



**Montana Higher Education Student Assistance Corporation**  
**Quarterly Student Loan Report**

**1993 Master Indenture - Trust Securing the Following Tax-Exempt Notes:**

- Senior Series 1995-A, B and C and Subordinate Series 1995-E
- Senior Series 1998-A and Subordinate Series 1998-B
- Senior Series 1999-A and Subordinate Series 1999-B
- Senior Series 2000-A and B (AMT) and Subordinate Series 2000-D (AMT)
- Senior Series 2001-A and B (AMT)
- Senior Series 2002-A, B, and C (AMT) and Subordinate Series 2002-E (AMT)
- Senior Series 2003-A and B (AMT) and Subordinate Series 2003-D (AMT)
- Senior Series 2004-A and B (AMT) and Subordinate Series 2004-C (AMT)
- Senior Series 2006-D, E, and F (AMT) and Subordinate Series 2006-G (AMT)
- Senior Series 2007-A, B, and C (AMT)

**Reporting Period September 01, 2008 through November 30, 2008**

MHESAC 1993 Master Indenture - Tax-Exempt

I. Deal Parameters

Student Portfolio Characteristics		8/31/2008	Activity	11/30/2008	
A	i	Portfolio Balance	\$ 1,007,320,610.53	\$ 36,582,674.84	\$ 1,043,903,285.37
	ii	Interest to be Capitalized	\$ 13,918,169.44	\$ (328,567.26)	\$ 13,589,602.18
	iii	Total Pool	\$ 1,021,238,779.97	\$	\$ 1,057,492,887.55
	iv	Pending Portfolio adjustments	\$ (68,602.53)	\$	\$ 430,415.34
	v	Trust Cash	\$ 324,732,057.84	\$	\$ 299,410,006.24
	vi	Specified Reserve Account Balance	\$ 28,531,244.22	\$	\$ 28,531,244.22
	vii	<b>Total Adjusted Pool</b>	<b>\$ 1,374,433,479.50</b>	<b>\$</b>	<b>\$ 1,385,864,553.35</b>
B	i	Weighted Average Coupon (WAC)	5.150%		5.210%
	ii	Weighted Average Remaining Term	195.33		193.88
	iii	Number of Loans	166,630		178,903
	iv	Number of Borrowers	66,745		68,607
	v	Outstanding Principal Balance - T-Bill	\$ 37,426,961.76	\$	\$ 36,212,823.15
	vi	Outstanding Principal Balance - Commercial Paper	\$ 969,893,648.77	\$	\$ 1,007,690,462.22

Notes	CUSIP	Original Issue Amount	Rate	Balance 8/31/2008	Pool Factor 8/31/2008	Balance 11/30/2008	Pool Factor 11/30/2008	
C	i	1995-A Notes Tax-Exempt Senior 612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	2.51%	\$ 34,600,000.00	2.51%
	ii	1995-B Notes Tax-Exempt Senior 612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.50%	\$ 34,500,000.00	2.50%
	iii	1995-C Notes Tax-Exempt Senior 612130EP5	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.50%	\$ 34,500,000.00	2.50%
	iv	1995-E Notes Tax-Exempt Subordinate 612130FH2	\$ 2,195,000.00	6.40%	\$ 2,195,000.00	0.16%	\$ 2,195,000.00	0.16%
	v	1995-E Notes Tax-Exempt Subordinate 612130FJ8	\$ 2,195,000.00	6.45%	\$ 2,195,000.00	0.16%	\$ 2,195,000.00	0.16%
	vi	1998-A Notes Tax-Exempt Senior 612130FW9	\$ 79,800,000.00	ARS	\$ 76,700,000.00	5.57%	\$ 76,700,000.00	5.57%
	vii	1998-B Notes Tax-Exempt Subordinate 612130FQ2	\$ 505,000.00	4.65%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	viii	1998-B Notes Tax-Exempt Subordinate 612130FR0	\$ 400,000.00	4.75%	\$ 380,000.00	0.03%	\$ 380,000.00	0.03%
	ix	1998-B Notes Tax-Exempt Subordinate 612130FS8	\$ 345,000.00	4.85%	\$ 325,000.00	0.02%	\$ 325,000.00	0.02%
	x	1998-B Notes Tax-Exempt Subordinate 612130FR6	\$ 700,000.00	4.95%	\$ 670,000.00	0.05%	\$ 670,000.00	0.05%
	xi	1998-B Notes Tax-Exempt Subordinate 612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.04%	\$ 580,000.00	0.04%
	xii	1998-B Notes Tax-Exempt Subordinate 612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.60%	\$ 22,010,000.00	1.60%
	xiii	1999-A Notes Tax-Exempt Senior 612130FX7	\$ 81,500,000.00	ARS	\$ 81,500,000.00	5.91%	\$ 81,500,000.00	5.91%
	xiv	1999-B Notes Tax-Exempt Subordinate 612130GC2	\$ 380,000.00	5.30%	\$ 380,000.00	0.03%	\$ 380,000.00	0.03%
	xv	1999-B Notes Tax-Exempt Subordinate 612130GD0	\$ 490,000.00	5.40%	\$ 490,000.00	0.04%	\$ 490,000.00	0.04%
	xvi	1999-B Notes Tax-Exempt Subordinate 612130GE8	\$ 280,000.00	5.45%	\$ 280,000.00	0.02%	\$ 280,000.00	0.02%
	xvii	1999-B Notes Tax-Exempt Subordinate 612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.02%	\$ 295,000.00	0.02%
	xviii	1999-B Notes Tax-Exempt Subordinate 612130GG3	\$ 465,000.00	5.65%	\$ 465,000.00	0.03%	\$ 465,000.00	0.03%
	xix	1999-B Notes Tax-Exempt Subordinate 612130GH1	\$ 480,000.00	5.75%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	xx	1999-B Notes Tax-Exempt Subordinate 612130GJ7	\$ 505,000.00	5.85%	\$ 505,000.00	0.04%	\$ 505,000.00	0.04%
	xxi	1999-B Notes Tax-Exempt Subordinate 612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.18%	\$ 16,200,000.00	1.18%
	xxii	2000-A Notes Tax-Exempt Senior 612130GT5	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.63%	\$ 50,000,000.00	3.63%
	xxiii	2000-B Notes Tax-Exempt Senior 612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.63%	\$ 50,000,000.00	3.63%
	xxiv	2000-D Notes Tax-Exempt Subordinate 612130GQ1	\$ 1,225,000.00	5.00%	\$ 1,225,000.00	0.09%	\$ 1,225,000.00	0.09%
	xxv	2000-D Notes Tax-Exempt Subordinate 612130GR9	\$ 1,295,000.00	5.05%	\$ 1,295,000.00	0.09%	\$ 1,295,000.00	0.09%
	xxvi	2000-D Notes Tax-Exempt Subordinate 612130GS7	\$ 1,375,000.00	5.10%	\$ 1,375,000.00	0.10%	\$ 1,375,000.00	0.10%
	xxvii	2001-A Notes Tax-Exempt Senior 612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	6.11%	\$ 84,200,000.00	6.11%
	xxviii	2001-B Notes Tax-Exempt Senior 612130GX6	\$ 25,000,000.00	ARS	\$ 25,000,000.00	1.81%	\$ 25,000,000.00	1.81%
	xxix	2002-A Notes Tax-Exempt Senior 612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	3.90%	\$ 53,800,000.00	3.90%
	xxx	2002-B Notes Tax-Exempt Senior 612130HA5	\$ 29,000,000.00	ARS	\$ 29,000,000.00	2.10%	\$ 29,000,000.00	2.10%
	xxxi	2002-E Notes Tax-Exempt Subordinate 612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.09%	\$ 15,000,000.00	1.09%
	xxxii	2003-A Notes Tax-Exempt Senior 612130HE7	\$ 80,200,000.00	ARS	\$ 80,200,000.00	5.82%	\$ 80,200,000.00	5.82%
	xxxiii	2003-B Notes Tax-Exempt Senior 612130HF4	\$ 80,100,000.00	ARS	\$ 80,100,000.00	5.81%	\$ 80,100,000.00	5.81%
	xxxiv	2003-D Notes Tax-Exempt Subordinate 612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.73%	\$ 10,000,000.00	0.73%
	xxxv	2004-A Notes Tax-Exempt Senior 612130HJ6	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.02%	\$ 83,000,000.00	6.02%
	xxxvi	2004-B Notes Tax-Exempt Senior 612130HK3	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.02%	\$ 83,000,000.00	6.02%
	xxxvii	2004-C Notes Tax-Exempt Subordinate 612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	0.87%	\$ 12,000,000.00	0.87%
	xxxviii	2006-D Notes Tax-Exempt Senior 612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.18%	\$ 71,400,000.00	5.18%
	xxxix	2006-E Notes Tax-Exempt Senior 612130HT4	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.18%	\$ 71,400,000.00	5.18%
	xl	2006-F Notes Tax-Exempt Senior 612130HU1	\$ 71,300,000.00	ARS	\$ 71,300,000.00	5.17%	\$ 71,300,000.00	5.17%
	xli	2006-G Notes Tax-Exempt Subordinate 612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.45%	\$ 20,000,000.00	1.45%
	xlii	2007-A Notes Tax-Exempt Senior 612130HW7	\$ 105,000,000.00	VRDO	\$ 105,000,000.00	7.62%	\$ 105,000,000.00	7.62%
	xliii	2007-B Notes Tax-Exempt Senior 612130HX5	\$ 35,000,000.00	VRDO	\$ 35,000,000.00	2.54%	\$ 35,000,000.00	2.54%
	xliiii	2007-C Notes Tax-Exempt Senior 612130HY3	\$ 35,000,000.00	VRDO	\$ 35,000,000.00	2.54%	\$ 35,000,000.00	2.54%
	lviii	Total Notes Outstanding Tax-Exempt Senior		\$ 1,269,200,000.00	92.10%	\$ 1,269,200,000.00	92.10%	
	lix	Total Notes Outstanding Tax-Exempt Subordinate		\$ 108,825,000.00	7.90%	\$ 108,825,000.00	7.90%	
	lx	<b>Total Notes Outstanding 1993 Master Indenture - Tax-Exempt</b>		<b>\$ 1,378,025,000.00</b>		<b>\$ 1,378,025,000.00</b>		

Parity		8/31/2008	11/30/2008	
D	i	Senior Parity	109.01%	108.69%
	ii	Subordinate Parity	100.40%	100.11%

Reserve Account		8/31/2008	11/30/2008	
E	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Act Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Act Requirement (\$)	\$ 13,780,250.00	\$ 13,780,250.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance (\$)	\$ -	\$ 28,531,244.22
	vi	Draws on Reserve - Current Quarter (\$)	\$ -	\$ -

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

<b>Trust Accounts</b>		<b>8/31/2008</b>	<b>11/30/2008</b>
A	i Acquisition Account	\$ 158,750,058.72	\$ 146,523,763.65
	ii Administration Account	\$ 5,395,434.99	\$ 5,474,302.46
	iii Bond- Interest, Principal, Retirement Accounts	\$ 8,387,088.25	\$ 34,275,070.54
	iv Capitalized Interest Account	\$ 636,700.00	\$ 636,700.00
	v COI Account	\$ 140,971.13	\$ 140,971.13
	vi Rebate Account	\$ 6,338,941.15	\$ 6,435,961.33
	vii Reserve Account	\$ 28,531,244.22	\$ 28,531,244.22
	viii Surplus Account	\$ 145,082,863.60	\$ 105,923,237.13

  

<b>Parity Calculations</b>		<b>8/31/2008</b>	<b>11/30/2008</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,007,320,610.53	\$ 1,043,903,285.37
	ii Pending System Adjustments	(68,602.53)	430,415.34
	iii Accrued Borrower Interest	13,918,169.44	13,589,602.18
	iv Accrued Subsidized Interest	5,071,752.80	3,310,513.15
	v Less: Unguaranteed Amount Uncollectibles	(415,936.00)	(259,688.00)
	vi Trust Cash and Investments (less COI)	353,263,302.06	327,941,250.46
	vii Payments in Transit	515,845.98	534,159.71
	viii Other Cash and Assets	28,105,983.72	28,024,730.37
	ix Total Trust Value	\$ 1,407,711,126.00	\$ 1,417,474,268.58
	Less:	-	-
	x Accrued Bond Interest	10,484,313.06	27,105,137.30
	xi Accrued Swap Liability/(Asset)	599,320.02	-
	xii Accrued Fair Value of Swap Liability/(Asset)	1,811,157.00	1,461,703.00
	xiii Accrued Rebate Liabilities (Prior Month)	11,284,820.01	9,363,682.02
	xiv <b>Net Asset Value</b>	\$ 1,383,531,515.91	\$ 1,379,543,746.26

  

<b>Notes Outstanding</b>		<b>8/31/2008</b>	<b>11/30/2008</b>
C	i Senior Notes	\$ 1,269,200,000.00	\$ 1,269,200,000.00
	ii Subordinate Notes	108,825,000.00	108,825,000.00
	iii Total Notes	\$ 1,378,025,000.00	\$ 1,378,025,000.00

  

<b>Parity</b>		<b>8/31/2008</b>	<b>11/30/2008</b>
D	i Senior Parity	109.01%	108.69%
	ii Subordinate Parity	100.40%	100.11%

**MHESAC 1993 Master Indenture - Tax-Exempt**  
**III. Distributions**

<b>Interest</b>										
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Interest Due</b>	<b>Quarterly Interest Paid</b>	<b>Interest Shortfall</b>	<b>Interest Carryover Due</b>	<b>Interest Carryover Paid</b>	<b>Interest Carryover</b>	<b>Interest Factor</b>	<b>Rate</b>	<b>Next Rate</b>
A				\$ -	\$ -	\$ -	\$ -			
	<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			

  

<b>Principal</b>								
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Principal Due</b>	<b>Quarterly Principal Paid</b>	<b>Quarterly Principal Shortfall</b>	<b>Principal Carryover Due</b>	<b>Principal Carryover Paid</b>	<b>Principal Carryover</b>	<b>Principal Factor</b>
B							\$ -	
	<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

  

<b>Non-FRN Noteholder Distributions</b>			
C	i	Amount to transfer for Non-FRN Noteholder Distributions - see page 5	\$ 7,200,000.00

  

D	<b>Total Distributions</b>	\$ 7,200,000.00
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**MHESAC 1993 Master Indenture - Tax-Exempt**

**IV. MHESAC Transactions from: 9/1/2008 through: 11/30/2008**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	16,595,492.53
ii	Principal Collections from Guarantor	\$	1,526,178.80
iii	Returned Disbursements	\$	223,131.52
iv	Other System Adjustments	\$	-
v	Additional Disbursements	\$	(49,437,224.07)
vi	<b>Total Principal Collections</b>	\$	<b>(31,092,421.22)</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	(355,591.93)
ii	Capitalized Interest	\$	(5,134,661.69)
iii	<b>Total Non-Cash Principal Activity</b>	\$	<b>(5,490,253.62)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	<b>(36,582,674.84)</b>
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	6,755,604.06
ii	Interest Claims Received from Guarantors	\$	54,508.93
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Special Allowance Payments	\$	1,901,927.26
viii	Subsidy Payments	\$	1,821,774.52
ix	Accrued Borrower Interest on Purchased Loans	\$	(1,112,649.43)
x	<b>Total Interest Collections</b>	\$	<b>9,421,165.34</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	24,029.97
ii	Capitalized Interest	\$	5,134,661.69
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	<b>5,158,691.66</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	<b>14,579,857.00</b>
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	-

**Available Funds**

**11/30/2008**

<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>J</b>	<b>Trust Account Investment Income</b>	\$	<b>4,233,473.24</b>
<b>K</b>	<b>Funds Received from Bond Proceeds</b>	\$	-
<b>L</b>	<b>TOTAL FUNDS RECEIVED (Avi + Dx + I + J + K - Av - Dix)</b>	\$	<b>33,112,090.86</b>
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	1,721,543.82
ii	Management and Servicing Fees	\$	3,468,339.68
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	353,409.97
iv	Funds Allocated to the Future Distribution Account	\$	-
v	Funds Released from the Future Distribution Account	\$	-
<b>N</b>	<b>PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS</b>	\$	-
<b>O</b>	<b>TOTAL AVAILABLE FUNDS</b>	\$	<b>27,568,797.39</b>

**MHESAC 1993 Master Indenture - Tax-Exempt****V. Waterfall for Distributions**

<b>A</b>	Total Available Funds (IV-O)	<b>\$</b>	<b>27,568,797.39</b>
<b>B</b>	Interest Distributions and accruals		
i	1995-A Notes	\$	447,464.50
ii	1995-B Notes	\$	515,071.20
iii	1995-C Notes	\$	425,843.85
iv	1998-A Notes	\$	884,772.85
v	1998-B Notes	\$	332,211.87
vi	1999-A Notes	\$	1,053,998.75
vii	1999-B Notes	\$	307,346.87
viii	2000-A Notes	\$	646,045.00
ix	2000-B Notes	\$	744,140.00
x	2000-D Notes	\$	63,403.12
xi	2001-A Notes	\$	887,131.20
xii	2001-B Notes	\$	263,400.00
xiii	2002-A Notes	\$	617,731.60
xv	2002-B Notes	\$	332,978.00
xv	2002-E Notes	\$	172,230.00
xvi	2003-A Notes	\$	1,005,218.78
xvii	2003-B Notes	\$	923,993.55
xviii	2003-D Notes	\$	125,339.00
xix	2004-A Notes	\$	858,020.80
xx	2004-B Notes	\$	1,073,397.50
xxi	2004-C Notes	\$	124,051.20
xxii	2006-D Notes	\$	924,701.40
xxiii	2006-E Notes	\$	1,063,181.70
xxiv	2006-F Notes	\$	893,667.07
xxv	2006-G Notes	\$	250,678.00
xxvi	2007-A Notes	\$	1,008,737.79
xxvii	2007-B Notes	\$	327,997.43
xxviii	2007-C Notes	\$	348,071.21
xxix	<b>Total Interest Distributions and Accruals</b>	<b>\$</b>	<b>16,620,824.24</b>
<b>C</b>	Principal Distribution Amount		
i	1995-E Notes	\$	2,195,000.00
ii	1998-B Notes	\$	480,000.00
iii	1999-B Notes	\$	380,000.00
iv	2000-D Notes	\$	1,225,000.00
v	2007-A Notes	\$	1,750,000.00
vi	2007-B Notes	\$	585,000.00
vii	2007-C Notes	\$	585,000.00
viii	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>7,200,000.00</b>
<b>D</b>	Increase to the Specified Reserve Account Balance	\$	-
<b>E</b>	Carryover Servicing Fees	\$	-
<b>F</b>	Noteholder's Interest Carryover	\$	-
<b>G</b>	Noteholder's Principal Carryover	\$	-
<b>H</b>	<b>Funds available after waterfall items (A-G)</b>	<b>\$</b>	<b>3,747,973.15</b>

**MHESAC 1993 Master Indenture - Tax-Exempt**  
**VI. Historical Pool Information**

	12/1/07 -02/29/08	03/01/08-05/31/08	06/01/08-08/31/08	09/01/08-11/30/08
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 944,150,094.27</b>	<b>\$ 958,203,118.48</b>	<b>\$ 987,395,318.16</b>	<b>\$ 1,007,320,610.53</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 19,445,953.58	\$ 20,509,212.58	\$ 14,683,171.12	\$ 16,595,492.53
ii Principal Collections from Guarantor	\$ 2,350,244.78	\$ 2,186,343.58	\$ 2,564,752.66	\$ 1,526,178.80
iii Returned Disbursements	\$ 554,969.11	\$ 163,970.67	\$ 143,334.46	\$ 223,131.52
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ (34,725,135.08)	\$ (50,127,913.63)	\$ (33,755,375.44)	\$ (49,437,224.07)
vi Total Principal Collections	\$ (12,373,967.61)	\$ (27,268,386.80)	\$ (16,364,117.20)	\$ (31,092,421.22)
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 718,777.42	\$ 142,672.64	\$ 52,824.16	\$ (355,591.93)
ii Capitalized Interest	\$ (2,397,834.02)	\$ (2,066,485.52)	\$ (3,613,999.33)	\$ (5,134,661.69)
iii Total Non-Cash Principal Activity	\$ (1,679,056.60)	\$ (1,923,812.88)	\$ (3,561,175.17)	\$ (5,490,253.62)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ (14,053,024.21)</b>	<b>\$ (29,192,199.68)</b>	<b>\$ (19,925,292.37)</b>	<b>\$ (36,582,674.84)</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 7,004,829.17	\$ 7,130,475.10	\$ 7,032,645.04	\$ 6,755,604.06
ii Interest Claims Received from Guarantors	\$ 85,755.35	\$ 72,885.25	\$ 87,616.58	\$ 54,508.93
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments	\$ 4,459,170.07	\$ 3,579,398.87	\$ 1,554,754.88	\$ 1,901,927.26
viii Subsidy Payments	\$ 2,608,489.27	\$ 1,811,252.67	\$ 1,970,791.34	\$ 1,821,774.52
ix Accrued Borrower Interest on Purchased Loans	\$ (125,467.98)	\$ (565,305.47)	\$ (404,123.47)	\$ (1,112,649.43)
x Total Interest Repayments	\$ 14,032,775.88	\$ 12,028,706.42	\$ 10,241,684.37	\$ 9,421,165.34
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 126,427.89	\$ 185,270.14	\$ 33,975.36	\$ 24,029.97
ii Capitalized Interest	\$ 2,397,834.02	\$ 2,066,485.52	\$ 3,613,999.33	\$ 5,134,661.69
iii Total Non-Cash Interest Adjustments	\$ 2,524,261.91	\$ 2,251,755.66	\$ 3,647,974.69	\$ 5,158,691.66
<b>Total Student Loan Interest Activity</b>	<b>\$ 16,557,037.79</b>	<b>\$ 14,280,462.08</b>	<b>\$ 13,889,659.06</b>	<b>\$ 14,579,857.00</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 988,813,180.48</b>	<b>\$ 1,001,675,780.24</b>	<b>\$ 1,021,210,269.59</b>	<b>\$ 1,058,483,142.37</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 11,910,617.72</b>	<b>\$ 13,798,304.48</b>	<b>\$ 13,918,169.44</b>	<b>\$ 13,589,602.18</b>
<b>(-) TOTAL POOL</b>	<b>\$ 970,113,736.20</b>	<b>\$ 1,001,193,622.64</b>	<b>\$ 1,021,238,779.97</b>	<b>\$ 1,057,492,887.55</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ 612.47</b>	<b>\$ (109,503.44)</b>	<b>\$ (68,602.53)</b>	<b>\$ 430,415.34</b>
<b>(+) Trust Cash Available</b>	<b>\$ 416,675,162.91</b>	<b>\$ 400,307,039.19</b>	<b>\$ 324,732,057.84</b>	<b>\$ 299,410,006.24</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 28,531,244.22</b>	<b>\$ 28,531,244.22</b>	<b>\$ 28,531,244.22</b>	<b>\$ 28,531,244.22</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 1,415,320,755.80</b>	<b>\$ 1,429,922,402.61</b>	<b>\$ 1,374,433,479.50</b>	<b>\$ 1,385,864,553.35</b>

**MHESAC 1993 Master Indenture - Tax-Exempt  
VII. Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2008	11/30/2008	8/31/2008	11/30/2008	8/31/2008	11/30/2008	8/31/2008	11/30/2008	8/31/2008	11/30/2008
<b>INTERIM:</b>										
<b>In School</b>										
Current	6.20%	6.32%	38,424	46,118	23.1%	25.8%	\$ 123,926,233	\$ 149,547,330	12.3%	14.3%
<b>Grace</b>										
Current	6.05%	6.11%	12,512	3,389	7.5%	1.9%	\$ 47,425,177	\$ 11,807,594	4.7%	1.1%
<b>TOTAL INTERIM</b>	<b>6.16%</b>	<b>6.30%</b>	<b>50,936</b>	<b>49,507</b>	<b>30.6%</b>	<b>27.7%</b>	<b>\$ 171,351,410</b>	<b>\$ 161,354,924</b>	<b>17.0%</b>	<b>15.5%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.96%</b>	<b>5.04%</b>	<b>84,827</b>	<b>96,910</b>	<b>50.9%</b>	<b>54.2%</b>	<b>\$ 623,943,125</b>	<b>\$ 667,446,912</b>	<b>61.9%</b>	<b>63.9%</b>
Current	4.92%	5.01%	70,187	83,321	42.1%	46.6%	\$ 544,197,464	\$ 588,824,983	54.0%	56.4%
31-60 Days Delinquent	5.30%	5.17%	6,157	4,320	3.7%	2.4%	\$ 30,784,747	\$ 28,786,768	3.1%	2.8%
61-90 Days Delinquent	5.25%	5.12%	2,490	2,424	1.5%	1.4%	\$ 15,513,115	\$ 15,071,092	1.5%	1.4%
91-120 Days Delinquent	4.86%	5.37%	1,468	1,599	0.9%	0.9%	\$ 9,079,941	\$ 8,601,771	0.9%	0.8%
> 120 Days Delinquent	5.30%	5.38%	4,525	5,246	2.7%	2.9%	\$ 24,367,858	\$ 26,162,298	2.4%	2.5%
<b>Deferment</b>										
Current	4.79%	4.86%	24,891	26,536	14.9%	14.8%	\$ 167,959,274	\$ 172,288,014	16.7%	16.5%
<b>Forbearance</b>										
Current	5.25%	5.24%	4,816	4,357	2.9%	2.4%	\$ 38,258,481	\$ 35,105,340	3.8%	3.4%
<b>TOTAL REPAYMENT</b>	<b>4.94%</b>	<b>5.01%</b>	<b>114,534</b>	<b>127,803</b>	<b>68.7%</b>	<b>71.4%</b>	<b>\$ 830,160,880</b>	<b>\$ 874,840,266</b>	<b>82.4%</b>	<b>83.8%</b>
<b>Claims in Process</b>	5.24%	5.06%	1,160	1,593	0.7%	0.9%	\$ 5,808,321	\$ 7,708,095	0.6%	0.7%
<b>Aged Claims Rejected</b>			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>5.15%</b>	<b>5.21%</b>	<b>166,630</b>	<b>178,903</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,007,320,611</b>	<b>\$ 1,043,903,285</b>	<b>100%</b>	<b>100%</b>