



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 September 01, 2012 through November 30, 2012
Distribution Date: December 20, 2012

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			8/31/2012	Activity	11/30/2012
A	i	Portfolio Balance	\$ 1,331,993,918.90	\$ (31,354,814.88)	\$ 1,300,639,104.02
	ii	Accrued Interest	\$ 16,472,391.12	\$ (1,463,627.89)	\$ 15,008,763.23
	iii	Total Pool	\$ 1,348,466,310.02		\$ 1,315,647,867.25
	iv	Pending Portfolio adjustments	\$ (19,701.10)		\$ (315.82)
	v	Trust Cash	\$ 30,464,737.83		\$ 22,662,168.40
	vi	Specified Reserve Account Balance	\$ 13,794,480.00		\$ 13,359,740.00
	vii	Total Adjusted Pool	\$ 1,392,705,826.75		\$ 1,351,669,459.83
B	i	Weighted Average Coupon (WAC)	4.460%		4.460%
	ii	Weighted Average Remaining Term	189.62		187.89
	iii	Number of Loans	166,082		161,914
	iv	Number of Borrowers	66,510		64,900
	v	Outstanding Principal Balance - T-Bill	\$ 19,635,939.53		\$ 19,147,871.55
	vi	Outstanding Principal Balance - LIBOR	\$ 1,312,357,979.37		\$ 1,281,491,232.47

Bonds	CUSIP	Original Issue Amount	Rate	Balance 8/31/2012	Pool Factor 8/31/2012	Balance 11/30/2012	Pool Factor 11/30/2012		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 98,578,000.00	7.15%	\$ 94,672,000.00	7.09%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 136,408,000.00	9.89%	\$ 129,726,000.00	9.71%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.30%	\$ 18,000,000.00	1.35%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 152,662,000.00	11.07%	\$ 119,776,000.00	8.97%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	47.05%	\$ 649,000,000.00	48.58%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	22.13%	\$ 305,300,000.00	22.85%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.41%	\$ 19,500,000.00	1.46%
	viii	Total Bonds Outstanding Senior		\$ 1,341,948,000.00		\$ 1,298,474,000.00	97.28%	\$ 1,298,474,000.00	97.19%
	ix	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	2.72%	\$ 37,500,000.00	2.81%
	x	Total Bonds Outstanding 1993 Master Indenture		\$ 1,379,448,000.00		\$ 1,335,974,000.00		\$ 1,335,974,000.00	

Indenture Percentage		8/31/2012	11/30/2012	
D	i	Senior Parity	103.72%	103.92%
	ii	Subordinate Parity	100.90%	101.00%

Monthly Trigger Percentage		8/31/2012	11/30/2012	
E	i	Senior Percentage	101.28%	101.64%
	ii	Subordinate Percentage	98.48%	98.75%

Reserve Account		8/31/2012	11/30/2012	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 13,794,480.00	\$ 13,359,740.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance - (\$)	\$ -	\$ 13,359,740.00
	vi	Draws on Reserve - Current Quarter (\$)	\$ -	\$ 434,740.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		8/31/2012	11/30/2012
A	i Acquisition Account	\$ -	\$ 482,883.74
	ii Administration Account	\$ 1,949,000.00	\$ 1,949,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 25,124,548.54	\$ 17,951,697.94
	iv Reserve Account	\$ 13,794,480.00	\$ 13,359,740.00
	v Surplus Subaccount	\$ 3,391,189.29	\$ 2,278,586.72
	vii Total Trust Accounts	\$ 44,259,217.83	\$ 36,021,908.40

Parity Calculations		8/31/2012	11/30/2012
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,331,993,918.90	\$ 1,300,639,104.02
	ii Pending System Adjustments	(19,701.10)	(315.82)
	iii Accrued Borrower Interest	16,472,391.12	15,008,763.23
	iv Accrued Subsidized Interest	1,195,606.98	1,051,086.70
	v Less: Unguaranteed Amount Uncollectibles	(586,601.00)	(591,807.69)
	vi Trust Cash and Investments	44,259,217.83	36,021,908.40
	vii Payments in Transit	848,808.32	986,624.92
	viii Other Cash and Assets	1,036,281.00	142,006.29
	ix Total Trust Value	\$ 1,395,199,922.05	\$ 1,353,257,370.05
	Less:		
	x Accrued Payables	2,566,647.00	3,271,076.00
	xi Net Asset Value - Indenture Percentage	\$ 1,392,633,275.05	\$ 1,349,986,294.05

Bond Interest Outstanding		8/31/2012	11/30/2012
C	i Senior Interest	\$ 715,748.79	\$ 604,962.27
	ii Subordinate Interest	17,962.50	16,127.60
	iii Total Bond Interest	\$ 733,711.29	\$ 621,089.87

Bonds Outstanding		8/31/2012	11/30/2012
D	i Senior Bonds	\$ 1,341,948,000.00	\$ 1,298,474,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,379,448,000.00	\$ 1,335,974,000.00

Distribution Amounts - Following Monthly Payment Date		8/31/2012	11/30/2012
E	i Senior Distribution Amount	\$ 26,847,000.00	\$ 18,856,000.00

Indenture Percentage		8/31/2012	11/30/2012
F	i Senior Parity $Bxi / (Ci + Di)$	103.72%	103.92%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	100.90%	101.00%

Monthly Trigger Percentage		8/31/2012	11/30/2012
G	i Senior Percentage $Bi / (Di - Ei)$	101.28%	101.64%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	98.48%	98.75%

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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	12/20/2012	3M LIBOR	0.12%	0.37850%	0.30900%	0.49850%	0.42900%
2006-A	612130HP2	12/20/2012	3M LIBOR	0.10%	0.37850%	0.30900%	0.47850%	0.40900%
2006-C	612130HR8	12/20/2012	1M LIBOR	1.20%	0.20750%	0.21070%	1.40750%	1.41070%
2012-A1	61205PAJ8	12/20/2012	1M LIBOR	0.60%	0.20750%	0.21070%	0.80750%	0.81070%
2012-A2	61205PAK5	12/20/2012	1M LIBOR	1.00%	0.20750%	0.21070%	1.20750%	1.21070%
2012-A3	61205PAL3	12/20/2012	1M LIBOR	1.05%	0.20750%	0.21070%	1.25750%	1.26070%
2012-B	61205PAM1	12/20/2012	1M LIBOR	1.20%	0.20750%	0.21070%	1.40750%	1.41070%

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	\$ 119,355.75	\$ 119,355.75	\$ -	\$ -	\$ -	\$ -	8.69%
2006-A	612130HP2	\$ 156,990.98	\$ 156,990.98	\$ -	\$ -	\$ -	\$ -	11.43%
2006-C	612130HR8	\$ 21,112.56	\$ 21,112.56	\$ -	\$ -	\$ -	\$ -	1.54%
2012-A1	61205PAJ8	\$ 80,599.67	\$ 80,599.67	\$ -	\$ -	\$ -	\$ -	5.87%
2012-A2	61205PAK5	\$ 653,056.25	\$ 653,056.25	\$ -	\$ -	\$ -	\$ -	47.53%
2012-A3	61205PAL3	\$ 319,929.98	\$ 319,929.98	\$ -	\$ -	\$ -	\$ -	23.29%
2012-B	61205PAM1	\$ 22,871.94	\$ 22,871.94	\$ -	\$ -	\$ -	\$ -	1.66%
TOTAL		\$ 1,373,917.13	\$ 1,373,917.13	\$ -	\$ -	\$ -	\$ -	

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	\$ 3,849,000.00	\$ 3,849,000.00	\$ -	\$ -	\$ -	\$ -	14.40%
2006-A	612130HP2	\$ 6,839,000.00	\$ 6,839,000.00	\$ -	\$ -	\$ -	\$ -	25.60%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$16,031,968.42	\$ 8,168,000.00	\$ 7,863,968.42	\$ 54,392,719.79	\$ -	\$ 62,256,688.21	60.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$26,719,968.42	\$ 18,856,000.00	\$ 7,863,968.42	\$ 54,392,719.79	\$ -	\$ 62,256,688.21	

TOTAL PRINCIPAL DISTRIBUTION \$ 18,856,000.00

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IV. MHESAC System Activity from: 9/1/2012 through: 11/30/2012

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	31,276,951.22
ii	Principal Collections from Guarantor	\$	6,383,028.25
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(215,589.43)
v	Repurchases of Rehabilitated Loans	\$	(1,077,116.26)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>36,367,273.78</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	30,359.97
ii	Capitalized Interest	\$	(5,042,818.87)
iii	Total Non-Cash Principal Activity	\$	<u>(5,012,458.90)</u>
C	Total Student Loan Principal Activity	\$	<u>31,354,814.88</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	9,120,800.90
ii	Interest Claims Received from Guarantors	\$	200,230.50
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(212.58)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	<u>9,320,818.82</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	493,059.29
ii	Capitalized Interest	\$	5,042,795.61
iii	Interest Accrued During Period	\$	(13,393,045.83)
iv	Total Non-Cash Interest Adjustments	\$	<u>(7,857,190.93)</u>
F	Total Student Loan Interest Activity	\$	<u>1,463,627.89</u>

Trust Activity from: 9/1/2012 through: 11/30/2012

G	Trust Balances less Reserve - Beginning of Period	\$	30,464,737.83
H	Released Funds in Excess of Reserve Requirement	\$	434,740.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	38,549,763.43
ii	Student Loan Interest Received	\$	9,315,389.75
iii	Subsidized Interest Received	\$	1,724,580.08
iv	Investment Income on Trust Accounts	\$	8,423.12
J	Funds Remitted During Period		
i	Bond Principal	\$	43,474,000.00
ii	Bond Interest	\$	3,798,911.73
iii	Consolidation Loan Rebate Fees	\$	2,639,650.34
iv	Management and Servicing Fees	\$	1,989,000.03
v	Administrative Fees (trustee, listing, etc.)	\$	64,625.13
vi	Special Allowance Rebate	\$	4,792,162.32
vii	Repurchases of Rehabilitated Loans	\$	1,077,116.26
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	482,883.74
ii	Administration Funds	\$	1,949,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>20,230,284.66</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****12/20/2012**

A	Total Available Funds for Distribution(IV-L)	\$	20,230,284.66
B	Interest Distributions		
i	2005-B Bonds	\$	119,355.75
ii	2006-A Bonds	\$	156,990.98
iii	2006-C Bonds	\$	21,112.56
iv	2012-A1 Bonds	\$	80,599.67
v	2012-A2 Bonds	\$	653,056.25
vi	2012-A3 Bonds	\$	319,929.98
vii	2012-B Bonds	\$	22,871.94
viii	Total Bondholder's Interest Distributions	\$	1,373,917.13
C	Principal Distributions		
i	2005-B Bonds	\$	3,849,000.00
ii	2006-A Bonds	\$	6,839,000.00
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	8,168,000.00
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	18,856,000.00
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)	\$	367.53

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	12/01/11-02/29/12	03/01/12-05/31/12	06/01/12-08/31/12	09/01/12-11/30/12
Beginning Student Loan Pool Balance	\$ 392,061,720.40	\$ 385,397,837.18	\$ 1,404,663,658.72	\$ 1,348,466,310.02
Student Loan Principal Activity				
i Regular Principal Collections	\$ 6,453,417.24	\$ 21,119,061.99	\$ 54,966,879.95	\$ 31,276,951.22
ii Principal Collections from Guarantor	\$ 734,472.59	\$ 2,813,578.46	\$ 5,304,129.55	\$ 6,383,028.25
iii Returned Disbursements	\$ -	\$ 500.00	\$ -	\$ -
iv Other System Adjustments	\$ -	\$ -	\$ (652,822.19)	\$ (215,589.43)
v Repurchase of Rehabilitated Loans	\$ -	\$ -	\$ -	\$ (1,077,116.26)
vi Additional Disbursements/Purchases	\$ -	\$ (1,026,244,060.80)	\$ -	\$ -
vii Total Principal Collections	\$ 7,187,889.83	\$ (1,002,310,920.35)	\$ 59,618,187.31	\$ 36,367,273.78
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 1,690.22	\$ 28,663.07	\$ 21,750.19	\$ 30,359.97
ii Capitalized Interest	\$ (582,297.28)	\$ (1,579,354.27)	\$ (4,428,078.61)	\$ (5,042,818.87)
iii Total Non-Cash Principal Activity	\$ (580,607.06)	\$ (1,550,691.20)	\$ (4,406,328.42)	\$ (5,012,458.90)
(-) Total Student Loan Principal Activity	\$ 6,607,282.77	\$ (1,003,861,611.55)	\$ 55,211,858.89	\$ 31,354,814.88
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,345,088.18	\$ 4,475,986.72	\$ 9,819,822.68	\$ 9,120,800.90
ii Interest Claims Received from Guarantors	\$ 15,746.31	\$ 66,124.84	\$ 123,388.44	\$ 200,230.50
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ (1,296.58)	\$ (212.58)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ (15,272,263.64)	\$ -	\$ -
viii Total Interest Repayments	\$ 2,360,834.49	\$ (10,730,152.08)	\$ 9,941,914.54	\$ 9,320,818.82
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 61,207.45	\$ 138,059.62	\$ 560,481.48	\$ 493,059.29
ii Capitalized Interest	\$ 582,297.28	\$ 1,579,354.27	\$ 4,428,078.61	\$ 5,042,795.61
iii Interest Accrued During Period	\$ (2,947,738.77)	\$ (6,391,471.80)	\$ (13,944,984.82)	\$ (13,393,045.83)
iv Total Non-Cash Interest Adjustments	\$ (2,304,234.04)	\$ (4,674,057.91)	\$ (8,956,424.73)	\$ (7,857,190.93)
(-) Total Student Loan Interest Activity	\$ 56,600.45	\$ (15,404,209.99)	\$ 985,489.81	\$ 1,463,627.89
(=) TOTAL STUDENT LOAN POOL	\$ 385,397,837.18	\$ 1,404,663,658.72	\$ 1,348,466,310.02	\$ 1,315,647,867.25
(+) Pending Portfolio Adjustments	\$ -	\$ (4,445.72)	\$ (19,701.10)	\$ (315.82)
(+) Trust Cash Available	\$ 8,190,182.28	\$ 67,198,650.77	\$ 30,464,737.83	\$ 22,662,168.40
(+) Reserve Account Balance	\$ 1,315,250.00	\$ 14,612,210.00	\$ 13,794,480.00	\$ 13,359,740.00
(=) TOTAL ADJUSTED POOL	\$ 394,903,269.46	\$ 1,486,470,073.77	\$ 1,392,705,826.75	\$ 1,351,669,459.83

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	8/31/2012	11/30/2012	8/31/2012	11/30/2012	8/31/2012	11/30/2012	8/31/2012	11/30/2012	8/31/2012	11/30/2012	
INTERIM:											
In School	6.27%	6.27%	6,639	5,772	4.0%	3.6%	\$ 21,891,288	\$ 18,670,370	1.6%	1.4%	
Grace	6.32%	6.25%	3,591	688	2.2%	0.4%	\$ 11,410,506	\$ 2,341,083	0.9%	0.2%	
TOTAL INTERIM	6.28%	6.27%	10,230	6,460	6.2%	4.0%	\$ 33,301,794	\$ 21,011,453	2.5%	1.6%	
REPAYMENT											
Active	4.32%	4.33%	119,284	121,448	71.8%	75.0%	\$ 1,060,567,466	\$ 1,058,270,240	79.6%	81.4%	
Current	4.19%	4.21%	102,563	104,613	61.8%	64.6%	\$ 951,330,839	\$ 941,359,977	71.4%	72.4%	
31-60 Days Delinquent	5.16%	5.01%	4,642	4,941	2.8%	3.1%	\$ 31,468,045	\$ 36,168,084	2.4%	2.8%	
61-90 Days Delinquent	5.18%	4.94%	2,980	2,794	1.8%	1.7%	\$ 19,758,484	\$ 20,845,043	1.5%	1.6%	
91-120 Days Delinquent	4.97%	5.07%	2,157	1,861	1.3%	1.1%	\$ 14,534,126	\$ 13,650,296	1.1%	1.0%	
> 120 Days Delinquent	5.08%	5.12%	6,942	7,239	4.2%	4.5%	\$ 43,475,972	\$ 46,246,840	3.3%	3.6%	
Deferment	4.95%	4.97%	25,787	24,933	15.5%	15.4%	\$ 155,904,990	\$ 149,566,045	11.7%	11.5%	
Forbearance	5.03%	5.02%	7,816	6,252	4.7%	3.9%	\$ 61,834,282	\$ 53,450,840	4.6%	4.1%	
TOTAL REPAYMENT	4.40%	4.42%	152,887	152,633	92.1%	94.3%	\$ 1,278,306,738	\$ 1,261,287,125	96.0%	97.0%	
Claims in Process	5.23%	5.10%	2,965	2,821	1.8%	1.7%	\$ 20,385,387	\$ 18,340,526	1.5%	1.4%	
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
GRAND TOTAL	4.46%	4.46%	166,082	161,914	100%	100%	\$ 1,331,993,919	\$ 1,300,639,104	100%	100%	

VIII. MHESAC Cumulative Net Reject Rate	
	11/30/2012
Cumulative Claims submitted (# of loans)	41,364
Cumulative Claims rejected (# of loans)	78
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
02/29/12	\$ 383,344,166	3.37%
05/31/12	\$ 1,387,205,778	1.11%
08/31/12	\$ 1,331,993,919	1.46%
11/30/12	\$ 1,300,639,104	1.57%

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