



**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
- 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 2002-A, B 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)

**Reporting Period September 01, 2010 through November 30, 2010**

MHESAC 1993 Master Indenture - Tax-Exempt

I. Deal Parameters

Student Portfolio Characteristics		8/31/2010	Activity	11/30/2010	
A	i	Portfolio Balance	\$ 1,029,962,096.67	\$ (17,442,008.37)	\$ 1,012,520,088.30
	ii	Interest to be Capitalized	\$ 16,780,753.87	\$ (2,012,683.53)	\$ 14,768,070.34
	iii	Total Pool	\$ 1,046,742,850.54		\$ 1,027,288,158.64
	iv	Pending Portfolio adjustments	\$ (16,323.08)		\$ -
	v	Trust Cash	\$ 48,578,275.21		\$ 65,463,853.39
	vi	Specified Reserve Account Balance	\$ 14,693,660.00		\$ 14,693,660.00
	vii	<b>Total Adjusted Pool</b>	<b>\$ 1,109,998,462.67</b>		<b>\$ 1,107,445,672.03</b>
B	i	Weighted Average Coupon (WAC)	5.080%		5.080%
	ii	Weighted Average Remaining Term	169.32		167.69
	iii	Number of Loans	185,678		182,242
	iv	Number of Borrowers	67,446		66,169
	v	Outstanding Principal Balance - T-Bill	\$ 28,159,158.07		\$ 27,194,251.89
	vi	Outstanding Principal Balance - Commercial Paper	\$ 1,001,802,938.60		\$ 985,325,836.41

Notes	CUSIP	Original Issue Amount	Rate	Balance 8/31/2010	Pool Factor 8/31/2010	Balance 11/30/2010	Pool Factor 11/30/2010	
C	i	1995-A Notes Tax-Exempt Senior 612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	3.11%	\$ 34,600,000.00	3.13%
	ii	1995-B Notes Tax-Exempt Senior 612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	3.10%	\$ 34,500,000.00	3.12%
	iii	1995-C Notes Tax-Exempt Senior 612130EP5	\$ 56,600,000.00	ARS	\$ 16,900,000.00	1.52%	\$ 16,900,000.00	1.53%
	iv	1998-A Notes Tax-Exempt Senior 612130FW9	\$ 79,800,000.00	ARS	\$ 69,200,000.00	6.22%	\$ 69,200,000.00	6.26%
	v	1998-B Notes Tax-Exempt Subordinate 612130FS8	\$ 345,000.00	4.85%	\$ 325,000.00	0.03%	\$ 325,000.00	0.03%
	vi	1998-B Notes Tax-Exempt Subordinate 612130FR6	\$ 700,000.00	4.95%	\$ 670,000.00	0.06%	\$ 670,000.00	0.06%
	vii	1998-B Notes Tax-Exempt Subordinate 612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.05%	\$ 580,000.00	0.05%
	viii	1998-B Notes Tax-Exempt Subordinate 612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.98%	\$ 22,010,000.00	1.99%
	ix	1999-A Notes Tax-Exempt Senior 612130FX7	\$ 81,500,000.00	ARS	\$ 81,500,000.00	7.33%	\$ 81,500,000.00	7.37%
	x	1999-B Notes Tax-Exempt Subordinate 612130GE8	\$ 280,000.00	5.45%	\$ 280,000.00	0.03%	\$ 280,000.00	0.03%
	xi	1999-B Notes Tax-Exempt Subordinate 612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.03%	\$ 295,000.00	0.03%
	xii	1999-B Notes Tax-Exempt Subordinate 612130GG3	\$ 465,000.00	5.65%	\$ 465,000.00	0.04%	\$ 465,000.00	0.04%
	xiii	1999-B Notes Tax-Exempt Subordinate 612130GH1	\$ 480,000.00	5.75%	\$ 480,000.00	0.04%	\$ 480,000.00	0.04%
	xiv	1999-B Notes Tax-Exempt Subordinate 612130GJ7	\$ 505,000.00	5.85%	\$ 505,000.00	0.05%	\$ 505,000.00	0.05%
	xv	1999-B Notes Tax-Exempt Subordinate 612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.46%	\$ 16,200,000.00	1.46%
	xvi	2000-A Notes Tax-Exempt Senior 612130GT5	\$ 50,000,000.00	ARS	\$ 50,000,000.00	4.49%	\$ 50,000,000.00	4.52%
	xvii	2000-B Notes Tax-Exempt Senior 612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	4.49%	\$ 50,000,000.00	4.52%
	xviii	2000-D Notes Tax-Exempt Subordinate 612130GS7	\$ 1,375,000.00	5.10%	\$ 1,375,000.00	0.12%	\$ 1,375,000.00	0.12%
	xix	2001-A Notes Tax-Exempt Senior 612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	7.57%	\$ 84,200,000.00	7.61%
	xx	2001-B Notes Tax-Exempt Senior 612130GX6	\$ 25,000,000.00	ARS	\$ 14,000,000.00	1.26%	\$ 14,000,000.00	1.27%
	xxi	2002-A Notes Tax-Exempt Senior 612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	4.84%	\$ 53,800,000.00	4.86%
	xxii	2002-B Notes Tax-Exempt Senior 612130HA5	\$ 29,000,000.00	ARS	\$ 27,700,000.00	2.49%	\$ 27,700,000.00	2.50%
	xxiii	2002-E Notes Tax-Exempt Subordinate 612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.35%	\$ 15,000,000.00	1.36%
	xxiv	2003-A Notes Tax-Exempt Senior 612130HE7	\$ 80,200,000.00	ARS	\$ 75,200,000.00	6.76%	\$ 75,200,000.00	6.80%
	xxv	2003-B Notes Tax-Exempt Senior 612130HF4	\$ 80,100,000.00	ARS	\$ 79,800,000.00	7.17%	\$ 79,800,000.00	7.21%
	xxvi	2003-D Notes Tax-Exempt Subordinate 612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.90%	\$ 10,000,000.00	0.90%
	xxvii	2004-A Notes Tax-Exempt Senior 612130HJ6	\$ 83,000,000.00	ARS	\$ 55,900,000.00	5.02%	\$ 55,900,000.00	5.05%
	xxviii	2004-B Notes Tax-Exempt Senior 612130HK3	\$ 83,000,000.00	ARS	\$ 83,000,000.00	7.46%	\$ 76,500,000.00	6.92%
	xxix	2004-C Notes Tax-Exempt Subordinate 612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	1.08%	\$ 12,000,000.00	1.08%
	xxx	2006-D Notes Tax-Exempt Senior 612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	6.42%	\$ 71,400,000.00	6.46%
	xxxi	2006-E Notes Tax-Exempt Senior 612130HT4	\$ 71,400,000.00	ARS	\$ 64,400,000.00	5.79%	\$ 64,400,000.00	5.82%
	xxxii	2006-F Notes Tax-Exempt Senior 612130HU1	\$ 71,300,000.00	ARS	\$ 66,300,000.00	5.96%	\$ 66,300,000.00	5.99%
	xxxiii	2006-G Notes Tax-Exempt Subordinate 612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.80%	\$ 20,000,000.00	1.81%
	xxxiv	Total Notes Outstanding Tax-Exempt Senior		\$ 1,012,400,000.00	91.00%	\$ 1,005,900,000.00	90.94%	
	xxxv	Total Notes Outstanding Tax-Exempt Subordinate		\$ 100,185,000.00	9.00%	\$ 100,185,000.00	9.06%	
	xxxvi	<b>Total Notes Outstanding 1993 Master Indenture - Tax-Exempt</b>		<b>\$ 1,112,585,000.00</b>		<b>\$ 1,106,085,000.00</b>		

Balance Sheet Parity		8/31/2010	11/30/2010	
D	i	Senior Parity	110.73%	111.22%
	ii	Subordinate Parity	100.76%	101.15%

Indenture Percentage		8/31/2010	11/30/2010	
E	i	Senior Percentage	108.66%	109.24%
	ii	Subordinate Percentage	98.88%	99.34%

Reserve Account		5/31/2010	11/30/2010	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 11,125,850.00	\$ 11,060,850.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance (\$)	\$ -	\$ 14,693,660.00
	vi	Draws on Reserve - Current Quarter (\$)	\$ -	\$ -

**MHESAC 1993 Master Indenture - Tax-Exempt**

**II. Trust Balances and Parity Calculations**

<b>Trust Accounts</b>		<b>8/31/2010</b>	<b>11/30/2010</b>
A	i Acquisition Account	\$ 16,197,085.00	\$ 10,228,497.73
	ii Administration Account	\$ 3,501,828.33	\$ 3,515,066.96
	iii Bond- Interest, Principal, Retirement Accounts	\$ 3,662,278.31	\$ 5,887,738.09
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ 2,500.00	\$ 2,500.00
	vi Rebate Account	\$ 4,477,263.53	\$ 4,496,297.65
	vii Reserve Account	\$ 14,693,660.00	\$ 14,693,660.00
	viii Surplus Account	\$ 20,737,320.04	\$ 41,333,752.96
	ix Total Trust Accounts	\$ 63,271,935.21	\$ 80,157,513.39

  

<b>Parity Calculations</b>		<b>8/31/2010</b>	<b>11/30/2010</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,029,962,096.67	\$ 1,012,520,088.30
	ii Pending System Adjustments	(16,323.08)	-
	iii Accrued Borrower Interest	16,780,753.87	14,768,070.34
	iv Accrued Subsidized Interest	2,285,095.77	1,888,235.80
	v Less: Unguaranteed Amount Uncollectibles	(531,616.00)	(349,704.00)
	vi Trust Cash and Investments (less COI)	63,269,435.21	80,155,013.39
	vii Payments in Transit	953,366.15	1,455,121.98
	viii Prepays	20,966,638.33	19,966,772.15
	ix Other Cash and Assets	20,000.00	-
	x Total Trust Value	\$ 1,133,689,446.92	\$ 1,130,403,597.96
	Less:		
	xi Accrued Bond Interest	1,962,924.94	3,899,775.64
	xii Accrued Payables	3,799,899.00	3,507,432.00
	xiii Accrued Rebate Liabilities (Prior Month)	6,862,883.27	4,193,255.09
	xiv <b>Net Asset Value w/ Prepays - Balance Sheet Parity</b>	\$ 1,121,063,739.71	\$ 1,118,803,135.23
	xv <b>Net Asset Value w/o Prepays - Indenture Percentage</b>	\$ 1,100,097,101.38	\$ 1,098,836,363.08

  

<b>Notes Outstanding</b>		<b>8/31/2010</b>	<b>11/30/2010</b>
C	i Senior Notes	\$ 1,012,400,000.00	\$ 1,005,900,000.00
	ii Subordinate Notes	100,185,000.00	100,185,000.00
	iii Total Notes	\$ 1,112,585,000.00	\$ 1,106,085,000.00

  

<b>Balance Sheet Parity</b>		<b>8/31/2010</b>	<b>11/30/2010</b>
D	i Senior Parity	110.73%	111.22%
	ii Subordinate Parity	100.76%	101.15%

  

<b>Indenture Percentage</b>		<b>8/31/2010</b>	<b>11/30/2010</b>
E	i Senior Percentage	108.66%	109.24%
	ii Subordinate Percentage	98.88%	99.34%

**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	\$ 1,980,000.00
D	<b>Total Distributions</b>		\$ 1,980,000.00

**MHESAC 1993 Master Indenture - Tax-Exempt**

**IV. MHESAC Transactions from: 9/1/2010 through: 11/30/2010**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	21,972,694.27
ii	Principal Collections from Guarantor	\$	3,193,119.60
iii	Returned Disbursements	\$	612.00
iv	Loans PUT to Department of Education	\$	-
v	Other System Adjustments	\$	-
vi	Additional Disbursements	\$	(1,985,802.49)
vii	<b>Total Principal Collections</b>	\$	23,180,623.38
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	128,128.43
ii	Capitalized Interest	\$	(5,866,743.44)
iii	<b>Total Non-Cash Principal Activity</b>	\$	(5,738,615.01)
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	17,442,008.37
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	6,673,431.93
ii	Interest Claims Received from Guarantors	\$	79,127.64
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(4,983,647.89)
viii	Subsidy Payments	\$	2,456,196.36
ix	Accrued Borrower Interest on Purchased Loans	\$	(965.54)
x	<b>Total Interest Collections</b>	\$	4,224,142.50
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	305,443.44
ii	Capitalized Interest	\$	5,866,743.44
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	6,172,186.88
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	10,396,329.38
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	-

**Available Funds**

**11/30/2010**

<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>J</b>	<b>Trust Account Investment Income</b>	\$	379,108.12
<b>K</b>	<b>Funds Received from Bond Proceeds</b>	\$	-
<b>L</b>	<b>TOTAL FUNDS RECEIVED (Avii + Dx + I + J + K - Avi - Dix)</b>	\$	29,770,642.03
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	1,537,903.40
ii	Management and Servicing Fees	\$	2,990,228.27
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	168,627.77
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>	\$	25,073,882.59

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

<b>A</b>	Total Available Funds (IV-O)	<b>\$</b>	<b>25,073,882.59</b>
<b>B</b>	Interest Distributions and accruals		
i	1995-A Notes	\$	44,803.54
ii	1995-B Notes	\$	42,297.00
iii	1995-C Notes	\$	19,022.64
iv	1998-A Notes	\$	82,022.76
v	1998-B Notes	\$	322,119.38
vi	1999-A Notes	\$	105,534.35
vii	1999-B Notes	\$	287,961.88
viii	2000-A Notes	\$	65,045.00
ix	2000-B Notes	\$	61,880.00
x	2000-D Notes	\$	17,531.25
xi	2001-A Notes	\$	107,674.96
xii	2001-B Notes	\$	17,903.20
xiii	2002-A Notes	\$	63,855.22
xiv	2002-B Notes	\$	29,860.60
xv	2002-E Notes	\$	21,676.50
xvi	2003-A Notes	\$	85,043.68
xvii	2003-B Notes	\$	94,586.94
xviii	2003-D Notes	\$	14,441.00
xix	2004-A Notes	\$	71,697.34
xx	2004-B Notes	\$	103,712.40
xxi	2004-C Notes	\$	18,961.20
xxii	2006-D Notes	\$	92,812.86
xxiii	2006-E Notes	\$	79,579.08
xxiv	2006-F Notes	\$	74,978.67
xxv	2006-G Notes	\$	24,508.00
xxvi	<b>Total Interest Distributions and Accruals</b>	<b>\$</b>	<b>1,949,509.44</b>
<b>C</b>	Principal Distribution Amount		
i	1998-B	\$	325,000.00
ii	1999-B	\$	280,000.00
iii	2000-D	\$	1,375,000.00
iv	2003-A Notes	\$	-
v	2003-B Notes	\$	-
vi	2004-A Notes	\$	-
vii	2006-E Notes	\$	-
viii	2006-F Notes	\$	-
ix	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>1,980,000.00</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>21,144,373.15</b>

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

	12/01/09-02/28/10	03/01/10-5/31/10	06/01/10-08/31/10	09/01/10-11/30/10
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 1,111,362,791.99</b>	<b>\$ 1,143,375,394.56</b>	<b>\$ 1,178,388,815.91</b>	<b>\$ 1,029,962,096.67</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 19,253,702.48	\$ 25,558,355.39	\$ 22,736,359.29	\$ 21,972,694.27
ii Principal Collections from Guarantor	\$ 3,934,648.12	\$ 2,674,930.43	\$ 4,039,531.85	\$ 3,193,119.60
iii Returned Disbursements	\$ 566,969.10	\$ 564,921.96	\$ 302,241.95	\$ 612.00
iv PUT to Department of Education	\$ -	\$ -	\$ 153,777,072.91	\$ -
v Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Additional Disbursements	\$ (52,743,915.69)	\$ (61,149,549.76)	\$ (27,914,726.60)	\$ (1,985,802.49)
viii Total Principal Collections	\$ (28,988,595.99)	\$ (32,351,341.98)	\$ 152,940,479.40	\$ 23,180,623.38
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 462,742.49	\$ 134,845.26	\$ 85,717.15	\$ 128,128.43
ii Capitalized Interest	\$ (3,486,749.07)	\$ (2,796,924.63)	\$ (4,599,477.31)	\$ (5,866,743.44)
iii Total Non-Cash Principal Activity	\$ (3,024,006.58)	\$ (2,662,079.37)	\$ (4,513,760.16)	\$ (5,738,615.01)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ (32,012,602.57)</b>	<b>\$ (35,013,421.35)</b>	<b>\$ 148,426,719.24</b>	<b>\$ 17,442,008.37</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 6,775,070.33	\$ 7,178,036.37	\$ 10,016,801.17	\$ 6,673,431.93
ii Interest Claims Received from Guarantors	\$ 97,443.05	\$ 56,651.04	\$ 86,443.33	\$ 79,127.64
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (10,508,277.54)	\$ (5,695,645.68)	\$ (5,875,827.40)	\$ (4,983,647.89)
viii Subsidy Payments	\$ 6,110,481.71	\$ 2,936,742.13	\$ 3,201,070.36	\$ 2,456,196.36
ix Accrued Borrower Interest on Purchased Loans	\$ (400,790.72)	\$ (803,032.04)	\$ (469,760.17)	\$ (965.54)
x Total Interest Repayments	\$ 2,073,926.83	\$ 3,672,751.82	\$ 6,958,727.29	\$ 4,224,142.50
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 299,894.85	\$ 320,733.62	\$ 395,034.01	\$ 305,443.44
ii Capitalized Interest	\$ 3,486,749.07	\$ 2,796,924.63	\$ 4,599,477.31	\$ 5,866,743.44
iii Total Non-Cash Interest Adjustments	\$ 3,786,643.92	\$ 3,117,658.25	\$ 4,994,511.32	\$ 6,172,186.88
<b>Total Student Loan Interest Activity</b>	<b>\$ 5,860,570.75</b>	<b>\$ 6,790,410.07</b>	<b>\$ 11,953,238.61</b>	<b>\$ 10,396,329.38</b>
<b>(-) Ending Student Loan Portfolio Balance</b>	<b>\$ 1,149,235,965.31</b>	<b>\$ 1,185,179,225.98</b>	<b>\$ 1,041,915,335.28</b>	<b>\$ 1,022,916,417.68</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 16,837,343.74</b>	<b>\$ 19,527,938.24</b>	<b>\$ 16,780,753.87</b>	<b>\$ 14,768,070.34</b>
<b>(-) TOTAL POOL</b>	<b>\$ 1,160,212,738.30</b>	<b>\$ 1,197,916,754.15</b>	<b>\$ 1,046,742,850.54</b>	<b>\$ 1,027,288,158.64</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ (9.15)</b>	<b>\$ 3,207.83</b>	<b>\$ (16,323.08)</b>	<b>\$ -</b>
<b>(+) Trust Cash Available</b>	<b>\$ 122,082,682.41</b>	<b>\$ 48,449,416.87</b>	<b>\$ 48,578,275.21</b>	<b>\$ 65,463,853.39</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 18,014,744.22</b>	<b>\$ 18,014,744.22</b>	<b>\$ 14,693,660.00</b>	<b>\$ 14,693,660.00</b>
<b>(-) Total Adjusted Pool</b>	<b>\$ 1,300,310,155.78</b>	<b>\$ 1,264,384,123.07</b>	<b>\$ 1,109,998,462.67</b>	<b>\$ 1,107,445,672.03</b>

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2010	11/30/2010	8/31/2010	11/30/2010	8/31/2010	11/30/2010	8/31/2010	11/30/2010	8/31/2010	11/30/2010
<b>INTERIM:</b>										
<b>In School</b>	6.28%	6.28%	25,382	24,273	13.7%	13.3%	\$ 83,179,856	\$ 80,183,465	8.1%	7.9%
Current										
<b>Grace</b>	6.14%	5.99%	11,291	2,120	6.1%	1.2%	\$ 41,530,243	\$ 7,131,756	4.0%	0.7%
Current										
<b>TOTAL INTERIM</b>	<b>6.23%</b>	<b>6.26%</b>	<b>36,673</b>	<b>26,393</b>	<b>19.8%</b>	<b>14.5%</b>	<b>\$ 124,710,099</b>	<b>\$ 87,315,221</b>	<b>12.1%</b>	<b>8.6%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.91%</b>	<b>4.96%</b>	<b>109,812</b>	<b>115,347</b>	<b>59.1%</b>	<b>63.3%</b>	<b>\$ 691,847,390</b>	<b>\$ 709,477,367</b>	<b>67.2%</b>	<b>70.1%</b>
Current	4.86%	4.94%	91,463	98,904	49.3%	54.3%	\$ 596,995,018	\$ 620,044,778	58.0%	61.2%
31-60 Days Delinquent	5.28%	5.18%	6,178	4,574	3.3%	2.5%	\$ 30,730,517	\$ 27,694,881	3.0%	2.7%
61-90 Days Delinquent	5.15%	5.03%	3,185	2,792	1.7%	1.5%	\$ 18,460,548	\$ 16,479,682	1.8%	1.6%
91-120 Days Delinquent	4.98%	5.07%	1,988	1,918	1.1%	1.1%	\$ 11,007,975	\$ 9,352,401	1.1%	0.9%
> 120 Days Delinquent	5.05%	5.09%	6,998	7,159	3.8%	3.9%	\$ 34,653,332	\$ 35,905,625	3.4%	3.5%
<b>Deferment</b>										
Current	4.95%	4.97%	29,932	32,106	16.1%	17.6%	\$ 157,266,633	\$ 163,738,455	15.3%	16.2%
<b>Forbearance</b>										
Current	5.20%	5.19%	7,665	6,205	4.1%	3.4%	\$ 48,571,622	\$ 41,749,139	4.7%	4.1%
<b>TOTAL REPAYMENT</b>	<b>4.92%</b>	<b>4.97%</b>	<b>147,409</b>	<b>153,658</b>	<b>79.4%</b>	<b>84.3%</b>	<b>\$ 897,685,645</b>	<b>\$ 914,964,961</b>	<b>87.2%</b>	<b>90.4%</b>
<b>Claims in Process</b>	4.89%	4.86%	1,596	2,190	0.9%	1.2%	\$ 7,566,353	\$ 10,238,450	0.7%	1.0%
<b>Aged Claims Rejected</b>		6.80%	0	1	0.0%	0.0%	\$ -	\$ 1,456	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>5.08%</b>	<b>5.08%</b>	<b>185,678</b>	<b>182,242</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,029,962,097</b>	<b>\$ 1,012,520,088</b>	<b>100%</b>	<b>100%</b>