



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 September 01, 2013 through September 30, 2013
Distribution Date: October 21, 2013

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			8/31/2013	Activity	9/30/2013
A	i	Principal Balance	\$ 1,210,890,884.49	\$ (8,856,864.21)	\$ 1,202,034,020.28
	ii	Accrued Interest	\$ 14,147,442.69	\$ (265,779.34)	\$ 13,881,663.35
	iii	Total Student Loan Pool	\$ 1,225,038,327.18		\$ 1,215,915,683.63
	iv	Pending Portfolio adjustments	\$ (67,325.90)		\$ (3,104.50)
	v	Trust Cash	\$ 21,114,668.17		\$ 13,252,416.23
	vi	Specified Reserve Account Balance	\$ 12,396,490.00		\$ 12,222,290.00
	vii	Total Adjusted Pool	\$ 1,258,482,159.45		\$ 1,241,387,285.36
B	i	Weighted Average Coupon (WAC)	4.420%		4.420%
	ii	Weighted Average Remaining Term	183.90		183.47
	iii	Number of Loans	149,560		148,807
	iv	Number of Borrowers	60,203		59,877
	v	Outstanding Principal Balance - T-Bill	\$ 17,140,637.46		\$ 16,951,017.90
	vi	Outstanding Principal Balance - LIBOR	\$ 1,193,750,247.03		\$ 1,185,083,002.38

Bonds	CUSIP	Original Issue Amount	Rate	Balance 8/31/2013	Pool Factor 8/31/2013	Balance 9/30/2013	Pool Factor 9/30/2013		
C	i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 83,320,000.00	6.72%	\$ 79,654,000.00	6.52%
	ii	2006-A Bonds Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 109,104,000.00	8.80%	\$ 102,258,000.00	8.37%
	iii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	1.45%	\$ 18,000,000.00	1.47%
	iv	2012-A1 Bonds Senior	61205PAJ8	\$ 191,000,000.00	1M LIBOR + 0.60%	\$ 55,425,000.00	4.47%	\$ 48,517,000.00	3.97%
	v	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 649,000,000.00	52.35%	\$ 649,000,000.00	53.10%
	vi	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	24.63%	\$ 305,300,000.00	24.98%
	vii	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	1.57%	\$ 19,500,000.00	1.60%
	viii	Total Bonds Outstanding Senior		\$ 1,202,149,000.00		\$ 1,184,729,000.00	96.97%	\$ 1,184,729,000.00	96.93%
	ix	Total Bonds Outstanding Taxable Subordinate		\$ 37,500,000.00		\$ 37,500,000.00	3.03%	\$ 37,500,000.00	3.07%
	x	Total Bonds Outstanding 1993 Master Indenture - Taxable		\$ 1,239,649,000.00		\$ 1,222,229,000.00		\$ 1,222,229,000.00	

Indenture Percentage		8/31/2013	9/30/2013	
D	i	Senior Parity	104.50%	104.59%
	ii	Subordinate Parity	101.33%	101.37%

Monthly Trigger Percentage		8/31/2013	9/30/2013	
E	i	Senior Percentage	102.21%	102.36%
	ii	Subordinate Percentage	99.07%	99.19%

Reserve Account		8/31/2013	9/30/2013	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 12,396,490.00	\$ 12,222,290.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance - (\$)		\$ 12,222,290.00
	vi	Draws on Reserve - Current Month(\$)		\$ 174,200.00

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		8/31/2013	9/30/2013
A	i Acquisition Account	\$ 698,022.85	\$ 33,002.55
	ii Administration Account	\$ 1,739,900.00	\$ 1,739,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 16,525,081.05	\$ 11,479,513.68
	iv Reserve Account	\$ 12,396,490.00	\$ 12,222,290.00
	v Surplus Subaccount	\$ 2,151,664.27	\$ -
	vii Total Trust Accounts	\$ 33,511,158.17	\$ 25,474,706.23

Parity Calculations		8/31/2013	9/30/2013
B	Value of the Indenture		
	i Portfolio Balance	\$ 1,210,890,884.49	\$ 1,202,034,020.28
	ii Pending System Adjustments	(67,325.90)	(3,104.50)
	iii Accrued Borrower Interest	14,147,442.69	13,881,663.35
	iv Accrued Subsidized Interest	915,422.25	1,344,961.15
	v Less: Unguaranteed Amount Uncollectibles	(740,964.92)	(743,152.27)
	vi Trust Cash and Investments	33,511,158.17	25,474,706.23
	vii Payments in Transit	1,115,798.27	2,033,238.04
	viii Other Cash and Assets	-	-
	ix Total Trust Value	\$ 1,259,772,415.05	\$ 1,244,022,332.28
	Less:		
	x Accrued Payables	3,013,876.00	4,546,852.22
	xi Net Asset Value - Indenture Percentage	\$ 1,256,758,539.05	\$ 1,239,475,480.06

Bond Interest Outstanding		8/31/2013	9/30/2013
C	i Senior Interest	\$ 544,851.80	\$ 380,383.12
	ii Subordinate Interest	108,923.08	107,580.84
	iii Total Bond Interest	\$ 653,774.88	\$ 487,963.96

Bonds Outstanding		8/31/2013	9/30/2013
D	i Senior Bonds	\$ 1,202,149,000.00	\$ 1,184,729,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 1,239,649,000.00	\$ 1,222,229,000.00

Distribution Amounts - Following Monthly Payment Date		8/31/2013	9/30/2013
E	i Senior Distribution Amount	\$ 17,420,000.00	\$ 10,363,017.50

Indenture Percentage		8/31/2013	9/30/2013
F	i Senior Parity $B_{xi} / (C_i + D_i)$	104.50%	104.59%
	ii Subordinate Parity $B_{xi} / (C_{iii} + D_{iii})$	101.33%	101.37%

Monthly Trigger Percentage		8/31/2013	9/30/2013
G	i Senior Percentage $B_i / (D_i - E_i)$	102.21%	102.36%
	ii Subordinate Percentage $B_i / (D_{iii} - E_i)$	99.07%	99.19%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	102.21%	99.07%	102.36%	99.19%
	ii 2nd Month Prior	102.38%	99.26%	102.21%	99.07%
	iii 3rd Month Prior	102.19%	99.10%	102.38%	99.26%
	iv 4th Month Prior	101.91%	98.85%	102.19%	99.10%
	v 5th Month Prior	102.06%	99.02%	101.91%	98.85%
	vii 6th Month Prior	101.98%	98.97%	102.06%	99.02%
	viii Six Month Average Trigger Percentage	102.12%	99.05%	102.18%	99.08%

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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	12/20/2013	3M LIBOR	0.12%	0.25245%	0.25245%	0.37245%	0.37245%
2006-A	612130HP2	12/20/2013	3M LIBOR	0.10%	0.25245%	0.25245%	0.35245%	0.35245%
2006-C	612130HR8	10/21/2013	1M LIBOR	1.20%	0.18000%	0.17250%	1.38000%	1.37250%
2012-A1	61205PAJ8	10/21/2013	1M LIBOR	0.60%	0.18000%	0.17250%	0.78000%	0.77250%
2012-A2	61205PAK5	10/21/2013	1M LIBOR	1.00%	0.18000%	0.17250%	1.18000%	1.17250%
2012-A3	61205PAL3	10/21/2013	1M LIBOR	1.05%	0.18000%	0.17250%	1.23000%	1.22250%
2012-B	61205PAM1	10/21/2013	1M LIBOR	1.20%	0.18000%	0.17250%	1.38000%	1.37250%

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	\$ 21,389.94	\$ 21,389.94	\$ -	\$ 44,083.46	\$ -	\$ 44,083.46	2.02%
2012-A1	61205PAJ8	\$ 32,587.41	\$ 32,587.41	\$ -	\$ -	\$ -	\$ -	3.07%
2012-A2	61205PAK5	\$ 659,455.39	\$ 659,455.39	\$ -	\$ -	\$ -	\$ -	62.21%
2012-A3	61205PAL3	\$ 323,364.60	\$ 323,364.60	\$ -	\$ -	\$ -	\$ -	30.51%
2012-B	61205PAM1	\$ 23,172.44	\$ 23,172.44	\$ -	\$ 47,757.08	\$ -	\$ 47,757.08	2.19%
TOTAL		\$ 1,059,969.78	\$ 1,059,969.78	\$ -	\$ 91,840.54	\$ -	\$ 91,840.54	

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	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A1	61205PAJ8	\$ -	\$ -	\$ -	\$ 48,517,000.00	\$ -	\$ 48,517,000.00	0.00%
2012-A2	61205PAK5	\$ 23,347,332.97	\$ -	\$ 23,347,332.97	\$ 134,665,411.32	\$ -	\$ 158,012,744.29	100.00%
2012-A3	61205PAL3	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 23,347,332.97	\$ -	\$ 23,347,332.97	\$ 183,182,411.32	\$ -	\$ 206,529,744.29	

TOTAL PRINCIPAL DISTRIBUTION	\$ -
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IV. MHESAC System Activity from: 9/1/2013 through: 9/30/2013

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	8,891,631.96
ii	Principal Collections from Guarantor	\$	1,845,882.04
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(11,076.53)
v	Repurchases of Rehabilitated Loans	\$	(665,020.31)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	10,061,417.16
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	18,922.76
ii	Capitalized Interest	\$	(1,223,475.71)
iii	Total Non-Cash Principal Activity	\$	(1,204,552.95)
C	Total Student Loan Principal Activity	\$	8,856,864.21
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	2,937,885.27
ii	Interest Claims Received from Guarantors	\$	47,081.14
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	(263.50)
vii	Accrued Borrower Interest on Purchased Loans	\$	-
viii	Total Interest Collections	\$	2,984,702.91
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	152,155.64
ii	Capitalized Interest	\$	1,223,475.71
iii	Interest Accrued During Period	\$	(4,094,554.92)
iv	Total Non-Cash Interest Adjustments	\$	(2,718,923.57)
F	Total Student Loan Interest Activity	\$	265,779.34

Trust Activity from: 9/1/2013 through: 9/30/2013

G	Trust Balances less Reserve - Beginning of Period	\$	21,114,668.17
H	Released Funds in Excess of Reserve Requirement	\$	174,200.00
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	9,898,994.54
ii	Student Loan Interest Received	\$	2,831,662.02
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	326.38
J	Funds Remitted During Period		
i	Bond Principal	\$	17,420,000.00
ii	Bond Interest	\$	1,255,583.96
iii	Consolidation Loan Rebate Fees	\$	819,138.64
iv	Management and Servicing Fees	\$	607,691.98
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	665,020.31
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	3,623,000.00
ii	Funds Allocated for Accrued Principal 2006-A Bonds	\$	6,740,017.50
iii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	24,997.31
iv	Funds Allocated for Accrued Interest 2006-A Bonds	\$	30,367.74
v	Acquisition Funds for Rehabilitated Loans	\$	33,002.55
vi	Administration Funds	\$	1,739,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	1,061,131.12

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****10/21/2013**

A	Total Available Funds for Distribution(IV-L)	\$	1,061,131.12
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	21,389.94
iv	2012-A1 Bonds	\$	32,587.41
v	2012-A2 Bonds	\$	659,455.39
vi	2012-A3 Bonds	\$	323,364.60
vii	2012-B Bonds	\$	23,172.44
viii	Total Bondholder's Interest Distributions	\$	1,059,969.78
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-A Bonds	\$	-
iii	2006-C Bonds	\$	-
iv	2012-A1 Bonds	\$	-
v	2012-A2 Bonds	\$	-
vi	2012-A3 Bonds	\$	-
vii	2012-B Bonds	\$	-
viii	Total Bondholder's Principal Distribution	\$	-
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)	\$	1,161.34

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VI. Historical Pool Information

	06/01/13-06/30/13	07/01/13-07/31/13	08/01/13-08/31/13	09/01/13-09/30/13
Beginning Student Loan Pool Balance	\$ 1,251,592,026.01	\$ 1,242,768,446.96	\$ 1,234,004,800.79	\$ 1,225,038,327.18
Student Loan Principal Activity				
i Regular Principal Collections	\$ 8,240,902.80	\$ 9,000,781.15	\$ 9,267,512.14	\$ 8,891,631.96
ii Principal Collections from Guarantor	\$ 2,056,430.20	\$ 1,555,735.50	\$ 1,358,222.68	\$ 1,845,882.04
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (44,895.17)	\$ (44,704.37)	\$ (46,265.49)	\$ (11,076.53)
v Repurchase of Rehabilitated Loans	\$ (303,251.99)	\$ (599,677.52)	\$ (393,544.44)	\$ (665,020.31)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 9,949,185.84	\$ 9,912,134.76	\$ 10,185,924.89	\$ 10,061,417.16
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 8,625.35	\$ 7,166.22	\$ 1,732.71	\$ 18,922.76
ii Capitalized Interest	\$ (2,199,067.69)	\$ (1,205,823.41)	\$ (1,073,808.59)	\$ (1,223,475.71)
iii Total Non-Cash Principal Activity	\$ (2,190,442.34)	\$ (1,198,657.19)	\$ (1,072,075.88)	\$ (1,204,552.95)
(-) Total Student Loan Principal Activity	\$ 7,758,743.50	\$ 8,713,477.57	\$ 9,113,849.01	\$ 8,856,864.21
Student Loan Interest Activity				
i Regular Interest Collections	\$ 2,810,090.69	\$ 2,930,281.04	\$ 2,831,005.96	\$ 2,937,885.27
ii Interest Claims Received from Guarantors	\$ 45,066.57	\$ 36,343.37	\$ 29,870.85	\$ 47,081.14
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ (0.21)	\$ (37.96)	\$ (27.38)	\$ (263.50)
vii Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
viii Total Interest Repayments	\$ 2,855,157.05	\$ 2,966,586.45	\$ 2,860,849.43	\$ 2,984,702.91
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 191,267.56	\$ 173,647.90	\$ 179,739.16	\$ 152,155.64
ii Capitalized Interest	\$ 2,199,067.69	\$ 1,205,823.41	\$ 1,073,808.59	\$ 1,223,475.71
iii Interest Accrued During Period	\$ (4,180,656.75)	\$ (4,295,889.16)	\$ (4,261,772.58)	\$ (4,094,554.92)
iv Total Non-Cash Interest Adjustments	\$ (1,790,321.50)	\$ (2,916,417.85)	\$ (3,008,224.83)	\$ (2,718,923.57)
(-) Total Student Loan Interest Activity	\$ 1,064,835.55	\$ 50,168.60	\$ (147,375.40)	\$ 265,779.34
(=) TOTAL STUDENT LOAN POOL	\$ 1,242,768,446.96	\$ 1,234,004,800.79	\$ 1,225,038,327.18	\$ 1,215,915,683.63
(+) Pending Portfolio Adjustments	\$ (88,192.08)	\$ (60,387.12)	\$ (67,325.90)	\$ (3,104.50)
(+) Trust Cash Available	\$ 14,788,466.59	\$ 24,496,353.93	\$ 21,114,668.17	\$ 13,252,416.23
(+) Reserve Account Balance	\$ 12,508,600.00	\$ 12,503,470.00	\$ 12,396,490.00	\$ 12,222,290.00
(=) TOTAL ADJUSTED POOL	\$ 1,269,977,321.47	\$ 1,270,944,237.60	\$ 1,258,482,159.45	\$ 1,241,387,285.36

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2013	9/30/2013	8/31/2013	9/30/2013	8/31/2013	9/30/2013	8/31/2013	9/30/2013	8/31/2013	9/30/2013
INTERIM:										
In School	6.23%	6.17%	2,630	2,660	1.8%	1.8%	\$ 8,463,504	\$ 8,568,905	0.7%	0.7%
Grace	6.25%	6.35%	1,867	1,796	1.2%	1.2%	\$ 6,153,588	\$ 5,930,622	0.5%	0.5%
TOTAL INTERIM	6.24%	6.24%	4,497	4,456	3.0%	3.0%	\$ 14,617,092	\$ 14,499,527	1.2%	1.2%
REPAYMENT										
Active	4.31%	4.30%	116,245	115,494	77.7%	77.6%	\$ 1,007,387,994	\$ 1,001,461,608	83.2%	83.3%
Current	4.18%	4.18%	100,102	100,193	66.9%	67.3%	\$ 893,023,926	\$ 892,198,522	73.7%	74.2%
31-60 Days Delinquent	5.10%	5.03%	4,216	4,152	2.8%	2.8%	\$ 30,267,542	\$ 30,899,652	2.5%	2.6%
61-90 Days Delinquent	5.14%	5.25%	3,291	2,605	2.2%	1.8%	\$ 23,603,327	\$ 17,414,285	1.9%	1.4%
91-120 Days Delinquent	5.09%	5.20%	2,079	2,232	1.4%	1.5%	\$ 15,560,847	\$ 16,325,356	1.3%	1.4%
> 120 Days Delinquent	5.08%	5.04%	6,557	6,312	4.4%	4.2%	\$ 44,932,352	\$ 44,623,793	3.7%	3.7%
Deferment	5.00%	5.01%	21,035	21,270	14.1%	14.3%	\$ 126,161,290	\$ 124,641,531	10.4%	10.4%
Forbearance	4.99%	4.97%	5,548	5,196	3.7%	3.5%	\$ 47,693,481	\$ 45,880,568	3.9%	3.8%
TOTAL REPAYMENT	4.39%	4.39%	142,828	141,960	95.5%	95.4%	\$ 1,181,242,765	\$ 1,171,983,707	97.6%	97.5%
Claims in Process	5.20%	5.34%	2,235	2,391	1.5%	1.6%	\$ 15,031,027	\$ 15,550,786	1.2%	1.3%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.43%	4.42%	149,560	148,807	100%	100%	\$ 1,210,890,884	\$ 1,202,034,020	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	9/30/2013
Cumulative Claims submitted (# of loans)	44,422
Cumulative Claims rejected (# of loans)	85
Cumulative Reject Rate	0.19%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
06/30/13	\$ 1,228,718,211	6.09%
07/31/13	\$ 1,220,004,734	5.93%
08/31/13	\$ 1,210,890,884	5.82%
09/30/13	\$ 1,202,034,020	5.72%

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