

**I. MONTANA HIGHER EDUCATION STUDENT ASSISTANCE CORPORATION (MHESAC)**
**Deal Parameters**

<b>Student Portfolio Characteristics</b>		<b>8/31/2006</b>	<b>Activity</b>	<b>11/30/2006</b>
A	i Portfolio Balance	\$ 560,146,017.73	\$ (21,319,572.00)	\$ 538,826,445.73
	ii Interest to be Capitalized	\$ 3,280,136.83	\$ (44,564.71)	\$ 3,235,572.12
	iii Total Pool	<b>\$ 563,426,154.56</b>		<b>\$ 542,062,017.85</b>
	iv Specified Reserve Account Balance	\$ -		\$ -
	<b>v Total Adjusted Pool</b>	<b>\$ 563,426,154.56</b>		<b>\$ 542,062,017.85</b>
B	i Weighted Average Coupon (WAC)	3.842%		3.857%
	ii Weighted Average Remaining Term	274.03		276.48
	iii Number of Loans	33,628		31,946
	iv Number of Borrowers	17,480		16,742
	v Outstanding Principal Balance - T-Bill	\$ 2,993,016.27		\$ 2,633,609.41
	vi Outstanding Principal Balance - Commercial Paper	\$ 557,153,001.46		\$ 536,192,836.32

	<b>Notes</b>	<b>CUSIP</b>	<b>Spread</b>	<b>Balance</b>	<b>Pool Factor</b>	<b>Balance</b>	<b>Pool Factor</b>
				<b>8/31/2006</b>	<b>8/31/2006</b>	<b>11/30/2006</b>	<b>11/30/2006</b>
C	i 2000-C Notes	612130GV0	ARS	\$ 11,200,000.00	1.81%	\$ 11,200,000.00	1.83%
	ii 2001-C Notes	612130GY4	ARS	\$ 29,500,000.00	4.77%	\$ 29,500,000.00	4.82%
	iii 2002-D Notes	612130HB3	ARS	\$ 10,300,000.00	1.67%	\$ 10,300,000.00	1.68%
	iv 2003-C Notes	612130HG2	ARS	\$ 13,300,000.00	2.15%	\$ 13,300,000.00	2.17%
	v 2005-A Notes	61205PAF6	0.040%	\$ 103,298,000.00	16.71%	\$ 96,840,000.00	15.83%
	vi 2005-B Notes	61205PAG4	0.120%	\$ 119,140,000.00	19.27%	\$ 119,140,000.00	19.48%
	vii 2006-A Notes	612130HP2	0.100%	\$ 226,775,000.00	36.68%	\$ 226,775,000.00	37.07%
	viii 2006-B Notes	612130HQ0	ARS	\$ 74,700,000.00	12.08%	\$ 74,700,000.00	12.21%
	ix 2006-C Notes	612130HR8	ARS	\$ 30,000,000.00	4.85%	\$ 30,000,000.00	4.90%

<b>% Subordinate Bonds of Total Bonds Outstanding - Master Indenture</b>	7.9%
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<b>Reserve Account</b>		<b>8/31/2006</b>	<b>11/30/2006</b>
D	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	0	0
	iii Specified Reserve Acct Balance (\$)	\$ -	\$ -
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Acct Balance (\$)		\$ 2,035,000.00
	vi Current Reserve Balance - Indenture (\$)		\$ 30,566,244.22
	vii Draws on Reserve - Current Quarter (\$)		\$ -

<b>Capitalized Interest Account</b>		<b>8/31/2006</b>	<b>11/30/2006</b>
E	i Capitalized Interest Account Balance	\$ -	\$ -

**II. MHESAC**

**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>
2005-A	61205PAF6	\$ 1,329,209.70	\$ 1,329,209.70	\$ -	\$ -	\$ -	\$ -	21.78%	5.454%	5.40500%
2005-B	61205PAG4	\$ 1,659,388.54	\$ 1,659,388.54	\$ -	\$ -	\$ -	\$ -	27.19%	5.534%	5.48500%
2006-A	612130HP2	\$ 3,113,828.63	\$ 3,113,828.63	\$ -	\$ -	\$ -	\$ -	51.03%	5.277%	5.46500%
<b>TOTAL</b>		<b>\$ 6,102,426.87</b>	<b>\$ 6,102,426.87</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>			

<b>CUR LIBOR</b>	5.390%
<b>NEXT LIBOR</b>	5.365%

<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>
2005-A	61205PAF6	\$ 6,333,000.00	\$ 6,333,000.00	\$ -	\$ -	\$ -	\$ -	100.00%
2005-B	61205PAF6	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
<b>TOTAL</b>		<b>\$ 6,333,000.00</b>	<b>\$ 6,333,000.00</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	

III. MHESAC		Transactions from:	9/1/2006	through:	11/30/2006
<b>A</b>	<b>Student Loan Principal Activity</b>				
	i	Regular Principal Collections	\$		20,664,157.10
	ii	Principal Collections from Guarantor	\$		1,771,057.48
	iii	Returned Disbursements	\$		14,124.00
	iv	Other System Adjustments	\$		-
	v	Additional Disbursements	\$		(128,960.98)
	vi	<b>Total Principal Collections</b>	<b>\$</b>		<b>22,320,377.60</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>				
	i	Other Adjustments	\$		71,301.74
	ii	Capitalized Interest	\$		(1,072,107.34)
	iii	<b>Total Non-Cash Principal Activity</b>	<b>\$</b>		<b>(1,000,805.60)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>		<b>\$</b>		<b>21,319,572.00</b>
<b>D</b>	<b>Student Loan Interest Activity</b>				
	i	Regular Interest Collections	\$		3,740,437.54
	ii	Interest Claims Received from Guarantors	\$		53,174.77
	iii	Collection Fees / Returned Items	\$		-
	iv	Late Fee Reimbursements	\$		-
	v	Interest Reimbursements	\$		-
	vi	Other System Adjustments	\$		-
	vii	Special Allowance Payments	\$		3,608,693.85
	viii	Subsidy Payments	\$		306,479.69
	ix	Accrued Borrower Interest on Purchased Loans	\$		-
	x	<b>Total Interest Collections</b>	<b>\$</b>		<b>7,708,785.85</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>				
	i	Interest Accrual Adjustments	\$		26,762.86
	ii	Capitalized Interest	\$		1,072,107.34
	iii	<b>Total Non-Cash Interest Adjustments</b>	<b>\$</b>		<b>1,098,870.20</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>		<b>\$</b>		<b>8,807,656.05</b>
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>		\$		-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>		\$		-

**IV. MHESAC Repayment Account Activity: 9/1/2006 through: 11/30/2006**

<b>A</b>	<b>Principal Repayment</b>		
i	Principal Payments Received	\$	22,010,329.50
ii	Returned Disbursements	\$	185,368.20
iii	Borrower Benefits Reimbursements	\$	-
iv	Reimbursements by Servicer	\$	-
v	Additional Disbursements	\$	(136,277.40)
vi	<b>Total Principal Repayments</b>	\$	<b>22,059,420.30</b>
<b>B</b>	<b>Interest Repayment</b>		
i	Interest Payments Received	\$	9,995,665.03
ii	Collections from Guarantor	\$	-
iii	Reimbursements by Seller	\$	-
iv	Borrower Benefits Reimbursements	\$	-
v	Reimbursements by Servicer	\$	-
vi	Re-purchased Interest	\$	-
vii	Collection Fees / Returned Items	\$	-
viii	Late Fees	\$	-
ix	<b>Total Interest Repayments</b>	\$	<b>9,995,665.03</b>
<b>C</b>	<b>Other Reimbursements</b>	\$	-
<b>D</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>E</b>	<b>Trust Account Investment Income</b>	\$	<b>607,470.81</b>
<b>F</b>	<b>Administrator Account Investment Income</b>	\$	-
<b>G</b>	<b>Funds Received from Bond Proceeds</b>	\$	-
	<b>TOTAL FUNDS RECEIVED</b>	\$	<b>32,662,556.14</b>
	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	(1,388,459.41)
ii	Management and Servicing Fees	\$	(908,071.84)
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	(131,593.13)
iv	Funds Allocated to the Future Distribution Account	\$	-
v	Funds Released from the Future Distribution Account	\$	-
	<b>PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS</b>	\$	-
	<b>LESS FUNDS IN ACQUISITION FUND FOR ADDITIONAL DISBURSEMENTS</b>	\$	<b>(1,047,784.85)</b>
<b>H</b>	<b>TOTAL AVAILABLE FUNDS</b>	\$	<b>29,186,646.91</b>
<b>I</b>	<b>Management and Servicing Fees Due for Current Period</b>	\$	-
<b>J</b>	<b>Carryover Servicing Fees Due</b>	\$	-
<b>K</b>	<b>Administration Fees Due</b>	\$	-
<b>L</b>	<b>Total Fees Due for Period</b>	\$	-

**V. MHESAC Waterfall for Distributions**

<b>A</b>	Total Available Funds (IV-H)	\$	29,186,646.91
<b>B</b>	Management and Servicing Fees Due	\$	-
<b>C</b>	Administration Fees Due	\$	-
<b>D</b>	Interest Distributions and accruals		
i	2000-C Notes	\$	104,724.60
ii	2001-C Notes	\$	398,633.50
iii	2002-D Notes	\$	95,382.12
iv	2003-C Notes	\$	122,708.46
v	2005-A Notes	\$	1,329,209.70
vi	2005-B Notes	\$	1,659,388.54
vii	2006-A Notes	\$	3,113,828.63
viii	2006-B Notes	\$	997,376.40
ix	2006-C Notes	\$	469,812.00
x	<b>Total Interest Distributions</b>	<b>\$</b>	<b>8,291,063.95</b>
<b>E</b>	Principal Distribution Amount		
i	2000-C Notes	\$	-
ii	2001-C Notes	\$	-
iii	2002-D Notes	\$	-
iv	2003-C Notes	\$	-
v	2005-A Notes	\$	6,333,000.00
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>6,333,000.00</b>
<b>F</b>	Increase to the Specified Reserve Account Balance	\$	-
<b>G</b>	Carryover Servicing Fees	\$	-
<b>H</b>	Noteholder's Interest Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Interest Carryover</b>	<b>\$</b>	<b>-</b>
<b>I</b>	Noteholder's Principal Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	<b>Total Noteholder's Principal Carryover</b>	<b>\$</b>	<b>-</b>
<b>J</b>	<b>Excess Distribution</b>	<b>\$</b>	<b>14,562,582.96</b>

	12/1/05 - 2/28/06	3/1/06 - 5/31/06	6/1/06 - 8/31/06	9/1/06 -11/30/06
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 289,840,217.10</b>	<b>\$ 282,202,897.48</b>	<b>\$ 573,741,394.45</b>	<b>\$ 560,146,017.73</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 7,493,865.87	\$ 20,876,417.04	\$ 27,079,060.23	\$ 20,664,157.10
ii Principal Collections from Guarantor	\$ 617,488.44	\$ 1,174,873.54	\$ 1,559,444.77	\$ 1,771,057.48
iii Returned Disbursements	\$ 0.00	\$ 0.00	\$ 32,471.53	\$ 14,124.00
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ 10,550.89	\$ (308,522,794.04)	\$ (14,015,301.06)	\$ (128,960.98)
vi Total Principal Collections	\$ 8,121,905.20	\$ (286,471,503.46)	\$ 14,655,675.47	\$ 22,320,377.60
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 9,437.62	\$ 172,611.73	\$ 387,803.70	\$ 71,301.74
ii Capitalized Interest	\$ (494,023.20)	\$ (768,426.02)	\$ (1,448,102.45)	\$ (1,072,107.34)
iii Total Non-Cash Principal Activity	\$ (484,585.58)	\$ (595,814.29)	\$ (1,060,298.75)	\$ (1,000,805.60)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ 7,637,319.62</b>	<b>\$ (287,067,317.75)</b>	<b>\$ 13,595,376.72</b>	<b>\$ 21,319,572.00</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 2,044,000.17	\$ 2,541,067.03	\$ 3,843,539.03	\$ 3,740,437.54
ii Interest Claims Received from Guarantors	\$ 21,325.26	\$ 43,874.16	\$ 63,499.44	\$ 53,174.77
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments	\$ 1,467,416.98	\$ 2,542,823.74	\$ 3,765,818.20	\$ 3,608,693.85
viii Subsidy Payments	\$ 130,522.54	\$ 219,672.66	\$ 331,316.44	\$ 306,479.69
ix Accrued Borrower Interest on Purchased Loans	\$ -	\$ (1,593,213.32)	\$ (32,074.49)	\$ -
x Total Interest Repayments	\$ 3,663,264.95	\$ 3,754,224.27	\$ 7,972,098.62	\$ 7,708,785.85
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 17,804.27	\$ 24,644.23	\$ 41,657.44	\$ 26,762.86
ii Capitalized Interest	\$ 494,023.20	\$ 768,426.02	\$ 1,448,102.48	\$ 1,072,107.34
iii Total Non-Cash Interest Adjustments	\$ 511,827.47	\$ 793,070.25	\$ 1,489,759.92	\$ 1,098,870.20
<b>Total Student Loan Interest Activity</b>	<b>\$ 4,175,092.42</b>	<b>\$ 4,547,294.52</b>	<b>\$ 9,461,858.54</b>	<b>\$ 8,807,656.05</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 278,740,670.28</b>	<b>\$ 573,817,509.75</b>	<b>\$ 569,607,876.27</b>	<b>\$ 547,634,101.78</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 1,611,061.30</b>	<b>\$ 3,278,994.50</b>	<b>\$ 3,280,136.83</b>	<b>\$ 3,235,572.12</b>
<b>(=) TOTAL POOL</b>	<b>\$ 283,813,958.78</b>	<b>\$ 572,549,209.73</b>	<b>\$ 563,426,154.56</b>	<b>\$ 542,062,017.85</b>
<b>(+) Reserve Account Balance</b>				
<b>(=) Total Adjusted Pool</b>	<b>\$ 283,813,958.78</b>	<b>\$ 572,549,209.73</b>	<b>\$ 563,426,154.56</b>	<b>\$ 542,062,017.85</b>

**VII. MHESAC Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2006	11/30/2006	8/31/2006	11/30/2006	8/31/2006	11/30/2006	8/31/2006	11/30/2006	8/31/2006	11/30/2006
<b>INTERIM:</b>										
<b>In School</b>	6.55%	6.55%	1120	914	2.7%	2.9%	\$ 3,342,410	\$ 2,779,788	0.6%	0.5%
Current										
<b>Grace</b>	6.54%	6.54%	273	218	0.7%	0.7%	\$ 928,335	\$ 594,892	0.2%	0.1%
Current										
<b>TOTAL INTERIM</b>	<b>6.55%</b>	<b>6.55%</b>	<b>1,393</b>	<b>1,132</b>	<b>3.4%</b>	<b>3.5%</b>	<b>\$ 4,270,745</b>	<b>\$ 3,374,680</b>	<b>0.8%</b>	<b>0.6%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>3.87%</b>	<b>3.81%</b>	<b>25,219</b>	<b>24,239</b>	<b>72.6%</b>	<b>75.9%</b>	<b>\$ 429,360,595</b>	<b>\$ 421,227,972</b>	<b>76.7%</b>	<b>78.2%</b>
Current	3.81%	3.74%	22,001	21,200	65.9%	66.4%	\$ 390,432,676	\$ 384,176,424	69.7%	71.3%
31-60 Days Delinquent	4.58%	4.43%	922	1,009	2.8%	3.2%	\$ 11,718,511	\$ 13,155,062	2.1%	2.4%
61-90 Days Delinquent	4.45%	4.48%	573	539	1.7%	1.7%	\$ 7,865,632	\$ 6,712,650	1.4%	1.2%
91-120 Days Delinquent	4.34%	4.41%	403	361	1.2%	1.1%	\$ 5,123,886	\$ 4,036,640	0.9%	0.7%
> 120 Days Delinquent	4.75%	4.77%	1,320	1,130	4.0%	3.5%	\$ 14,219,890	\$ 13,147,196	2.5%	2.4%
<b>Deferment</b>										
Current	3.75%	3.81%	5,061	4,970	15.2%	15.6%	\$ 94,665,049	\$ 88,935,502	16.9%	16.5%
<b>Forbearance</b>										
Current	4.28%	4.37%	1,841	1,461	5.5%	4.6%	\$ 29,915,723	\$ 23,172,457	5.3%	4.3%
<b>TOTAL REPAYMENT</b>	<b>3.83%</b>	<b>3.84%</b>	<b>32,121</b>	<b>30,670</b>	<b>96.3%</b>	<b>96.0%</b>	<b>\$ 553,941,367</b>	<b>\$ 533,335,931</b>	<b>98.9%</b>	<b>99.0%</b>
<b>Claims in Process</b>			114	144	0.3%	0.5%	\$ 1,933,905	\$ 2,115,835	0.3%	0.4%
<b>Aged Claims Rejected</b>			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>3.84%</b>	<b>3.86%</b>	<b>33,628</b>	<b>31,946</b>	<b>100%</b>	<b>100%</b>	<b>\$ 560,146,018</b>	<b>\$ 538,826,446</b>	<b>100%</b>	<b>100%</b>

**VIII. MHESAC Payment History and CPRs**

Distribution Date	Actual Pool Balances	Since Issued CPR *
03/20/06	\$ 282,202,897	7.37%
06/20/06	\$ 573,741,394	5.89%
09/20/06	\$ 560,181,780	5.95%
12/20/06	\$ 538,826,446	5.99%

\* "Since Issued CPR" is based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data