



**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 2001-A and B (AMT)
- Senior Series 2002-A, B, and C (AMT) 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)
- Senior Series 2007-A, B, and C (AMT)

**Reporting Period March 01, 2010 through May 31, 2010**

MHESAC 1993 Master Indenture - Tax-Exempt

I. Deal Parameters

Student Portfolio Characteristics		2/28/2010	Activity	5/31/2010	
A	i	Portfolio Balance	\$ 1,143,375,394.56	\$35,013,421.35	\$ 1,178,388,815.91
	ii	Interest to be Capitalized	\$ 16,837,343.74	\$ 2,690,594.50	\$ 19,527,938.24
	iii	Total Pool	\$ 1,160,212,738.30		\$ 1,197,916,754.15
	iv	Pending Portfolio adjustments	\$ (9.15)		\$ 3,207.83
	v	Trust Cash	\$ 122,082,682.41		\$ 48,449,416.87
	vi	Specified Reserve Account Balance	\$ 18,014,744.22		\$ 18,014,744.22
	vii	<b>Total Adjusted Pool</b>	\$ 1,300,310,155.78		\$ 1,264,384,123.07
B	i	Weighted Average Coupon (WAC)	5.180%		5.250%
	ii	Weighted Average Remaining Term	169.78		165.39
	iii	Number of Loans	208,712		220,987
	iv	Number of Borrowers	72,904		76,208
	v	Outstanding Principal Balance - T-Bill	\$ 32,835,279.33		\$ 29,774,851.90
	vi	Outstanding Principal Balance - Commercial Paper	\$ 1,110,540,115.23		\$ 1,148,613,964.01

Notes	CUSIP	Original Issue Amount	Rate	Balance 2/28/2010	Pool Factor 2/28/2010	Balance 5/31/2010	Pool Factor 5/31/2010		
C	i	1995-A Notes Tax-Exempt Senior	612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	2.63%	\$ 34,600,000.00	2.72%
	ii	1995-B Notes Tax-Exempt Senior	612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.63%	\$ 34,500,000.00	2.71%
	iii	1995-C Notes Tax-Exempt Senior	612130EP5	\$ 56,600,000.00	ARS	\$ 22,200,000.00	1.69%	\$ 22,200,000.00	1.74%
	iv	1998-A Notes Tax-Exempt Senior	612130FW9	\$ 79,800,000.00	ARS	\$ 76,700,000.00	5.84%	\$ 76,700,000.00	6.02%
	v	1998-B Notes Tax-Exempt Subordinate	612130FS8	\$ 345,000.00	4.85%	\$ 325,000.00	0.02%	\$ 325,000.00	0.03%
	vi	1998-B Notes Tax-Exempt Subordinate	612130FR6	\$ 700,000.00	4.95%	\$ 670,000.00	0.05%	\$ 670,000.00	0.05%
	vii	1998-B Notes Tax-Exempt Subordinate	612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.04%	\$ 580,000.00	0.05%
	viii	1998-B Notes Tax-Exempt Subordinate	612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.68%	\$ 22,010,000.00	1.73%
	ix	1999-A Notes Tax-Exempt Senior	612130FX7	\$ 81,500,000.00	ARS	\$ 81,500,000.00	6.21%	\$ 81,500,000.00	6.40%
	x	1999-B Notes Tax-Exempt Subordinate	612130GE8	\$ 280,000.00	5.45%	\$ 280,000.00	0.02%	\$ 280,000.00	0.02%
	xi	1999-B Notes Tax-Exempt Subordinate	612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.02%	\$ 295,000.00	0.02%
	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	0.04%	\$ 505,000.00	0.04%
	xv	1999-B Notes Tax-Exempt Subordinate	612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.23%	\$ 16,200,000.00	1.27%
	xvi	2000-A Notes Tax-Exempt Senior	612130GT5	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.81%	\$ 50,000,000.00	3.93%
	xvii	2000-B Notes Tax-Exempt Senior	612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.81%	\$ 50,000,000.00	3.93%
	xviii	2000-D Notes Tax-Exempt Subordinate	612130GS7	\$ 1,375,000.00	5.10%	\$ 1,375,000.00	0.10%	\$ 1,375,000.00	0.11%
	xix	2001-A Notes Tax-Exempt Senior	612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	6.41%	\$ 84,200,000.00	6.61%
	xx	2001-B Notes Tax-Exempt Senior	612130GX6	\$ 25,000,000.00	ARS	\$ 14,000,000.00	1.07%	\$ 14,000,000.00	1.10%
	xxi	2002-A Notes Tax-Exempt Senior	612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	4.10%	\$ 53,800,000.00	4.23%
	xxii	2002-B Notes Tax-Exempt Senior	612130HA5	\$ 29,000,000.00	ARS	\$ 29,000,000.00	2.21%	\$ 29,000,000.00	2.28%
	xxiii	2002-E Notes Tax-Exempt Subordinate	612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.14%	\$ 15,000,000.00	1.18%
	xxiv	2003-A Notes Tax-Exempt Senior	612130HE7	\$ 80,200,000.00	ARS	\$ 80,200,000.00	6.11%	\$ 80,200,000.00	6.30%
	xxv	2003-B Notes Tax-Exempt Senior	612130HF4	\$ 80,100,000.00	ARS	\$ 80,100,000.00	6.10%	\$ 80,100,000.00	6.29%
	xxvi	2003-D Notes Tax-Exempt Subordinate	612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.76%	\$ 10,000,000.00	0.79%
	xxvii	2004-A Notes Tax-Exempt Senior	612130HJ6	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.32%	\$ 83,000,000.00	6.52%
	xxviii	2004-B Notes Tax-Exempt Senior	612130HK3	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.32%	\$ 83,000,000.00	6.52%
	xxix	2004-C Notes Tax-Exempt Subordinate	612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	0.91%	\$ 12,000,000.00	0.94%
	xxx	2006-D Notes Tax-Exempt Senior	612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.44%	\$ 71,400,000.00	5.61%
	xxxi	2006-E Notes Tax-Exempt Senior	612130HT4	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.44%	\$ 71,400,000.00	5.61%
	xxxii	2006-F Notes Tax-Exempt Senior	612130HU1	\$ 71,300,000.00	ARS	\$ 71,300,000.00	5.43%	\$ 71,300,000.00	5.60%
	xxxiii	2006-G Notes Tax-Exempt Subordinate	612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.52%	\$ 20,000,000.00	1.57%
	xxxiv	2007-A Notes Tax-Exempt Senior	612130HW7	\$ 105,000,000.00	VRDO	\$ 85,350,000.00	6.50%	\$ 61,350,000.00	4.82%
	xxxv	2007-B Notes Tax-Exempt Senior	612130HX5	\$ 35,000,000.00	VRDO	\$ 28,445,000.00	2.17%	\$ 20,445,000.00	1.61%
	xxxvi	2007-C Notes Tax-Exempt Senior	612130HY3	\$ 35,000,000.00	VRDO	\$ 28,445,000.00	2.17%	\$ 20,445,000.00	1.61%
	xxxvii	Total Notes Outstanding Tax-Exempt Senior		\$ 1,213,140,000.00		92.37%	\$ 1,173,140,000.00	92.13%	
	xxxviii	Total Notes Outstanding Tax-Exempt Subordinate		\$ 100,185,000.00		7.63%	\$ 100,185,000.00	7.87%	
	xxxix	<b>Total Notes Outstanding 1993 Master Indenture - Tax-Exempt</b>		\$ 1,313,325,000.00			\$ 1,273,325,000.00		

Balance Sheet Parity		2/28/2010	5/31/2010	
D	i	Senior Parity	108.23%	108.60%
	ii	Subordinate Parity	99.97%	100.06%

Indenture Percentage		2/28/2010	5/31/2010	
E	i	Senior Percentage	106.27%	106.60%
	ii	Subordinate Percentage	98.17%	98.21%

Reserve Account		2/28/2010	5/31/2010	
F	i	Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii	Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii	Specified Reserve Acct Requirement (\$)	\$ 13,133,250.00	\$ 12,733,250.00
	iv	Reserve Account Floor Balance (\$)	\$ -	\$ -
	v	Current Reserve Balance (\$)	\$ -	\$ 18,014,744.22
	vi	Draws on Reserve - Current Quarter (\$)	\$ -	\$ -

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

**II. Trust Balances and Parity Calculations**

<b>Trust Accounts</b>		<b>2/28/2010</b>	<b>5/31/2010</b>
A	i Acquisition Account	\$ 54,944,683.73	\$ 2,200,270.49
	ii Administration Account	\$ 3,595,657.79	\$ 3,507,561.90
	iii Bond- Interest, Principal, Retirement Accounts	\$ 3,142,067.84	\$ 5,740,593.10
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ 2,500.00	\$ 2,500.00
	vi Rebate Account	\$ 4,458,171.00	\$ 4,477,101.95
	vii Reserve Account	\$ 18,014,744.22	\$ 18,014,744.22
	viii Surplus Account	\$ 55,939,602.05	\$ 32,521,389.43
	ix Total Trust Accounts	\$ 140,097,426.63	\$ 66,464,161.09

  

<b>Parity Calculations</b>		<b>2/28/2010</b>	<b>5/31/2010</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,143,375,394.56	\$ 1,178,388,815.91
	ii Pending System Adjustments	(9.15)	3,207.83
	iii Accrued Borrower Interest	16,837,343.74	19,527,938.24
	iv Accrued Subsidized Interest	2,474,538.91	2,504,262.57
	v Less: Unguaranteed Amount Uncollectibles	(573,612.00)	(588,195.00)
	vi Trust Cash and Investments (less COI)	140,094,926.63	66,461,661.09
	vii Payments in Transit	791,555.17	595,299.27
	viii Prepays	23,721,553.18	23,484,544.01
	ix Other Cash and Assets	23,030.87	20,000.00
	x Total Trust Value	\$ 1,326,744,721.91	\$ 1,290,397,533.92
	Less:		
	xi Accrued Bond Interest	3,443,038.07	6,300,546.58
	xii Accrued Payables	4,262,164.00	4,539,061.00
	xiii Accrued Rebate Liabilities (Prior Month)	6,065,626.77	5,532,068.20
	xiv <b>Net Asset Value w/ Prepays - Balance Sheet Parity</b>	\$ 1,312,973,893.07	\$ 1,274,025,858.14
	xv <b>Net Asset Value w/o Prepays - Indenture Percentage</b>	\$ 1,289,252,339.89	\$ 1,250,541,314.13

  

<b>Notes Outstanding</b>		<b>2/28/2010</b>	<b>5/31/2010</b>
C	i Senior Notes	\$ 1,213,140,000.00	\$ 1,173,140,000.00
	ii Subordinate Notes	100,185,000.00	100,185,000.00
	iii Total Notes	\$ 1,313,325,000.00	\$ 1,273,325,000.00

  

<b>Balance Sheet Parity</b>		<b>2/28/2010</b>	<b>5/31/2010</b>
D	i Senior Parity	108.23%	108.60%
	ii Subordinate Parity	99.97%	100.06%

  

<b>Indenture Percentage</b>		<b>2/28/2010</b>	<b>5/31/2010</b>
E	i Senior Percentage	106.27%	106.60%
	ii Subordinate Percentage	98.17%	98.21%

**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	\$ 2,920,000.00
D	<b>Total Distributions</b>		\$ 2,920,000.00

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

**IV. MHESAC Transactions from: 3/1/2010 through: 5/31/2010**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	25,558,355.39
ii	Principal Collections from Guarantor	\$	2,674,930.43
iii	Returned Disbursements	\$	564,921.96
iv	Other System Adjustments	\$	-
v	Additional Disbursements	\$	(61,149,549.76)
vi	<b>Total Principal Collections</b>	\$	<b>(32,351,341.98)</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	134,845.26
ii	Capitalized Interest	\$	(2,796,924.63)
iii	<b>Total Non-Cash Principal Activity</b>	\$	<b>(2,662,079.37)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	<b>(35,013,421.35)</b>
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	7,178,036.37
ii	Interest Claims Received from Guarantors	\$	56,651.04
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(5,695,645.68)
viii	Subsidy Payments	\$	2,936,742.13
ix	Accrued Borrower Interest on Purchased Loans	\$	(803,032.04)
x	<b>Total Interest Collections</b>	\$	<b>3,672,751.82</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	320,733.62
ii	Capitalized Interest	\$	2,796,924.63
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	<b>3,117,658.25</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	<b>6,790,410.07</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 5/31/2010**

<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>J</b>	<b>Trust Account Investment Income</b>	\$	<b>473,337.43</b>
<b>K</b>	<b>Funds Received from Bond Proceeds</b>	\$	-
<b>L</b>	<b>TOTAL FUNDS RECEIVED (Avi + Dx + I + J + K - Av - Dix)</b>	\$	<b>33,747,329.07</b>
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	1,590,023.30
ii	Management and Servicing Fees	\$	3,063,771.77
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	79,262.68
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>-</b>
<b>O</b>	<b>TOTAL AVAILABLE FUNDS</b>	\$	<b>29,014,271.32</b>

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

<b>A</b>	Total Available Funds (IV-O)	\$	<b>29,014,271.32</b>
<b>B</b>	Interest Distributions and accruals		
i	1995-A Notes	\$	37,925.06
ii	1995-B Notes	\$	34,479.30
iii	1995-C Notes	\$	25,996.20
iv	1998-A Notes	\$	89,033.36
v	1998-B Notes	\$	322,119.38
vi	1999-A Notes	\$	89,332.15
vii	1999-B Notes	\$	287,961.88
viii	2000-A Notes	\$	54,730.00
ix	2000-B Notes	\$	48,505.00
x	2000-D Notes	\$	17,531.25
xi	2001-A Notes	\$	102,724.00
xii	2001-B Notes	\$	17,080.00
xiii	2002-A Notes	\$	62,763.08
xiv	2002-B Notes	\$	33,831.40
xv	2002-E Notes	\$	17,499.00
xvi	2003-A Notes	\$	90,233.02
xvii	2003-B Notes	\$	92,980.08
xviii	2003-D Notes	\$	11,251.00
xix	2004-A Notes	\$	102,961.50
xx	2004-B Notes	\$	90,976.30
xxi	2004-C Notes	\$	14,886.00
xxii	2006-D Notes	\$	78,325.80
xxiii	2006-E Notes	\$	69,622.14
xxiv	2006-F Notes	\$	80,219.63
xxv	2006-G Notes	\$	22,502.00
xxvi	2007-A Notes	\$	942,975.00
xxvii	2007-B Notes	\$	314,254.72
xxviii	2007-C Notes	\$	314,254.72
xxix	<b>Total Interest Distributions and Accruals</b>	\$	<b>3,466,952.96</b>
<b>C</b>	Principal Distribution Amount		
i	1995-E Notes	\$	-
ii	1998-B Notes	\$	-
iii	1999-B Notes	\$	-
iv	2000-D Notes	\$	-
v	2007-A Notes	\$	1,750,000.00
vi	2007-B Notes	\$	585,000.00
vii	2007-C Notes	\$	585,000.00
viii	<b>Total Noteholder's Principal Distribution</b>	\$	<b>2,920,000.00</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>22,627,318.36</b>

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

	06/01/09-08/31/09	09/01/09-11/30/09	12/01/09-02/28/10	02/28/10-5/31/2010
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 1,117,105,961.84</b>	<b>\$ 1,116,613,023.82</b>	<b>\$ 1,111,362,791.99</b>	<b>\$ 1,143,375,394.56</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 17,331,234.24	\$ 18,179,823.89	\$ 19,253,702.48	\$ 25,558,355.39
ii Principal Collections from Guarantor	\$ 2,486,670.20	\$ 1,815,043.76	\$ 3,934,648.12	\$ 2,674,930.43
iii Returned Disbursements	\$ 586,518.32	\$ 513,327.36	\$ 566,969.10	\$ 564,921.96
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ (15,859,791.65)	\$ (9,236,254.27)	\$ (52,743,915.69)	\$ (61,149,549.76)
vi Total Principal Collections	\$ 4,544,631.11	\$ 11,271,940.74	\$ (28,988,595.99)	\$ (32,351,341.98)
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 190,681.21	\$ 111,403.63	\$ 462,742.49	\$ 134,845.26
ii Capitalized Interest	\$ (4,242,374.30)	\$ (6,133,112.54)	\$ (3,486,749.07)	\$ (2,796,924.63)
iii Total Non-Cash Principal Activity	\$ (4,051,693.09)	\$ (6,021,708.91)	\$ (3,024,006.58)	\$ (2,662,079.37)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ 492,938.02</b>	<b>\$ 5,250,231.83</b>	<b>\$ (32,012,602.57)</b>	<b>\$ (35,013,421.35)</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 6,930,270.76	\$ 6,722,156.14	\$ 6,775,070.33	\$ 7,178,036.37
ii Interest Claims Received from Guarantors	\$ 66,710.89	\$ 43,062.47	\$ 97,443.05	\$ 56,651.04
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ 85,013.24	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (4,554,488.55)	\$ -	\$ (10,508,277.54)	\$ (5,695,645.68)
viii Subsidy Payments	\$ 3,116,938.73	\$ -	\$ 6,110,481.71	\$ 2,936,742.13
ix Accrued Borrower Interest on Purchased Loans	\$ (47,124.76)	\$ (4,022.51)	\$ (400,790.72)	\$ (803,032.04)
x Total Interest Repayments	\$ 5,512,307.07	\$ 6,846,209.34	\$ 2,073,926.83	\$ 3,672,751.82
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 222,871.45	\$ 39,884.68	\$ 299,894.85	\$ 320,733.62
ii Capitalized Interest	\$ 4,242,374.30	\$ 6,133,112.54	\$ 3,486,749.07	\$ 2,796,924.63
iii Total Non-Cash Interest Adjustments	\$ 4,465,245.75	\$ 6,172,997.22	\$ 3,786,643.92	\$ 3,117,658.25
<b>Total Student Loan Interest Activity</b>	<b>\$ 9,977,552.82</b>	<b>\$ 13,019,206.56</b>	<b>\$ 5,860,570.75</b>	<b>\$ 6,790,410.07</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 1,126,590,576.64</b>	<b>\$ 1,124,381,998.55</b>	<b>\$ 1,149,235,965.31</b>	<b>\$ 1,185,179,225.98</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 17,357,614.06</b>	<b>\$ 15,572,430.46</b>	<b>\$ 16,837,343.74</b>	<b>\$ 19,527,938.24</b>
<b>(=) TOTAL POOL</b>	<b>\$ 1,133,970,637.88</b>	<b>\$ 1,126,935,222.45</b>	<b>\$ 1,160,212,738.30</b>	<b>\$ 1,197,916,754.15</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ 32,560.77</b>	<b>\$ 295,003.70</b>	<b>\$ (9.15)</b>	<b>\$ 3,207.83</b>
<b>(+) Trust Cash Available</b>	<b>\$ 189,223,250.36</b>	<b>\$ 169,545,645.69</b>	<b>\$ 122,082,682.41</b>	<b>\$ 48,449,416.87</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 18,014,744.22</b>	<b>\$ 18,014,744.22</b>	<b>\$ 18,014,744.22</b>	<b>\$ 18,014,744.22</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 1,341,241,193.23</b>	<b>\$ 1,314,790,616.06</b>	<b>\$ 1,300,310,155.78</b>	<b>\$ 1,264,384,123.07</b>

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	2/28/2010	5/31/2010	2/28/2010	5/31/2010	2/28/2010	5/31/2010	2/28/2010	5/31/2010	2/28/2010	5/31/2010
<b>INTERIM:</b>										
<b>In School</b>	6.26%	6.28%	47,946	50,754	23.0%	23.0%	\$ 172,125,672	\$ 179,682,594	15.1%	15.2%
Current										
<b>Grace</b>	6.14%	6.22%	9,410	21,162	4.5%	9.6%	\$ 31,063,928	\$ 75,948,458	2.7%	6.4%
Current										
<b>TOTAL INTERIM</b>	<b>6.24%</b>	<b>6.26%</b>	<b>57,356</b>	<b>71,916</b>	<b>27.5%</b>	<b>32.5%</b>	<b>\$ 203,189,600</b>	<b>\$ 255,631,052</b>	<b>17.8%</b>	<b>21.7%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.94%</b>	<b>4.93%</b>	<b>107,088</b>	<b>106,462</b>	<b>51.3%</b>	<b>48.2%</b>	<b>\$ 690,332,683</b>	<b>\$ 691,413,085</b>	<b>60.4%</b>	<b>58.7%</b>
Current	4.91%	4.91%	89,724	90,790	43.0%	41.1%	\$ 602,803,956	\$ 608,396,627	52.7%	51.6%
31-60 Days Delinquent	5.03%	5.03%	4,510	4,553	2.2%	2.1%	\$ 24,789,159	\$ 27,366,906	2.2%	2.3%
61-90 Days Delinquent	5.36%	5.24%	4,723	2,697	2.3%	1.2%	\$ 22,402,037	\$ 14,161,640	2.0%	1.2%
91-120 Days Delinquent	5.16%	5.16%	2,021	1,932	1.0%	0.9%	\$ 10,954,114	\$ 11,507,328	1.0%	1.0%
> 120 Days Delinquent	4.88%	5.02%	6,110	6,490	2.9%	2.9%	\$ 29,383,417	\$ 29,980,584	2.6%	2.5%
<b>Deferment</b>										
Current	4.93%	5.04%	34,742	31,957	16.6%	14.5%	\$ 190,376,773	\$ 171,823,859	16.7%	14.6%
<b>Forbearance</b>										
Current	5.18%	5.17%	7,956	8,428	3.8%	3.8%	\$ 51,146,039	\$ 49,566,164	4.5%	4.2%
<b>TOTAL REPAYMENT</b>	<b>4.95%</b>	<b>4.96%</b>	<b>149,786</b>	<b>146,847</b>	<b>71.8%</b>	<b>66.5%</b>	<b>\$ 931,855,495</b>	<b>\$ 912,803,108</b>	<b>81.5%</b>	<b>77.5%</b>
<b>Claims in Process</b>	4.93%	4.99%	1,570	2,224	0.8%	1.0%	\$ 8,330,300	\$ 9,954,656	0.7%	0.8%
<b>Aged Claims Rejected</b>			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>5.18%</b>	<b>5.25%</b>	<b>208,712</b>	<b>220,987</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,143,375,395</b>	<b>\$ 1,178,388,816</b>	<b>100%</b>	<b>100%</b>