



**Montana Higher Education Student Assistance Corporation**

**Monthly 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 December 01, 2013 through December 31, 2013**

**Distribution Date: January 21, 2014**

**MHESAC 1993 Master Indenture**

**I. Deal Parameters**

| <b>Student Portfolio Characteristics</b> |  | <b>11/30/2013</b>   | <b>Activity</b>    | <b>12/31/2013</b>   |
|--|--|---------------------|--------------------|---------------------|
| A  | i Principal Balance                      | \$ 1,182,841,355.27 | \$ (10,171,394.95) | \$ 1,172,669,960.32 |
|  | ii Accrued Interest                      | \$ 13,819,858.88    | \$ 90,340.33       | \$ 13,910,199.21    |
|  | iii Total Student Loan Pool              | \$ 1,196,661,214.15 |                    | \$ 1,186,580,159.53 |
|  | iv Pending Portfolio adjustments         | \$ (150.00)         |                    | \$ (10,264.93)      |
|  | v Trust Cash                             | \$ 24,352,190.79    |                    | \$ 14,037,592.49    |
|  | vi Specified Reserve Account Balance     | \$ 12,126,990.00    |                    | \$ 11,918,120.00    |
|  | vii <b>Total Adjusted Pool</b>           | \$ 1,233,140,244.94 |                    | \$ 1,212,525,607.09 |
| B  | i Weighted Average Coupon (WAC)          | 4.420%              |                    | 4.420%              |
|  | ii Weighted Average Remaining Term       | 182.25              |                    | 181.77              |
|  | iii Number of Loans                      | 146,400             |                    | 145,291             |
|  | iv Number of Borrowers                   | 58,923              |                    | 58,466              |
|  | v Outstanding Principal Balance - T-Bill | \$ 16,655,061.70    |                    | \$ 16,442,883.48    |
|  | vi Outstanding Principal Balance - LIBOR | \$ 1,166,186,293.57 |                    | \$ 1,156,227,076.84 |

| <b>Bonds</b> | <b>CUSIP</b>   | <b>Original Issue Amount</b> | <b>Rate</b>         | <b>Balance 11/30/2013</b> | <b>Pool Factor 11/30/2013</b> | <b>Balance 12/31/2013</b> | <b>Pool Factor 12/31/2013</b> |        |
|--------------|--|------------------------------|---------------------|---------------------------|-------------------------------|---------------------------|-------------------------------|--------|
| C            | i 2005-B Bonds Senior  | 612130HN7                    | \$ 119,140,000.00   | 3 Mo Libor + 0.12%        | \$ 79,654,000.00              | 6.57%                     | \$ 76,031,000.00              | 6.38%  |
|              | ii 2006-A Bonds Senior   | 612130HP2                    | \$ 226,775,000.00   | 3 Mo Libor + 0.10%        | \$ 102,258,000.00             | 8.43%                     | \$ 95,289,000.00              | 8.00%  |
|              | iii 2006-C Bonds Subordinate                                     | 612130HR8                    | \$ 30,000,000.00    | 1M LIBOR + 1.20%          | \$ 18,000,000.00              | 1.48%                     | \$ 18,000,000.00              | 1.51%  |
|              | iv 2012-A1 Bonds Senior  | 61205PAJ8                    | \$ 191,000,000.00   | 1M LIBOR + 0.60%          | \$ 38,987,000.00              | 3.21%                     | \$ 28,692,000.00              | 2.41%  |
|              | v 2012-A2 Bonds Senior   | 61205PAK5                    | \$ 649,000,000.00   | 1M LIBOR + 1.00%          | \$ 649,000,000.00             | 53.52%                    | \$ 649,000,000.00             | 54.45% |
|              | vi 2012-A3 Bonds Senior  | 61205PAL3                    | \$ 305,300,000.00   | 1M LIBOR + 1.05%          | \$ 305,300,000.00             | 25.18%                    | \$ 305,300,000.00             | 25.62% |
|              | vii 2012-B Bonds Subordinate                                     | 61205PAM1                    | \$ 19,500,000.00    | 1M LIBOR + 1.20%          | \$ 19,500,000.00              | 1.61%                     | \$ 19,500,000.00              | 1.64%  |
|              | viii Total Bonds Outstanding Senior                              |                              | \$ 1,175,199,000.00 |                           | 96.91%                        | \$ 1,154,312,000.00       | 96.85%                        |        |
|              | ix Total Bonds Outstanding Taxable Subordinate                   |                              | \$ 37,500,000.00    |                           | 3.09%                         | \$ 37,500,000.00          | 3.15%                         |        |
|              | x <b>Total Bonds Outstanding 1993 Master Indenture - Taxable</b> |                              | \$ 1,212,699,000.00 |                           |                               | \$ 1,191,812,000.00       |                               |        |

| <b>Indenture Percentage</b> |                       | <b>11/30/2013</b> | <b>12/31/2013</b> |
|-----------------------------|-----------------------|-------------------|-------------------|
| D                           | i Senior Parity       | 104.68%           | 104.81%           |
|                             | ii Subordinate Parity | 101.43%           | 101.50%           |

| <b>Monthly Trigger Percentage</b> |                           | <b>11/30/2013</b> | <b>12/31/2013</b> |
|-----------------------------------|---------------------------|-------------------|-------------------|
| E                                 | i Senior Percentage       | 102.47%           | 102.55%           |
|                                   | ii Subordinate Percentage | 99.25%            | 99.30%            |

| <b>Reserve Account</b> |   | <b>11/30/2013</b> | <b>12/31/2013</b> |
|------------------------|---|-------------------|-------------------|
| F                      | i Required Reserve Acc Deposit (%)                                  | 1.00%             | 1.00%             |
|                        | ii Reserve Account Floor Balance (\$) (Minimum Reserve Requirement) |                   | \$ 7,343,420.00   |
|                        | iii Specified Reserve Acct Requirement (\$)                         | \$ 12,126,990.00  | \$ 11,918,120.00  |
|                        | iv Current Reserve Balance - (\$)                                   |                   | \$ 11,918,120.00  |
|                        | v Draws on Reserve - Current Month(\$)                              |                   | \$ 208,870.00     |

**MHESAC 1993 Master Indenture**

**II. Trust Balances, Parity Calculations, and Trigger Percentages**

| <b>Trust Accounts</b> |   | <b>11/30/2013</b> | <b>12/31/2013</b> |
|-----------------------|---|-------------------|-------------------|
| A                     | i Acquisition Account                                 | \$ 555,230.35     | \$ 337,375.91     |
|                       | ii Administration Account                             | \$ 1,739,900.00   | \$ 1,739,900.00   |
|                       | iii Bond- Interest, Principal, Retirement Subaccounts | \$ 19,408,120.91  | \$ 11,960,316.58  |
|                       | iv Reserve Account                                    | \$ 12,126,990.00  | \$ 11,918,120.00  |
|                       | v Revenue Account                                     | \$ -              | \$ -              |
|                       | vii Surplus Subaccount                                | \$ 2,648,939.53   | \$ -              |
|                       | viii Total Trust Accounts                             | \$ 36,479,180.79  | \$ 25,955,712.49  |

| <b>Parity Calculations</b>    |  | <b>11/30/2013</b>   | <b>12/31/2013</b>   |
|-------------------------------|--|---------------------|---------------------|
| <b>Value of the Indenture</b> |  |                     |                     |
| B                             | i Portfolio Balance                              | \$ 1,182,841,355.27 | \$ 1,172,669,960.32 |
|                               | ii Pending System Adjustments                    | (150.00)            | (10,264.93)         |
|                               | iii Accrued Borrower Interest                    | 13,819,858.88       | 13,910,199.21       |
|                               | iv Accrued Subsidized Interest                   | 828,375.47          | 1,267,124.35        |
|                               | v Less: Unguaranteed Amount Uncollectibles       | (752,323.28)        | (744,128.00)        |
|                               | vi Trust Cash and Investments                    | 36,479,180.79       | 25,955,712.49       |
|                               | vii Payments in Transit                          | 425,667.54          | 1,605,772.32        |
|                               | viii Other Cash and Assets                       | -                   | -                   |
|                               | ix Total Trust Value                             | \$ 1,233,641,964.67 | \$ 1,214,654,375.76 |
| Less:                         |  |                     |                     |
|                               | x Accrued Payables                               | 2,946,069.00        | 4,428,371.66        |
|                               | xi <b>Net Asset Value - Indenture Percentage</b> | \$ 1,230,695,895.67 | \$ 1,210,226,004.10 |

| <b>Bond Interest Outstanding</b> |                         | <b>11/30/2013</b> | <b>12/31/2013</b> |
|----------------------------------|-------------------------|-------------------|-------------------|
| C                                | i Senior Interest       | \$ 485,808.25     | \$ 403,795.47     |
|                                  | ii Subordinate Interest | 107,620.58        | 109,135.38        |
|                                  | iii Total Bond Interest | \$ 593,428.83     | \$ 512,930.85     |

| <b>Bonds Outstanding</b> |                      | <b>11/30/2013</b>   | <b>12/31/2013</b>   |
|--------------------------|----------------------|---------------------|---------------------|
| D                        | i Senior Bonds       | \$ 1,175,199,000.00 | \$ 1,154,312,000.00 |
|                          | ii Subordinate Bonds | 37,500,000.00       | 37,500,000.00       |
|                          | iii Total Bonds      | \$ 1,212,699,000.00 | \$ 1,191,812,000.00 |

| <b>Distribution Amounts - Following Monthly Payment Date</b> |                              | <b>11/30/2013</b> | <b>12/31/2013</b> |
|--|------------------------------|-------------------|-------------------|
| E  | i Senior Distribution Amount | \$ 20,887,000.00  | \$ 10,841,000.00  |

| <b>Indenture Percentage</b> |   | <b>11/30/2013</b> | <b>12/31/2013</b> |
|-----------------------------|---|-------------------|-------------------|
| F                           | i Senior Parity $Bxi / (Ci + Di)$           | 104.68%           | 104.81%           |
|                             | ii Subordinate Parity $Bxi / (Ciii + Diii)$ | 101.43%           | 101.50%           |

| <b>Monthly Trigger Percentage</b> |  | <b>11/30/2013</b> | <b>12/31/2013</b> |
|-----------------------------------|--|-------------------|-------------------|
| G                                 | i Senior Percentage $Bi / (Di - Ei)$         | 102.47%           | 102.55%           |
|                                   | ii Subordinate Percentage $Bi / (Diii - Ei)$ | 99.25%            | 99.30%            |

| <b>Six Month Average Trigger Percentage</b> |  | <b>Current Distribution</b> |                    | <b>Next Distribution Report</b> |                    |
|---|--|-----------------------------|--------------------|---------------------------------|--------------------|
|   |  | <b>Senior</b>               | <b>Subordinate</b> | <b>Senior</b>                   | <b>Subordinate</b> |
| H   | i 1st Month Prior                                | 102.47%                     | 99.25%             | 102.55%                         | 99.30%             |
|   | ii 2nd Month Prior                               | 102.27%                     | 99.08%             | 102.47%                         | 99.25%             |
|   | iii 3rd Month Prior                              | 102.36%                     | 99.19%             | 102.27%                         | 99.08%             |
|   | iv 4th Month Prior                               | 102.21%                     | 99.07%             | 102.36%                         | 99.19%             |
|   | v 5th Month Prior                                | 102.38%                     | 99.26%             | 102.21%                         | 99.07%             |
|   | vii 6th Month Prior                              | 102.19%                     | 99.10%             | 102.38%                         | 99.26%             |
|   | viii <b>Six Month Average Trigger Percentage</b> | <b>102.31%</b>              | <b>99.16%</b>      | <b>102.37%</b>                  | <b>99.19%</b>      |

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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 | 3/20/2014         | 3M LIBOR   | 0.12%       | 0.24510%      | 0.24510%          | 0.36510%     | 0.36510%         |
| 2006-A         | 612130HP2 | 3/20/2014         | 3M LIBOR   | 0.10%       | 0.24510%      | 0.24510%          | 0.34510%     | 0.34510%         |
| 2006-C         | 612130HR8 | 1/21/2014         | 1M LIBOR   | 1.20%       | 0.16680%      | 0.15700%          | 1.36680%     | 1.35700%         |
| 2012-A1        | 61205PAJ8 | 1/21/2014         | 1M LIBOR   | 0.60%       | 0.16680%      | 0.15700%          | 0.76680%     | 0.75700%         |
| 2012-A2        | 61205PAK5 | 1/21/2014         | 1M LIBOR   | 1.00%       | 0.16680%      | 0.15700%          | 1.16680%     | 1.15700%         |
| 2012-A3        | 61205PAL3 | 1/21/2014         | 1M LIBOR   | 1.05%       | 0.16680%      | 0.15700%          | 1.21680%     | 1.20700%         |
| 2012-B         | 61205PAM1 | 1/21/2014         | 1M LIBOR   | 1.20%       | 0.16680%      | 0.15700%          | 1.36680%     | 1.35700%         |

| 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 | \$ -                 | \$ -                  | \$ -                       | \$ -                   | \$ -                    | \$ -               | 0.00%           |
| 2006-A   | 612130HP2 | \$ -                 | \$ -                  | \$ -                       | \$ -                   | \$ -                    | \$ -               | 0.00%           |
| 2006-C   | 612130HR8 | \$ 21,868.74         | \$ 21,868.74          | \$ -                       | \$ 44,237.86           | \$ -                    | \$ 44,237.86       | 2.05%           |
| 2012-A1  | 61205PAJ8 | \$ 19,556.47         | \$ 19,556.47          | \$ -                       | \$ -                   | \$ -                    | \$ -               | 1.83%           |
| 2012-A2  | 61205PAK5 | \$ 673,116.84        | \$ 673,116.84         | \$ -                       | \$ -                   | \$ -                    | \$ -               | 63.00%          |
| 2012-A3  | 61205PAL3 | \$ 330,212.48        | \$ 330,212.48         | \$ -                       | \$ -                   | \$ -                    | \$ -               | 30.91%          |
| 2012-B   | 61205PAM1 | \$ 23,691.14         | \$ 23,691.14          | \$ -                       | \$ 47,924.36           | \$ -                    | \$ 47,924.36       | 2.22%           |
| TOTAL    |           | \$ 1,068,445.67      | \$ 1,068,445.67       | \$ -                       | \$ 92,162.22           | \$ -                    | \$ 92,162.22       |                 |

| 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 | \$ -                  | \$ -                   | \$ -                        | \$ -                    | \$ -                     | \$ -                | 0.00%            |
| 2006-A    | 612130HP2 | \$ -                  | \$ -                   | \$ -                        | \$ -                    | \$ -                     | \$ -                | 0.00%            |
| 2006-C    | 612130HR8 | \$ -                  | \$ -                   | \$ -                        | \$ -                    | \$ -                     | \$ -                | 0.00%            |
| 2012-A1   | 61205PAJ8 | \$ -                  | \$ -                   | \$ -                        | \$ 28,692,000.00        | \$ 297,000.00            | \$ 28,395,000.00    | 0.00%            |
| 2012-A2   | 61205PAK5 | \$ 22,031,852.89      | \$ -                   | \$ 22,031,852.89            | \$ 189,321,416.32       | \$ -                     | \$ 211,353,269.21   | 100.00%          |
| 2012-A3   | 61205PAL3 | \$ -                  | \$ -                   | \$ -                        | \$ -                    | \$ -                     | \$ -                | 0.00%            |
| 2012-B    | 61205PAM1 | \$ -                  | \$ -                   | \$ -                        | \$ -                    | \$ -                     | \$ -                | 0.00%            |
| TOTAL     |           | \$ 22,031,852.89      | \$ -                   | \$ 22,031,852.89            | \$ 218,013,416.32       | \$ 297,000.00            | \$ 239,748,269.21   |                  |

TOTAL PRINCIPAL DISTRIBUTION \$ 297,000.00

**MHESAC 1993 Master Indenture**

**IV. MHESAC System Activity from: 12/1/2013 through: 12/31/2013**

|          |   |    |                       |
|----------|---|----|-----------------------|
| <b>A</b> | <b>Student Loan Principal Activity</b>          |    |                       |
| i        | Regular Principal Collections                   | \$ | 9,489,645.19          |
| ii       | Principal Collections from Guarantor            | \$ | 2,264,789.51          |
| iii      | Returned Disbursements                          | \$ | -                     |
| iv       | Other System Adjustments                        | \$ | (40,385.21)           |
| v        | Repurchases of Rehabilitated Loans              | \$ | (567,480.44)          |
| vi       | Additional Disbursements/Purchases              | \$ | -                     |
| vii      | <b>Total Principal Collections</b>              | \$ | <b>11,146,569.05</b>  |
| <b>B</b> | <b>Student Loan Non-Cash Principal Activity</b> |    |                       |
| i        | Other Adjustments                               | \$ | 3,581.79              |
| ii       | Capitalized Interest                            | \$ | (978,755.89)          |
| iii      | <b>Total Non-Cash Principal Activity</b>        | \$ | <b>(975,174.10)</b>   |
| <b>C</b> | <b>Total Student Loan Principal Activity</b>    | \$ | <b>10,171,394.95</b>  |
| <b>D</b> | <b>Student Loan Interest Activity</b>           |    |                       |
| i        | Regular Interest Collections                    | \$ | 2,855,523.81          |
| ii       | Interest Claims Received from Guarantors        | \$ | 56,195.25             |
| iii      | Other System Adjustments                        | \$ | (66.68)               |
| iv       | Accrued Borrower Interest on Purchased Loans    | \$ | (2,685.69)            |
| v        | <b>Total Interest Collections</b>               | \$ | <b>2,908,966.69</b>   |
| <b>E</b> | <b>Student Loan Non-Cash Interest Activity</b>  |    |                       |
| i        | Interest Accrual Adjustments                    | \$ | 165,266.47            |
| ii       | Capitalized Interest                            | \$ | 978,755.89            |
| iii      | Interest Accrued During Period                  | \$ | (4,143,329.38)        |
| iv       | <b>Total Non-Cash Interest Adjustments</b>      | \$ | <b>(2,999,307.02)</b> |
| <b>F</b> | <b>Total Student Loan Interest Activity</b>     | \$ | <b>(90,340.33)</b>    |

**Trust Activity from: 12/1/2013 through: 12/31/2013**

|          |  |    |                     |
|----------|--|----|---------------------|
| <b>G</b> | <b>Trust Balances less Reserve - Beginning of Period</b> | \$ | 24,352,190.79       |
| <b>H</b> | <b>Released Funds in Excess of Reserve Requirement</b>   | \$ | 208,870.00          |
| <b>I</b> | <b>Funds Collected During Period</b>                     |    |                     |
| i        | Student Loan Principal Received                          | \$ | 10,719,923.21       |
| ii       | Student Loan Interest Received                           | \$ | 2,743,091.59        |
| iii      | Subsidized Interest Received                             | \$ | -                   |
| iv       | Investment Income on Trust Accounts                      | \$ | 310.14              |
| <b>J</b> | <b>Funds Remitted During Period</b>                      |    |                     |
| i        | Bond Principal   | \$ | 20,887,000.00       |
| ii       | Bond Interest  | \$ | 1,175,367.48        |
| iii      | Consolidation Loan Rebate Fees                           | \$ | 803,085.64          |
| iv       | Management and Servicing Fees                            | \$ | 593,485.68          |
| v        | Administrative Fees (trustee, listing, etc.)             | \$ | -                   |
| vi       | Special Allowance Rebate                                 | \$ | -                   |
| vii      | Repurchases of Rehabilitated Loans                       | \$ | 527,854.44          |
| <b>K</b> | <b>Funds Reserved During Period</b>                      |    |                     |
| i        | Funds Allocated for Accrued Principal 2005-B Bonds       | \$ | 3,577,000.00        |
| ii       | Funds Allocated for Accrued Principal 2006-A Bonds       | \$ | 6,967,000.00        |
| iii      | Funds Allocated for Accrued Interest 2005-B Bonds        | \$ | 23,132.43           |
| iv       | Funds Allocated for Accrued Interest 2006-A Bonds        | \$ | 27,403.53           |
| v        | Acquisition Funds for Rehabilitated Loans                | \$ | 337,375.91          |
| vi       | Administration Funds                                     | \$ | 1,739,900.00        |
| <b>L</b> | <b>TOTAL AVAILABLE FUNDS FOR DISTRIBUTION</b>            | \$ | <b>1,365,780.62</b> |

**MHESAC 1993 Master Indenture****V. Waterfall for Distributions****Distribution Date:****1/21/2014**

|          |  |    |                     |
|----------|--|----|---------------------|
| <b>A</b> | Total Available Funds for Distribution(IV-L)       | \$ | <b>1,365,780.62</b> |
| <b>B</b> | Interest Distributions                             |    |                     |
| i        | 2005-B Bonds                                       | \$ | -                   |
| ii       | 2006-A Bonds                                       | \$ | -                   |
| iii      | 2006-C Bonds                                       | \$ | 21,868.74           |
| iv       | 2012-A1 Bonds                                      | \$ | 19,556.47           |
| v        | 2012-A2 Bonds                                      | \$ | 673,116.84          |
| vi       | 2012-A3 Bonds                                      | \$ | 330,212.48          |
| vii      | 2012-B Bonds                                       | \$ | 23,691.14           |
| viii     | <b>Total Bondholder's Interest Distributions</b>   | \$ | <b>1,068,445.67</b> |
| <b>C</b> | Principal Distributions                            |    |                     |
| i        | 2005-B Bonds                                       | \$ | -                   |
| ii       | 2006-A Bonds                                       | \$ | -                   |
| iii      | 2006-C Bonds                                       | \$ | -                   |
| iv       | 2012-A1 Bonds                                      | \$ | 297,000.00          |
| v        | 2012-A2 Bonds                                      | \$ | -                   |
| vi       | 2012-A3 Bonds                                      | \$ | -                   |
| vii      | 2012-B Bonds                                       | \$ | -                   |
| viii     | <b>Total Bondholder's Principal Distribution</b>   | \$ | <b>297,000.00</b>   |
| <b>D</b> | Increase to the Specified Reserve Account Balance  | \$ | -                   |
| <b>E</b> | Carryover Servicing Fees                           | \$ | -                   |
| <b>F</b> | Bondholder's Interest Carryover                    | \$ | -                   |
| <b>G</b> | Bondholder's Principal Carryover                   | \$ | -                   |
| <b>H</b> | <b>Funds available after waterfall items (A-G)</b> | \$ | <b>334.95</b>       |

**MHESAC 1993 Master Indenture**  
**VI. Historical Pool Information**

|  | 09/01/13-09/30/13          | 10/01/13-10/31/13          | 11/01/13-11/30/13          | 12/01/13-12/31/13          |
|--|----------------------------|----------------------------|----------------------------|----------------------------|
| <b>Beginning Student Loan Pool Balance</b>       | <b>\$ 1,225,038,327.18</b> | <b>\$ 1,215,915,683.63</b> | <b>\$ 1,205,083,152.85</b> | <b>\$ 1,196,661,214.15</b> |
| <b>Student Loan Principal Activity</b>           |                            |                            |                            |                            |
| i Regular Principal Collections                  | \$ 8,891,631.96            | \$ 9,673,928.80            | \$ 8,136,623.84            | \$ 9,489,645.19            |
| ii Principal Collections from Guarantor          | \$ 1,845,882.04            | \$ 2,336,044.62            | \$ 2,455,984.82            | \$ 2,264,789.51            |
| iii Returned Disbursements                       | \$ -                       | \$ -                       | \$ -                       | \$ -                       |
| iv Other System Adjustments                      | \$ (11,076.53)             | \$ (64,263.84)             | \$ (48,119.86)             | \$ (40,385.21)             |
| v Repurchase of Rehabilitated Loans              | \$ (665,020.31)            | \$ -                       | \$ (973,565.74)            | \$ (567,480.44)            |
| vi Additional Disbursements/Purchases            | \$ -                       | \$ -                       | \$ -                       | \$ -                       |
| vii Total Principal Collections                  | \$ 10,061,417.16           | \$ 11,945,709.58           | \$ 9,570,923.06            | \$ 11,146,569.05           |
| <b>Student Loan Non-Cash Principal Activity</b>  |                            |                            |                            |                            |
| i Other Adjustments                              | \$ 18,922.76               | \$ 6,376.80                | \$ 4,900.16                | \$ 3,581.79                |
| ii Capitalized Interest                          | \$ (1,223,475.71)          | \$ (1,019,464.52)          | \$ (1,315,780.07)          | \$ (978,755.89)            |
| iii Total Non-Cash Principal Activity            | \$ (1,204,552.95)          | \$ (1,013,087.72)          | \$ (1,310,879.91)          | \$ (975,174.10)            |
| <b>(-) Total Student Loan Principal Activity</b> | <b>\$ 8,856,864.21</b>     | <b>\$ 10,932,621.86</b>    | <b>\$ 8,260,043.15</b>     | <b>\$ 10,171,394.95</b>    |
| <b>Student Loan Interest Activity</b>            |                            |                            |                            |                            |
| i Regular Interest Collections                   | \$ 2,937,885.27            | \$ 2,844,921.96            | \$ 2,629,390.38            | \$ 2,855,523.81            |
| ii Interest Claims Received from Guarantors      | \$ 47,081.14               | \$ 72,915.07               | \$ 64,481.34               | \$ 56,195.25               |
| iii Other System Adjustments                     | \$ (263.50)                | \$ (343.41)                | \$ (15.03)                 | \$ (66.68)                 |
| iv Accrued Borrower Interest on Purchased Loans  | \$ -                       | \$ -                       | \$ -                       | \$ (2,685.69)              |
| v Total Interest Repayments                      | \$ 2,984,702.91            | \$ 2,917,493.62            | \$ 2,693,856.69            | \$ 2,908,966.69            |
| <b>Student Loan Non-Cash Interest Activity</b>   |                            |                            |                            |                            |
| i Interest Accrual Adjustments                   | \$ 152,155.64              | \$ 159,351.76              | \$ 185,466.94              | \$ 165,266.47              |
| ii Capitalized Interest                          | \$ 1,223,475.71            | \$ 1,019,464.52            | \$ 1,315,780.07            | \$ 978,755.89              |
| iii Interest Accrued During Period               | \$ (4,094,554.92)          | \$ (4,196,400.98)          | \$ (4,033,208.15)          | \$ (4,143,329.38)          |
| iv Total Non-Cash Interest Adjustments           | \$ (2,718,923.57)          | \$ (3,017,584.70)          | \$ (2,531,961.14)          | \$ (2,999,307.02)          |
| <b>(-) Total Student Loan Interest Activity</b>  | <b>\$ 265,779.34</b>       | <b>\$ (100,091.08)</b>     | <b>\$ 161,895.55</b>       | <b>\$ (90,340.33)</b>      |
| <b>(=) TOTAL STUDENT LOAN POOL</b>               | <b>\$ 1,215,915,683.63</b> | <b>\$ 1,205,083,152.85</b> | <b>\$ 1,196,661,214.15</b> | <b>\$ 1,186,580,159.53</b> |
| <b>(+) Pending Portfolio Adjustments</b>         | <b>\$ (3,104.50)</b>       | <b>\$ (325.00)</b>         | <b>\$ (150.00)</b>         | <b>\$ (10,264.93)</b>      |
| <b>(+) Trust Cash Available</b>                  | <b>\$ 13,252,416.23</b>    | <b>\$ 24,034,387.66</b>    | <b>\$ 24,352,190.79</b>    | <b>\$ 14,037,592.49</b>    |
| <b>(+) Reserve Account Balance</b>               | <b>\$ 12,222,290.00</b>    | <b>\$ 12,222,290.00</b>    | <b>\$ 12,126,990.00</b>    | <b>\$ 11,918,120.00</b>    |
| <b>(=) TOTAL ADJUSTED POOL</b>                   | <b>\$ 1,241,387,285.36</b> | <b>\$ 1,241,339,505.51</b> | <b>\$ 1,233,140,244.94</b> | <b>\$ 1,212,525,607.09</b> |

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

| STATUS                      | Weighted Avg Coupon |              | # of Loans     |                | %            |              | Principal Amount        |                         | %            |              |
|-----------------------------|---------------------|--------------|----------------|----------------|--------------|--------------|-------------------------|-------------------------|--------------|--------------|
|                             | 11/30/2013          | 12/31/2013   | 11/30/2013     | 12/31/2013     | 11/30/2013   | 12/31/2013   | 11/30/2013              | 12/31/2013              | 11/30/2013   | 12/31/2013   |
| <b>INTERIM:</b>             |                     |              |                |                |              |              |                         |                         |              |              |
| In School                   | 6.22%               | 6.22%        | 2,455          | 2,269          | 1.7%         | 1.6%         | \$ 7,881,084            | \$ 7,311,005            | 0.7%         | 0.6%         |
| Grace                       | 5.97%               | 5.98%        | 477            | 570            | 0.3%         | 0.4%         | \$ 1,578,803            | \$ 1,808,002            | 0.1%         | 0.2%         |
| <b>TOTAL INTERIM</b>        | <b>6.18%</b>        | <b>6.17%</b> | <b>2,932</b>   | <b>2,839</b>   | <b>2.0%</b>  | <b>2.0%</b>  | <b>\$ 9,459,887</b>     | <b>\$ 9,119,007</b>     | <b>0.8%</b>  | <b>0.8%</b>  |
| <b>REPAYMENT</b>            |                     |              |                |                |              |              |                         |                         |              |              |
| <b>Active</b>               | <b>4.31%</b>        | <b>4.31%</b> | <b>115,481</b> | <b>114,894</b> | <b>78.9%</b> | <b>79.1%</b> | <b>\$ 991,154,607</b>   | <b>\$ 984,989,725</b>   | <b>83.8%</b> | <b>84.0%</b> |
| Current                     | 4.19%               | 4.19%        | 99,896         | 99,296         | 68.2%        | 68.3%        | \$ 881,071,949          | \$ 874,480,175          | 74.5%        | 74.6%        |
| 31-60 Days Delinquent       | 5.08%               | 5.03%        | 4,255          | 4,218          | 2.9%         | 2.9%         | \$ 30,456,066           | \$ 32,066,611           | 2.6%         | 2.7%         |
| 61-90 Days Delinquent       | 4.92%               | 5.13%        | 2,557          | 2,870          | 1.7%         | 2.0%         | \$ 18,825,245           | \$ 19,071,258           | 1.6%         | 1.6%         |
| 91-120 Days Delinquent      | 5.23%               | 4.97%        | 1,939          | 1,841          | 1.3%         | 1.3%         | \$ 13,460,025           | \$ 13,665,803           | 1.1%         | 1.2%         |
| > 120 Days Delinquent       | 5.10%               | 5.13%        | 6,834          | 6,669          | 4.7%         | 4.6%         | \$ 47,341,322           | \$ 45,705,878           | 4.0%         | 3.9%         |
| <b>Deferment</b>            | <b>5.00%</b>        | <b>4.99%</b> | <b>20,417</b>  | <b>19,572</b>  | <b>13.9%</b> | <b>13.5%</b> | <b>\$ 120,642,025</b>   | <b>\$ 115,636,665</b>   | <b>10.2%</b> | <b>9.9%</b>  |
| <b>Forbearance</b>          | <b>5.00%</b>        | <b>5.03%</b> | <b>5,638</b>   | <b>5,930</b>   | <b>3.9%</b>  | <b>4.1%</b>  | <b>\$ 48,499,846</b>    | <b>\$ 48,848,270</b>    | <b>4.1%</b>  | <b>4.2%</b>  |
| <b>TOTAL REPAYMENT</b>      | <b>4.39%</b>        | <b>4.39%</b> | <b>141,536</b> | <b>140,396</b> | <b>96.7%</b> | <b>96.6%</b> | <b>\$ 1,160,296,478</b> | <b>\$ 1,149,474,660</b> | <b>98.1%</b> | <b>98.0%</b> |
| <b>Claims in Process</b>    | <b>5.24%</b>        | <b>5.09%</b> | <b>1,932</b>   | <b>2,053</b>   | <b>1.3%</b>  | <b>1.4%</b>  | <b>\$ 13,084,990</b>    | <b>\$ 14,062,618</b>    | <b>1.1%</b>  | <b>1.2%</b>  |
| <b>Aged Claims Rejected</b> | <b>0.00%</b>        | <b>5.55%</b> | <b>0</b>       | <b>3</b>       | <b>0.0%</b>  | <b>0.0%</b>  | <b>\$ -</b>             | <b>\$ 13,675</b>        | <b>0.0%</b>  | <b>0.0%</b>  |
| <b>GRAND TOTAL</b>          | <b>4.42%</b>        | <b>4.42%</b> | <b>146,400</b> | <b>145,291</b> | <b>100%</b>  | <b>100%</b>  | <b>\$ 1,182,841,355</b> | <b>\$ 1,172,669,960</b> | <b>100%</b>  | <b>100%</b>  |

| <b>VIII. MHESAC Cumulative Net Reject Rate</b> |                   |
|--|-------------------|
|  | <b>12/31/2013</b> |
| Cumulative Claims submitted (# of loans)       | 44,783            |
| Cumulative Claims rejected (# of loans)        | 87                |
| <b>Cumulative Reject Rate</b>                  | <b>0.19%</b>      |

| <b>VIV. MHESAC Payment History and CPRs</b>   |                      |                    |
|---|----------------------|--------------------|
| Distribution Date   | Actual Pool Balances | Since Issued CPR * |
| 09/30/13  | \$ 1,202,034,020     | 5.72%              |
| 10/31/13  | \$ 1,191,101,398     | 5.72%              |
| 11/30/13  | \$ 1,182,841,355     | 5.58%              |
| 12/31/13  | \$ 1,172,669,960     | 5.56%              |
| * based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data |                      |                    |