



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-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period September 01, 2014 through November 30, 2014

Distribution Date: December 22, 2014

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			8/31/2014	Activity	11/30/2014
A	i	Portfolio Balance	\$ 1,094,005,880.95	\$ (26,808,095.95)	\$ 1,067,197,785.00
	ii	Accrued Interest	\$ 14,378,435.40	\$ 106,457.09	\$ 14,484,892.49
	iii	Total Pool	\$ 1,108,384,316.35		\$ 1,081,682,677.49
	iv	Pending Portfolio adjustments	\$ (2,723.56)		\$ (673.19)
	v	Trust Cash	\$ 24,279,273.71		\$ 22,549,683.07
	vi	Specified Reserve Account Balance	\$ 11,208,610.00		\$ 10,908,920.00
	vii	Total Adjusted Pool	\$ 1,143,869,476.50		\$ 1,115,140,607.37
B	i	Weighted Average Coupon (WAC)	4.390%		4.390%
	ii	Weighted Average Remaining Term	178.31		177.42
	iii	Number of Loans	134,257		130,609
	iv	Number of Borrowers	54,212		52,782
	v	Outstanding Principal Balance - T-Bill	\$ 15,233,570.61		\$ 14,904,224.99
	vi	Outstanding Principal Balance - LIBOR	\$ 1,078,772,310.34		\$ 1,052,293,560.01

Bonds	CUSIP	Original Issue Amount	Rate	Balance 8/31/2014	Pool Factor 8/31/2014	Balance 11/30/2014	Pool Factor 11/30/2014		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 68,951,000.00	6.15%	\$ 65,535,000.00	6.01%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 81,356,000.00	7.26%	\$ 74,433,000.00	6.82%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.61%	\$ 18,000,000.00	1.65%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 627,754,000.00	56.01%	\$ 608,124,000.00	55.75%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	27.24%	\$ 305,300,000.00	27.99%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.74%	\$ 19,500,000.00	1.79%
	vii	Total Bonds Outstanding Senior		\$ 1,083,361,000.00		\$ 1,053,392,000.00	96.65%	\$ 1,053,392,000.00	96.56%
	viii	Total Bonds Outstanding Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	3.35%	\$ 37,500,000.00	3.44%
	ix	Total Bonds Outstanding 1993 Master Indenture		\$ 1,120,861,000.00		\$ 1,090,892,000.00		\$ 1,090,892,000.00	

Indenture Percentage		8/31/2014	11/30/2014	
D	i	Senior Parity	105.35%	105.59%
	ii	Subordinate Parity	101.81%	101.95%

Monthly Trigger Percentage		8/31/2014	11/30/2014	
E	i	Senior Percentage	102.94%	103.16%
	ii	Subordinate Percentage	99.43%	99.55%

Reserve Account		8/31/2014	11/30/2014	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Account Floor Balance (\$) (Minimum Reserve Requirement)	\$ 7,343,420.00	\$ 7,343,420.00
	iii	Specified Reserve Acct Requirement (\$)	\$ 11,208,610.00	\$ 10,908,920.00
	iv	Current Reserve Balance - (\$)		\$ 10,908,920.00
	v	Draws on Reserve - Current Quarter (\$)		\$ 299,690.00

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		8/31/2014	11/30/2014
A	i Acquisition Account	\$ 811,000.00	\$ 836,778.46
	ii Administration Account	\$ 1,727,000.00	\$ 1,727,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 19,464,928.61	\$ 18,072,152.28
	iv Reserve Account	\$ 11,208,610.00	\$ 10,908,920.00
	v Surplus Subaccount	\$ 2,276,345.10	\$ 1,917,371.16
	vii Total Trust Accounts	\$ 35,487,883.71	\$ 33,462,221.90

Parity Calculations		8/31/2014	11/30/2014
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,094,005,880.95	\$ 1,067,197,785.00
	ii Pending System Adjustments	(2,723.56)	(673.19)
	iii Accrued Borrower Interest	14,378,435.40	14,484,892.49
	iv Accrued Subsidized Interest	651,288.39	588,924.98
	v Less: Unguaranteed Amount Uncollectibles	(693,884.72)	(682,744.53)
	vi Trust Cash and Investments	35,487,883.71	33,458,603.07
	vii Payments in Transit	628,308.26	262,999.92
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,144,455,188.43	\$ 1,115,309,787.74
	Less:		
	x Accrued Payables	2,662,716.00	2,611,399.07
	xi Net Asset Value - Indenture Percentage	\$ 1,141,792,472.43	\$ 1,112,698,388.67

Bond Interest Outstanding		8/31/2014	11/30/2014
C	i Senior Interest	\$ 468,151.20	\$ 420,231.94
	ii Subordinate Interest	\$ 109,839.88	\$ 108,744.31
	iii Total Bond Interest	\$ 577,991.08	\$ 528,976.25

Bonds Outstanding		8/31/2014	11/30/2014
D	i Senior Bonds	\$ 1,083,361,000.00	\$ 1,053,392,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 1,120,861,000.00	\$ 1,090,892,000.00

Distribution Amounts - Following Monthly Payment Date		8/31/2014	11/30/2014
E	i Senior Distribution Amount	\$ 20,558,000.00	\$ 18,871,000.00

Indenture Percentage		8/31/2014	11/30/2014
F	i Senior Parity $B_{xi} / (C_i + D_i)$	105.35%	105.59%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	101.81%	101.95%

Monthly Trigger Percentage		8/31/2014	11/30/2014
G	i Senior Percentage $B_i / (D_i - E_i)$	102.94%	103.16%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	99.43%	99.55%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	103.01%	99.43%	103.16%	99.55%
	ii 2nd Month Prior	103.12%	99.57%	103.01%	99.43%
	iii 3rd Month Prior	102.94%	99.43%	103.12%	99.57%
	iv 4th Month Prior	102.81%	99.34%	102.94%	99.43%
	v 5th Month Prior	102.95%	99.50%	102.81%	99.34%
	vii 6th Month Prior	102.82%	99.40%	102.95%	99.50%
	viii Six Month Average Trigger Percentage	102.94%	99.45%	103.00%	99.47%

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	12/22/2014	3M LIBOR	0.12%	0.23310%	0.24710%	0.35310%	0.36710%
2006-A	612130HP2	12/22/2014	3M LIBOR	0.10%	0.23310%	0.24710%	0.33310%	0.34710%
2006-C	612130HR8	12/22/2014	1M LIBOR	1.20%	0.15500%	0.16545%	1.35500%	1.36545%
2012-A2	61205PAK5	12/22/2014	1M LIBOR	1.00%	0.15500%	0.16545%	1.15500%	1.16545%
2012-A3	61205PAL3	12/22/2014	1M LIBOR	1.05%	0.15500%	0.16545%	1.20500%	1.21545%
2012-B	61205PAM1	12/22/2014	1M LIBOR	1.20%	0.15500%	0.16545%	1.35500%	1.36545%

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	\$ 58,493.81	\$ 58,493.81	\$ -	\$ -	\$ -	\$ -	5.23%
2006-A	612130HP2	\$ 62,672.79	\$ 62,672.79	\$ -	\$ -	\$ -	\$ -	5.61%
2006-C	612130HR8	\$ 21,679.92	\$ 21,679.92	\$ -	\$ 44,798.66	\$ -	\$ 44,798.66	1.94%
2012-A2	61205PAK5	\$ 624,342.67	\$ 624,342.67	\$ -	\$ -	\$ -	\$ -	55.86%
2012-A3	61205PAL3	\$ 327,009.88	\$ 327,009.88	\$ -	\$ -	\$ -	\$ -	29.26%
2012-B	61205PAM1	\$ 23,486.58	\$ 23,486.58	\$ -	\$ 48,531.88	\$ -	\$ 48,531.88	2.10%
TOTAL		\$ 1,117,685.65	\$ 1,117,685.65	\$ -	\$ 93,330.54	\$ -	\$ 93,330.54	

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	\$ 3,374,000.00	\$ 3,374,000.00	\$ -	\$ -	\$ -	\$ -	17.89%
2006-A	612130HP2	\$ 6,990,000.00	\$ 6,990,000.00	\$ -	\$ -	\$ -	\$ -	37.06%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ 8,497,837.04	\$ 8,497,837.04	\$ -	\$ 334,002,046.42	\$ 9,162.96	\$ 333,992,883.46	45.05%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$18,861,837.04	\$ 18,861,837.04	\$ -	\$ 334,002,046.42	\$ 9,162.96	\$ 333,992,883.46	

TOTAL PRINCIPAL DISTRIBUTION	\$ 18,871,000.00
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IV. MHESAC System Activity from: 9/1/2014 through: 11/30/2014

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	27,442,831.83
ii	Principal Collections from Guarantor	\$	4,116,525.91
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(30,866.78)
v	Repurchases of Rehabilitated Loans	\$	(1,649,391.70)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>29,879,099.26</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	19,587.71
ii	Capitalized Interest	\$	(3,090,591.02)
iii	Total Non-Cash Principal Activity	\$	<u>(3,071,003.31)</u>
C	Total Student Loan Principal Activity	\$	<u>26,808,095.95</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	7,539,730.49
ii	Interest Claims Received from Guarantors	\$	132,507.29
iii	Other System Adjustments	\$	(56.55)
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>7,672,181.23</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	315,395.59
ii	Capitalized Interest	\$	3,090,591.02
iii	Interest Accrued During Period	\$	(11,184,624.93)
iv	Total Non-Cash Interest Adjustments	\$	<u>(7,778,638.32)</u>
F	Total Student Loan Interest Activity	\$	<u>(106,457.09)</u>

Trust Activity from: 9/1/2014 through: 11/30/2014

G	Trust Balances less Reserve - Beginning of Period	\$	24,279,273.71
H	Released Funds in Excess of Reserve Requirement	\$	299,690.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	31,840,507.85
ii	Student Loan Interest Received	\$	7,727,241.08
iii	Subsidized Interest Received	\$	975,101.72
iv	Investment Income on Trust Accounts	\$	850.12
J	Funds Remitted During Period		
i	Bond Principal	\$	29,969,000.00
ii	Bond Interest	\$	3,036,904.17
iii	Consolidation Loan Rebate Fees	\$	2,243,358.42
iv	Management and Servicing Fees	\$	1,635,914.99
v	Administrative Fees (trustee, listing, etc.)	\$	39,023.98
vi	Special Allowance Rebate	\$	4,031,769.31
vii	Repurchases of Rehabilitated Loans	\$	1,613,391.71
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	836,778.46
ii	Administration Funds	\$	1,727,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>19,989,523.44</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****12/22/2014**

A	Total Available Funds for Distribution(IV-L)	\$	19,989,523.44
B	Interest Distributions		
i	2005-B Bonds	\$	58,493.81
ii	2006-A Bonds	\$	62,672.79
iii	2006-C Bonds	\$	21,679.92
iv	2012-A2 Bonds	\$	624,342.67
v	2012-A3 Bonds	\$	327,009.88
vi	2012-B Bonds	\$	23,486.58
vii	Total Bondholder's Interest Distributions	\$	1,117,685.65
C	Principal Distributions		
i	2005-B Bonds	\$	3,374,000.00
ii	2006-A Bonds	\$	6,990,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	8,507,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	18,871,000.00
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)	\$	837.79

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	12/01/13-02/28/14	03/01/14-05/31/14	06/01/14-08/31/14	09/01/14-11/30/14
Beginning Student Loan Pool Balance	\$ 1,196,661,214.15	\$ 1,168,334,099.91	\$ 1,136,693,026.28	\$ 1,108,384,316.35
Student Loan Principal Activity				
i Regular Principal Collections	\$ 27,084,616.59	\$ 29,639,188.56	\$ 28,099,737.24	\$ 27,442,831.83
ii Principal Collections from Guarantor	\$ 6,086,076.20	\$ 5,833,194.17	\$ 4,637,309.71	\$ 4,116,525.91
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (149,355.24)	\$ (113,373.71)	\$ (50,606.25)	\$ (30,866.78)
v Repurchase of Rehabilitated Loans	\$ (1,961,878.60)	\$ (383,358.09)	\$ (1,034,586.91)	\$ (1,649,391.70)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 31,059,458.95	\$ 34,975,650.93	\$ 31,651,853.79	\$ 29,879,099.26
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 171,288.36	\$ 12,789.31	\$ 13,791.16	\$ 19,587.71
ii Capitalized Interest	\$ (3,125,245.36)	\$ (2,907,075.86)	\$ (3,017,036.96)	\$ (3,090,591.02)
iii Total Non-Cash Principal Activity	\$ (2,953,957.00)	\$ (2,894,286.55)	\$ (3,003,245.80)	\$ (3,071,003.31)
(-) Total Student Loan Principal Activity	\$ 28,105,501.95	\$ 32,081,364.38	\$ 28,648,607.99	\$ 26,808,095.95
Student Loan Interest Activity				
i Regular Interest Collections	\$ 8,377,695.49	\$ 7,944,181.14	\$ 7,771,252.05	\$ 7,539,730.49
ii Interest Claims Received from Guarantors	\$ 160,063.30	\$ 145,548.85	\$ 104,949.62	\$ 132,507.29
iii Other System Adjustments	\$ (202.68)	\$ (86.03)	\$ 175.66	\$ (56.55)
iv Accrued Borrower Interest on Purchased Loans	\$ (2,825.70)	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 8,534,730.41	\$ 8,089,643.96	\$ 7,876,377.33	\$ 7,672,181.23
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 499,997.22	\$ 456,930.51	\$ 375,889.36	\$ 315,395.59
ii Capitalized Interest	\$ 3,125,245.36	\$ 2,907,075.86	\$ 3,017,036.96	\$ 3,090,591.02
iii Interest Accrued During Period	\$ (11,938,360.70)	\$ (11,893,941.08)	\$ (11,609,201.71)	\$ (11,184,624.93)
iv Total Non-Cash Interest Adjustments	\$ (8,313,118.12)	\$ (8,529,934.71)	\$ (8,216,275.39)	\$ (7,778,638.32)
(-) Total Student Loan Interest Activity	\$ 221,612.29	\$ (440,290.75)	\$ (339,898.06)	\$ (106,457.09)
(=) TOTAL STUDENT LOAN POOL	\$ 1,168,334,099.91	\$ 1,136,693,026.28	\$ 1,108,384,316.35	\$ 1,081,682,677.49
(+) Pending Portfolio Adjustments	\$ (100.00)	\$ -	\$ (2,723.56)	\$ (673.19)
(+) Trust Cash Available	\$ 20,849,658.35	\$ 23,094,142.34	\$ 24,279,273.71	\$ 22,549,683.07
(+) Reserve Account Balance	\$ 11,805,000.00	\$ 11,495,570.00	\$ 11,208,610.00	\$ 10,908,920.00
(=) TOTAL ADJUSTED POOL	\$ 1,200,988,658.26	\$ 1,171,282,738.62	\$ 1,143,869,476.50	\$ 1,115,140,607.37

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	8/31/2014	11/30/2014	8/31/2014	11/30/2014	8/31/2014	11/30/2014	8/31/2014	11/30/2014	8/31/2014	11/30/2014	
INTERIM:											
In School	6.01%	6.16%	1,193	1,052	0.9%	0.8%	\$ 3,878,744	\$ 3,381,289	0.4%	0.3%	
Grace	6.28%	5.48%	765	299	0.6%	0.2%	\$ 2,518,482	\$ 1,121,975	0.2%	0.1%	
TOTAL INTERIM	6.12%	5.99%	1,958	1,351	1.5%	1.0%	\$ 6,397,226	\$ 4,503,264	0.6%	0.4%	
REPAYMENT											
Active	4.30%	4.30%	108,879	106,775	81.1%	81.8%	\$ 928,485,953	\$ 909,261,716	84.9%	85.2%	
Current	4.18%	4.18%	94,054	92,361	70.1%	70.7%	\$ 825,893,933	\$ 806,008,506	75.5%	75.5%	
31-60 Days Delinquent	5.08%	4.98%	3,926	4,411	2.9%	3.4%	\$ 27,815,481	\$ 33,370,714	2.5%	3.1%	
61-90 Days Delinquent	5.03%	5.14%	3,022	2,396	2.3%	1.8%	\$ 20,723,110	\$ 17,551,501	1.9%	1.6%	
91-120 Days Delinquent	5.07%	5.20%	1,840	1,739	1.4%	1.3%	\$ 13,157,645	\$ 12,106,496	1.2%	1.1%	
> 120 Days Delinquent	5.07%	5.06%	6,037	5,868	4.5%	4.5%	\$ 40,895,784	\$ 40,224,499	3.7%	3.8%	
Deferment	5.02%	4.98%	15,697	15,588	11.7%	11.9%	\$ 94,557,635	\$ 92,216,931	8.6%	8.6%	
Forbearance	4.96%	4.95%	6,062	5,453	4.5%	4.2%	\$ 54,719,487	\$ 51,219,457	5.0%	4.8%	
TOTAL REPAYMENT	4.38%	4.37%	130,638	127,816	97.3%	97.9%	\$ 1,077,763,075	\$ 1,052,698,104	98.5%	98.6%	
Claims in Process	5.09%	5.20%	1,661	1,442	1.2%	1.1%	\$ 9,845,580	\$ 9,996,417	0.9%	0.9%	
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%	
GRAND TOTAL	4.39%	4.39%	134,257	130,609	100%	100%	\$ 1,094,005,881	\$ 1,067,197,785	100%	100%	

VIII. MHESAC Cumulative Net Reject Rate	
	11/30/2014
Cumulative Claims submitted (# of loans)	46,824
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
02/28/14	\$ 1,154,735,853	5.44%
05/31/14	\$ 1,122,654,489	5.48%
08/31/14	\$ 1,094,005,881	5.39%
11/30/14	\$ 1,067,197,785	5.28%

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