



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

**1993 Master Indenture - Trust Securing the Following Tax-Exempt 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 Subordinate Series 2000-D (AMT)
- Senior Series 2002-A, B and Subordinate Series 2002-E (AMT)
- Senior Series 2003-A and B (AMT) and Subordinate Series 2003-D (AMT)
- Senior Series 2004-A and B (AMT) and Subordinate Series 2004-C (AMT)
- Senior Series 2006-D, E, and F (AMT) and Subordinate Series 2006-G (AMT)

**Reporting Period December 01, 2010 through February 28, 2011**

MHESAC 1993 Master Indenture - Tax-Exempt  
I. Deal Parameters

Student Portfolio Characteristics		11/30/2010	Activity	2/28/2011	
A	i	Portfolio Balance	\$ 1,012,520,088.30	\$ (23,598,504.88)	\$ 988,921,583.42
	ii	Interest to be Capitalized	\$ 14,768,070.34	\$ 1,000,465.74	\$ 15,768,536.08
	iii	Total Pool	\$ 1,027,288,158.64		\$ 1,004,690,119.50
	iv	Pending Portfolio adjustments	\$ -		\$ (7.24)
	v	Trust Cash	\$ 65,463,853.39		\$ 77,650,255.73
	vi	Specified Reserve Account Balance	\$ 14,693,660.00		\$ 14,693,660.00
	vii	<b>Total Adjusted Pool</b>	\$ 1,107,445,672.03		\$ 1,097,034,027.99
B	i	Weighted Average Coupon (WAC)	5.080%		5.080%
	ii	Weighted Average Remaining Term	167.69		166.45
	iii	Number of Loans	182,242		178,575
	iv	Number of Borrowers	66,169		64,995
	v	Outstanding Principal Balance - T-Bill	\$ 27,194,251.89		\$ 26,288,140.81
	vi	Outstanding Principal Balance - Commercial Paper	\$ 985,325,836.41		\$ 988,921,583.42

Notes	CUSIP	Original Issue Amount	Rate	Balance 11/30/2010	Pool Factor 11/30/2010	Balance 2/28/2011	Pool Factor 2/28/2011	
C	i	1995-A Notes Tax-Exempt Senior 612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	3.13%	\$ 34,600,000.00	3.16%
	ii	1995-B Notes Tax-Exempt Senior 612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	3.12%	\$ 34,500,000.00	3.15%
	iii	1995-C Notes Tax-Exempt Senior 612130EP5	\$ 56,600,000.00	ARS	\$ 16,900,000.00	1.53%	\$ 16,900,000.00	1.54%
	iv	1998-A Notes Tax-Exempt Senior 612130FW9	\$ 79,800,000.00	ARS	\$ 69,200,000.00	6.26%	\$ 69,200,000.00	6.31%
	v	1998-B Notes Tax-Exempt Subordinate 612130FS8	\$ 345,000.00	4.85%	\$ 325,000.00	0.03%	\$ -	0.00%
	vi	1998-B Notes Tax-Exempt Subordinate 612130FT6	\$ 700,000.00	4.95%	\$ 670,000.00	0.06%	\$ 670,000.00	0.06%
	vii	1998-B Notes Tax-Exempt Subordinate 612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.05%	\$ 580,000.00	0.05%
	viii	1998-B Notes Tax-Exempt Subordinate 612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.99%	\$ 22,010,000.00	2.01%
	ix	1999-A Notes Tax-Exempt Senior 612130FX7	\$ 81,500,000.00	ARS	\$ 81,500,000.00	7.37%	\$ 73,400,000.00	6.70%
	x	1999-B Notes Tax-Exempt Subordinate 612130GE8	\$ 280,000.00	5.45%	\$ 280,000.00	0.03%	\$ -	0.00%
	xi	1999-B Notes Tax-Exempt Subordinate 612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.03%	\$ 295,000.00	0.03%
	xii	1999-B Notes Tax-Exempt Subordinate 612130GG3	\$ 465,000.00	5.65%	\$ 465,000.00	0.04%	\$ 465,000.00	0.04%
	xiii	1999-B Notes Tax-Exempt Subordinate 612130GH1	\$ 480,000.00	5.75%	\$ 480,000.00	0.04%	\$ 480,000.00	0.04%
	xiv	1999-B Notes Tax-Exempt Subordinate 612130GJ7	\$ 505,000.00	5.85%	\$ 505,000.00	0.05%	\$ 505,000.00	0.05%
	xv	1999-B Notes Tax-Exempt Subordinate 612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.46%	\$ 16,200,000.00	1.48%
	xvi	2000-A Notes Tax-Exempt Senior 612130GT5	\$ 50,000,000.00	ARS	\$ 50,000,000.00	4.52%	\$ 50,000,000.00	4.56%
	xvii	2000-B Notes Tax-Exempt Senior 612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	4.52%	\$ 50,000,000.00	4.56%
	xviii	2000-D Notes Tax-Exempt Subordinate 612130GS7	\$ 1,375,000.00	5.10%	\$ 1,375,000.00	0.12%	\$ -	0.00%
	xix	2001-A Notes Tax-Exempt Senior 612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	7.61%	\$ 84,200,000.00	7.68%
	xx	2001-B Notes Tax-Exempt Senior 612130GX6	\$ 25,000,000.00	ARS	\$ 14,000,000.00	1.27%	\$ 14,000,000.00	1.28%
	xxi	2002-A Notes Tax-Exempt Senior 612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	4.86%	\$ 53,800,000.00	4.91%
	xxii	2002-B Notes Tax-Exempt Senior 612130HA5	\$ 29,000,000.00	ARS	\$ 27,700,000.00	2.50%	\$ 27,700,000.00	2.53%
	xxiii	2002-E Notes Tax-Exempt Subordinate 612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.36%	\$ 15,000,000.00	1.37%
	xxiv	2003-A Notes Tax-Exempt Senior 612130HE7	\$ 80,200,000.00	ARS	\$ 75,200,000.00	6.80%	\$ 75,200,000.00	6.86%
	xxv	2003-B Notes Tax-Exempt Senior 612130HF4	\$ 80,100,000.00	ARS	\$ 79,800,000.00	7.21%	\$ 79,800,000.00	7.28%
	xxvi	2003-D Notes Tax-Exempt Subordinate 612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.90%	\$ 10,000,000.00	0.91%
	xxvii	2004-A Notes Tax-Exempt Senior 612130HJ6	\$ 83,000,000.00	ARS	\$ 55,900,000.00	5.05%	\$ 55,900,000.00	5.10%
	xxviii	2004-B Notes Tax-Exempt Senior 612130HK3	\$ 83,000,000.00	ARS	\$ 76,500,000.00	6.92%	\$ 76,500,000.00	6.98%
	xxix	2004-C Notes Tax-Exempt Subordinate 612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	1.08%	\$ 12,000,000.00	1.09%
	xxx	2006-D Notes Tax-Exempt Senior 612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	6.46%	\$ 71,400,000.00	6.51%
	xxxi	2006-E Notes Tax-Exempt Senior 612130HT4	\$ 71,400,000.00	ARS	\$ 64,400,000.00	5.82%	\$ 64,400,000.00	5.88%
	xxxii	2006-F Notes Tax-Exempt Senior 612130HU1	\$ 71,300,000.00	ARS	\$ 66,300,000.00	5.99%	\$ 66,300,000.00	6.05%
	xxxiii	2006-G Notes Tax-Exempt Subordinate 612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.81%	\$ 20,000,000.00	1.82%
	xxxiv	Total Notes Outstanding Tax-Exempt Senior		\$ 1,005,900,000.00	90.94%	\$ 997,800,000.00	91.04%	
	xxxv	Total Notes Outstanding Tax-Exempt Subordinate		\$ 100,185,000.00	9.06%	\$ 98,205,000.00	8.96%	
	xxxvi	<b>Total Notes Outstanding 1993 Master Indenture - Tax-Exempt</b>		\$ 1,106,085,000.00		\$ 1,096,005,000.00		

Balance Sheet Parity		11/30/2010	2/28/2011	
D	i	Senior Parity	111.22%	111.20%
	ii	Subordinate Parity	101.15%	101.24%

Indenture Percentage		11/30/2010	2/28/2011	
E	i	Senior Percentage	109.24%	109.30%
	ii	Subordinate Percentage	99.34%	99.50%

Reserve Account		11/30/2010	2/28/2011	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 11,060,850.00	\$ 10,960,050.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance (\$)	\$ -	\$ 14,693,660.00
	vi	Draws on Reserve - Current Quarter (\$)	\$ -	\$ -

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

**II. Trust Balances and Parity Calculations**

<b>Trust Accounts</b>		<b>11/30/2010</b>	<b>2/28/2011</b>
A	i Acquisition Account	\$ 10,228,497.73	\$ -
	ii Administration Account	\$ 3,515,066.96	\$ 3,600,955.76
	iii Bond- Interest, Principal, Retirement Accounts	\$ 5,887,738.09	\$ 2,371,106.25
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ 2,500.00	\$ 2,500.00
	vi Rebate Account	\$ 4,496,297.65	\$ 3,873,262.05
	vii Reserve Account	\$ 14,693,660.00	\$ 14,693,660.00
	viii Surplus Account	\$ 41,333,752.96	\$ 67,802,431.67
	ix Total Trust Accounts	\$ 80,157,513.39	\$ 92,343,915.73

  

<b>Parity Calculations</b>		<b>11/30/2010</b>	<b>2/28/2011</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,012,520,088.30	\$ 988,921,583.42
	ii Pending System Adjustments	-	(7.24)
	iii Accrued Borrower Interest	14,768,070.34	15,768,536.08
	iv Accrued Subsidized Interest	1,888,235.80	1,984,460.49
	v Less: Unguaranteed Amount Uncollectibles	(349,704.00)	(491,661.00)
	vi Trust Cash and Investments (less COI)	80,155,013.39	92,341,415.73
	vii Payments in Transit	1,455,121.98	1,951,936.26
	viii Prepays	19,966,772.15	18,988,364.88
	ix Other Cash and Assets	-	-
	x Total Trust Value	\$ 1,130,403,597.96	\$ 1,119,464,628.62
	Less:		
	xi Accrued Bond Interest	3,899,775.64	1,930,845.13
	xii Accrued Payables	3,507,432.00	3,425,694.00
	xiii Accrued Rebate Liabilities (Prior Month)	4,193,255.09	4,546,546.40
	xiv <b>Net Asset Value w/ Prepays - Balance Sheet Parity</b>	\$ 1,118,803,135.23	\$ 1,109,561,543.10
	xv <b>Net Asset Value w/o Prepays - Indenture Percentage</b>	\$ 1,098,836,363.08	\$ 1,090,573,178.22

  

<b>Notes Outstanding</b>		<b>11/30/2010</b>	<b>2/28/2011</b>
C	i Senior Notes	\$ 1,005,900,000.00	\$ 997,800,000.00
	ii Subordinate Notes	100,185,000.00	98,205,000.00
	iii Total Notes	\$ 1,106,085,000.00	\$ 1,096,005,000.00

  

<b>Balance Sheet Parity</b>		<b>11/30/2010</b>	<b>2/28/2011</b>
D	i Senior Parity	111.22%	111.20%
	ii Subordinate Parity	101.15%	101.24%

  

<b>Indenture Percentage</b>		<b>11/30/2010</b>	<b>2/28/2011</b>
E	i Senior Percentage	109.24%	109.30%
	ii Subordinate Percentage	99.34%	99.50%

**MHESAC 1993 Master Indenture - Tax-Exempt  
III. Distributions**

<b>Interest</b>										
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Interest Due</b>	<b>Quarterly Interest Paid</b>	<b>Interest Shortfall</b>	<b>Interest Carryover Due</b>	<b>Interest Carryover Paid</b>	<b>Interest Carryover</b>	<b>Interest Factor</b>	<b>Rate</b>	<b>Next Rate</b>
A				\$ -	\$ -	\$ -	\$ -			
	<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			

  

<b>Principal</b>								
<b>Class</b>	<b>CUSIP</b>	<b>Quarterly Principal Due</b>	<b>Quarterly Principal Paid</b>	<b>Quarterly Principal Shortfall</b>	<b>Principal Carryover Due</b>	<b>Principal Carryover Paid</b>	<b>Principal Carryover</b>	<b>Principal Factor</b>
B							\$ -	
	<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

  

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

  

D	<b>Total Distributions</b>	\$ -
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**MHESAC 1993 Master Indenture - Tax-Exempt**

**IV. MHESAC Transactions from: 12/1/2010 through: 2/28/2011**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	22,777,214.35
ii	Principal Collections from Guarantor	\$	4,994,399.82
iii	Returned Disbursements	\$	-
iv	Loans PUT to Department of Education	\$	-
v	Other System Adjustments	\$	-
vi	Additional Disbursements	\$	(2,147,885.60)
vii	<b>Total Principal Collections</b>	\$	25,623,728.57
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	382,929.24
ii	Capitalized Interest	\$	(2,408,152.93)
iii	<b>Total Non-Cash Principal Activity</b>	\$	(2,025,223.69)
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	23,598,504.88
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	6,756,689.47
ii	Interest Claims Received from Guarantors	\$	95,628.92
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(4,697,709.80)
viii	Subsidy Payments	\$	2,239,660.45
ix	Accrued Borrower Interest on Purchased Loans	\$	-
x	<b>Total Interest Collections</b>	\$	4,394,269.04
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	546,498.92
ii	Capitalized Interest	\$	2,408,152.93
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	2,954,651.85
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	7,348,920.89
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	-

**Available Funds 2/28/2011**

<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>J</b>	<b>Trust Account Investment Income</b>	\$	1,903.70
<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>	\$	32,167,786.91
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	1,514,828.95
ii	Management and Servicing Fees	\$	2,768,776.86
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	359,383.45
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>	\$	27,524,797.65

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

<b>A</b>	Total Available Funds (IV-O)	<b>\$</b>	<b>27,524,797.65</b>
<b>B</b>	Interest Distributions and accruals		
i	1995-A Notes	\$	38,596.30
ii	1995-B Notes	\$	39,043.65
iii	1995-C Notes	\$	20,855.04
iv	1998-A Notes	\$	92,768.61
v	1998-B Notes	\$	318,178.75
vi	1999-A Notes	\$	90,381.08
vii	1999-B Notes	\$	284,146.88
viii	2000-A Notes	\$	55,910.00
ix	2000-B Notes	\$	56,290.00
x	2000-D Notes	\$	-
xi	2001-A Notes	\$	113,139.54
xii	2001-B Notes	\$	18,838.40
xiii	2002-A Notes	\$	72,145.80
xiv	2002-B Notes	\$	40,162.26
xv	2002-E Notes	\$	30,967.50
xvi	2003-A Notes	\$	92,698.79
xvii	2003-B Notes	\$	106,979.85
xviii	2003-D Notes	\$	18,667.00
xix	2004-A Notes	\$	72,824.72
xx	2004-B Notes	\$	85,328.10
xxi	2004-C Notes	\$	23,674.80
xxii	2006-D Notes	\$	79,803.78
xxiii	2006-E Notes	\$	72,579.65
xxiv	2006-F Notes	\$	81,727.76
xxv	2006-G Notes	\$	41,708.00
xxvi	<b>Total Interest Distributions and Accruals</b>	<b>\$</b>	<b>1,947,416.26</b>
<b>C</b>	Principal Distribution Amount		
i	1998-B	\$	-
ii	1999-B	\$	-
iii	2000-D	\$	-
iv	2003-A Notes	\$	-
v	2003-B Notes	\$	-
vi	2004-A Notes	\$	-
vii	2006-E Notes	\$	-
viii	2006-F Notes	\$	-
ix	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>-</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>25,577,381.40</b>

MHESAC 1993 Master Indenture - Tax-Exempt

VI. Historical Pool Information

	03/01/10-5/31/10	06/01/10-08/31/10	09/01/10-11/30/10	12/01/10-02/28/11
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 1,143,375,394.56</b>	<b>\$ 1,178,388,815.91</b>	<b>\$ 1,029,962,096.67</b>	<b>\$ 1,012,520,088.30</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 25,558,355.39	\$ 22,736,359.29	\$ 21,972,694.27	\$ 22,777,214.35
ii Principal Collections from Guarantor	\$ 2,674,930.43	\$ 4,039,531.85	\$ 3,193,119.60	\$ 4,994,399.82
iii Returned Disbursements	\$ 564,921.96	\$ 302,241.95	\$ 612.00	\$ -
iv PUT to Department of Education	\$ -	\$ 153,777,072.91	\$ -	\$ -
v Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Additional Disbursements	\$ (61,149,549.76)	\$ (27,914,726.60)	\$ (1,985,802.49)	\$ (2,147,885.60)
viii Total Principal Collections	\$ (32,351,341.98)	\$ 152,940,479.40	\$ 23,180,623.38	\$ 25,623,728.57
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 134,845.26	\$ 85,717.15	\$ 128,128.43	\$ 382,929.24
ii Capitalized Interest	\$ (2,796,924.63)	\$ (4,599,477.31)	\$ (5,866,743.44)	\$ (2,408,152.93)
iii Total Non-Cash Principal Activity	\$ (2,662,079.37)	\$ (4,513,760.16)	\$ (5,738,615.01)	\$ (2,025,223.69)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ (35,013,421.35)</b>	<b>\$ 148,426,719.24</b>	<b>\$ 17,442,008.37</b>	<b>\$ 23,598,504.88</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 7,178,036.37	\$ 10,016,801.17	\$ 6,673,431.93	\$ 6,756,689.47
ii Interest Claims Received from Guarantors	\$ 56,651.04	\$ 86,443.33	\$ 79,127.64	\$ 95,628.92
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (5,695,645.68)	\$ (5,875,827.40)	\$ (4,983,647.89)	\$ (4,697,709.80)
viii Subsidy Payments	\$ 2,936,742.13	\$ 3,201,070.36	\$ 2,456,196.36	\$ 2,239,660.45
ix Accrued Borrower Interest on Purchased Loans	\$ (803,032.04)	\$ (469,760.17)	\$ (965.54)	\$ -
x Total Interest Repayments	\$ 3,672,751.82	\$ 6,958,727.29	\$ 4,224,142.50	\$ 4,394,269.04
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 320,733.62	\$ 395,034.01	\$ 305,443.44	\$ 546,498.92
ii Capitalized Interest	\$ 2,796,924.63	\$ 4,599,477.31	\$ 5,866,743.44	\$ 2,408,152.93
iii Total Non-Cash Interest Adjustments	\$ 3,117,658.25	\$ 4,994,511.32	\$ 6,172,186.88	\$ 2,954,651.85
<b>Total Student Loan Interest Activity</b>	<b>\$ 6,790,410.07</b>	<b>\$ 11,953,238.61</b>	<b>\$ 10,396,329.38</b>	<b>\$ 7,348,920.89</b>
<b>(-) Ending Student Loan Portfolio Balance</b>	<b>\$ 1,185,179,225.98</b>	<b>\$ 1,041,915,335.28</b>	<b>\$ 1,022,916,417.68</b>	<b>\$ 996,270,504.31</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 19,527,938.24</b>	<b>\$ 16,780,753.87</b>	<b>\$ 14,768,070.34</b>	<b>\$ 15,768,536.08</b>
<b>(-) TOTAL POOL</b>	<b>\$ 1,197,916,754.15</b>	<b>\$ 1,046,742,850.54</b>	<b>\$ 1,027,288,158.64</b>	<b>\$ 1,004,690,119.50</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ 3,207.83</b>	<b>\$ (16,323.08)</b>	<b>\$ -</b>	<b>\$ (7.24)</b>
<b>(+) Trust Cash Available</b>	<b>\$ 48,449,416.87</b>	<b>\$ 48,578,275.21</b>	<b>\$ 65,463,853.39</b>	<b>\$ 77,650,255.73</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 18,014,744.22</b>	<b>\$ 14,693,660.00</b>	<b>\$ 14,693,660.00</b>	<b>\$ 14,693,660.00</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 1,264,384,123.07</b>	<b>\$ 1,109,998,462.67</b>	<b>\$ 1,107,445,672.03</b>	<b>\$ 1,097,034,027.99</b>

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%		
	11/30/2010	2/28/2011	11/30/2010	2/28/2011	11/30/2010	2/28/2011	11/30/2010	2/28/2011	11/30/2010	2/28/2011	
<b>INTERIM:</b>											
<b>In School</b>	6.28%	6.29%	24,273	20,540	13.3%	11.5%	\$ 80,183,465	\$ 67,971,042	7.9%	6.9%	
Current											
<b>Grace</b>	5.99%	6.19%	2,120	4,431	1.2%	2.5%	\$ 7,131,756	\$ 14,350,262	0.7%	1.5%	
Current											
<b>TOTAL INTERIM</b>	<b>6.26%</b>	<b>6.27%</b>	<b>26,393</b>	<b>24,971</b>	<b>14.5%</b>	<b>14.0%</b>	<b>\$ 87,315,221</b>	<b>\$ 82,321,304</b>	<b>8.6%</b>	<b>8.3%</b>	
<b>REPAYMENT</b>											
<b>Active</b>	<b>4.96%</b>	<b>4.94%</b>	<b>115,347</b>	<b>111,493</b>	<b>63.3%</b>	<b>62.4%</b>	<b>\$ 709,477,367</b>	<b>\$ 686,319,194</b>	<b>70.1%</b>	<b>69.4%</b>	
Current	4.94%	4.89%	98,904	94,071	54.3%	52.7%	\$ 620,044,778	\$ 592,883,299	61.2%	60.0%	
31-60 Days Delinquent	5.18%	5.20%	4,574	4,174	2.5%	2.3%	\$ 27,694,881	\$ 24,366,151	2.7%	2.5%	
61-90 Days Delinquent	5.03%	5.44%	2,792	4,204	1.5%	2.4%	\$ 16,479,682	\$ 21,807,709	1.6%	2.2%	
91-120 Days Delinquent	5.07%	5.19%	1,918	2,445	1.1%	1.4%	\$ 9,352,401	\$ 12,873,719	0.9%	1.3%	
> 120 Days Delinquent	5.09%	5.08%	7,159	6,599	3.9%	3.7%	\$ 35,905,625	\$ 34,388,316	3.5%	3.5%	
<b>Deferment</b>											
Current	4.97%	5.03%	32,106	33,142	17.6%	18.6%	\$ 163,738,455	\$ 165,200,399	16.2%	16.7%	
<b>Forbearance</b>											
Current	5.19%	5.32%	6,205	6,710	3.4%	3.8%	\$ 41,749,139	\$ 44,301,316	4.1%	4.5%	
<b>TOTAL REPAYMENT</b>	<b>4.97%</b>	<b>4.97%</b>	<b>153,658</b>	<b>151,345</b>	<b>84.3%</b>	<b>84.8%</b>	<b>\$ 914,964,961</b>	<b>\$ 895,820,909</b>	<b>90.4%</b>	<b>90.6%</b>	
<b>Claims in Process</b>	4.86%	4.95%	2,190	2,259	1.2%	1.3%	\$ 10,238,450	\$ 10,779,370	1.0%	1.1%	
<b>Aged Claims Rejected</b>	6.80%	0.00%	1	0	0.0%	0.0%	\$ 1,456	\$ -	0.0%	0.0%	
<b>GRAND TOTAL</b>	<b>5.08%</b>	<b>5.08%</b>	<b>182,242</b>	<b>178,575</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,012,520,088</b>	<b>\$ 988,921,583</b>	<b>100%</b>	<b>100%</b>	