.85	\$ 207,180.27	\$ 16,472,391.12
	iii	Total Student Loan Pool		\$ 1,358,422,357.40		\$ 1,348,466,310.02
	iv	Pending Portfolio adjustments		\$ (17,880.36)		\$ (19,701.10)
	v	Trust Cash		\$ 38,791,810.16		\$ 30,464,737.83
	vi	Specified Reserve Account Balance		\$ 14,026,790.00		\$ 13,794,480.00
	vii	<b>Total Adjusted Pool</b>		\$ 1,411,223,077.20		\$ 1,392,705,826.75
B	i	Weighted Average Coupon (WAC)		4.470%		4.460%
	ii	Weighted Average Remaining Term		190.29		189.62
	iii	Number of Loans		167,343		166,082
	iv	Number of Borrowers		67,014		66,510
	v	Outstanding Principal Balance - T-Bill		\$ 19,887,972.62		\$ 19,635,939.53
	vi	Outstanding Principal Balance - LIBOR		\$ 1,322,269,173.93		\$ 1,312,357,979.37

  

Bonds	CUSIP	Original Issue Amount	Rate	Balance 7/31/2012	Pool Factor 7/31/2012	Balance 8/31/2012	Pool Factor 8/31/2012		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 98,578,000.00	7.03%	\$ 98,578,000.00	7.15%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 136,408,000.00	9.72%	\$ 136,408,000.00	9.89%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.28%	\$ 18,000,000.00	1.30%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 175,893,000.00	12.54%	\$ 152,662,000.00	11.07%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	46.27%	\$ 649,000,000.00	47.05%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	21.77%	\$ 305,300,000.00	22.13%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.39%	\$ 19,500,000.00	1.41%
	viii	Total Bonds Outstanding Senior		\$ 1,365,179,000.00		\$ 1,341,948,000.00	97.33%	\$ 1,341,948,000.00	97.28%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	2.67%	\$ 37,500,000.00	2.72%
	x	<b>Total Bonds Outstanding 1993 Master Indenture - Taxable</b>		\$ 1,402,679,000.00		\$ 1,379,448,000.00		\$ 1,379,448,000.00	

  

Indenture Percentage		7/31/2012	8/31/2012	
D	i	Senior Parity	103.36%	103.72%
	ii	Subordinate Parity	100.60%	100.90%

  

Monthly Trigger Percentage		7/31/2012	8/31/2012	
E	i	Senior Percentage	100.81%	101.28%
	ii	Subordinate Percentage	98.05%	98.48%

  

Reserve Account		7/31/2012	8/31/2012	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	-	-
	iii	Specified Reserve Acct Requirement (\$)	\$ 14,026,790.00	\$ 13,794,480.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance - (\$)	-	\$ 13,794,480.00
	vi	Draws on Reserve - Current Month(\$)	-	\$ 232,310.00

**MHESAC 1993 Master Indenture**  
**II. Trust Balances and Parity Calculations**

<b>Trust Accounts</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
A	i Acquisition Account	\$ -	\$ -
	ii Administration Account	\$ 3,528,842.00	\$ 1,949,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 31,701,292.07	\$ 25,124,548.54
	iv Reserve Account	\$ 14,026,790.00	\$ 13,794,480.00
	v Surplus Subaccount	\$ 3,561,676.09	\$ 3,391,189.29
	vii Total Trust Accounts	\$ 52,818,600.16	\$ 44,259,217.83

  

<b>Parity Calculations</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,342,157,146.55	\$ 1,331,993,918.90
	ii Pending System Adjustments	(17,880.36)	(19,701.10)
	iii Accrued Borrower Interest	16,265,210.85	16,472,391.12
	iv Accrued Subsidized Interest	2,722,837.71	1,195,606.98
	v Less: Unguaranteed Amount Uncollectibles	(642,596.00)	(586,601.00)
	vi Trust Cash and Investments	52,818,600.16	44,259,217.83
	vii Payments in Transit	897,979.54	848,808.32
	viii Other Cash and Assets	3,823,595.25	1,036,281.00
	ix Total Trust Value	\$ 1,418,024,893.70	\$ 1,395,199,922.05
	Less:		
	x Accrued Payables	6,331,728.28	2,566,647.00
	xi <b>Net Asset Value - Indenture Percentage</b>	\$ 1,411,693,165.42	\$ 1,392,633,275.05

  

<b>Bond Interest Outstanding</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
C	i Senior Interest	\$ 609,301.73	\$ 715,748.79
	ii Subordinate Interest	17,361.00	17,962.50
	iii Total Bond Interest	\$ 626,662.73	\$ 733,711.29

  

<b>Bonds Outstanding</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
D	i Senior Bonds	\$ 1,365,179,000.00	\$ 1,341,948,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 1,402,679,000.00	\$ 1,379,448,000.00

  

<b>Distribution Amounts - Following Monthly Payment Date</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
E	i Senior Distribution Amount	\$ 33,819,000.00	\$ 26,847,000.00

  

<b>Indenture Percentage</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
F	i Senior Parity $Bxi / (Ci + Di)$	103.36%	103.72%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	100.60%	100.90%

  

<b>Monthly Trigger Percentage</b>		<b>7/31/2012</b>	<b>8/31/2012</b>
G	i Senior Percentage $Bi / (Di - Ei)$	100.81%	101.28%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	98.05%	98.48%

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	9/20/2012	3M LIBOR	0.12%	0.468%	0.379%	0.588%	0.499%
2006-A	612130HP2	9/20/2012	3M LIBOR	0.10%	0.468%	0.379%	0.568%	0.479%
2006-C	612130HR8	9/20/2012	1M LIBOR	1.20%	0.237%	0.219%	1.437%	1.419%
2012-A1	61205PAJ8	9/20/2012	1M LIBOR	0.60%	0.237%	0.219%	0.837%	0.819%
2012-A2	61205PAK5	9/20/2012	1M LIBOR	1.00%	0.237%	0.219%	1.237%	1.219%
2012-A3	61205PAL3	9/20/2012	1M LIBOR	1.05%	0.237%	0.219%	1.287%	1.269%
2012-B	61205PAM1	9/20/2012	1M LIBOR	1.20%	0.237%	0.219%	1.437%	1.419%

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	\$ 148,092.09	\$ 148,092.09	\$ -	\$ -	\$ -	\$ -	9.67%
2006-A	612130HP2	\$ 197,951.50	\$ 197,951.50	\$ -	\$ -	\$ -	\$ -	12.92%
2006-C	612130HR8	\$ 22,273.56	\$ 22,273.56	\$ -	\$ -	\$ -	\$ -	1.45%
2012-A1	61205PAJ8	\$ 110,031.14	\$ 110,031.14	\$ -	\$ -	\$ -	\$ -	7.18%
2012-A2	61205PAK5	\$ 691,308.31	\$ 691,308.31	\$ -	\$ -	\$ -	\$ -	45.12%
2012-A3	61205PAL3	\$ 338,348.73	\$ 338,348.73	\$ -	\$ -	\$ -	\$ -	22.08%
2012-B	61205PAM1	\$ 24,129.69	\$ 24,129.69	\$ -	\$ -	\$ -	\$ -	1.57%
<b>TOTAL</b>		<b>\$ 1,532,135.02</b>	<b>\$ 1,532,135.02</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	

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	\$ 3,906,000.00	\$ 3,906,000.00	\$ -	\$ -	\$ -	\$ -	13.74%
2006-A	612130HP2	\$ 6,682,000.00	\$ 6,682,000.00	\$ -	\$ -	\$ -	\$ -	23.51%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$17,839,721.66	\$ 16,259,000.00	\$ 1,580,721.66	\$ 18,996,561.44	\$ -	\$ 20,577,283.10	62.75%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
<b>TOTAL</b>		<b>\$28,427,721.66</b>	<b>\$ 26,847,000.00</b>	<b>\$ 1,580,721.66</b>	<b>\$ 18,996,561.44</b>	<b>\$ -</b>	<b>\$ 20,577,283.10</b>	

**TOTAL PRINCIPAL DISTRIBUTION \$ 26,847,000.00**

**MHESAC 1993 Master Indenture**

**IV. MHESAC System Activity from: 8/1/2012 through: 8/31/2012**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	9,483,737.34
ii	Principal Collections from Guarantor	\$	1,843,367.32
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(44,918.36)
v	Repurchases of Rehabilitated Loans	\$	-
vi	Additional Disbursements/Purchases	\$	-
vii	<b>Total Principal Collections</b>	\$	<u>11,282,186.30</u>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	4,972.46
ii	Capitalized Interest	\$	(1,123,931.11)
iii	<b>Total Non-Cash Principal Activity</b>	\$	<u>(1,118,958.65)</u>
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	<u>10,163,227.65</u>
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	3,066,371.52
ii	Interest Claims Received from Guarantors	\$	41,349.47
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(7.56)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	<b>Total Interest Collections</b>	\$	<u>3,107,713.43</u>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	194,438.30
ii	Capitalized Interest	\$	1,123,931.11
iii	Interest Accrued During Period	\$	(4,633,263.11)
iv	<b>Total Non-Cash Interest Adjustments</b>	\$	<u>(3,314,893.70)</u>
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	<u>(207,180.27)</u>

**Trust Activity from: 8/1/2012 through: 8/31/2012**

<b>G</b>	<b>Trust Balances less Reserve - Beginning of Period</b>	\$	38,791,810.16
<b>H</b>	<b>Released Funds in Excess of Reserve Requirement</b>	\$	232,310.00
<b>I</b>	<b>Funds Collected During Period</b>		
i	Student Loan Principal Received	\$	16,249,874.22
ii	Student Loan Interest Received	\$	4,254,364.17
iii	Subsidized Interest Received	\$	2,016,533.98
iv	Investment Income on Trust Accounts	\$	2,717.18
<b>J</b>	<b>Funds Remitted During Period</b>		
i	Bond Principal	\$	23,231,000.00
ii	Bond Interest	\$	1,212,643.42
iii	Consolidation Loan Rebate Fees	\$	892,011.58
iv	Management and Servicing Fees	\$	677,328.94
v	Administrative Fees (trustee, listing, etc.)	\$	48,989.27
vi	Special Allowance Rebate	\$	5,020,898.67
<b>K</b>	<b>Funds Reserved During Period</b>		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	-
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	-
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	-
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	-
v	Administration Funds	\$	1,949,000.00
<b>L</b>	<b>TOTAL AVAILABLE FUNDS FOR DISTRIBUTION</b>	\$	<u>28,515,737.83</u>

**MHESAC 1993 Master Indenture****V. Waterfall for Distributions****Distribution Date:****9/20/2012**

<b>A</b>	Total Available Funds for Distribution(IV-L)	<b>\$</b>	<b>28,515,737.83</b>
<b>B</b>	Interest Distributions		
i	2005-B Bonds	\$	148,092.09
ii	2006-A Bonds	\$	197,951.50
iii	2006-C Bonds	\$	22,273.56
iv	2012-A1 Bonds	\$	110,031.14
v	2012-A2 Bonds	\$	691,308.31
vi	2012-A3 Bonds	\$	338,348.73
vii	2012-B Bonds	\$	24,129.69
viii	<b>Total Bondholder's Interest Distributions</b>	<b>\$</b>	<b>1,532,135.02</b>
<b>C</b>	Principal Distributions		
i	2005-B Bonds	\$	3,906,000.00
ii	2006-A Bonds	\$	6,682,000.00
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	16,259,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	<b>Total Bondholder's Principal Distribution</b>	<b>\$</b>	<b>26,847,000.00</b>
<b>D</b>	Increase to the Specified Reserve Account Balance	\$	-
<b>E</b>	Carryover Servicing Fees	\$	-
<b>F</b>	Bondholder's Interest Carryover	\$	-
<b>G</b>	Bondholder's Principal Carryover	\$	-
<b>H</b>	<b>Funds available after waterfall items (A-G)</b>	<b>\$</b>	<b>136,602.81</b>

MHESAC 1993 Master Indenture  
VI. Historical Pool Information

	05/01/12-05/31/12	06/01/12-06/30/12	07/01/12-07/31/12	08/01/12-08/31/12
<b>Beginning Student Loan Pool Balance</b>	<b>\$ 380,048,682.99</b>	<b>\$ 1,404,663,658.72</b>	<b>\$ 1,383,661,194.66</b>	<b>\$ 1,358,422,357.40</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 16,345,328.73	\$ 19,668,388.38	\$ 25,814,754.23	\$ 9,483,737.34
ii Principal Collections from Guarantor	\$ 1,891,530.91	\$ 2,474,062.98	\$ 986,699.25	\$ 1,843,367.32
iii Returned Disbursements	\$ 500.00	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ -	\$ (59,831.18)	\$ (548,072.65)	\$ (44,918.36)
v Repurchase of Rehabilitated Loans	\$ -	\$ -	\$ -	\$ -
vi Additional Disbursements/Purchases	\$ (1,026,244,060.80)	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ (1,008,006,701.16)	\$ 22,082,620.18	\$ 26,253,380.83	\$ 11,282,186.30
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 15,278.20	\$ 8,766.26	\$ 8,011.47	\$ 4,972.46
ii Capitalized Interest	\$ (1,233,128.63)	\$ (2,044,261.88)	\$ (1,259,885.62)	\$ (1,123,931.11)
iii Total Non-Cash Principal Activity	\$ (1,217,850.43)	\$ (2,035,495.62)	\$ (1,251,874.15)	\$ (1,118,958.65)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ (1,009,224,551.59)</b>	<b>\$ 20,047,124.56</b>	<b>\$ 25,001,506.68</b>	<b>\$ 10,163,227.65</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 2,956,361.43	\$ 3,285,400.22	\$ 3,468,050.94	\$ 3,066,371.52
ii Interest Claims Received from Guarantors	\$ 46,553.20	\$ 53,118.38	\$ 28,920.59	\$ 41,349.47
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ (1,289.02)	\$ (7.56)
vii Accrued Borrower Interest on Purchased Loans	\$ (15,272,263.64)	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ (12,269,349.01)	\$ 3,338,518.60	\$ 3,495,682.51	\$ 3,107,713.43
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 91,937.52	\$ 194,640.31	\$ 171,402.87	\$ 194,438.30
ii Capitalized Interest	\$ 1,233,128.63	\$ 2,044,261.88	\$ 1,259,885.62	\$ 1,123,931.11
iii Interest Accrued During Period	\$ (4,446,141.28)	\$ (4,622,081.29)	\$ (4,689,640.42)	\$ (4,633,263.11)
iv Total Non-Cash Interest Adjustments	\$ (3,121,075.13)	\$ (2,383,179.10)	\$ (3,258,351.93)	\$ (3,314,893.70)
<b>(-) Total Student Loan Interest Activity</b>	<b>\$ (15,390,424.14)</b>	<b>\$ 955,339.50</b>	<b>\$ 237,330.58</b>	<b>\$ (207,180.27)</b>
<b>(=) TOTAL STUDENT LOAN POOL</b>	<b>\$ 1,404,663,658.72</b>	<b>\$ 1,383,661,194.66</b>	<b>\$ 1,358,422,357.40</b>	<b>\$ 1,348,466,310.02</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ (4,445.72)</b>	<b>\$ (41,057.19)</b>	<b>\$ (17,880.36)</b>	<b>\$ (19,701.10)</b>
<b>(+) Trust Cash Available</b>	<b>\$ 67,198,650.77</b>	<b>\$ 24,913,178.12</b>	<b>\$ 38,791,810.16</b>	<b>\$ 30,464,737.83</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 14,612,210.00</b>	<b>\$ 14,612,406.88</b>	<b>\$ 14,026,790.00</b>	<b>\$ 13,794,480.00</b>
<b>(=) TOTAL ADJUSTED POOL</b>	<b>\$ 1,486,470,073.77</b>	<b>\$ 1,423,145,722.47</b>	<b>\$ 1,411,223,077.20</b>	<b>\$ 1,392,705,826.75</b>

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	7/31/2012	8/31/2012	7/31/2012	8/31/2012	7/31/2012	8/31/2012	7/31/2012	8/31/2012	7/31/2012	8/31/2012
<b>INTERIM:</b>										
<b>In School</b>	6.28%	6.27%	7,098	6,639	4.2%	4.0%	\$ 23,311,651	\$ 21,891,288	1.7%	1.6%
<b>Grace</b>	6.28%	6.32%	3,219	3,591	1.9%	2.2%	\$ 10,195,829	\$ 11,410,506	0.8%	0.9%
<b>TOTAL INTERIM</b>	<b>6.28%</b>	<b>6.28%</b>	<b>10,317</b>	<b>10,230</b>	<b>6.2%</b>	<b>6.2%</b>	<b>\$ 33,507,480</b>	<b>\$ 33,301,794</b>	<b>2.5%</b>	<b>2.5%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.34%</b>	<b>4.32%</b>	<b>121,019</b>	<b>119,284</b>	<b>72.3%</b>	<b>71.8%</b>	<b>\$ 1,071,876,904</b>	<b>\$ 1,060,567,466</b>	<b>79.9%</b>	<b>79.6%</b>
Current	4.21%	4.19%	103,799	102,563	62.0%	61.8%	\$ 956,130,690	\$ 951,330,839	71.2%	71.4%
31-60 Days Delinquent	5.06%	5.16%	4,875	4,642	2.9%	2.8%	\$ 34,468,151	\$ 31,468,045	2.6%	2.4%
61-90 Days Delinquent	5.07%	5.18%	2,899	2,980	1.7%	1.8%	\$ 20,211,684	\$ 19,758,484	1.5%	1.5%
91-120 Days Delinquent	5.20%	4.97%	2,522	2,157	1.5%	1.3%	\$ 16,847,647	\$ 14,534,126	1.3%	1.1%
> 120 Days Delinquent	5.09%	5.08%	6,924	6,942	4.1%	4.2%	\$ 44,218,732	\$ 43,475,972	3.3%	3.3%
<b>Deferment</b>	4.93%	4.95%	26,118	25,787	15.6%	15.5%	\$ 157,784,695	\$ 155,904,990	11.8%	11.7%
<b>Forbearance</b>	4.98%	5.03%	7,257	7,816	4.3%	4.7%	\$ 60,469,492	\$ 61,834,282	4.5%	4.6%
<b>TOTAL REPAYMENT</b>	<b>4.41%</b>	<b>4.40%</b>	<b>154,394</b>	<b>152,887</b>	<b>92.3%</b>	<b>92.1%</b>	<b>\$ 1,290,131,091</b>	<b>\$ 1,278,306,738</b>	<b>96.1%</b>	<b>96.0%</b>
<b>Claims in Process</b>	5.20%	5.23%	2,626	2,965	1.6%	1.8%	\$ 18,403,739	\$ 20,385,387	1.4%	1.5%
<b>Aged Claims Rejected</b>	5.59%	0.00%	6	0	0.0%	0.0%	\$ 114,837	\$ -	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>4.47%</b>	<b>4.46%</b>	<b>167,343</b>	<b>166,082</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,342,157,147</b>	<b>\$ 1,331,993,919</b>	<b>100%</b>	<b>100%</b>

<b>VIII. MHESAC Cumulative Net Reject Rate</b>	
	<b>8/31/2012</b>
Cumulative Claims submitted (# of loans)	40,443
Cumulative Claims rejected (# of loans)	77
<b>Cumulative Reject Rate</b>	<b>0.19%</b>

<b>VIV. MHESAC Payment History and CPRs</b>		
<b>Distribution Date</b>	<b>Actual Pool Balances</b>	<b>Since Issued CPR *</b>
05/31/12	\$ 1,387,205,778	1.11%
06/30/12	\$ 1,367,158,653	1.24%
07/31/12	\$ 1,342,157,147	1.43%
08/31/12	\$ 1,331,993,919	1.46%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		