



**Montana Higher Education Student Assistance Corporation**  
**Quarterly Student Loan Report**

**1993 Master Indenture - Trust Securing the Following Tax-Exempt and Taxable Notes:**

- Senior Series 1995-A, B and C
- Senior Series 1998-A and Subordinate Series 1998-B
- Senior Series 1999-A and Subordinate Series 1999-B
- Senior Series 2000-A and B (AMT) and Senior Series 2000-C (Taxable)
- Senior Series 2001-A and B (AMT) and Senior Series 2001-C (Taxable)
- Senior Series 2002-A, B, and C (AMT), Senior Series 2002-D (Taxable) and Subordinate Series 2002-E (AMT)
- Senior Series 2003-A and B (AMT), Senior Series 2003-C (Taxable) and Subordinate Series 2003-D (AMT)
- Senior Series 2004-A and B (AMT) and Subordinate Series 2004-C (AMT)
- Senior Series 2005-B (Taxable)
- Senior Series 2006-A and B (Taxable) and Subordinate Series 2006-C (Taxable)
- Senior Series 2006-D, E, and F (AMT) and Subordinate Series 2006-G (AMT)

**Reporting Period September 01, 2011 through November 30, 2011**

MHESAC 1993 Master Indenture - Tax-Exempt and Taxable

I. Deal Parameters

Student Portfolio Characteristics		8/31/2011	Activity	11/30/2011
A	i Portfolio Balance	\$ 1,338,398,139.47	\$ (24,836,173.08)	\$ 1,313,561,966.39
	ii Interest to be Capitalized	\$ 18,185,146.99	\$ (1,994,497.38)	\$ 16,190,649.61
	iii Total Pool	\$ 1,356,583,286.46		\$ 1,329,752,616.00
	iv Pending Portfolio adjustments	\$ (200.00)		\$ (164.00)
	v Trust Cash	\$ 117,572,262.74		\$ 79,766,945.52
	vi Specified Reserve Account Balance	\$ 16,008,910.00		\$ 14,712,671.40
	vii Total Adjusted Pool	\$ 1,490,164,259.20		\$ 1,424,232,068.92
B	i Weighted Average Coupon (WAC)	4.520%		4.520%
	ii Weighted Average Remaining Term	184.99		183.35
	iii Number of Loans	193,072		189,262
	iv Number of Borrowers	74,027		72,551
	v Outstanding Principal Balance - T-Bill	\$ 25,026,814.54		\$ 24,145,858.78
	vi Outstanding Principal Balance - Commercial Paper	\$ 1,313,371,324.93		\$ 1,289,416,107.61

Notes	CUSIP	Original Issue Amount	Rate	Balance 8/31/2011	Pool Factor 8/31/2011	Balance 11/30/2011	Pool Factor 11/30/2011	
C	i 1995-A Notes Tax-Exempt Senior	612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	2.35%	\$ 34,600,000.00	2.47%
	ii 1995-B Notes Tax-Exempt Senior	612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.34%	\$ 24,500,000.00	1.75%
	iii 1995-C Notes Tax-Exempt Senior	612130EP5	\$ 56,600,000.00	ARS	\$ 16,900,000.00	1.15%	\$ 16,900,000.00	1.21%
	iv 1998-A Notes Tax-Exempt Senior	612130FW9	\$ 79,800,000.00	ARS	\$ 69,200,000.00	4.70%	\$ 69,200,000.00	4.95%
	v 1998-B Notes Tax-Exempt Subordinate	612130FT6	\$ 700,000.00	4.95%	\$ 670,000.00	0.05%	\$ 670,000.00	0.05%
	vi 1998-B Notes Tax-Exempt Subordinate	612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.04%	\$ 580,000.00	0.04%
	vii 1998-B Notes Tax-Exempt Subordinate	612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.49%	\$ 22,010,000.00	1.57%
	viii 1999-A Notes Tax-Exempt Senior	612130FX7	\$ 81,500,000.00	ARS	\$ 73,400,000.00	4.98%	\$ 56,400,000.00	4.03%
	ix 1999-B Notes Tax-Exempt Subordinate	612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.02%	\$ 295,000.00	0.02%
	x 1999-B Notes Tax-Exempt Subordinate	612130GG3	\$ 465,000.00	5.65%	\$ 465,000.00	0.03%	\$ 465,000.00	0.03%
	xi 1999-B Notes Tax-Exempt Subordinate	612130GH1	\$ 480,000.00	5.75%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	xii 1999-B Notes Tax-Exempt Subordinate	612130GJ7	\$ 505,000.00	5.85%	\$ 505,000.00	0.03%	\$ 505,000.00	0.04%
	xiii 1999-B Notes Tax-Exempt Subordinate	612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.10%	\$ 16,200,000.00	1.16%
	xiv 2000-A Notes Tax-Exempt Senior	612130GT5	\$ 50,000,000.00	ARS	\$ 37,500,000.00	2.55%	\$ 34,500,000.00	2.47%
	xv 2000-B Notes Tax-Exempt Senior	612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.39%	\$ 24,500,000.00	1.75%
	xvi 2000-C Notes Taxable Senior	612130GV0	\$ 11,200,000.00	ARS	\$ 9,050,000.00	0.61%	\$ 9,050,000.00	0.65%
	xvii 2001-A Notes Tax-Exempt Senior	612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	5.72%	\$ 84,200,000.00	6.02%
	xviii 2001-B Notes Tax-Exempt Senior	612130GX6	\$ 25,000,000.00	ARS	\$ 11,500,000.00	0.78%	\$ 11,500,000.00	0.82%
	xix 2001-C Notes Taxable Senior	612130GY4	\$ 29,500,000.00	ARS	\$ 20,800,000.00	1.41%	\$ 20,800,000.00	1.49%
	xx 2002-A Notes Tax-Exempt Senior	612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	3.65%	\$ 53,800,000.00	3.85%
	xxi 2002-B Notes Tax-Exempt Senior	612130HA5	\$ 29,000,000.00	ARS	\$ 27,700,000.00	1.88%	\$ 27,700,000.00	1.98%
	xxii 2002-D Notes Taxable Senior	612130HC1	\$ 10,300,000.00	ARS	\$ 8,000,000.00	0.54%	\$ 8,000,000.00	0.57%
	xxiii 2002-E Notes Tax-Exempt Subordinate	612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.02%	\$ 15,000,000.00	1.07%
	xxiv 2003-A Notes Tax-Exempt Senior	612130HE7	\$ 80,200,000.00	ARS	\$ 75,200,000.00	5.11%	\$ 74,100,000.00	5.30%
	xxv 2003-B Notes Tax-Exempt Senior	612130HF4	\$ 80,100,000.00	ARS	\$ 79,800,000.00	5.42%	\$ 79,800,000.00	5.71%
	xxvi 2003-C Notes Taxable Senior	612130HG2	\$ 13,300,000.00	ARS	\$ 10,100,000.00	0.69%	\$ 10,100,000.00	0.72%
	xxvii 2003-D Notes Tax-Exempt Subordinate	612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.68%	\$ 10,000,000.00	0.72%
	xxviii 2004-A Notes Tax-Exempt Senior	612130HJ6	\$ 83,000,000.00	ARS	\$ 55,900,000.00	3.80%	\$ 45,900,000.00	3.28%
	xxix 2004-B Notes Tax-Exempt Senior	612130HK3	\$ 83,000,000.00	ARS	\$ 70,500,000.00	4.79%	\$ 70,500,000.00	5.04%
	xxx 2004-C Notes Tax-Exempt Subordinate	612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	0.81%	\$ 12,000,000.00	0.86%
	xxxi 2005-B Notes Taxable Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 114,880,000.00	7.80%	\$ 110,700,000.00	7.92%
	xxxii 2006-A Notes Taxable Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 186,609,000.00	12.67%	\$ 182,909,000.00	13.08%
	xxxiii 2006-B Notes Taxable Senior	612130HQ0	\$ 74,700,000.00	ARS	\$ 18,400,000.00	1.25%	\$ 18,400,000.00	1.32%
	xxxiv 2006-C Notes Taxable Subordinate	612130HR8	\$ 30,000,000.00	ARS	\$ 30,000,000.00	2.04%	\$ 30,000,000.00	2.15%
	xxxv 2006-D Notes Tax-Exempt Senior	612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	4.85%	\$ 71,400,000.00	5.11%
	xxxvi 2006-E Notes Tax-Exempt Senior	612130HT4	\$ 71,400,000.00	ARS	\$ 64,400,000.00	4.37%	\$ 64,400,000.00	4.61%
	xxxvii 2006-F Notes Tax-Exempt Senior	612130HU1	\$ 71,300,000.00	ARS	\$ 66,300,000.00	4.50%	\$ 66,300,000.00	4.74%
	xxxviii 2006-G Notes Tax-Exempt Subordinate	612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.36%	\$ 20,000,000.00	1.43%
	xxxix Total Notes Outstanding Tax-Exempt Senior			\$ 976,800,000.00	66.32%	\$ 910,200,000.00	65.09%	
	xl Total Notes Outstanding Tax-Exempt Subordinate			\$ 98,205,000.00	6.67%	\$ 98,205,000.00	7.02%	
	xli Total Notes Outstanding Taxable Senior			\$ 367,839,000.00	24.97%	\$ 359,959,000.00	25.74%	
	xlii Total Notes Outstanding Taxable Subordinate			\$ 30,000,000.00	2.04%	\$ 30,000,000.00	2.15%	
	xliv Total Notes Outstanding 1993 Master Indenture			\$ 1,472,844,000.00		\$ 1,398,364,000.00		

Balance Sheet Parity		8/31/2011	11/30/2011
D	i Senior Parity	111.48%	112.59%
	ii Subordinate Parity	101.61%	102.05%

Indenture Percentage		8/31/2011	11/30/2011
E	i Senior Percentage	110.11%	111.21%
	ii Subordinate Percentage	100.36%	100.81%

Reserve Account		8/31/2011	11/30/2011
F	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii Specified Reserve Acct Requirement (\$)	\$ 14,728,440.00	\$ 13,983,640.00
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Balance (\$)	\$ -	\$ 14,712,671.40
	vi Draws on Reserve - Current Quarter (\$)	\$ -	\$ 1,296,238.60

MHESAC 1993 Master Indenture - Tax-Exempt and Taxable

II. Trust Balances and Parity Calculations

Trust Accounts		8/31/2011	11/30/2011
A	i Acquisition Account	\$ -	\$ -
	ii Administration Account	\$ 5,834,783.80	\$ 3,865,463.13
	iii Bond- Interest, Principal, Retirement Accounts	\$ 9,874,986.75	\$ 10,944,115.61
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ -	\$ -
	vi Rebate Account	\$ 3,717,304.27	\$ 3,717,325.48
	vii Reserve Account	\$ 16,008,910.00	\$ 14,712,671.40
	viii Surplus Account	\$ 98,145,187.92	\$ 61,240,041.30
	ix Total Trust Accounts	\$ 133,581,172.74	\$ 94,479,616.92

  

Parity Calculations		8/31/2011	11/30/2011
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,338,398,139.47	\$ 1,313,561,966.39
	ii Pending System Adjustments	(200.00)	(164.00)
	iii Accrued Borrower Interest	18,185,146.99	16,190,649.61
	iv Accrued Subsidized Interest	2,093,535.27	1,642,102.67
	v Less: Unguaranteed Amount Uncollectibles	(707,694.00)	(718,430.00)
	vi Trust Cash and Investments (less COI)	133,581,172.74	94,479,616.92
	vii Payments in Transit	1,087,965.20	1,388,301.45
	viii Prepays	18,468,969.67	17,515,134.55
	ix Other Cash and Assets	-	49.72
	x Total Trust Value	\$ 1,511,107,035.34	\$ 1,444,059,227.31
	Less:		
	xi Accrued Payables	3,343,769.96	3,236,722.99
	xii Accrued Rebate Liabilities - (Prior Month)	4,397,711.75	5,441,527.00
	xiii Net Asset Value w/ Prepays - Balance Sheet Parity	\$ 1,503,365,553.63	\$ 1,435,380,977.32
	xiv Net Asset Value w/o Prepays - Indenture Percentage	\$ 1,484,896,583.96	\$ 1,417,865,842.77

  

Note Interest Outstanding		8/31/2011	11/30/2011
C	i Senior Interest	\$ 3,920,130.98	\$ 4,735,714.07
	ii Subordinate Interest	2,735,178.28	3,383,556.37
	iii Total Note Interest	\$ 6,655,309.26	\$ 8,119,270.44

  

Notes Outstanding		8/31/2011	11/30/2011
D	i Senior Notes	\$ 1,344,639,000.00	\$ 1,270,159,000.00
	ii Subordinate Notes	128,205,000.00	128,205,000.00
	iii Total Notes	\$ 1,472,844,000.00	\$ 1,398,364,000.00

  

Balance Sheet Parity		8/31/2011	11/30/2011
E	i Senior Parity Bxiii / (Ci + Di)	111.48%	112.59%
	ii Subordinate Parity Bxiii / (Ciii + Diii)	101.61%	102.05%

  

Indenture Percentage		8/31/2011	11/30/2011
F	i Senior Percentage Bxiv / (Ci + Di)	110.11%	111.21%
	ii Subordinate Percentage Bxiv / (Ciii + Diii)	100.36%	100.81%

**MHESAC 1993 Master Indenture - Tax-Exempt and Taxable**

**III. Distributions**

<b>Interest</b>										
Class	CUSIP	Quarterly Interest Due	Quarterly Interest Paid	Interest Shortfall	Interest Carryover Due	Interest Carryover Paid	Interest Carryover	Interest Factor	Rate	Next Rate
A	2005-B	612130HN7	\$ 131,889.92	\$ 131,889.92	\$ -	\$ -	\$ -	38.73%	0.471%	0.683%
	2006-A	612130HP2	\$ 208,673.92	\$ 208,673.92	\$ -	\$ -	\$ -	61.27%	0.451%	0.663%
<b>TOTAL</b>			<b>\$ 340,563.84</b>	<b>\$ 340,563.84</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>			
								<b>CUR LIBOR</b>	0.351%	
								<b>NEXT LIBOR</b>	0.563%	

  

<b>Principal</b>								
Class	CUSIP	Quarterly Principal Due	Quarterly Principal Paid	Quarterly Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor
B	2005-B	612130HN7	\$ 4,114,000.00	\$ 4,114,000.00	\$ -	\$ -	\$ -	38.50%
	2006-A	612130HP2	\$ 6,573,000.00	\$ 3,611,000.00	\$ 2,962,000.00	\$ 26,638,000.00	\$ 29,600,000.00	61.50%
<b>TOTAL</b>			<b>\$ 10,687,000.00</b>	<b>\$ 7,725,000.00</b>	<b>\$ 2,962,000.00</b>	<b>\$ 26,638,000.00</b>	<b>\$ 29,600,000.00</b>	

  

<b>Non-FRN Noteholder Distributions</b>		
C	i	Amount to transfer for Non-FRN Noteholder Distributions - see page 5
		\$ 11,288,000.00

  

D	<b>Total Principal Distributions</b>	<b>\$ 19,013,000.00</b>
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MHESAC 1993 Master Indenture - Tax-Exempt and Taxable			
IV. MHESAC	Transactions from:	through:	11/30/2011
<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	24,161,548.09
ii	Principal Collections from Guarantor	\$	7,819,263.58
iii	Returned Disbursements	\$	-
iv	Loans PUT to Department of Education	\$	-
v	Other System Adjustments	\$	-
vi	Repurchase of Rehabilitated Loans	\$	(1,318,664.64)
vii	Additional Disbursements	\$	-
viii	<b>Total Principal Collections</b>	\$	<b>30,662,147.03</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	73,843.06
ii	Capitalized Interest	\$	(5,899,817.01)
iii	<b>Total Non-Cash Principal Activity</b>	\$	<b>(5,825,973.95)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	<b>24,836,173.08</b>
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	8,753,088.76
ii	Interest Claims Received from Guarantors	\$	170,285.53
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(4,479,134.07)
viii	Subsidy Payments	\$	2,097,699.30
ix	Accrued Borrower Interest on Purchased Loans	\$	-
x	<b>Total Interest Collections</b>	\$	<b>6,541,939.52</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	475,788.79
ii	Capitalized Interest	\$	5,899,817.01
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	<b>6,375,605.80</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	<b>12,917,545.32</b>
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	<b>-</b>
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	<b>-</b>

Available Funds		11/30/2011
<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$ 729,031.40
<b>J</b>	<b>Trust Account Investment Income</b>	\$ 563,397.11
<b>K</b>	<b>Funds Received from Bond Proceeds</b>	\$ -
<b>L</b>	<b>TOTAL FUNDS RECEIVED (Avii + Dx + I + J + K - Avi - Dix)</b>	\$ 39,815,179.70
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>	
i	Consolidation Loan Rebate Fees	\$ 2,447,132.09
ii	Management and Servicing Fees	\$ 3,250,744.72
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$ 69,774.26
iv	Funds Allocated to the Future Distribution Account	\$ -
v	Funds Released from the Future Distribution Account	\$ -
<b>N</b>	<b>PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS</b>	\$ -
<b>O</b>	<b>TOTAL AVAILABLE FUNDS</b>	\$ 34,047,528.63

**MHESAC 1993 Master Indenture - Tax-Exempt and Taxable  
V. Waterfall for Distributions**

<b>A</b>	Total Available Funds (IV-O)		<b>\$ 34,047,528.63</b>
<b>B</b>	Interest Distributions and Accruals		
i	1995-A Notes	\$	22,573.04
ii	1995-B Notes	\$	22,532.15
iii	1995-C Notes	\$	12,421.50
iv	1998-A Notes	\$	52,529.72
v	1998-B Notes	\$	318,178.75
vi	1999-A Notes	\$	46,150.46
vii	1999-B Notes	\$	284,146.88
viii	2000-A Notes	\$	24,900.00
ix	2000-B Notes	\$	34,710.00
x	2000-C Notes	\$	41,150.60
xi	2001-A Notes	\$	56,127.72
xii	2001-B Notes	\$	7,665.90
xiii	2001-C Notes	\$	94,552.40
xiv	2002-A Notes	\$	40,635.14
xv	2002-B Notes	\$	20,921.81
xvi	2002-D Notes	\$	36,486.79
xvii	2002-E Notes	\$	17,148.00
xviii	2003-A Notes	\$	56,272.68
xix	2003-B Notes	\$	60,576.18
xx	2003-C Notes	\$	46,036.16
xxi	2003-D Notes	\$	11,349.00
xxii	2004-A Notes	\$	37,747.76
xxiii	2004-B Notes	\$	45,994.20
xxiv	2004-C Notes	\$	12,290.40
xxv	2005-B Notes	\$	131,889.92
xxvi	2006-A Notes	\$	208,673.92
xxvii	2006-B Notes	\$	85,185.46
xxviii	2006-C Notes	\$	87,261.07
xxix	2006-D Notes	\$	47,273.94
xxx	2006-E Notes	\$	44,577.68
xxxi	2006-F Notes	\$	49,698.48
xxxii	2006-G Notes	\$	22,698.00
xxxiii	<b>Total Interest Distributions and Accruals</b>	<b>\$</b>	<b>2,080,355.70</b>
<b>C</b>	Principal Distribution Amount		
i	1998-B Notes	\$	670,000.00
ii	1999-B Notes	\$	295,000.00
iii	2003-A Notes	\$	1,023,000.00
iv	2003-B Notes	\$	-
v	2004-A Notes	\$	9,300,000.00
vi	2005-B Notes	\$	4,114,000.00
vii	2006-A Notes	\$	3,611,000.00
viii	2006-E Notes	\$	-
ix	2006-F Notes	\$	-
x	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>19,013,000.00</b>
<b>D</b>	Increase to the Specified Reserve Account Balance	\$	-
<b>E</b>	Carryover Servicing Fees	\$	-
<b>F</b>	Noteholder's Interest Carryover	\$	-
<b>G</b>	Noteholder's Principal Carryover	\$	-
<b>H</b>	<b>Funds available after waterfall items (A-G)</b>	<b>\$</b>	<b>12,954,172.93</b>

**MHESAC 1993 Master Indenture - Tax-Exempt and Taxable**  
**VI. Historical Pool Information**

	12/01/10-02/28/11	03/01/11-05/31/11	06/01/11-08/31/11	09/01/11-11/30/11
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 1,431,101,646.08</b>	<b>\$ 1,399,966,131.03</b>	<b>\$ 1,367,603,737.30</b>	<b>\$ 1,338,398,139.47</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 28,970,045.12	\$ 30,195,387.00	\$ 29,792,480.09	\$ 24,161,548.09
ii Principal Collections from Guarantor	\$ 6,827,544.47	\$ 7,292,907.15	\$ 5,534,465.25	\$ 7,819,263.58
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv PUT to Department of Education	\$ -	\$ -	\$ -	\$ -
v Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vi Repurchase of Rehabilitated Loans	\$ (2,147,885.60)	\$ (1,615,276.47)	\$ (1,847,294.35)	\$ (1,318,664.64)
vii Additional Disbursements	\$ -	\$ -	\$ -	\$ -
viii Total Principal Collections	\$ 33,649,703.99	\$ 35,873,017.68	\$ 33,479,650.99	\$ 30,662,147.03
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 386,681.04	\$ 30,960.03	\$ 58,619.35	\$ 73,843.06
ii Capitalized Interest	\$ (2,900,869.98)	\$ (3,541,583.98)	\$ (4,332,672.51)	\$ (5,899,817.01)
iii Total Non-Cash Principal Activity	\$ (2,514,188.94)	\$ (3,510,623.95)	\$ (4,274,053.16)	\$ (5,825,973.95)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ 31,135,515.05</b>	<b>\$ 32,362,393.73</b>	<b>\$ 29,205,597.83</b>	<b>\$ 24,836,173.08</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 9,200,664.35	\$ 9,067,002.17	\$ 8,984,466.30	\$ 8,753,088.76
ii Interest Claims Received from Guarantors	\$ 129,873.22	\$ 174,325.64	\$ 140,960.22	\$ 170,285.53
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (4,755,328.02)	\$ (4,648,772.63)	\$ (4,676,507.93)	\$ (4,479,134.07)
viii Subsidy Payments	\$ 2,508,886.08	\$ 2,338,479.49	\$ 2,278,573.76	\$ 2,097,699.30
ix Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
x Total Interest Repayments	\$ 7,084,095.63	\$ 6,931,034.67	\$ 6,727,492.35	\$ 6,541,939.52
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 639,675.69	\$ 554,172.04	\$ 515,109.82	\$ 475,788.79
ii Capitalized Interest	\$ 2,900,869.98	\$ 3,541,583.98	\$ 4,332,672.51	\$ 5,899,817.01
iii Total Non-Cash Interest Adjustments	\$ 3,540,545.67	\$ 4,095,756.02	\$ 4,847,782.33	\$ 6,375,605.80
<b>Total Student Loan Interest Activity</b>	<b>\$ 10,624,641.30</b>	<b>\$ 11,026,790.69</b>	<b>\$ 11,575,274.68</b>	<b>\$ 12,917,545.32</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 1,410,590,772.33</b>	<b>\$ 1,378,630,527.99</b>	<b>\$ 1,349,973,414.15</b>	<b>\$ 1,326,479,511.71</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 17,897,014.57</b>	<b>\$ 18,450,530.75</b>	<b>\$ 18,185,146.99</b>	<b>\$ 16,190,649.61</b>
<b>(=) TOTAL POOL</b>	<b>\$ 1,417,863,145.60</b>	<b>\$ 1,386,054,268.05</b>	<b>\$ 1,356,583,286.46</b>	<b>\$ 1,329,752,616.00</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ (7.24)</b>	<b>\$ -</b>	<b>\$ (200.00)</b>	<b>\$ (164.00)</b>
<b>(+) Trust Cash Available</b>	<b>\$ 86,574,434.97</b>	<b>\$ 113,550,999.48</b>	<b>\$ 117,572,262.74</b>	<b>\$ 79,766,945.52</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 16,008,910.00</b>	<b>\$ 16,008,910.00</b>	<b>\$ 16,008,910.00</b>	<b>\$ 14,712,671.40</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 1,520,446,483.33</b>	<b>\$ 1,515,614,177.53</b>	<b>\$ 1,490,164,259.20</b>	<b>\$ 1,424,232,068.92</b>

**MHESAC 1993 Master Indenture - Tax-Exempt and Taxable**  
**VII. Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011
<b>INTERIM:</b>										
<b>In School</b>	6.27%	6.27%	12,987	12,416	6.7%	6.6%	\$ 42,133,682	\$ 40,172,126	3.1%	3.1%
Current										
<b>Grace</b>	6.27%	6.04%	7,288	1,394	3.8%	0.7%	\$ 24,670,571	\$ 4,520,106	1.8%	0.3%
Current										
<b>TOTAL INTERIM</b>	<b>6.27%</b>	<b>6.25%</b>	<b>20,275</b>	<b>13,810</b>	<b>10.5%</b>	<b>7.3%</b>	<b>\$ 66,804,253</b>	<b>\$ 44,692,232</b>	<b>5.0%</b>	<b>3.4%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.35%</b>	<b>4.37%</b>	<b>129,447</b>	<b>133,245</b>	<b>67.0%</b>	<b>70.4%</b>	<b>\$ 1,009,198,035</b>	<b>\$ 1,014,685,633</b>	<b>75.4%</b>	<b>77.2%</b>
Current	4.25%	4.28%	110,371	114,955	57.2%	60.7%	\$ 894,081,204	\$ 897,388,760	66.8%	68.3%
31-60 Days Delinquent	5.04%	5.02%	5,753	5,325	3.0%	2.8%	\$ 34,398,917	\$ 37,236,117	2.6%	2.8%
61-90 Days Delinquent	4.84%	4.96%	3,417	2,946	1.8%	1.6%	\$ 21,769,029	\$ 20,200,991	1.6%	1.5%
91-120 Days Delinquent	4.98%	5.06%	2,103	2,332	1.1%	1.2%	\$ 14,612,182	\$ 14,086,637	1.1%	1.1%
> 120 Days Delinquent	4.87%	4.88%	7,803	7,687	4.0%	4.1%	\$ 44,336,703	\$ 45,773,128	3.3%	3.5%
<b>Deferment</b>										
Current	4.78%	4.81%	32,369	32,394	16.8%	17.1%	\$ 186,127,806	\$ 182,122,188	13.9%	13.9%
<b>Forbearance</b>										
Current	4.92%	4.91%	8,474	7,730	4.4%	4.1%	\$ 61,190,986	\$ 59,899,845	4.6%	4.6%
<b>TOTAL REPAYMENT</b>	<b>4.42%</b>	<b>4.45%</b>	<b>170,290</b>	<b>173,369</b>	<b>88.2%</b>	<b>91.6%</b>	<b>\$ 1,256,516,827</b>	<b>\$ 1,256,707,666</b>	<b>93.9%</b>	<b>95.7%</b>
<b>Claims in Process</b>	4.94%	4.88%	2,505	2,081	1.3%	1.1%	\$ 15,073,089	\$ 12,138,169	1.1%	0.9%
<b>Aged Claims Rejected</b>	2.36%	4.25%	2	2	0.0%	0.0%	\$ 3,970	\$ 23,899	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>4.52%</b>	<b>4.52%</b>	<b>193,072</b>	<b>189,262</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,338,398,139</b>	<b>\$ 1,313,561,966</b>	<b>100%</b>	<b>100%</b>