



Montana Higher Education Student Assistance Corporation

Monthly Student Loan Report

1993 Master Indenture - Trust Securing the Following Bonds:

- Senior Series 2005-B
- Subordinate Series 2006-C
- Senior Series 2012-A2
- Senior Series 2012-A3
- Subordinate Series 2012-B

Reporting Period September 01, 2018 through September 30, 2018
Distribution Date: October 22, 2018

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics				8/31/2018	Activity	9/30/2018
A	i	Principal Balance		\$ 677,082,187.87	\$ (7,375,776.42)	\$ 669,706,411.45
	ii	Accrued Interest - To Be Capitalized		\$ 2,265,595.88	\$ 39,405.49	\$ 2,305,001.37
	iii	Accrued Interest - Non-Capitalized		\$ 11,326,225.94	\$ 79,779.54	\$ 11,406,005.48
	iv	Total Student Loan Pool		\$ 690,674,009.69		\$ 683,417,418.30
	v	Pending Portfolio adjustments		\$ -		\$ -
	vi	Trust Cash		\$ 14,214,121.72		\$ 9,082,474.96
	vii	Specified Reserve Account Balance		\$ 7,343,420.00		\$ 7,343,420.00
	viii	Total Adjusted Pool		\$ 712,231,551.41		\$ 699,843,313.26
B	i	Weighted Average Coupon (WAC)		4.379%		4.376%
	ii	Weighted Average Remaining Term		167.68		167.61
	iii	Number of Loans		78,408		77,430
	iv	Number of Borrowers		32,149		31,749
	v	Outstanding Principal Balance - T-Bill		\$ 8,063,976.78		\$ 7,936,367.47
	vi	Outstanding Principal Balance - LIBOR		\$ 669,018,211.09		\$ 661,770,043.98

Bonds	CUSIP	Original Issue Amount	Rate	Balance 8/31/2018	Pool Factor 8/31/2018	Balance 9/30/2018	Pool Factor 9/30/2018	
i	2005-B Bonds Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 21,778,000.00	3.17%	\$ 19,168,000.00	2.84%
ii	2006-C Bonds Subordinate	612130HR8	\$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.62%	\$ 18,000,000.00	2.67%
iii	2012-A2 Bonds Senior	61205PAK5	\$ 649,000,000.00	1M LIBOR + 1.00%	\$ 321,729,000.00	46.88%	\$ 313,015,000.00	46.37%
iv	2012-A3 Bonds Senior	61205PAL3	\$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	44.48%	\$ 305,300,000.00	45.23%
v	2012-B Bonds Subordinate	61205PAM1	\$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.84%	\$ 19,500,000.00	2.89%
vii	Total Bonds Outstanding Senior			\$ 648,807,000.00	94.54%	\$ 637,483,000.00	94.44%	
viii	Total Bonds Outstanding Taxable Subordinate			\$ 37,500,000.00	5.46%	\$ 37,500,000.00	5.56%	
ix	Total Bonds Outstanding 1993 Master Indenture - Taxable			\$ 686,307,000.00		\$ 674,983,000.00		

Indenture Percentage		8/31/2018	9/30/2018
i	Senior Parity	109.68%	109.86%
ii	Subordinate Parity	103.67%	103.74%

Monthly Trigger Percentage		8/31/2018	9/30/2018
i	Senior Percentage	106.21%	106.07%
ii	Subordinate Percentage	100.31%	100.12%

Reserve Account		8/31/2018	9/30/2018
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 (\$)	\$ 7,343,420.00	\$ 7,343,420.00
iv	Current Reserve Balance - (\$)		\$ 7,343,420.00
v	Draws on Reserve - Current Month(\$)		\$ -

MHESAC 1993 Master Indenture

II. Trust Balances, Parity Calculations, and Trigger Percentages

Trust Accounts		8/31/2018	9/30/2018
A	i Acquisition Account	\$ 13,889.09	\$ 114,780.72
	ii Administration Account	\$ 958,900.00	\$ 958,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 11,958,986.21	\$ 8,008,794.24
	iv Reserve Account	\$ 7,343,420.00	\$ 7,343,420.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 1,282,346.42	\$ -
	viii Total Trust Accounts	\$ 21,557,541.72	\$ 16,425,894.96

Parity Calculations		8/31/2018	9/30/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 677,082,187.87	\$ 669,706,411.45
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,591,821.82	13,711,006.85
	iv Accrued Subsidized Interest	968,101.21	1,552,344.86
	v Less: Unguaranteed Amount Uncollectibles	(482,217.04)	(499,054.54)
	vi Trust Cash and Investments	21,557,541.72	16,425,894.96
	vii Payments in Transit	331,855.62	1,062,318.35
	viii Other Cash and Assets	35,115.64	39,142.90
	ix Total Trust Value	\$ 713,084,406.84	\$ 701,998,064.83
	Less:		
	x Accrued Payables	637,878.49	954,157.87
	xi Net Asset Value - Indenture Percentage	\$ 712,446,528.35	\$ 701,043,906.96

Bond Interest Outstanding		8/31/2018	9/30/2018
C	i Senior Interest	\$ 756,250.32	\$ 617,066.97
	ii Subordinate Interest	141,224.11	139,067.79
	iii Total Bond Interest	\$ 897,474.43	\$ 756,134.76

Bonds Outstanding		8/31/2018	9/30/2018
D	i Senior Bonds	\$ 648,807,000.00	\$ 637,483,000.00
	ii Subordinate Bonds	37,500,000.00	37,500,000.00
	iii Total Bonds	\$ 686,307,000.00	\$ 674,983,000.00

Distribution Amounts - Following Monthly Payment Date		8/31/2018	9/30/2018
E	i Senior Distribution Amount	\$ 11,324,000.00	\$ 6,103,000.00

Indenture Percentage		8/31/2018	9/30/2018
F	i Senior Parity $Bxi / (Ci + Di)$	109.68%	109.86%
	ii Subordinate Parity $Bxi / (Ciii + Dii)$	103.67%	103.74%

Monthly Trigger Percentage		8/31/2018	9/30/2018
G	i Senior Percentage $Bi / (Di - Ei)$	106.21%	106.07%
	ii Subordinate Percentage $Bi / (Diii - Eii)$	100.31%	100.12%

Six Month Average Trigger Percentage		Current Distribution		Next Distribution Report	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	106.21%	100.31%	106.07%	100.12%
	ii 2nd Month Prior	106.08%	100.26%	106.21%	100.31%
	iii 3rd Month Prior	106.03%	100.28%	106.08%	100.26%
	iv 4th Month Prior	106.09%	100.39%	106.03%	100.28%
	v 5th Month Prior	105.93%	100.33%	106.09%	100.39%
	vii 6th Month Prior	106.00%	100.45%	105.93%	100.33%
	viii Six Month Average Trigger Percentage	106.06%	100.34%	106.07%	100.28%

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	12/20/2018	3M LIBOR	0.12%	2.33750%	2.33750%	2.45750%	2.45750%
2006-C	612130HR8	10/22/2018	1M LIBOR	1.20%	2.16525%	2.27963%	3.36525%	3.47963%
2012-A2	61205PAK5	10/22/2018	1M LIBOR	1.00%	2.16525%	2.27963%	3.16525%	3.27963%
2012-A3	61205PAL3	10/22/2018	1M LIBOR	1.05%	2.16525%	2.27963%	3.21525%	3.32963%
2012-B	61205PAM1	10/22/2018	1M LIBOR	1.20%	2.16525%	2.27963%	3.36525%	3.47963%

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-C	612130HR8	\$ 53,843.94	\$ 53,843.94	\$ -	\$ 48,526.19	\$ -	\$ 48,526.19	2.89%
2012-A2	61205PAK5	\$ 880,686.48	\$ 880,686.48	\$ -	\$ -	\$ -	\$ -	47.21%
2012-A3	61205PAL3	\$ 872,547.40	\$ 872,547.40	\$ -	\$ -	\$ -	\$ -	46.78%
2012-B	61205PAM1	\$ 58,330.94	\$ 58,330.94	\$ -	\$ 52,570.04	\$ -	\$ 52,570.04	3.13%
TOTAL		\$ 1,865,408.76	\$ 1,865,408.76	\$ -	\$ 101,096.23	\$ -	\$ 101,096.23	

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-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 313,015,000.00	\$ 3,523,000.00	\$ 309,492,000.00	100.00%
2012-A3	61205PAL3	\$ 6,884,937.60	\$ -	\$ 6,884,937.60	\$ 134,340,523.67	\$ -	\$ 141,225,461.27	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 6,884,937.60	\$ -	\$ 6,884,937.60	\$ 447,355,523.67	\$ 3,523,000.00	\$ 450,717,461.27	

TOTAL PRINCIPAL DISTRIBUTION	\$ 3,523,000.00
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IV. MHESAC System Activity from: 9/1/2018 through: 9/30/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	5,804,581.78
ii	Principal Collections from Guarantor	\$	2,220,825.40
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(4,134.33)
v	Repurchases of Rehabilitated Loans	\$	(11,889.09)
vi	Additional Disbursements/Purchases	\$	-
vii	Total Principal Collections	\$	8,009,383.76
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	24,247.01
ii	Capitalized Interest	\$	(657,854.35)
iii	Total Non-Cash Principal Activity	\$	(633,607.34)
C	Total Student Loan Principal Activity	\$	7,375,776.42
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	1,496,577.13
ii	Interest Claims Received from Guarantors	\$	87,186.58
iii	Other System Adjustments	\$	-
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	1,583,763.71
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	97,893.22
ii	Capitalized Interest	\$	657,854.35
iii	Interest Accrued During Period	\$	(2,458,696.31)
iv	Total Non-Cash Interest Adjustments	\$	(1,702,948.74)
F	Total Student Loan Interest Activity	\$	(119,185.03)

Trust Activity from: 9/1/2018 through: 9/30/2018

G	Trust Balances less Reserve - Beginning of Period	\$	14,214,121.72
H	Released Funds in Excess of Reserve Requirement	\$	-
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	7,307,486.96
ii	Student Loan Interest Received	\$	1,621,135.83
iii	Subsidized Interest Received	\$	-
iv	Investment Income on Trust Accounts	\$	32,224.80
J	Funds Remitted During Period		
i	Bond Principal	\$	11,324,000.00
ii	Bond Interest	\$	1,916,642.29
iii	Consolidation Loan Rebate Fees	\$	499,325.36
iv	Management and Servicing Fees	\$	340,637.61
v	Administrative Fees (trustee, listing, etc.)	\$	-
vi	Special Allowance Rebate	\$	-
vii	Repurchases of Rehabilitated Loans	\$	11,889.09
K	Funds Reserved During Period		
i	Funds Allocated for Accrued Principal 2005-B Bonds	\$	2,580,000.00
ii	Funds Allocated for Accrued Interest 2005-B Bonds	\$	39,690.63
iii	Acquisition Funds for Rehabilitated Loans	\$	114,780.72
iv	Administration Funds	\$	958,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	5,389,103.61

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V. Waterfall for Distributions

Distribution Date:

10/22/2018

A	Total Available Funds for Distribution(IV-L)	\$	5,389,103.61
B	Interest Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	53,843.94
iii	2012-A2 Bonds	\$	880,686.48
iv	2012-A3 Bonds	\$	872,547.40
v	2012-B Bonds	\$	58,330.94
vi	Total Bondholder's Interest Distributions	\$	1,865,408.76
C	Principal Distributions		
i	2005-B Bonds	\$	-
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	3,523,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	3,523,000.00
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)	\$	694.85

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	06/01/18-06/30/18	07/01/18-07/31/18	08/01/18-08/31/18	09/01/18-09/30/18
Beginning Student Loan Pool Balance	\$ 714,841,976.08	\$ 706,435,525.47	\$ 699,173,622.75	\$ 690,674,009.69
Student Loan Principal Activity				
i Regular Principal Collections	\$ 6,083,414.83	\$ 6,257,331.64	\$ 6,418,700.32	\$ 5,804,581.78
ii Principal Collections from Guarantor	\$ 2,959,395.59	\$ 1,842,004.79	\$ 2,650,178.09	\$ 2,220,825.40
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (4,944.49)	\$ (5,413.55)	\$ (4,473.26)	\$ (4,134.33)
v Repurchase of Rehabilitated Loans	\$ (14,504.61)	\$ (7,900.70)	\$ (5,466.25)	\$ (11,889.09)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 9,023,361.32	\$ 8,086,022.18	\$ 9,058,938.90	\$ 8,009,383.76
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 489.60	\$ (17,667.00)	\$ 7,288.59	\$ 24,247.01
ii Capitalized Interest	\$ (728,640.53)	\$ (452,250.03)	\$ (680,150.73)	\$ (657,854.35)
iii Total Non-Cash Principal Activity	\$ (728,150.93)	\$ (469,917.03)	\$ (672,862.14)	\$ (633,607.34)
(-) Total Student Loan Principal Activity	\$ 8,295,210.39	\$ 7,616,105.15	\$ 8,386,076.76	\$ 7,375,776.42
Student Loan Interest Activity				
i Regular Interest Collections	\$ 1,601,710.84	\$ 1,568,885.00	\$ 1,546,799.50	\$ 1,496,577.13
ii Interest Claims Received from Guarantors	\$ 83,465.69	\$ 51,046.50	\$ 88,003.05	\$ 87,186.58
iii Other System Adjustments	\$ (34.54)	\$ 74,099.66	\$ -	\$ -
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 1,685,141.99	\$ 1,694,031.16	\$ 1,634,802.55	\$ 1,583,763.71
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 124,339.93	\$ 448,375.43	\$ 266,855.23	\$ 97,893.22
ii Capitalized Interest	\$ 728,640.53	\$ 2,366.85	\$ 680,150.73	\$ 657,854.35
iii Interest Accrued During Period	\$ (2,426,882.23)	\$ (2,498,975.87)	\$ (2,468,272.21)	\$ (2,458,696.31)
iv Total Non-Cash Interest Adjustments	\$ (1,573,901.77)	\$ (2,048,233.59)	\$ (1,521,266.25)	\$ (1,702,948.74)
(-) Total Student Loan Interest Activity	\$ 111,240.22	\$ (354,202.43)	\$ 113,536.30	\$ (119,185.03)
(=) TOTAL STUDENT LOAN POOL	\$ 706,435,525.47	\$ 699,173,622.75	\$ 690,674,009.69	\$ 683,417,418.30
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 10,242,127.65	\$ 12,921,671.58	\$ 14,214,121.72	\$ 9,082,474.96
(+) Reserve Account Balance	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00	\$ 7,343,420.00
(=) TOTAL ADJUSTED POOL	\$ 724,021,073.12	\$ 719,438,714.33	\$ 712,231,551.41	\$ 699,843,313.26

MHESAC 1993 Master Indenture
VII. Portfolio Characteristics

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018
INTERIM:										
In School	6.41%	6.46%	93	90	0.1%	0.1%	\$ 281,960	\$ 284,666	0.0%	0.0%
Grace	6.02%	5.92%	61	52	0.1%	0.1%	\$ 195,898	\$ 155,315	0.0%	0.0%
TOTAL INTERIM	6.25%	6.27%	154	142	0.2%	0.2%	\$ 477,859	\$ 439,981	0.1%	0.1%
REPAYMENT										
Active	4.28%	4.29%	69,043	68,119	88.1%	88.0%	\$ 597,486,396	\$ 593,507,317	88.2%	88.6%
Current	4.18%	4.18%	62,481	61,533	79.7%	79.5%	\$ 545,013,018	\$ 541,140,438	80.5%	80.8%
31-60 Days Delinquent	5.36%	5.17%	1,564	1,539	2.0%	2.0%	\$ 12,264,179	\$ 11,592,184	1.8%	1.7%
61-90 Days Delinquent	5.13%	5.38%	1,192	1,084	1.5%	1.4%	\$ 9,630,941	\$ 9,065,319	1.4%	1.4%
91-120 Days Delinquent	5.33%	5.19%	870	924	1.1%	1.2%	\$ 7,102,163	\$ 7,577,465	1.0%	1.1%
> 120 Days Delinquent	5.29%	5.36%	2,936	3,039	3.7%	3.9%	\$ 23,476,095	\$ 24,131,910	3.5%	3.6%
Deferment	4.97%	5.02%	4,501	4,694	5.7%	6.1%	\$ 30,840,035	\$ 30,844,614	4.6%	4.6%
Forbearance	5.23%	5.18%	4,367	4,197	5.6%	5.4%	\$ 45,692,972	\$ 42,696,168	6.7%	6.4%
TOTAL REPAYMENT	4.37%	4.37%	77,911	77,010	99.4%	99.5%	\$ 674,019,402	\$ 667,048,099	99.5%	99.6%
Claims in Process	5.37%	5.30%	343	278	0.4%	0.4%	\$ 2,584,927	\$ 2,218,332	0.4%	0.3%
Aged Claims Rejected	0.00%	0.00%	-	-	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.38%	4.38%	78,408	77,430	100%	100%	\$ 677,082,188	\$ 669,706,411	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018	8/31/2018	9/30/2018
Subsidized Stafford	5.73%	5.73%	22,063	21,684	28.1%	28.0%	\$ 52,929,406	\$ 51,932,731	7.8%	7.8%
Unsubsidized Stafford	6.03%	6.03%	15,989	15,749	20.4%	20.3%	\$ 57,675,460	\$ 56,805,955	8.5%	8.5%
PLUS	7.95%	7.95%	544	519	0.7%	0.7%	\$ 3,478,699	\$ 3,421,400	0.5%	0.5%
Grad/PLUS	8.11%	8.11%	111	111	0.1%	0.1%	\$ 1,353,835	\$ 1,352,501	0.2%	0.2%
SLS	5.55%	5.55%	12	12	0.0%	0.0%	\$ 43,228	\$ 42,967	0.0%	0.0%
Consolidation	4.05%	4.05%	39,689	39,355	50.6%	50.8%	\$ 561,601,560	\$ 556,150,856	82.9%	83.0%
TOTAL	4.38%	4.38%	78,408	77,430	100%	100%	\$ 677,082,188	\$ 669,706,411	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	9/30/2018
Cumulative Claims submitted (# of loans)	52,710
Cumulative Claims rejected (# of loans)	88
Cumulative Reject Rate	0.17%

VIV. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
06/30/18	\$ 693,084,370	4.96%
07/31/18	\$ 685,468,265	4.95%
08/31/18	\$ 677,082,188	4.95%
09/30/18	\$ 669,706,411	4.94%

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