



Montana Higher Education Student Assistance Corporation
Quarterly 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 June 01, 2013 through August 31, 2013
Distribution Date: September 20, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			5/31/2013	Activity	8/31/2013
A	i	Portfolio Balance	\$ 1,236,476,954.57	\$ (25,586,070.08)	\$ 1,210,890,884.49
	ii	Accrued Interest	\$ 15,115,071.44	\$ (967,628.75)	\$ 14,147,442.69
	iii	Total Pool	\$ 1,251,592,026.01		\$ 1,225,038,327.18
	iv	Pending Portfolio adjustments	\$ -		\$ (67,325.90)
	v	Trust Cash	\$ 23,630,367.56		\$ 21,114,668.17
	vi	Specified Reserve Account Balance	\$ 12,704,400.00		\$ 12,396,490.00
	vii	Total Adjusted Pool	\$ 1,287,926,793.57		\$ 1,258,482,159.45
B	i	Weighted Average Coupon (WAC)	4.430%		4.420%
	ii	Weighted Average Remaining Term	184.79		183.90
	iii	Number of Loans	153,196		149,560
	iv	Number of Borrowers	61,571		60,203
	v	Outstanding Principal Balance - T-Bill	\$ 17,770,092.33		\$ 17,140,637.46
	vi	Outstanding Principal Balance - LIBOR	\$ 1,218,706,862.24		\$ 1,193,750,247.03

Bonds	CUSIP	Original Issue Amount	Rate	Balance 5/31/2013	Pool Factor 5/31/2013	Balance 8/31/2013	Pool Factor 8/31/2013		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 87,035,000.00	6.85%	\$ 83,320,000.00	6.72%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 115,994,000.00	9.13%	\$ 109,104,000.00	8.80%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.42%	\$ 18,000,000.00	1.45%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 75,611,000.00	5.95%	\$ 55,425,000.00	4.47%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	51.08%	\$ 649,000,000.00	52.35%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	24.03%	\$ 305,300,000.00	24.63%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.53%	\$ 19,500,000.00	1.57%
	viii	Total Bonds Outstanding Senior		\$ 1,232,940,000.00		\$ 1,202,149,000.00	97.05%	\$ 1,202,149,000.00	96.97%
	ix	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	2.95%	\$ 37,500,000.00	3.03%
	x	Total Bonds Outstanding 1993 Master Indenture		\$ 1,270,440,000.00		\$ 1,239,649,000.00		\$ 1,239,649,000.00	

Indenture Percentage		5/31/2013	8/31/2013	
D	i	Senior Parity	104.29%	104.50%
	ii	Subordinate Parity	101.20%	101.33%

Monthly Trigger Percentage		5/31/2013	8/31/2013	
E	i	Senior Percentage	101.91%	102.21%
	ii	Subordinate Percentage	98.85%	99.07%

Reserve Account		5/31/2013	8/31/2013	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 12,704,400.00	\$ 12,396,490.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance - (\$)		\$ 12,396,490.00
	vi	Draws on Reserve - Current Quarter (\$)		\$ 307,910.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		5/31/2013	8/31/2013
A	i Acquisition Account	\$ 804,497.27	\$ 698,022.85
	ii Administration Account	\$ 1,949,000.00	\$ 1,739,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 18,398,589.29	\$ 16,525,081.05
	iv Reserve Account	\$ 12,704,400.00	\$ 12,396,490.00
	v Surplus Subaccount	\$ 2,478,281.00	\$ 2,151,664.27
	vii Total Trust Accounts	\$ 36,334,767.56	\$ 33,511,158.17

Parity Calculations		5/31/2013	8/31/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,236,476,954.57	\$ 1,210,890,884.49
	ii Pending System Adjustments	-	(67,325.90)
	iii Accrued Borrower Interest	15,115,071.44	14,147,442.69
	iv Accrued Subsidized Interest	1,016,637.40	915,422.25
	v Less: Unguaranteed Amount Uncollectibles	(682,232.91)	(740,964.92)
	vi Trust Cash and Investments	36,334,767.56	33,511,158.17
	vii Payments in Transit	1,231,096.16	1,115,798.27
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,289,492,294.22	\$ 1,259,772,415.05
	Less:		
	x Accrued Payables	3,085,036.00	3,013,876.00
	xi Net Asset Value - Indenture Percentage	\$ 1,286,407,258.22	\$ 1,256,758,539.05

Bond Interest Outstanding		5/31/2013	8/31/2013
C	i Senior Interest	\$ 566,369.37	\$ 544,851.80
	ii Subordinate Interest	\$ 108,774.25	\$ 108,923.08
	iii Total Bond Interest	\$ 675,143.62	\$ 653,774.88

Bonds Outstanding		5/31/2013	8/31/2013
D	i Senior Bonds	\$ 1,232,940,000.00	\$ 1,202,149,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 1,270,440,000.00	\$ 1,239,649,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2013	8/31/2013
E	i Senior Distribution Amount	\$ 19,580,000.00	\$ 17,420,000.00

Indenture Percentage		5/31/2013	8/31/2013
F	i Senior Parity $B_{xi} / (C_i + D_i)$	104.29%	104.50%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	101.20%	101.33%

Monthly Trigger Percentage		5/31/2013	8/31/2013
G	i Senior Percentage $B_i / (D_i - E_i)$	101.91%	102.21%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	98.85%	99.07%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.38%	99.26%	102.21%	99.07%
	ii 2nd Month Prior	102.19%	99.10%	102.38%	99.26%
	iii 3rd Month Prior	101.91%	98.85%	102.19%	99.10%
	iv 4th Month Prior	102.06%	99.02%	101.91%	98.85%
	v 5th Month Prior	101.98%	98.97%	102.06%	99.02%
	vii 6th Month Prior	101.79%	98.82%	101.98%	98.97%
	viii Six Month Average Trigger Percentage	102.05%	99.00%	102.12%	99.05%

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%	0.25245%	0.39225%	0.37245%
2006-A	612130HP2	9/20/2013	3M LIBOR	0.10%	0.27225%	0.25245%	0.37225%	0.35245%
2006-C	612130HR8	9/20/2013	1M LIBOR	1.20%	0.18406%	0.18000%	1.38406%	1.38000%
2012-A1	61205PAJ8	9/20/2013	1M LIBOR	0.60%	0.18406%	0.18000%	0.78406%	0.78000%
2012-A2	61205PAK5	9/20/2013	1M LIBOR	1.00%	0.18406%	0.18000%	1.18406%	1.18000%
2012-A3	61205PAL3	9/20/2013	1M LIBOR	1.05%	0.18406%	0.18000%	1.23406%	1.23000%
2012-B	61205PAM1	9/20/2013	1M LIBOR	1.20%	0.18406%	0.18000%	1.38406%	1.38000%

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	\$ 83,521.36	\$ 83,521.36	\$ -	\$ -	\$ -	\$ -	6.65%
2006-A	612130HP2	\$ 103,791.24	\$ 103,791.24	\$ -	\$ -	\$ -	\$ -	8.27%
2006-C	612130HR8	\$ 21,452.94	\$ 21,452.94	\$ -	\$ 44,031.13	\$ -	\$ 44,031.13	1.71%
2012-A1	61205PAJ8	\$ 37,420.74	\$ 37,420.74	\$ -	\$ -	\$ -	\$ -	2.98%
2012-A2	61205PAK5	\$ 661,726.89	\$ 661,726.89	\$ -	\$ -	\$ -	\$ -	52.70%
2012-A3	61205PAL3	\$ 324,430.10	\$ 324,430.10	\$ -	\$ -	\$ -	\$ -	25.84%
2012-B	61205PAM1	\$ 23,240.69	\$ 23,240.69	\$ -	\$ 47,700.39	\$ -	\$ 47,700.39	1.85%
TOTAL		\$ 1,255,583.96	\$ 1,255,583.96	\$ -	\$ 91,731.52	\$ -	\$ 91,731.52	

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	\$ 3,666,000.00	\$ 3,666,000.00	\$ -	\$ -	\$ -	\$ -	15.34%
2006-A	612130HP2	\$ 6,846,000.00	\$ 6,846,000.00	\$ -	\$ -	\$ -	\$ -	28.65%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$ -	\$ -	\$ -	\$ 55,425,000.00	\$ 6,908,000.00	\$ 48,517,000.00	0.00%
2012-A2	61205PAK5	\$13,384,513.57	\$ -	\$ 13,384,513.57	\$ 121,280,897.75	\$ -	\$ 134,665,411.32	56.01%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$23,896,513.57	\$ 10,512,000.00	\$ 13,384,513.57	\$ 176,705,897.75	\$ 6,908,000.00	\$ 183,182,411.32	

TOTAL PRINCIPAL DISTRIBUTION \$ 17,420,000.00

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IV. MHESAC System Activity from: 6/1/2013 through: 8/31/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	26,509,196.09
ii	Principal Collections from Guarantor	\$	4,970,388.38
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(135,865.03)
v	Repurchases of Rehabilitated Loans	\$	(1,296,473.95)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	30,047,245.49
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	17,524.28
ii	Capitalized Interest	\$	(4,478,699.69)
iii	Total Non-Cash Principal Activity	\$	(4,461,175.41)
C	Total Student Loan Principal Activity	\$	25,586,070.08
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	8,571,377.69
ii	Interest Claims Received from Guarantors	\$	111,280.79
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(65.55)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	8,682,592.93
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	544,654.62
ii	Capitalized Interest	\$	4,478,699.69
iii	Interest Accrued During Period	\$	(12,738,318.49)
iv	Total Non-Cash Interest Adjustments	\$	(7,714,964.18)
F	Total Student Loan Interest Activity	\$	967,628.75

Trust Activity from: 6/1/2013 through: 8/31/2013

G	Trust Balances less Reserve - Beginning of Period	\$	23,630,367.56
H	Released Funds in Excess of Reserve Requirement	\$	307,910.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	32,403,807.27
ii	Student Loan Interest Received	\$	7,808,332.57
iii	Subsidized Interest Received	\$	1,494,096.47
iv	Investment Income on Trust Accounts	\$	1,438.19
J	Funds Remitted During Period		
i	Bond Principal	\$	30,791,000.00
ii	Bond Interest	\$	3,426,665.15
iii	Consolidation Loan Rebate Fees	\$	2,487,211.83
iv	Management and Servicing Fees	\$	1,849,407.31
v	Administrative Fees (trustee, listing, etc.)	\$	46,201.65
vi	Special Allowance Rebate	\$	4,634,324.00
vii	Repurchases of Rehabilitated Loans	\$	1,296,473.95
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	698,022.85
ii	Administration Funds	\$	1,739,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	18,676,745.32

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****9/20/2013**

A	Total Available Funds for Distribution(IV-L)	\$	18,676,745.32
B	Interest Distributions		
i	2005-B Bonds	\$	83,521.36
ii	2006-A Bonds	\$	103,791.24
iii	2006-C Bonds	\$	21,452.94
iv	2012-A1 Bonds	\$	37,420.74
v	2012-A2 Bonds	\$	661,726.89
vi	2012-A3 Bonds	\$	324,430.10
vii	2012-B Bonds	\$	23,240.69
viii	Total Bondholder's Interest Distributions	\$	1,255,583.96
C	Principal Distributions		
i	2005-B Bonds	\$	3,666,000.00
ii	2006-A Bonds	\$	6,846,000.00
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	6,908,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	17,420,000.00
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)	\$	1,161.36

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	09/01/12-11/30/12	12/01/12-02/28/13	03/01/13-05/31/13	06/01/13-08/31/13
Beginning Student Loan Pool Balance	\$ 1,348,466,310.02	\$ 1,315,647,867.25	\$ 1,283,780,314.73	\$ 1,251,592,026.01
Student Loan Principal Activity				
i Regular Principal Collections	\$ 31,276,951.22	\$ 30,168,275.63	\$ 29,742,075.15	\$ 26,509,196.09
ii Principal Collections from Guarantor	\$ 6,383,028.25	\$ 6,435,119.51	\$ 7,661,594.54	\$ 4,970,388.38
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (215,589.43)	\$ (151,801.95)	\$ (172,791.48)	\$ (135,865.03)
v Repurchase of Rehabilitated Loans	\$ (1,077,116.26)	\$ (1,620,995.86)	\$ (1,667,735.84)	\$ (1,296,473.95)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 36,367,273.78	\$ 34,830,597.33	\$ 35,563,142.37	\$ 30,047,245.49
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 30,359.97	\$ 210,665.15	\$ 14,594.55	\$ 17,524.28
ii Capitalized Interest	\$ (5,042,818.87)	\$ (3,615,798.84)	\$ (2,841,051.11)	\$ (4,478,699.69)
iii Total Non-Cash Principal Activity	\$ (5,012,458.90)	\$ (3,405,133.69)	\$ (2,826,456.56)	\$ (4,461,175.41)
(-) Total Student Loan Principal Activity	\$ 31,354,814.88	\$ 31,425,463.64	\$ 32,736,685.81	\$ 25,586,070.08
Student Loan Interest Activity				
i Regular Interest Collections	\$ 9,120,800.90	\$ 9,053,814.60	\$ 8,771,070.65	\$ 8,571,377.69
ii Interest Claims Received from Guarantors	\$ 200,230.50	\$ 183,199.45	\$ 206,299.04	\$ 111,280.79
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (212.58)	\$ (134.83)	\$ (194.82)	\$ (65.55)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 9,320,818.82	\$ 9,236,879.22	\$ 8,977,174.87	\$ 8,682,592.93
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 493,059.29	\$ 624,741.13	\$ 610,831.69	\$ 544,654.62
ii Capitalized Interest	\$ 5,042,795.61	\$ 3,615,798.84	\$ 2,841,051.11	\$ 4,478,699.69
iii Interest Accrued During Period	\$ (13,393,045.83)	\$ (13,035,330.31)	\$ (12,977,454.76)	\$ (12,738,318.49)
iv Total Non-Cash Interest Adjustments	\$ (7,857,190.93)	\$ (8,794,790.34)	\$ (9,525,571.96)	\$ (7,714,964.18)
(-) Total Student Loan Interest Activity	\$ 1,463,627.89	\$ 442,088.88	\$ (548,397.09)	\$ 967,628.75
(=) TOTAL STUDENT LOAN POOL	\$ 1,315,647,867.25	\$ 1,283,780,314.73	\$ 1,251,592,026.01	\$ 1,225,038,327.18
(+) Pending Portfolio Adjustments	\$ (315.82)	\$ (678.56)	\$ -	\$ (67,325.90)
(+) Trust Cash Available	\$ 22,662,168.40	\$ 27,450,855.99	\$ 23,630,367.56	\$ 21,114,668.17
(+) Reserve Account Balance	\$ 13,359,740.00	\$ 13,075,410.00	\$ 12,704,400.00	\$ 12,396,490.00
(=) TOTAL ADJUSTED POOL	\$ 1,351,669,459.83	\$ 1,324,305,902.16	\$ 1,287,926,793.57	\$ 1,258,482,159.45

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2013	8/31/2013	5/31/2013	8/31/2013	5/31/2013	8/31/2013	5/31/2013	8/31/2013	5/31/2013	8/31/2013
INTERIM:										
In School	6.29%	6.23%	3,451	2,630	2.3%	1.8%	\$ 11,221,295	\$ 8,463,504	0.9%	0.7%
Grace	6.23%	6.25%	2,338	1,867	1.5%	1.2%	\$ 7,471,426	\$ 6,153,588	0.6%	0.5%
TOTAL INTERIM	6.27%	6.24%	5,789	4,497	3.8%	3.0%	\$ 18,692,721	\$ 14,617,092	1.5%	1.2%
REPAYMENT										
Active	4.32%	4.31%	117,599	116,245	76.8%	77.7%	\$ 1,022,574,189	\$ 1,007,387,994	82.7%	83.2%
Current	4.20%	4.18%	102,404	100,102	66.8%	66.9%	\$ 917,040,863	\$ 893,023,926	74.2%	73.7%
31-60 Days Delinquent	5.10%	5.10%	4,256	4,216	2.8%	2.8%	\$ 29,996,175	\$ 30,267,542	2.4%	2.5%
61-90 Days Delinquent	5.13%	5.14%	2,600	3,291	1.7%	2.2%	\$ 17,297,835	\$ 23,603,327	1.4%	1.9%
91-120 Days Delinquent	4.89%	5.09%	1,970	2,079	1.3%	1.4%	\$ 14,038,651	\$ 15,560,847	1.1%	1.3%
> 120 Days Delinquent	5.17%	5.08%	6,369	6,557	4.2%	4.4%	\$ 44,200,665	\$ 44,932,352	3.6%	3.7%
Deferment	4.97%	5.00%	22,283	21,035	14.5%	14.1%	\$ 133,555,233	\$ 126,161,290	10.8%	10.4%
Forbearance	4.97%	4.99%	5,690	5,548	3.7%	3.7%	\$ 49,123,586	\$ 47,693,481	4.0%	3.9%
TOTAL REPAYMENT	4.40%	4.39%	145,572	142,828	95.0%	95.5%	\$ 1,205,253,008	\$ 1,181,242,765	97.5%	97.6%
Claims in Process	5.11%	5.20%	1,833	2,235	1.2%	1.5%	\$ 12,506,229	\$ 15,031,027	1.0%	1.2%
Aged Claims Rejected	3.50%	0.00%	2	0	0.0%	0.0%	\$ 24,997	\$ -	0.0%	0.0%
GRAND TOTAL	4.43%	4.43%	153,196	149,560	100%	100%	\$ 1,236,476,955	\$ 1,210,890,884	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	8/31/2013
Cumulative Claims submitted (# of loans)	43,906
Cumulative Claims rejected (# of loans)	84
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
11/30/12	\$ 1,300,639,104	7.11%
02/28/13	\$ 1,269,213,640	6.54%
05/31/13	\$ 1,236,476,955	6.31%
08/31/13	\$ 1,210,890,884	5.82%

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