



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

Reporting Period February 01, 2015 through February 28, 2015

Distribution Date: March 20, 2015

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics		1/31/2015		Activity		2/28/2015	
A	i	Principal Balance	\$ 1,046,903,078.99	\$ (8,442,353.93)	\$ 1,038,460,725.06		
	ii	Accrued Interest	\$ 14,267,278.19	\$ (411,853.01)	\$ 13,855,425.18		
	iii	Total Student Loan Pool	\$ 1,061,170,357.18		\$ 1,052,316,150.24		
	iv	Pending Portfolio adjustments	\$ 8,665.77		\$ (13,747.47)		
	v	Trust Cash	\$ 23,496,937.06		\$ 20,497,366.01		
	vi	Specified Reserve Account Balance	\$ 10,687,990.00		\$ 10,591,710.00		
	vii	Total Adjusted Pool	\$ 1,095,363,950.01		\$ 1,083,391,478.78		
B	i	Weighted Average Coupon (WAC)	4.380%		4.380%		
	ii	Weighted Average Remaining Term	176.73		176.39		
	iii	Number of Loans	127,936		126,703		
	iv	Number of Borrowers	51,715		51,217		
	v	Outstanding Principal Balance - T-Bill	\$ 14,572,126.12		\$ 14,454,430.54		
	vi	Outstanding Principal Balance - LIBOR	\$ 1,032,330,952.87		\$ 1,024,006,294.52		

Bonds		CUSIP	Original Issue Amount	Rate	Balance 1/31/2015	Pool Factor 1/31/2015	Balance 2/28/2015	Pool Factor 2/28/2015	
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 62,161,000.00	5.82%	\$ 62,161,000.00	5.87%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 67,443,000.00	6.31%	\$ 67,443,000.00	6.37%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.68%	\$ 18,000,000.00	1.70%
	iv	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 596,395,000.00	55.80%	\$ 586,767,000.00	55.40%
	v	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	28.56%	\$ 305,300,000.00	28.82%
	vi	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.82%	\$ 19,500,000.00	1.84%
	vii	Total Bonds Outstanding Senior			\$ 1,031,299,000.00	96.49%	\$ 1,021,671,000.00	96.46%	
	viii	Total Bonds Outstanding Taxable Subordinate			\$ 37,500,000.00	3.51%	\$ 37,500,000.00	3.54%	
	ix	Total Bonds Outstanding 1993 Master Indenture - Taxable			\$ 1,068,799,000.00		\$ 1,059,171,000.00		

Indenture Percentage		1/31/2015	2/28/2015	
D	i	Senior Parity	105.77%	105.83%
	ii	Subordinate Parity	102.05%	102.07%

Monthly Trigger Percentage		1/31/2015	2/28/2015	
E	i	Senior Percentage	103.51%	103.42%
	ii	Subordinate Percentage	99.81%	99.69%

Reserve Account		1/31/2015	2/28/2015	
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 (\$)	\$ 10,687,990.00	\$ 10,591,710.00
	iv	Current Reserve Balance - (\$)		\$ 10,591,710.00
	v	Draws on Reserve - Current Month(\$)		\$ 96,280.00

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		1/31/2015	2/28/2015
A	i Acquisition Account	\$ 838,634.10	\$ 262,951.56
	ii Administration Account	\$ 1,727,000.00	\$ 1,727,000.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 18,666,021.61	\$ 16,298,294.71
	iv Reserve Account	\$ 10,687,990.00	\$ 10,591,710.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 2,265,281.35	\$ 2,209,119.74
	viii Total Trust Accounts	\$ 34,184,927.06	\$ 31,089,076.01

Parity Calculations		1/31/2015	2/28/2015
Value of the Indenture			
B	i Portfolio Balance	\$ 1,046,903,078.99	\$ 1,038,460,725.06
	ii Pending System Adjustments	8,665.77	(13,747.47)
	iii Accrued Borrower Interest	14,267,278.19	13,855,425.18
	iv Accrued Subsidized Interest	1,264,142.41	546,584.14
	v Less: Unguaranteed Amount Uncollectibles	(644,173.82)	(622,435.19)
	vi Trust Cash and Investments	34,184,927.06	31,089,076.01
	vii Payments in Transit	465,038.68	791,922.31
	viii Other Cash and Assets	-	8,090.24
	ix Total Trust Value	\$ 1,096,448,957.28	\$ 1,084,115,640.28
Less:			
	x Accrued Payables	5,179,414.89	2,510,940.18
	xi Net Asset Value - Indenture Percentage	\$ 1,091,269,542.39	\$ 1,081,604,700.10

Bond Interest Outstanding		1/31/2015	2/28/2015
C	i Senior Interest	\$ 408,797.68	\$ 354,131.55
	ii Subordinate Interest	110,533.21	106,419.82
	iii Total Bond Interest	\$ 519,330.89	\$ 460,551.37

Bonds Outstanding		1/31/2015	2/28/2015
D	i Senior Bonds	\$ 1,031,299,000.00	\$ 1,021,671,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,068,799,000.00	\$ 1,059,171,000.00

Distribution Amounts - Following Monthly Payment Date		1/31/2015	2/28/2015
E	i Senior Distribution Amount	\$ 19,891,000.00	\$ 17,528,000.00

Indenture Percentage		1/31/2015	2/28/2015
F	i Senior Parity $Bxi / (Ci + Di)$	105.77%	105.83%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	102.05%	102.07%

Monthly Trigger Percentage		1/31/2015	2/28/2015
G	i Senior Percentage $Bi / (Di - Ei)$	103.51%	103.42%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	99.81%	99.69%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	103.51%	99.81%	103.42%	99.69%
	ii 2nd Month Prior	103.38%	99.72%	103.51%	99.81%
	iii 3rd Month Prior	103.16%	99.55%	103.38%	99.72%
	iv 4th Month Prior	103.01%	99.43%	103.16%	99.55%
	v 5th Month Prior	103.12%	99.57%	103.01%	99.43%
	vii 6th Month Prior	102.94%	99.43%	103.12%	99.57%
	viii Six Month Average Trigger Percentage	103.19%	99.58%	103.27%	99.63%

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	3/20/2015	3M LIBOR	0.12%	0.24710%	0.27030%	0.36710%	0.39030%
2006-A	612130HP2	3/20/2015	3M LIBOR	0.10%	0.24710%	0.27030%	0.34710%	0.37030%
2006-C	612130HR8	3/20/2015	1M LIBOR	1.20%	0.17350%	0.17600%	1.37350%	1.37600%
2012-A2	61205PAK5	3/20/2015	1M LIBOR	1.00%	0.17350%	0.17600%	1.17350%	1.17600%
2012-A3	61205PAL3	3/20/2015	1M LIBOR	1.05%	0.17350%	0.17600%	1.22350%	1.22600%
2012-B	61205PAM1	3/20/2015	1M LIBOR	1.20%	0.17350%	0.17600%	1.37350%	1.37600%

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	\$ 55,780.52	\$ 55,780.52	\$ -	\$ -	\$ -	\$ -	5.70%
2006-A	612130HP2	\$ 57,223.14	\$ 57,223.14	\$ -	\$ -	\$ -	\$ -	5.84%
2006-C	612130HR8	\$ 19,229.04	\$ 19,229.04	\$ -	\$ 44,948.74	\$ -	\$ 44,948.74	1.96%
2012-A2	61205PAK5	\$ 535,553.98	\$ 535,553.98	\$ -	\$ -	\$ -	\$ -	54.70%
2012-A3	61205PAL3	\$ 290,526.53	\$ 290,526.53	\$ -	\$ -	\$ -	\$ -	29.67%
2012-B	61205PAM1	\$ 20,831.46	\$ 20,831.46	\$ -	\$ 48,694.45	\$ -	\$ 48,694.45	2.13%
TOTAL		\$ 979,144.67	\$ 979,144.67	\$ -	\$ 93,643.19	\$ -	\$ 93,643.19	

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	\$ 3,335,000.00	\$ 3,335,000.00	\$ -	\$ -	\$ -	\$ -	19.03%
2006-A	612130HP2	\$ 6,928,000.00	\$ 6,928,000.00	\$ -	\$ -	\$ -	\$ -	39.53%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ 7,264,773.86	\$ 7,264,773.86	\$ (0.00)	\$ 354,179,307.65	\$ 226.14	\$ 354,179,081.51	41.45%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$17,527,773.86	\$ 17,527,773.86	\$ (0.00)	\$ 354,179,307.65	\$ 226.14	\$ 354,179,081.51	

TOTAL PRINCIPAL DISTRIBUTION	\$ 17,528,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 2/1/2015 through: 2/28/2015

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	9,261,769.76
ii	Principal Collections from Guarantor	\$	1,203,523.32
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(11,624.69)
v	Repurchases of Rehabilitated Loans	\$	(822,335.28)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	<u>9,631,333.11</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	1,013.10
ii	Capitalized Interest	\$	(1,189,992.28)
iii	Total Non-Cash Principal Activity	\$	<u>(1,188,979.18)</u>
C	Total Student Loan Principal Activity	\$	<u>8,442,353.93</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,386,234.48
ii	Interest Claims Received from Guarantors	\$	28,694.73
iii	Other System Adjustments	\$	-
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>2,414,929.21</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	138,259.54
ii	Capitalized Interest	\$	1,189,992.28
iii	Interest Accrued During Period	\$	(3,331,328.02)
iv	Total Non-Cash Interest Adjustments	\$	<u>(2,003,076.20)</u>
F	Total Student Loan Interest Activity	\$	<u>411,853.01</u>

Trust Activity from: 2/1/2015 through: 2/28/2015

G	Trust Balances less Reserve - Beginning of Period	\$	23,496,937.06
H	Released Funds in Excess of Reserve Requirement	\$	96,280.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	10,167,176.27
ii	Student Loan Interest Received	\$	2,398,227.19
iii	Subsidized Interest Received	\$	961,698.92
iv	Investment Income on Trust Accounts	\$	471.42
J	Funds Remitted During Period		
i	Bond Principal	\$	9,628,000.00
ii	Bond Interest	\$	964,224.96
iii	Consolidation Loan Rebate Fees	\$	726,472.66
iv	Management and Servicing Fees	\$	525,591.77
v	Administrative Fees (trustee, listing, etc.)	\$	37,960.71
vi	Special Allowance Rebate	\$	3,910,749.23
vii	Repurchases of Rehabilitated Loans	\$	830,425.52
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds		
ii	Funds Allocated for Accrued Principal 2006-A Bonds		
iii	Funds Allocated for Accrued Interest 2005-B Bonds		
iv	Funds Allocated for Accrued Interest 2006-A Bonds		
v	Acquisition Funds for Rehabilitated Loans	\$	262,951.56
vi	Administration Funds	\$	1,727,000.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>18,507,414.45</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****3/20/2015**

A	Total Available Funds for Distribution(IV-L)	\$	18,507,414.45
B	Interest Distributions		
i	2005-B Bonds	\$	55,780.52
ii	2006-A Bonds	\$	57,223.14
iii	2006-C Bonds	\$	19,229.04
iv	2012-A2 Bonds	\$	535,553.98
v	2012-A3 Bonds	\$	290,526.53
vi	2012-B Bonds	\$	20,831.46
vii	Total Bondholder's Interest Distributions	\$	979,144.67
C	Principal Distributions		
i	2005-B Bonds	\$	3,335,000.00
ii	2006-A Bonds	\$	6,928,000.00
iii	2006-C Bonds	\$	-
iv	2012-A2 Bonds	\$	7,265,000.00
v	2012-A3 Bonds	\$	-
vi	2012-B Bonds	\$	-
vii	Total Bondholder's Principal Distribution	\$	17,528,000.00
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)	\$	269.78

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	11/01/14-11/30/14	12/01/14-12/31/14	01/01/15-01/31/15	02/01/15-02/28/15
Beginning Student Loan Pool Balance	\$ 1,088,777,804.84	\$ 1,081,682,677.49	\$ 1,069,772,312.08	\$ 1,061,170,357.18
Student Loan Principal Activity				
i Regular Principal Collections	\$ 7,673,655.28	\$ 12,049,643.52	\$ 8,944,357.20	\$ 9,261,769.76
ii Principal Collections from Guarantor	\$ 1,104,157.36	\$ 1,646,150.40	\$ 1,058,672.77	\$ 1,203,523.32
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,230.55)	\$ (36,514.74)	\$ (18,446.18)	\$ (11,624.69)
v Repurchase of Rehabilitated Loans	\$ (524,267.58)	\$ (811,245.08)	\$ (402,733.45)	\$ (822,335.28)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 8,249,314.51	\$ 12,848,034.10	\$ 9,581,850.34	\$ 9,631,333.11
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 3,695.26	\$ 3,291.67	\$ 125,038.81	\$ 1,013.10
ii Capitalized Interest	\$ (1,052,005.91)	\$ (1,185,959.20)	\$ (1,077,549.71)	\$ (1,189,992.28)
iii Total Non-Cash Principal Activity	\$ (1,048,310.65)	\$ (1,182,667.53)	\$ (952,510.90)	\$ (1,188,979.18)
(-) Total Student Loan Principal Activity	\$ 7,201,003.86	\$ 11,665,366.57	\$ 8,629,339.44	\$ 8,442,353.93
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,342,927.50	\$ 2,610,247.57	\$ 2,476,455.91	\$ 2,386,234.48
ii Interest Claims Received from Guarantors	\$ 35,340.03	\$ 36,377.42	\$ 23,091.57	\$ 28,694.73
iii Other System Adjustments	\$ (13.27)	\$ (23.11)	\$ (20.35)	\$ -
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 2,378,254.26	\$ 2,646,601.88	\$ 2,499,527.13	\$ 2,414,929.21
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 122,823.53	\$ 165,189.20	\$ 115,624.32	\$ 138,259.54
ii Capitalized Interest	\$ 1,052,005.91	\$ 1,184,969.45	\$ 1,077,549.71	\$ 1,189,992.28
iii Interest Accrued During Period	\$ (3,658,960.21)	\$ (3,751,761.69)	\$ (3,720,085.70)	\$ (3,331,328.02)
iv Total Non-Cash Interest Adjustments	\$ (2,484,130.77)	\$ (2,401,603.04)	\$ (2,526,911.67)	\$ (2,003,076.20)
(-) Total Student Loan Interest Activity	\$ (105,876.51)	\$ 244,998.84	\$ (27,384.54)	\$ 411,853.01
(=) TOTAL STUDENT LOAN POOL	\$ 1,081,682,677.49	\$ 1,069,772,312.08	\$ 1,061,170,357.18	\$ 1,052,316,150.24
(+) Pending Portfolio Adjustments	\$ (673.19)	\$ (68,382.47)	\$ 8,665.77	\$ (13,747.47)
(+) Trust Cash Available	\$ 22,549,683.07	\$ 16,583,102.01	\$ 23,496,937.06	\$ 20,497,366.01
(+) Reserve Account Balance	\$ 10,908,920.00	\$ 10,720,210.00	\$ 10,687,990.00	\$ 10,591,710.00
(=) TOTAL ADJUSTED POOL	\$ 1,115,140,607.37	\$ 1,097,007,241.62	\$ 1,095,363,950.01	\$ 1,083,391,478.78

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	1/31/2015	2/28/2015	1/31/2015	2/28/2015	1/31/2015	2/28/2015	1/31/2015	2/28/2015	1/31/2015	2/28/2015
INTERIM:										
In School	6.14%	6.13%	957	928	0.7%	0.7%	\$ 3,078,206	\$ 2,989,181	0.3%	0.3%
Grace	5.52%	5.64%	306	268	0.2%	0.2%	\$ 1,073,771	\$ 889,662	0.1%	0.1%
TOTAL INTERIM	5.98%	6.02%	1,263	1,196	1.0%	0.9%	\$ 4,151,977	\$ 3,878,843	0.4%	0.4%
REPAYMENT										
Active	4.30%	4.29%	104,582	104,725	81.7%	82.7%	\$ 893,471,434	\$ 891,509,848	85.3%	85.8%
Current	4.19%	4.18%	91,357	91,837	71.4%	72.5%	\$ 799,242,475	\$ 797,354,371	76.3%	76.8%
31-60 Days Delinquent	5.05%	5.07%	3,685	3,778	2.9%	3.0%	\$ 27,205,916	\$ 29,790,858	2.6%	2.9%
61-90 Days Delinquent	4.93%	5.11%	2,286	2,292	1.8%	1.8%	\$ 15,756,093	\$ 16,162,964	1.5%	1.6%
91-120 Days Delinquent	5.07%	5.04%	2,038	1,623	1.6%	1.3%	\$ 14,502,622	\$ 11,101,400	1.4%	1.1%
> 120 Days Delinquent	5.11%	5.10%	5,216	5,195	4.1%	4.1%	\$ 36,764,328	\$ 37,100,255	3.5%	3.6%
Deferment	4.96%	4.97%	14,756	14,211	11.5%	11.2%	\$ 87,233,579	\$ 85,350,873	8.3%	8.2%
Forbearance	4.96%	5.01%	5,746	5,329	4.5%	4.2%	\$ 51,747,383	\$ 49,720,331	4.9%	4.8%
TOTAL REPAYMENT	4.37%	4.37%	125,084	124,265	97.8%	98.1%	\$ 1,032,452,396	\$ 1,026,581,052	98.6%	98.9%
Claims in Process	5.08%	4.96%	1,584	1,242	1.2%	1.0%	\$ 10,271,757	\$ 8,000,830	1.0%	0.8%
Aged Claims Rejected	6.80%	0.00%	5	0	0.0%	0.0%	\$ 26,949	\$ -	0.0%	0.0%
GRAND TOTAL	4.38%	4.38%	127,936	126,703	100%	100%	\$ 1,046,903,079	\$ 1,038,460,725	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	2/28/2015
Cumulative Claims submitted (# of loans)	47,245
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 *
11/30/14	\$ 1,067,197,785	5.28%
12/31/14	\$ 1,055,532,418	5.33%
01/31/15	\$ 1,046,903,079	5.29%
02/28/15	\$ 1,038,460,725	5.26%

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