



Montana Higher Education Student Assistance Corporation
Quarterly 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 June 01, 2018 through August 31, 2018
Distribution Date: September 20, 2018

MHESAC 1993 Master Indenture

I. Deal Parameters

Student Portfolio Characteristics			5/31/2018	Activity	8/31/2018			
A	i	Portfolio Balance	\$ 701,379,580.17	\$ (24,297,392.30)	\$ 677,082,187.87			
	ii	Accrued Interest - To Be Capitalized	\$ 2,345,905.70	\$ (80,309.82)	\$ 2,265,595.88			
	iii	Accrued Interest - Non-Capitalized	\$ 11,116,490.21	\$ 209,735.73	\$ 11,326,225.94			
	iv	Total Pool	\$ 714,841,976.08		\$ 690,674,009.69			
	v	Pending Portfolio adjustments	\$ -		\$ -			
	vi	Trust Cash	\$ 16,294,264.09		\$ 14,214,121.72			
	vii	Specified Reserve Account Balance	\$ 7,343,420.00		\$ 7,343,420.00			
	viii	Total Adjusted Pool	\$ 738,479,660.17		\$ 712,231,551.41			
B	i	Weighted Average Coupon (WAC)	4.348%		4.379%			
	ii	Weighted Average Remaining Term	168.14		167.68			
	iii	Number of Loans	81,714		78,408			
	iv	Number of Borrowers	33,437		32,149			
	v	Outstanding Principal Balance - T-Bill	\$ 8,508,596.82		\$ 8,063,976.78			
	vi	Outstanding Principal Balance - LIBOR	\$ 692,870,983.35		\$ 669,018,211.09			
Bonds			Original Issue Amount	Rate	Balance 5/31/2018	Pool Factor 5/31/2018	Balance 8/31/2018	Pool Factor 8/31/2018
C	i	2005-B Bonds Senior	612130HN7 \$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 24,418,000.00	3.43%	\$ 21,778,000.00	3.17%
	ii	2006-C Bonds Subordinate	612130HR8 \$ 30,000,000.00	1M LIBOR + 1.20%	\$ 18,000,000.00	2.53%	\$ 18,000,000.00	2.62%
	iii	2012-A2 Bonds Senior	61205PAK5 \$ 649,000,000.00	1M LIBOR + 1.00%	\$ 344,886,000.00	48.43%	\$ 321,729,000.00	46.88%
	iv	2012-A3 Bonds Senior	61205PAL3 \$ 305,300,000.00	1M LIBOR + 1.05%	\$ 305,300,000.00	42.87%	\$ 305,300,000.00	44.48%
	v	2012-B Bonds Subordinate	61205PAM1 \$ 19,500,000.00	1M LIBOR + 1.20%	\$ 19,500,000.00	2.74%	\$ 19,500,000.00	2.84%
	vii	Total Bonds Outstanding Senior			\$ 674,604,000.00	94.73%	\$ 648,807,000.00	94.54%
	viii	Total Bonds Outstanding Subordinate			\$ 37,500,000.00	5.27%	\$ 37,500,000.00	5.46%
	ix	Total Bonds Outstanding 1993 Master Indenture			\$ 712,104,000.00		\$ 686,307,000.00	
Indenture Percentage			5/31/2018	8/31/2018				
D	i	Senior Parity	109.38%	109.68%				
	ii	Subordinate Parity	103.61%	103.67%				
Monthly Trigger Percentage			5/31/2018	8/31/2018				
E	i	Senior Percentage	106.09%	106.21%				
	ii	Subordinate Percentage	100.39%	100.31%				
Reserve Account			5/31/2018	8/31/2018				
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 (\$)	\$ 7,343,420.00	\$ 7,343,420.00				
	iv	Current Reserve Balance - (\$)		\$ 7,343,420.00				
	v	Draws on Reserve - Current Quarter (\$)		\$ -				

MHESAC 1993 Master Indenture
II. Trust Balances and Parity Calculations

Trust Accounts		5/31/2018	8/31/2018
A	i Acquisition Account	\$ 24,425.49	\$ 13,889.09
	ii Administration Account	\$ 942,500.00	\$ 958,900.00
	iii Bond- Interest, Principal, Retirement Subaccounts	\$ 14,319,532.63	\$ 11,958,986.21
	iv Reserve Account	\$ 7,343,420.00	\$ 7,343,420.00
	v Revenue Account	\$ -	\$ -
	vii Surplus Subaccount	\$ 1,007,805.97	\$ 1,282,346.42
	viii Total Trust Accounts	\$ 23,637,684.09	\$ 21,557,541.72

Parity Calculations		5/31/2018	8/31/2018
B	Value of the Indenture		
	i Portfolio Balance	\$ 701,379,580.17	\$ 677,082,187.87
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	13,462,395.91	13,591,821.82
	iv Accrued Subsidized Interest	926,203.22	968,101.21
	v Less: Unguaranteed Amount Uncollectibles	(437,894.64)	(482,217.04)
	vi Trust Cash and Investments	23,637,684.09	21,557,541.72
	vii Payments in Transit	437,082.78	331,855.62
	viii Other Cash and Assets	6,245.56	35,115.64
	ix Total Trust Value	\$ 739,411,297.09	\$ 713,084,406.84
	Less:		
	x Accrued Payables	730,542.87	637,878.49
	xi Net Asset Value - Indenture Percentage	\$ 738,680,754.22	\$ 712,446,528.35

Bond Interest Outstanding		5/31/2018	8/31/2018
C	i Senior Interest	\$ 705,247.51	\$ 756,250.32
	ii Subordinate Interest	\$ 135,568.31	\$ 141,224.11
	iii Total Bond Interest	\$ 840,815.82	\$ 897,474.43

Bonds Outstanding		5/31/2018	8/31/2018
D	i Senior Bonds	\$ 674,604,000.00	\$ 648,807,000.00
	ii Subordinate Bonds	\$ 37,500,000.00	\$ 37,500,000.00
	iii Total Bonds	\$ 712,104,000.00	\$ 686,307,000.00

Distribution Amounts - Following Monthly Payment Date		5/31/2018	8/31/2018
E	i Senior Distribution Amount	\$ 13,474,000.00	\$ 11,324,000.00

Indenture Percentage		5/31/2018	8/31/2018
F	i Senior Parity $Bxi / (Ci + Di)$	109.38%	109.68%
	ii Subordinate Parity $Bxi / (Ciii + Diii)$	103.61%	103.67%

Monthly Trigger Percentage		5/31/2018	8/31/2018
G	i Senior Percentage $Bi / (Di - Ei)$	106.09%	106.21%
	ii Subordinate Percentage $Bi / (Diii - Ei)$	100.39%	100.31%

Six Month Average Trigger Percentage		Current Distribution		Next Monthly Distribution	
		Senior	Subordinate	Senior	Subordinate
H	i 1st Month Prior	106.08%	100.26%	106.21%	100.31%
	ii 2nd Month Prior	106.03%	100.28%	106.08%	100.26%
	iii 3rd Month Prior	106.09%	100.39%	106.03%	100.28%
	iv 4th Month Prior	105.93%	100.33%	106.09%	100.39%
	v 5th Month Prior	106.00%	100.45%	105.93%	100.33%
	vii 6th Month Prior	105.98%	100.50%	106.00%	100.45%
	viii Six Month Average Trigger Percentage	106.02%	100.37%	106.06%	100.34%

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	9/20/2018	3M LIBOR	0.12%	2.32469%	2.33750%	2.44469%	2.45750%
2006-C	612130HR8	9/20/2018	1M LIBOR	1.20%	2.07738%	2.16525%	3.27738%	3.36525%
2012-A2	61205PAK5	9/20/2018	1M LIBOR	1.00%	2.07738%	2.16525%	3.07738%	3.16525%
2012-A3	61205PAL3	9/20/2018	1M LIBOR	1.05%	2.07738%	2.16525%	3.12738%	3.21525%
2012-B	61205PAM1	9/20/2018	1M LIBOR	1.20%	2.07738%	2.16525%	3.27738%	3.36525%

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	\$ 136,058.95	\$ 136,058.95	\$ -	\$ -	\$ -	\$ -	7.10%
2006-C	612130HR8	\$ 50,799.42	\$ 50,799.42	\$ -	\$ 48,381.47	\$ -	\$ 48,381.47	2.65%
2012-A2	61205PAK5	\$ 852,572.20	\$ 852,572.20	\$ -	\$ -	\$ -	\$ -	44.48%
2012-A3	61205PAL3	\$ 822,179.01	\$ 822,179.01	\$ -	\$ -	\$ -	\$ -	42.90%
2012-B	61205PAM1	\$ 55,032.71	\$ 55,032.71	\$ -	\$ 52,413.25	\$ -	\$ 52,413.25	2.87%
TOTAL		\$ 1,916,642.29	\$ 1,916,642.29	\$ -	\$ 100,794.72	\$ -	\$ 100,794.72	

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	\$ 2,610,000.00	\$ 2,610,000.00	\$ -	\$ -	\$ -	\$ -	23.05%
2006-C	612130HR8	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
2012-A2	61205PAK5	\$ -	\$ -	\$ -	\$ 321,729,000.00	\$ 8,714,000.00	\$ 313,015,000.00	76.95%
2012-A3	61205PAL3	\$ 4,466,080.47	\$ -	\$ 4,466,080.47	\$ 129,874,443.20	\$ -	\$ 134,340,523.67	0.00%
2012-B	61205PAM1	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 7,076,080.47	\$ 2,610,000.00	\$ 4,466,080.47	\$ 451,603,443.20	\$ 8,714,000.00	\$ 447,355,523.67	

TOTAL PRINCIPAL DISTRIBUTION	\$ 11,324,000.00
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MHESAC 1993 Master Indenture

IV. MHESAC System Activity from: 6/1/2018 through: 8/31/2018

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	18,759,446.79
ii	Principal Collections from Guarantor	\$	7,451,578.47
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	(14,831.30)
v	Repurchases of Rehabilitated Loans	\$	(27,871.56)
vi	Additional Disbursements/Purchases		
vii	Total Principal Collections	\$	<u>26,168,322.40</u>
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	(9,888.81)
ii	Capitalized Interest	\$	(1,861,041.29)
iii	Total Non-Cash Principal Activity	\$	<u>(1,870,930.10)</u>
C	Total Student Loan Principal Activity	\$	<u>24,297,392.30</u>
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	4,717,395.34
ii	Interest Claims Received from Guarantors	\$	222,515.24
iii	Other System Adjustments	\$	74,065.12
iv	Accrued Borrower Interest on Purchased Loans	\$	-
v	Total Interest Collections	\$	<u>5,013,975.70</u>
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	839,570.59
ii	Capitalized Interest	\$	1,411,158.11
iii	Interest Accrued During Period	\$	(7,394,130.31)
iv	Total Non-Cash Interest Adjustments	\$	<u>(5,143,401.61)</u>
F	Total Student Loan Interest Activity	\$	<u>(129,425.91)</u>

Trust Activity from: 6/1/2018 through: 8/31/2018

G	Trust Balances less Reserve - Beginning of Period	\$	16,294,264.09
H	Released Funds in Excess of Reserve Requirement	\$	-
I	Funds Collected During Period		
i	Student Loan Principal Received	\$	26,307,973.27
ii	Student Loan Interest Received	\$	4,899,438.30
iii	Subsidized Interest Received	\$	1,535,104.74
iv	Investment Income on Trust Accounts	\$	86,705.61
J	Funds Remitted During Period		
i	Bond Principal	\$	25,797,000.00
ii	Bond Interest	\$	5,416,916.35
iii	Consolidation Loan Rebate Fees	\$	1,529,036.80
iv	Management and Servicing Fees	\$	1,046,556.65
v	Administrative Fees (trustee, listing, etc.)	\$	25,476.33
vi	Special Allowance Rebate	\$	1,066,506.60
vii	Repurchases of Rehabilitated Loans	\$	27,871.56
K	Funds Reserved During Period		
i	Acquisition Funds for Rehabilitated Loans	\$	13,889.09
ii	Administration Funds	\$	958,900.00
L	TOTAL AVAILABLE FUNDS FOR DISTRIBUTION	\$	<u>13,241,332.63</u>

MHESAC 1993 Master Indenture**V. Waterfall for Distributions****Distribution Date:****9/20/2018**

A	Total Available Funds for Distribution(IV-L)	\$	13,241,332.63
B	Interest Distributions		
i	2005-B Bonds	\$	136,058.95
ii	2006-C Bonds	\$	50,799.42
iii	2012-A2 Bonds	\$	852,572.20
iv	2012-A3 Bonds	\$	822,179.01
v	2012-B Bonds	\$	55,032.71
vi	Total Bondholder's Interest Distributions	\$	1,916,642.29
C	Principal Distributions		
i	2005-B Bonds	\$	2,610,000.00
ii	2006-C Bonds	\$	-
iii	2012-A2 Bonds	\$	8,714,000.00
iv	2012-A3 Bonds	\$	-
v	2012-B Bonds	\$	-
vi	Total Bondholder's Principal Distribution	\$	11,324,000.00
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)	\$	690.34

MHESAC 1993 Master Indenture
VI. Historical Pool Information

	09/01/17-11/30/17	12/01/17-02/28/18	03/01/18-05/31/18	06/01/18-08/31/18
Beginning Student Loan Pool Balance	\$ 795,434,072.68	\$ 768,587,864.60	\$ 741,943,940.28	\$ 714,841,976.08
Student Loan Principal Activity				
i Regular Principal Collections	\$ 20,611,989.93	\$ 20,950,310.67	\$ 21,300,799.77	\$ 18,759,446.79
ii Principal Collections from Guarantor	\$ 9,015,946.55	\$ 8,104,880.41	\$ 8,319,086.13	\$ 7,451,578.47
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ (21,584.94)	\$ (15,270.20)	\$ (14,483.64)	\$ (14,831.30)
v Repurchase of Rehabilitated Loans	\$ (459,645.34)	\$ (357,348.03)	\$ (339,414.34)	\$ (27,871.56)
vi Additional Disbursements/Purchases	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 29,146,706.20	\$ 28,682,572.85	\$ 29,265,987.92	\$ 26,168,322.40
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 33,426.81	\$ 32,785.21	\$ 19,994.88	\$ (9,888.81)
ii Capitalized Interest	\$ (2,410,687.41)	\$ (2,248,390.66)	\$ (2,039,170.26)	\$ (1,861,041.29)
iii Total Non-Cash Principal Activity	\$ (2,377,260.60)	\$ (2,215,605.45)	\$ (2,019,175.38)	\$ (1,870,930.10)
(-) Total Student Loan Principal Activity	\$ 26,769,445.60	\$ 26,466,967.40	\$ 27,246,812.54	\$ 24,297,392.30
Student Loan Interest Activity				
i Regular Interest Collections	\$ 5,191,383.46	\$ 5,088,620.60	\$ 4,871,440.93	\$ 4,717,395.34
ii Interest Claims Received from Guarantors	\$ 249,410.94	\$ 259,800.29	\$ 264,717.23	\$ 222,515.24
iii Other System Adjustments	\$ (70.58)	\$ (311.25)	\$ -	\$ 74,065.12
iv Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
v Total Interest Repayments	\$ 5,440,723.82	\$ 5,348,109.64	\$ 5,136,158.16	\$ 5,013,975.70
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 356,189.29	\$ 349,838.17	\$ 314,571.13	\$ 839,570.59
ii Capitalized Interest	\$ 2,410,687.41	\$ 2,248,390.66	\$ 2,039,167.26	\$ 1,411,158.11
iii Interest Accrued During Period	\$ (8,130,838.04)	\$ (7,769,381.55)	\$ (7,634,744.89)	\$ (7,394,130.31)
iv Total Non-Cash Interest Adjustments	\$ (5,363,961.34)	\$ (5,171,152.72)	\$ (5,281,006.50)	\$ (5,143,401.61)
(-) Total Student Loan Interest Activity	\$ 76,762.48	\$ 176,956.92	\$ (144,848.34)	\$ (129,425.91)
(=) TOTAL STUDENT LOAN POOL	\$ 768,587,864.60	\$ 741,943,940.28	\$ 714,841,976.08	\$ 690,674,009.69
(+) Pending Portfolio Adjustments	\$ -	\$ -	\$ -	\$ -
(+) Trust Cash Available	\$ 14,459,462.39	\$ 14,103,958.47	\$ 16,294,264.09	\$ 14,214,121.72
(+) Reserve Account Balance	\$ 7,629,240.00	\$ 7,364,770.00	\$ 7,343,420.00	\$ 7,343,420.00
(=) TOTAL ADJUSTED POOL	\$ 790,676,566.99	\$ 763,412,668.75	\$ 738,479,660.17	\$ 712,231,551.41

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

LOAN STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018
INTERIM:										
In School	6.08%	6.41%	144	93	0.2%	0.1%	\$ 425,101	\$ 281,960	0.1%	0.0%
Grace	6.14%	6.02%	47	61	0.1%	0.1%	\$ 146,613	\$ 195,898	0.0%	0.0%
TOTAL INTERIM	6.09%	6.25%	191	154	0.2%	0.2%	\$ 571,715	\$ 477,859	0.1%	0.1%
REPAYMENT										
Active	4.26%	4.28%	71,944	69,043	88.0%	88.1%	\$ 618,773,773	\$ 597,486,396	88.2%	88.2%
Current	4.17%	4.18%	65,791	62,481	80.5%	79.7%	\$ 568,430,205	\$ 545,013,018	81.0%	80.5%
31-60 Days Delinquent	4.99%	5.36%	1,666	1,564	2.0%	2.0%	\$ 13,543,995	\$ 12,264,179	1.9%	1.8%
61-90 Days Delinquent	5.25%	5.13%	1,017	1,192	1.2%	1.5%	\$ 7,938,392	\$ 9,630,941	1.1%	1.4%
91-120 Days Delinquent	5.31%	5.33%	712	870	0.9%	1.1%	\$ 5,392,341	\$ 7,102,163	0.8%	1.0%
> 120 Days Delinquent	5.37%	5.29%	2,758	2,936	3.4%	3.7%	\$ 23,468,839	\$ 23,476,095	3.3%	3.5%
Deferment	4.92%	4.97%	4,540	4,501	5.6%	5.7%	\$ 30,327,274	\$ 30,840,035	4.3%	4.6%
Forbearance	5.12%	5.23%	4,678	4,367	5.7%	5.6%	\$ 49,173,951	\$ 45,692,972	7.0%	6.7%
TOTAL REPAYMENT	4.34%	4.37%	81,162	77,911	99.3%	99.4%	\$ 698,274,998	\$ 674,019,402	99.6%	99.5%
Claims in Process	5.32%	5.37%	361	343	0.4%	0.4%	\$ 2,532,868	\$ 2,584,927	0.4%	0.4%
Aged Claims Rejected	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.35%	4.38%	81,714	78,408	100%	100%	\$ 701,379,580	\$ 677,082,188	100%	100%

LOAN TYPE	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018	5/31/2018	8/31/2018
Subsidized Stafford	5.47%	5.73%	23,283	22,063	28.5%	28.1%	\$ 56,045,866	\$ 52,929,406	8.0%	7.8%
Unsubsidized Stafford	5.82%	6.03%	16,833	15,989	20.6%	20.4%	\$ 60,708,234	\$ 57,675,460	8.7%	8.5%
PLUS	7.82%	7.95%	605	544	0.7%	0.7%	\$ 3,792,454	\$ 3,478,699	0.5%	0.5%
Grad/PLUS	8.10%	8.11%	117	111	0.1%	0.1%	\$ 1,381,132	\$ 1,353,835	0.2%	0.2%
SLS	4.47%	5.55%	18	12	0.0%	0.0%	\$ 64,160	\$ 43,228	0.0%	0.0%
Consolidation	4.05%	4.05%	40,858	39,689	50.0%	50.6%	\$ 579,387,735	\$ 561,601,560	82.6%	82.9%
TOTAL	4.35%	4.38%	81,714	78,408	100%	100%	\$ 701,379,580	\$ 677,082,188	100%	100%

VIII. MHESAC Cumulative Net Reject Rate	
	8/31/2018
Cumulative Claims submitted (# of loans)	52,599
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 *
11/30/17	\$ 755,093,360	4.87%
02/28/18	\$ 728,626,393	4.90%
05/31/18	\$ 701,379,580	4.95%
08/31/18	\$ 677,082,188	4.95%
* based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data		