



**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 January 01, 2017 through January 31, 2017**  
**Distribution Date: February 21, 2017**

**REVISED VERSION**

**MHESAC 1993 Master Indenture**

**I. Deal Parameters**

| <b>Student Portfolio Characteristics</b> |     | <b>12/31/2016</b>                      | <b>Activity</b>   | <b>1/31/2017</b>  |                   |
|--|-----|--|-------------------|-------------------|-------------------|
| A  | i   | Principal Balance                      | \$ 845,901,201.00 | \$ (8,734,471.16) | \$ 837,166,729.84 |
|  | ii  | Accrued Interest                       | \$ 14,019,488.71  | \$ (46,425.60)    | \$ 13,973,063.11  |
|  | iii | Total Student Loan Pool                | \$ 859,920,689.71 |                   | \$ 851,139,792.95 |
|  | iv  | Pending Portfolio adjustments          | \$ 2,223.50       |                   | \$ -              |
|  | v   | Trust Cash                             | \$ 12,414,111.80  |                   | \$ 20,972,965.21  |
|  | vi  | Specified Reserve Account Balance      | \$ 8,525,200.00   |                   | \$ 8,514,890.00   |
|  | vii | <b>Total Adjusted Pool</b>             | \$ 880,862,225.01 |                   | \$ 880,627,648.16 |
| B  | i   | Weighted Average Coupon (WAC)          | 4.358%            |                   | 4.358%            |
|  | ii  | Weighted Average Remaining Term        | 169.20            |                   | 169.13            |
|  | iii | Number of Loans                        | 101,813           |                   | 100,789           |
|  | iv  | Number of Borrowers                    | 41,209            |                   | 40,791            |
|  | v   | Outstanding Principal Balance - T-Bill | \$ 10,496,807.37  |                   | \$ 10,407,619.13  |
|  | vi  | Outstanding Principal Balance - LIBOR  | \$ 835,404,393.63 |                   | \$ 826,759,110.71 |

| <b>Bonds</b> | <b>CUSIP</b> | <b>Original Issue Amount</b>                                   | <b>Rate</b> | <b>Balance 12/31/2016</b> | <b>Pool Factor 12/31/2016</b> | <b>Balance 1/31/2017</b> | <b>Pool Factor 1/31/2017</b> |                   |        |
|--------------|--------------|--|-------------|---------------------------|-------------------------------|--------------------------|------------------------------|-------------------|--------|
| C            | i            | 2005-B Bonds Senior  | 612130HN7   | \$ 119,140,000.00         | 3 Mo Libor + 0.12%            | \$ 38,112,000.00         | 4.47%                        | \$ 38,112,000.00  | 4.48%  |
|              | ii           | 2006-A Bonds Senior  | 612130HP2   | \$ 226,775,000.00         | 3 Mo Libor + 0.10%            | \$ 13,786,000.00         | 1.62%                        | \$ 13,786,000.00  | 1.62%  |
|              | iii          | 2006-C Bonds Subordinate                                       | 612130HR8   | \$ 30,000,000.00          | 1M LIBOR + 1.20%              | \$ 18,000,000.00         | 2.11%                        | \$ 18,000,000.00  | 2.11%  |
|              | iv           | 2012-A2 Bonds Senior   | 61205PAK5   | \$ 649,000,000.00         | 1M LIBOR + 1.00%              | \$ 457,822,000.00        | 53.70%                       | \$ 456,791,000.00 | 53.65% |
|              | v            | 2012-A3 Bonds Senior   | 61205PAL3   | \$ 305,300,000.00         | 1M LIBOR + 1.05%              | \$ 305,300,000.00        | 35.81%                       | \$ 305,300,000.00 | 35.85% |
|              | vi           | 2012-B Bonds Subordinate                                       | 61205PAM1   | \$ 19,500,000.00          | 1M LIBOR + 1.20%              | \$ 19,500,000.00         | 2.29%                        | \$ 19,500,000.00  | 2.29%  |
|              | vii          | Total Bonds Outstanding Senior                                 |             | \$ 815,020,000.00         |                               | \$ 813,989,000.00        | 95.60%                       | \$ 813,989,000.00 | 95.60% |
|              | viii         | Total Bonds Outstanding Taxable Subordinate                    |             | \$ 37,500,000.00          |                               | \$ 37,500,000.00         | 4.40%                        | \$ 37,500,000.00  | 4.40%  |
|              | ix           | <b>Total Bonds Outstanding 1993 Master Indenture - Taxable</b> |             | \$ 852,520,000.00         |                               | \$ 851,489,000.00        |                              | \$ 851,489,000.00 |        |

| <b>Indenture Percentage</b> |    | <b>12/31/2016</b>  | <b>1/31/2017</b> |         |
|-----------------------------|----|--------------------|------------------|---------|
| D                           | i  | Senior Parity      | 107.86%          | 107.86% |
|                             | ii | Subordinate Parity | 103.10%          | 103.10% |

| <b>Monthly Trigger Percentage</b> |    | <b>12/31/2016</b>      | <b>1/31/2017</b> |         |
|-----------------------------------|----|------------------------|------------------|---------|
| E                                 | i  | Senior Percentage      | 105.06%          | 105.23% |
|                                   | ii | Subordinate Percentage | 100.38%          | 100.49% |

| <b>Reserve Account</b> |     | <b>12/31/2016</b>  | <b>1/31/2017</b> |                 |
|------------------------|-----|--|------------------|-----------------|
| 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 (\$)                          | \$ 8,525,200.00  | \$ 8,514,890.00 |
|                        | iv  | Current Reserve Balance - (\$)                                   |                  | \$ 8,514,890.00 |
|                        | v   | Draws on Reserve - Current Month(\$)                             |                  | \$ 10,310.00    |

**MHESAC 1993 Master Indenture**

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

| <b>Trust Accounts</b> |   | <b>12/31/2016</b> | <b>1/31/2017</b> |
|-----------------------|---|-------------------|------------------|
| A                     | i Acquisition Account                                 | \$ 227,037.40     | \$ 94,330.10     |
|                       | ii Administration Account                             | \$ 1,065,700.00   | \$ 1,065,700.00  |
|                       | iii Bond- Interest, Principal, Retirement Subaccounts | \$ 9,917,006.78   | \$ 17,514,122.56 |
|                       | iv Reserve Account                                    | \$ 8,525,200.00   | \$ 8,514,890.00  |
|                       | v Revenue Account                                     | \$ 1,204,367.62   | \$ 134.77        |
|                       | vii Surplus Subaccount                                | \$ -              | \$ 2,298,677.78  |
|                       | viii Total Trust Accounts                             | \$ 20,939,311.80  | \$ 29,487,855.21 |

| <b>Parity Calculations</b> |  | <b>12/31/2016</b> | <b>1/31/2017</b>  |
|----------------------------|--|-------------------|-------------------|
| B                          | <b>Value of the Indenture</b>              |                   |                   |
|                            | i Portfolio Balance                        | \$ 845,901,201.00 | \$ 837,166,729.84 |
|                            | ii Pending System Adjustments              | 2,223.50          | -                 |
|                            | iii Accrued Borrower Interest              | 14,019,488.71     | 13,973,063.11     |
|                            | iv Accrued Subsidized Interest             | 695,988.60        | 938,471.14        |
|                            | v Less: Unguaranteed Amount Uncollectibles | (578,212.22)      | (576,913.12)      |
|                            | vi Trust Cash and Investments              | 20,939,311.80     | 29,487,855.21     |
|                            | vii Payments in Transit                    | 1,049,798.02      | 887,127.56        |
|                            | viii Other Cash and Assets                 | 107,246.93        | -                 |
|                            | ix Total Trust Value                       | \$ 882,137,046.34 | \$ 881,876,333.74 |

|    |   |                   |                   |
|----|---|-------------------|-------------------|
|    | Less:   |                   |                   |
| x  | Accrued Payables                              | 2,568,440.00      | 3,343,852.05      |
| xi | <b>Net Asset Value - Indenture Percentage</b> | \$ 879,568,606.34 | \$ 878,532,481.69 |

| <b>Bond Interest Outstanding</b> |                         | <b>12/31/2016</b> | <b>1/31/2017</b> |
|----------------------------------|-------------------------|-------------------|------------------|
| C                                | i Senior Interest       | \$ 466,681.88     | \$ 525,349.55    |
|                                  | ii Subordinate Interest | 120,522.22        | 121,146.05       |
|                                  | iii Total Bond Interest | \$ 587,204.10     | \$ 646,495.60    |

| <b>Bonds Outstanding</b> |                      | <b>12/31/2016</b> | <b>1/31/2017</b>  |
|--------------------------|----------------------|-------------------|-------------------|
| D                        | i Senior Bonds       | \$ 815,020,000.00 | \$ 813,989,000.00 |
|                          | ii Subordinate Bonds | 37,500,000.00     | 37,500,000.00     |
|                          | iii Total Bonds      | \$ 852,520,000.00 | \$ 851,489,000.00 |

| <b>Distribution Amounts - Following Monthly Payment Date</b> |                              | <b>12/31/2016</b> | <b>1/31/2017</b> |
|--|------------------------------|-------------------|------------------|
| E  | i Senior Distribution Amount | \$ 9,854,000.00   | \$ 18,433,000.00 |

| <b>Indenture Percentage</b> |  | <b>12/31/2016</b> | <b>1/31/2017</b> |
|-----------------------------|--|-------------------|------------------|
| F                           | i Senior Parity $Bxi / (Ci + Di)$          | 107.86%           | 107.86%          |
|                             | ii Subordinate Parity $Bxi / (Ciii + Dii)$ | 103.10%           | 103.10%          |

| <b>Monthly Trigger Percentage</b> |   | <b>12/31/2016</b> | <b>1/31/2017</b> |
|-----------------------------------|---|-------------------|------------------|
| G                                 | i Senior Percentage $Bi / (Di - Ei)$          | 105.06%           | 105.23%          |
|                                   | ii Subordinate Percentage $Bi / (Diii - Eii)$ | 100.38%           | 100.49%          |

| <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                                | 105.06%                     | 100.38%            | 105.23%                         | 100.49%            |
|   | ii 2nd Month Prior                               | 104.95%                     | 100.33%            | 105.06%                         | 100.38%            |
|   | iii 3rd Month Prior                              | 104.88%                     | 100.31%            | 104.95%                         | 100.33%            |
|   | iv 4th Month Prior                               | 104.80%                     | 100.28%            | 104.88%                         | 100.31%            |
|   | v 5th Month Prior                                | 104.76%                     | 100.28%            | 104.80%                         | 100.28%            |
|   | vii 6th Month Prior                              | 104.76%                     | 100.33%            | 104.76%                         | 100.28%            |
|   | viii <b>Six Month Average Trigger Percentage</b> | <b>104.87%</b>              | <b>100.32%</b>     | <b>104.95%</b>                  | <b>100.35%</b>     |

**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 | 3/20/2017         | 3M LIBOR   | 0.12%       | 0.99733%      | 0.99733%          | 1.11733%     | 1.11733%         |
| 2006-A         | 612130HP2 | 3/20/2017         | 3M LIBOR   | 0.10%       | 0.99733%      | 0.99733%          | 1.09733%     | 1.09733%         |
| 2006-C         | 612130HR8 | 2/21/2017         | 1M LIBOR   | 1.20%       | 0.77667%      | 0.78056%          | 1.97667%     | 1.98056%         |
| 2012-A2        | 61205PAK5 | 2/21/2017         | 1M LIBOR   | 1.00%       | 0.77667%      | 0.78056%          | 1.77667%     | 1.78056%         |
| 2012-A3        | 61205PAL3 | 2/21/2017         | 1M LIBOR   | 1.05%       | 0.77667%      | 0.78056%          | 1.82667%     | 1.83056%         |
| 2012-B         | 61205PAM1 | 2/21/2017         | 1M LIBOR   | 1.20%       | 0.77667%      | 0.78056%          | 1.97667%     | 1.98056%         |

| 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 | \$ 31,626.72           | \$ 31,626.72           | \$ -                       | \$ 46,364.39           | \$ -                    | \$ 46,364.39        | 2.47%           |
| 2012-A2      | 61205PAK5 | \$ 721,391.75          | \$ 721,391.75          | \$ -                       | \$ -                   | \$ -                    | \$ -                | 56.23%          |
| 2012-A3      | 61205PAL3 | \$ 495,718.66          | \$ 495,718.66          | \$ -                       | \$ -                   | \$ -                    | \$ -                | 38.64%          |
| 2012-B       | 61205PAM1 | \$ 34,262.28           | \$ 34,262.28           | \$ -                       | \$ 50,228.06           | \$ -                    | \$ 50,228.06        | 2.67%           |
| <b>TOTAL</b> |           | <b>\$ 1,282,999.41</b> | <b>\$ 1,282,999.41</b> | <b>\$ -</b>                | <b>\$ 96,592.45</b>    | <b>\$ -</b>             | <b>\$ 96,592.45</b> |                 |

| 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-A2      | 61205PAK5 | \$ 4,646,811.25        | \$ 4,646,811.25        | \$ -                        | \$ 452,144,188.75        | \$ 4,963,188.75          | \$ 447,181,000.00        | 51.25%           |
| 2012-A3      | 61205PAL3 | \$ 4,420,654.93        | \$ -                   | \$ 4,420,654.93             | \$ -                     | \$ -                     | \$ 4,420,654.93          | 48.75%           |
| 2012-B       | 61205PAM1 | \$ -                   | \$ -                   | \$ -                        | \$ -                     | \$ -                     | \$ -                     | 0.00%            |
| <b>TOTAL</b> |           | <b>\$ 9,067,466.18</b> | <b>\$ 4,646,811.25</b> | <b>\$ 4,420,654.93</b>      | <b>\$ 452,144,188.75</b> | <b>\$ 4,963,188.75</b>   | <b>\$ 451,601,654.93</b> |                  |

|                                     |                        |
|-------------------------------------|------------------------|
| <b>TOTAL PRINCIPAL DISTRIBUTION</b> | <b>\$ 9,610,000.00</b> |
|-------------------------------------|------------------------|

**MHESAC 1993 Master Indenture**

**IV. MHESAC System Activity from: 1/1/2017 through: 1/31/2017**

|          |   |    |                       |
|----------|---|----|-----------------------|
| <b>A</b> | <b>Student Loan Principal Activity</b>          |    |                       |
| i        | Regular Principal Collections                   | \$ | 8,708,396.79          |
| ii       | Principal Collections from Guarantor            | \$ | 1,160,573.97          |
| iii      | Returned Disbursements                          | \$ | -                     |
| iv       | Other System Adjustments                        | \$ | (13,570.95)           |
| v        | Repurchases of Rehabilitated Loans              | \$ | (209,930.80)          |
| vi       | Additional Disbursements/Purchases              | \$ | -                     |
| vii      | <b>Total Principal Collections</b>              | \$ | <u>9,645,469.01</u>   |
| <b>B</b> | <b>Student Loan Non-Cash Principal Activity</b> |    |                       |
| i        | Other Adjustments                               | \$ | 92,968.07             |
| ii       | Capitalized Interest                            | \$ | (1,003,965.92)        |
| iii      | <b>Total Non-Cash Principal Activity</b>        | \$ | <u>(910,997.85)</u>   |
| <b>C</b> | <b>Total Student Loan Principal Activity</b>    | \$ | <u>8,734,471.16</u>   |
| <b>D</b> | <b>Student Loan Interest Activity</b>           |    |                       |
| i        | Regular Interest Collections                    | \$ | 1,965,085.55          |
| ii       | Interest Claims Received from Guarantors        | \$ | 39,051.10             |
| iii      | Other System Adjustments                        | \$ | (20,086.20)           |
| iv       | Accrued Borrower Interest on Purchased Loans    | \$ | -                     |
| v        | <b>Total Interest Collections</b>               | \$ | <u>1,984,050.45</u>   |
| <b>E</b> | <b>Student Loan Non-Cash Interest Activity</b>  |    |                       |
| i        | Interest Accrual Adjustments                    | \$ | 78,722.53             |
| ii       | Capitalized Interest                            | \$ | 1,003,965.92          |
| iii      | Interest Accrued During Period                  | \$ | (3,020,313.30)        |
| iv       | <b>Total Non-Cash Interest Adjustments</b>      | \$ | <u>(1,937,624.85)</u> |
| <b>F</b> | <b>Total Student Loan Interest Activity</b>     | \$ | <u>46,425.60</u>      |

**Trust Activity from: 1/1/2017 through: 1/31/2017**

|          |  |    |                      |
|----------|--|----|----------------------|
| <b>G</b> | <b>Trust Balances less Reserve - Beginning of Period</b> | \$ | 12,414,111.80        |
| <b>H</b> | <b>Released Funds in Excess of Reserve Requirement</b>   | \$ | 10,310.00            |
| <b>I</b> | <b>Funds Collected During Period</b>                     |    |                      |
| i        | Student Loan Principal Received                          | \$ | 10,013,711.45        |
| ii       | Student Loan Interest Received                           | \$ | 2,012,546.85         |
| iii      | Subsidized Interest Received                             | \$ | 4,403.30             |
| iv       | Investment Income on Trust Accounts                      | \$ | 5,870.74             |
| <b>J</b> | <b>Funds Remitted During Period</b>                      |    |                      |
| i        | Bond Principal   | \$ | 1,031,000.00         |
| ii       | Bond Interest  | \$ | 1,218,511.90         |
| iii      | Consolidation Loan Rebate Fees                           | \$ | 604,230.14           |
| iv       | Management and Servicing Fees                            | \$ | 425,304.73           |
| v        | Administrative Fees (trustee, listing, etc.)             | \$ | 1,234.86             |
| vi       | Special Allowance Rebate                                 | \$ | -                    |
| vii      | Repurchases of Rehabilitated Loans                       | \$ | 207,707.30           |
| <b>K</b> | <b>Funds Reserved During Period</b>                      |    |                      |
| i        | Funds Allocated for Accrued Principal 2005-B Bonds       | \$ | 2,818,000.00         |
| ii       | Funds Allocated for Accrued Principal 2006-A Bonds       | \$ | 6,005,000.00         |
| iii      | Funds Allocated for Accrued Interest 2005-B Bonds        | \$ | 70,972.80            |
| iv       | Funds Allocated for Accrued Interest 2006-A Bonds        | \$ | 25,212.98            |
| v        | Acquisition Funds for Rehabilitated Loans                | \$ | 94,330.10            |
| vi       | Administration Funds                                     | \$ | 1,065,700.00         |
| <b>L</b> | <b>TOTAL AVAILABLE FUNDS FOR DISTRIBUTION</b>            | \$ | <u>10,893,749.33</u> |

**MHESAC 1993 Master Indenture****V. Waterfall for Distributions****Distribution Date:****2/21/2017**

|          |  |    |                      |
|----------|--|----|----------------------|
| <b>A</b> | Total Available Funds for Distribution(IV-L)       | \$ | <b>10,893,749.33</b> |
| <b>B</b> | Interest Distributions                             |    |                      |
| i        | 2005-B Bonds                                       | \$ | -                    |
| ii       | 2006-A Bonds                                       | \$ | -                    |
| iii      | 2006-C Bonds                                       | \$ | 31,626.72            |
| iv       | 2012-A2 Bonds                                      | \$ | 721,391.75           |
| v        | 2012-A3 Bonds                                      | \$ | 495,718.66           |
| vi       | 2012-B Bonds                                       | \$ | 34,262.28            |
| vii      | <b>Total Bondholder's Interest Distributions</b>   | \$ | <b>1,282,999.41</b>  |
| <b>C</b> | Principal Distributions                            |    |                      |
| i        | 2005-B Bonds                                       | \$ | -                    |
| ii       | 2006-A Bonds                                       | \$ | -                    |
| iii      | 2006-C Bonds                                       | \$ | -                    |
| iv       | 2012-A2 Bonds                                      | \$ | 9,610,000.00         |
| v        | 2012-A3 Bonds                                      | \$ | -                    |
| vi       | 2012-B Bonds                                       | \$ | -                    |
| vii      | <b>Total Bondholder's Principal Distribution</b>   | \$ | <b>9,610,000.00</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>749.92</b>        |

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

|  | 10/01/16-10/31/16        | 11/01/16-11/30/16        | 12/01/16-12/31/16        | 01/01/17-01/31/17        |
|--|--------------------------|--------------------------|--------------------------|--------------------------|
| <b>Beginning Student Loan Pool Balance</b>       | <b>\$ 886,174,642.77</b> | <b>\$ 878,689,408.50</b> | <b>\$ 869,147,930.34</b> | <b>\$ 859,920,689.71</b> |
| <b>Student Loan Principal Activity</b>           |                          |                          |                          |                          |
| i Regular Principal Collections                  | \$ 6,847,413.41          | \$ 10,332,488.27         | \$ 9,642,399.81          | \$ 8,708,396.79          |
| ii Principal Collections from Guarantor          | \$ 1,949,326.64          | \$ 1,187,420.26          | \$ 920,718.31            | \$ 1,160,573.97          |
| iii Returned Disbursements                       | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| iv Other System Adjustments                      | \$ (2,250.55)            | \$ (4,542.25)            | \$ (14,766.44)           | \$ (13,570.95)           |
| v Repurchase of Rehabilitated Loans              | \$ (403,763.81)          | \$ (1,100,024.68)        | \$ (305,693.46)          | \$ (209,930.80)          |
| vi Additional Disbursements/Purchases            | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| vii Total Principal Collections                  | \$ 8,390,725.69          | \$ 10,415,341.60         | \$ 10,242,658.22         | \$ 9,645,469.01          |
| <b>Student Loan Non-Cash Principal Activity</b>  |                          |                          |                          |                          |
| i Other Adjustments                              | \$ (2,097.41)            | \$ (14,241.82)           | \$ (14,812.14)           | \$ 92,968.07             |
| ii Capitalized Interest                          | \$ (1,194,445.44)        | \$ (882,801.58)          | \$ (775,786.96)          | \$ (1,003,965.92)        |
| iii Total Non-Cash Principal Activity            | \$ (1,196,542.85)        | \$ (897,043.40)          | \$ (790,599.10)          | \$ (910,997.85)          |
| <b>(-) Total Student Loan Principal Activity</b> | <b>\$ 7,194,182.84</b>   | <b>\$ 9,518,298.20</b>   | <b>\$ 9,452,059.12</b>   | <b>\$ 8,734,471.16</b>   |
| <b>Student Loan Interest Activity</b>            |                          |                          |                          |                          |
| i Regular Interest Collections                   | \$ 2,074,447.58          | \$ 1,952,458.65          | \$ 1,906,909.36          | \$ 1,965,085.55          |
| ii Interest Claims Received from Guarantors      | \$ 60,476.30             | \$ 39,153.35             | \$ 55,770.86             | \$ 39,051.10             |
| iii Other System Adjustments                     | \$ (61.69)               | \$ 155.51                | \$ (3.29)                | \$ (20,086.20)           |
| iv Accrued Borrower Interest on Purchased Loans  | \$ -                     | \$ -                     | \$ -                     | \$ -                     |
| v Total Interest Repayments                      | \$ 2,134,862.19          | \$ 1,991,767.51          | \$ 1,962,676.93          | \$ 1,984,050.45          |
| <b>Student Loan Non-Cash Interest Activity</b>   |                          |                          |                          |                          |
| i Interest Accrual Adjustments                   | \$ 56,105.65             | \$ 122,198.27            | \$ 75,004.55             | \$ 78,722.53             |
| ii Capitalized Interest                          | \$ 1,194,445.44          | \$ 882,801.58            | \$ 775,786.96            | \$ 1,003,965.92          |
| iii Interest Accrued During Period               | \$ (3,094,361.85)        | \$ (2,973,587.40)        | \$ (3,038,286.93)        | \$ (3,020,313.30)        |
| iv Total Non-Cash Interest Adjustments           | \$ (1,843,810.76)        | \$ (1,968,587.55)        | \$ (2,187,495.42)        | \$ (1,937,624.85)        |
| <b>(-) Total Student Loan Interest Activity</b>  | <b>\$ 291,051.43</b>     | <b>\$ 23,179.96</b>      | <b>\$ (224,818.49)</b>   | <b>\$ 46,425.60</b>      |
| <b>(=) TOTAL STUDENT LOAN POOL</b>               | <b>\$ 878,689,408.50</b> | <b>\$ 869,147,930.34</b> | <b>\$ 859,920,689.71</b> | <b>\$ 851,139,792.95</b> |
| <b>(+) Pending Portfolio Adjustments</b>         | <b>\$ 56.96</b>          | <b>\$ (37,825.17)</b>    | <b>\$ 2,223.50</b>       | <b>\$ -</b>              |
| <b>(+) Trust Cash Available</b>                  | <b>\$ 18,633,983.45</b>  | <b>\$ 21,312,266.12</b>  | <b>\$ 12,414,111.80</b>  | <b>\$ 20,972,965.21</b>  |
| <b>(+) Reserve Account Balance</b>               | <b>\$ 8,773,870.00</b>   | <b>\$ 8,711,720.00</b>   | <b>\$ 8,525,200.00</b>   | <b>\$ 8,514,890.00</b>   |
| <b>(=) TOTAL ADJUSTED POOL</b>                   | <b>\$ 906,097,318.91</b> | <b>\$ 899,134,091.29</b> | <b>\$ 880,862,225.01</b> | <b>\$ 880,627,648.16</b> |

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

| STATUS                      | Weighted Avg Coupon |              | # of Loans     |                | %            |              | Principal Amount      |                       | %            |              |
|-----------------------------|---------------------|--------------|----------------|----------------|--------------|--------------|-----------------------|-----------------------|--------------|--------------|
|                             | 12/31/2016          | 1/31/2017    | 12/31/2016     | 1/31/2017      | 12/31/2016   | 1/31/2017    | 12/31/2016            | 1/31/2017             | 12/31/2016   | 1/31/2017    |
| <b>INTERIM:</b>             |                     |              |                |                |              |              |                       |                       |              |              |
| <b>In School</b>            | 6.01%               | 6.02%        | 284            | 266            | 0.3%         | 0.3%         | \$ 914,741            | \$ 862,127            | 0.1%         | 0.1%         |
| <b>Grace</b>                | 6.05%               | 6.09%        | 36             | 49             | 0.0%         | 0.0%         | \$ 119,536            | \$ 156,262            | 0.0%         | 0.0%         |
| <b>TOTAL INTERIM</b>        | <b>6.01%</b>        | <b>6.03%</b> | <b>320</b>     | <b>315</b>     | <b>0.3%</b>  | <b>0.3%</b>  | <b>\$ 1,034,277</b>   | <b>\$ 1,018,389</b>   | <b>0.1%</b>  | <b>0.1%</b>  |
| <b>REPAYMENT</b>            |                     |              |                |                |              |              |                       |                       |              |              |
| <b>Active</b>               | <b>4.25%</b>        | <b>4.25%</b> | <b>85,136</b>  | <b>84,706</b>  | <b>83.6%</b> | <b>84.0%</b> | <b>\$ 720,806,370</b> | <b>\$ 718,284,576</b> | <b>85.2%</b> | <b>85.8%</b> |
| Current                     | 4.16%               | 4.17%        | 76,660         | 77,357         | 75.3%        | 76.8%        | \$ 657,250,933        | \$ 663,308,876        | 77.7%        | 79.2%        |
| 31-60 Days Delinquent       | 5.12%               | 5.21%        | 1,946          | 1,456          | 1.9%         | 1.4%         | \$ 14,253,049         | \$ 11,032,019         | 1.7%         | 1.3%         |
| 61-90 Days Delinquent       | 4.98%               | 5.10%        | 1,102          | 1,176          | 1.1%         | 1.2%         | \$ 8,558,116          | \$ 8,694,186          | 1.0%         | 1.0%         |
| 91-120 Days Delinquent      | 4.96%               | 5.11%        | 1,188          | 754            | 1.2%         | 0.7%         | \$ 8,994,178          | \$ 6,130,272          | 1.1%         | 0.7%         |
| > 120 Days Delinquent       | 5.05%               | 5.09%        | 4,240          | 3,963          | 4.2%         | 3.9%         | \$ 31,750,094         | \$ 29,119,224         | 3.8%         | 3.5%         |
| <b>Deferment</b>            | 4.92%               | 4.94%        | 7,667          | 7,635          | 7.5%         | 7.6%         | \$ 44,445,404         | \$ 43,849,197         | 5.3%         | 5.2%         |
| <b>Forbearance</b>          | 5.08%               | 5.09%        | 7,780          | 7,011          | 7.6%         | 7.0%         | \$ 73,098,043         | \$ 65,992,202         | 8.6%         | 7.9%         |
| <b>TOTAL REPAYMENT</b>      | <b>4.35%</b>        | <b>4.35%</b> | <b>100,583</b> | <b>99,352</b>  | <b>98.8%</b> | <b>98.6%</b> | <b>\$ 838,349,816</b> | <b>\$ 828,125,975</b> | <b>99.1%</b> | <b>98.9%</b> |
| <b>Claims in Process</b>    | 5.31%               | 5.18%        | 910            | 1,122          | 0.9%         | 1.1%         | \$ 6,517,108          | \$ 8,022,366          | 0.8%         | 1.0%         |
| <b>Aged Claims Rejected</b> | 0.00%               | 0.00%        | -              | -              | 0.0%         | 0.0%         | \$ -                  | \$ -                  | 0.0%         | 0.0%         |
| <b>GRAND TOTAL</b>          | <b>4.36%</b>        | <b>4.36%</b> | <b>101,813</b> | <b>100,789</b> | <b>100%</b>  | <b>100%</b>  | <b>\$ 845,901,201</b> | <b>\$ 837,166,730</b> | <b>100%</b>  | <b>100%</b>  |

| <b>VIII. MHESAC Cumulative Net Reject Rate</b> |              |
|--|--------------|
|  | 1/31/2017    |
| Cumulative Claims submitted (# of loans)       | 50,619       |
| Cumulative Claims rejected (# of loans)        | 88           |
| <b>Cumulative Reject Rate</b>                  | <b>0.17%</b> |

| <b>VIV. MHESAC Payment History and CPRs</b> |                      |                    |
|---|----------------------|--------------------|
| Distribution Date                           | Actual Pool Balances | Since Issued CPR * |
| 10/31/16                                    | \$ 864,871,558       | 4.91%              |
| 11/30/16                                    | \$ 855,353,260       | 4.93%              |
| 12/31/16                                    | \$ 845,901,201       | 4.94%              |
| 01/31/17                                    | \$ 837,166,730       | 4.93%              |

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