



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

**1993 Master Indenture - Trust Securing the Following Tax-Exempt and Taxable 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 Senior Series 2000-C (Taxable)
- Senior Series 2001-A and B (AMT) and Senior Series 2001-C (Taxable)
- Senior Series 2002-A, B, and C (AMT), Senior Series 2002-D (Taxable) and Subordinate Series 2002-E (AMT)
- Senior Series 2003-A and B (AMT), Senior Series 2003-C (Taxable) and Subordinate Series 2003-D (AMT)
- Senior Series 2004-A and B (AMT) and Subordinate Series 2004-C (AMT)
- Senior Series 2005-A and B (Taxable)
- Senior Series 2006-A and B (Taxable) and Subordinate Series 2006-C (Taxable)
- Senior Series 2006-D, E, and F (AMT) and Subordinate Series 2006-G (AMT)

**Reporting Period March 01, 2011 through May 31, 2011**

MHESAC 1993 Master Indenture - Tax-Exempt and Taxable

I. Deal Parameters

Student Portfolio Characteristics		2/28/2011	Activity	5/31/2011
A	i Portfolio Balance	\$ 1,399,966,131.03	\$ (32,362,393.73)	\$ 1,367,603,737.30
	ii Interest to be Capitalized	\$ 17,897,014.57	\$ 553,516.18	\$ 18,450,530.75
	iii Total Pool	\$ 1,417,863,145.60		\$ 1,386,054,268.05
	iv Pending Portfolio adjustments	\$ (7.24)		\$ -
	v Trust Cash	\$ 86,574,434.97		\$ 113,550,999.48
	vi Specified Reserve Account Balance	\$ 16,008,910.00		\$ 16,008,910.00
	vii <b>Total Adjusted Pool</b>	\$ 1,520,446,483.33		\$ 1,515,614,177.53
B	i Weighted Average Coupon (WAC)	4.550%		4.540%
	ii Weighted Average Remaining Term	188.72		186.82
	iii Number of Loans	202,151		197,318
	iv Number of Borrowers	77,470		75,631
	v Outstanding Principal Balance - T-Bill	\$ 27,074,525.24		\$ 26,128,449.01
	vi Outstanding Principal Balance - Commercial Paper	\$ 1,372,891,605.79		\$ 1,341,475,288.29

Notes	CUSIP	Original Issue Amount	Rate	Balance 2/28/2011	Pool Factor 2/28/2011	Balance 5/31/2011	Pool Factor 5/31/2011
C	i 1995-A Notes Tax-Exempt Senior	612130EM2	ARS	\$ 34,600,000.00	2.29%	\$ 34,600,000.00	2.31%
	ii 1995-B Notes Tax-Exempt Senior	612130EN0	ARS	\$ 34,500,000.00	2.28%	\$ 34,500,000.00	2.30%
	iii 1995-C Notes Tax-Exempt Senior	612130EP5	ARS	\$ 16,900,000.00	1.12%	\$ 16,900,000.00	1.13%
	iv 1998-A Notes Tax-Exempt Senior	612130FW9	ARS	\$ 69,200,000.00	4.58%	\$ 69,200,000.00	4.61%
	vi 1998-B Notes Tax-Exempt Subordinate	612130FT6	4.95%	\$ 670,000.00	0.04%	\$ 670,000.00	0.04%
	vii 1998-B Notes Tax-Exempt Subordinate	612130FU3	5.00%	\$ 580,000.00	0.04%	\$ 580,000.00	0.04%
	viii 1998-B Notes Tax-Exempt Subordinate	612130FV1	5.50%	\$ 22,010,000.00	1.46%	\$ 22,010,000.00	1.47%
	ix 1999-A Notes Tax-Exempt Senior	612130FX7	ARS	\$ 73,400,000.00	4.86%	\$ 73,400,000.00	4.89%
	xi 1999-B Notes Tax-Exempt Subordinate	612130GF5	5.55%	\$ 295,000.00	0.02%	\$ 295,000.00	0.02%
	xii 1999-B Notes Tax-Exempt Subordinate	612130GG3	5.65%	\$ 465,000.00	0.03%	\$ 465,000.00	0.03%
	xiii 1999-B Notes Tax-Exempt Subordinate	612130GH1	5.75%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	xiv 1999-B Notes Tax-Exempt Subordinate	612130GJ7	5.85%	\$ 505,000.00	0.03%	\$ 505,000.00	0.03%
	xv 1999-B Notes Tax-Exempt Subordinate	612130GK4	6.40%	\$ 16,200,000.00	1.07%	\$ 16,200,000.00	1.08%
	xvi 2000-A Notes Tax-Exempt Senior	612130GT5	ARS	\$ 50,000,000.00	3.31%	\$ 50,000,000.00	3.33%
	xvii 2000-B Notes Tax-Exempt Senior	612130GU2	ARS	\$ 50,000,000.00	3.31%	\$ 50,000,000.00	3.33%
	xviii 2000-C Notes Taxable Senior	612130GV0	ARS	\$ 9,050,000.00	0.60%	\$ 9,050,000.00	0.60%
	xx 2001-A Notes Tax-Exempt Senior	612130GW8	ARS	\$ 84,200,000.00	5.57%	\$ 84,200,000.00	5.61%
	xxi 2001-B Notes Tax-Exempt Senior	612130GX6	ARS	\$ 14,000,000.00	0.93%	\$ 11,500,000.00	0.77%
	xxii 2001-C Notes Taxable Senior	612130GY4	ARS	\$ 20,800,000.00	1.38%	\$ 20,800,000.00	1.39%
	xxiii 2002-A Notes Tax-Exempt Senior	612130GZ1	ARS	\$ 53,800,000.00	3.56%	\$ 53,800,000.00	3.59%
	xxiv 2002-B Notes Tax-Exempt Senior	612130HA5	ARS	\$ 27,700,000.00	1.83%	\$ 27,700,000.00	1.85%
	xxv 2002-D Notes Taxable Senior	612130HC1	ARS	\$ 8,000,000.00	0.53%	\$ 8,000,000.00	0.53%
	xxvi 2002-E Notes Tax-Exempt Subordinate	612130HD9	ARS	\$ 15,000,000.00	0.99%	\$ 15,000,000.00	1.00%
	xxvii 2003-A Notes Tax-Exempt Senior	612130HE7	ARS	\$ 75,200,000.00	4.98%	\$ 75,200,000.00	5.01%
	xxviii 2003-B Notes Tax-Exempt Senior	612130HF4	ARS	\$ 79,800,000.00	5.28%	\$ 79,800,000.00	5.32%
	xxix 2003-C Notes Taxable Senior	612130HG2	ARS	\$ 10,100,000.00	0.67%	\$ 10,100,000.00	0.67%
	xxx 2003-D Notes Tax-Exempt Subordinate	612130HH0	ARS	\$ 10,000,000.00	0.66%	\$ 10,000,000.00	0.67%
	xxxi 2004-A Notes Tax-Exempt Senior	612130HJ6	ARS	\$ 55,900,000.00	3.70%	\$ 55,900,000.00	3.73%
	xxxii 2004-B Notes Tax-Exempt Senior	612130HK3	ARS	\$ 76,500,000.00	5.06%	\$ 76,500,000.00	5.10%
	xxxiii 2004-C Notes Tax-Exempt Subordinate	612130HL1	ARS	\$ 12,000,000.00	0.79%	\$ 12,000,000.00	0.80%
	xxxiv 2005-A Notes Taxable Senior	612130HM9	3 Mo Libor + 0.04%	\$ 4,353,000.00	0.29%	\$ -	0.00%
	xxxv 2005-B Notes Taxable Senior	612130HN7	3 Mo Libor + 0.12%	\$ 119,140,000.00	7.89%	\$ 119,140,000.00	7.94%
	xxxvi 2006-A Notes Taxable Senior	612130HP2	3 Mo Libor + 0.10%	\$ 195,030,000.00	12.91%	\$ 191,066,000.00	12.74%
	xxxvii 2006-B Notes Taxable Senior	612130HQ0	ARS	\$ 18,400,000.00	1.22%	\$ 18,400,000.00	1.23%
	xxxviii 2006-C Notes Taxable Subordinate	612130HR8	ARS	\$ 30,000,000.00	1.99%	\$ 30,000,000.00	2.00%
	xxxix 2006-D Notes Tax-Exempt Senior	612130HS6	ARS	\$ 71,400,000.00	4.73%	\$ 71,400,000.00	4.76%
	xl 2006-E Notes Tax-Exempt Senior	612130HT4	ARS	\$ 64,400,000.00	4.26%	\$ 64,400,000.00	4.29%
	xli 2006-F Notes Tax-Exempt Senior	612130HU1	ARS	\$ 66,300,000.00	4.39%	\$ 66,300,000.00	4.42%
	xliv 2006-G Notes Tax-Exempt Subordinate	612130HV9	ARS	\$ 20,000,000.00	1.32%	\$ 20,000,000.00	1.33%
	xliv Total Notes Outstanding Tax-Exempt Senior			\$ 997,800,000.00	66.04%	\$ 995,300,000.00	66.35%
	xliv Total Notes Outstanding Tax-Exempt Subordinate			\$ 98,205,000.00	6.50%	\$ 98,205,000.00	6.55%
	vi Total Notes Outstanding Taxable Senior			\$ 384,873,000.00	25.47%	\$ 376,556,000.00	25.10%
	vii Total Notes Outstanding Taxable Subordinate			\$ 30,000,000.00	1.99%	\$ 30,000,000.00	2.00%
	viii <b>Total Notes Outstanding 1993 Master Indenture</b>			\$ 1,510,878,000.00		\$ 1,500,061,000.00	

Balance Sheet Parity		2/28/2011	5/31/2011
D	i Senior Parity	110.80%	111.05%
	ii Subordinate Parity	101.25%	101.37%

Indenture Percentage		2/28/2011	5/31/2011
E	i Senior Percentage	109.32%	109.63%
	ii Subordinate Percentage	99.90%	100.08%

Reserve Account		2/28/2011	5/31/2011
F	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii Specified Reserve Acct Requirement (\$)	\$ 15,108,780.00	\$ 15,000,610.00
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Balance (\$)	\$ -	\$ 16,008,910.00
	vi Draws on Reserve - Current Quarter (\$)	\$ -	\$ -

**MHESAC 1993 Master Indenture - Tax-Exempt and Taxable**  
**II. Trust Balances and Parity Calculations**

<b>Trust Accounts</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
A	i Acquisition Account	\$ -	\$ -
	ii Administration Account	\$ 3,725,286.00	\$ 13,030,056.62
	iii Bond- Interest, Principal, Retirement Accounts	\$ 10,547,522.95	\$ 12,610,612.59
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ 2,500.00	\$ 2,500.00
	vi Rebate Account	\$ 3,873,262.05	\$ 3,719,098.50
	vii Reserve Account	\$ 16,008,910.00	\$ 16,008,910.00
	viii Surplus Account	\$ 68,425,863.97	\$ 84,188,731.77
	ix Total Trust Accounts	\$ 102,583,344.97	\$ 129,559,909.48

  

<b>Parity Calculations</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 1,399,966,131.03	\$ 1,367,603,737.30
	ii Pending System Adjustments	(7.24)	-
	iii Accrued Borrower Interest	17,897,014.57	18,450,530.75
	iv Accrued Subsidized Interest	2,160,181.20	1,912,090.07
	v Less: Unguaranteed Amount Uncollectibles	(682,213.00)	(688,662.00)
	vi Trust Cash and Investments (less COI)	102,580,844.97	129,557,409.48
	vii Payments in Transit	2,432,125.24	1,211,183.98
	viii Prepays	20,497,501.98	19,464,221.91
	ix Other Cash and Assets	-	-
	x Total Trust Value	\$ 1,544,851,578.75	\$ 1,537,510,511.49
	Less:		
	xi Accrued Payables	3,470,104.08	3,418,727.40
	xii Accrued Rebate Liabilities - (Prior Month)	4,546,546.40	4,481,809.08
	xiii Net Asset Value w/ Prepays - Balance Sheet Parity	\$ 1,536,834,928.27	\$ 1,529,609,975.01
	xiv Net Asset Value w/o Prepays - Indenture Percentage	\$ 1,516,337,426.29	\$ 1,510,145,753.10

  

<b>Note Interest Outstanding</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
C	i Senior Interest	\$ 4,359,705.20	\$ 5,612,382.47
	ii Subordinate Interest	2,576,436.16	3,269,311.12
	iii Total Note Interest	\$ 6,936,141.36	\$ 8,881,693.59

  

<b>Notes Outstanding</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
D	i Senior Notes	\$ 1,382,673,000.00	\$ 1,371,856,000.00
	ii Subordinate Notes	128,205,000.00	128,205,000.00
	iii Total Notes	\$ 1,510,878,000.00	\$ 1,500,061,000.00

  

<b>Balance Sheet Parity</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
E	i Senior Parity Bxiii / (Ci + Di)	110.80%	111.05%
	ii Subordinate Parity Bxiii / (Ciii + Diii)	101.25%	101.37%

  

<b>Indenture Percentage</b>		<b>2/28/2011</b>	<b>5/31/2011</b>
F	i Senior Percentage Bxiv / (Ci + Di)	109.32%	109.63%
	ii Subordinate Percentage Bxiv / (Ciii + Diii)	99.90%	100.08%

\*NOTE: Due to a calculation change 02/28/2011 Parity has been adjusted

MHESAC 1993 Master Indenture - Tax-Exempt and Taxable

III. Distributions

Interest										
Class	CUSIP	Quarterly Interest Due	Quarterly Interest Paid	Interest Shortfall	Interest Carryover Due	Interest Carryover Paid	Interest Carryover	Interest Factor	Rate	Next Rate
A	2005-A	612130HM9	\$ -	\$ -	\$ -	\$ -	\$ -			
	2005-B	612130HN7	\$ 129,197.40	\$ 129,197.40	\$ -	\$ -	\$ -	39.54%	0.429%	0.367%
	2006-A	612130HP2	\$ 197,535.71	\$ 197,535.71	\$ -	\$ -	\$ -	60.46%	0.409%	0.347%
TOTAL			\$ 326,733.11	\$ 326,733.11	\$ -	\$ -	\$ -			
									CUR LIBOR	0.309%
									NEXT LIBOR	0.247%

Principal								
Class	CUSIP	Quarterly Principal Due	Quarterly Principal Paid	Quarterly Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor
B	2005-A	612130HM9	\$ -	\$ -	\$ -	\$ -	\$ -	0.00%
	2005-B	612130HN7	\$ 4,260,000.00	\$ 4,260,000.00	\$ -	\$ -	\$ -	40.48%
	2006-A	612130HP2	\$ 6,265,000.00	\$ 4,457,000.00	\$ 1,808,000.00	\$ 22,292,000.00	\$ -	59.52%
TOTAL			\$ 10,525,000.00	\$ 8,717,000.00	\$ 1,808,000.00	\$ 22,292,000.00	\$ -	

Non-FRN Noteholder Distributions	
C	i Amount to transfer for Non-FRN Noteholder Distributions - see page 5

D	Total Principal Distributions	\$ 8,717,000.00
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MHESAC 1993 Master Indenture - Tax-Exempt and Taxable			
IV. MHESAC	Transactions from:	3/1/2011	through: 5/31/2011
<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	30,195,387.00
ii	Principal Collections from Guarantor	\$	7,292,907.15
iii	Returned Disbursements	\$	-
iv	Loans PUT to Department of Education	\$	-
v	Other System Adjustments	\$	-
vi	Additional Disbursements	\$	(1,615,276.47)
vii	<b>Total Principal Collections</b>	\$	35,873,017.68
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	30,960.03
ii	Capitalized Interest	\$	(3,541,583.98)
iii	<b>Total Non-Cash Principal Activity</b>	\$	(3,510,623.95)
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	32,362,393.73
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	9,067,002.17
ii	Interest Claims Received from Guarantors	\$	174,325.64
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(4,648,772.63)
viii	Subsidy Payments	\$	2,338,479.49
ix	Accrued Borrower Interest on Purchased Loans	\$	-
x	<b>Total Interest Collections</b>	\$	6,931,034.67
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	554,172.04
ii	Capitalized Interest	\$	3,541,583.98
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	4,095,756.02
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	11,026,790.69
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	-

Available Funds		5/31/2011
<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$ -
<b>J</b>	<b>Trust Account Investment Income</b>	\$ 553,516.08
<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>	\$ 44,972,844.90
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>	
i	Consolidation Loan Rebate Fees	\$ 2,590,586.06
ii	Management and Servicing Fees	\$ 3,548,634.37
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$ 254,824.28
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>	\$ 38,578,800.19

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

<b>A</b>	Total Available Funds (IV-O)	<b>\$</b>	<b>38,578,800.19</b>
<b>B</b>	Interest Distributions and Accruals		
i	1995-A Notes	\$	40,405.88
ii	1995-B Notes	\$	40,923.90
iii	1995-C Notes	\$	18,737.03
iv	1998-A Notes	\$	73,082.12
v	1998-B Notes	\$	318,178.75
vi	1999-A Notes	\$	85,716.52
vii	1999-B Notes	\$	284,146.88
viii	2000-A Notes	\$	59,565.00
ix	2000-B Notes	\$	59,600.00
x	2000-C Notes	\$	41,585.69
xi	2001-A Notes	\$	93,647.24
xii	2001-B Notes	\$	18,865.20
xiii	2001-C Notes	\$	95,575.67
xiv	2002-A Notes	\$	56,608.36
xv	2002-B Notes	\$	29,145.94
xvi	2002-D Notes	\$	36,695.78
xvii	2002-E Notes	\$	23,893.50
xviii	2003-A Notes	\$	83,960.80
xix	2003-B Notes	\$	84,276.78
xx	2003-C Notes	\$	46,514.16
xxi	2003-D Notes	\$	16,902.00
xxii	2004-A Notes	\$	61,199.32
xxiii	2004-B Notes	\$	89,336.70
xxiv	2004-C Notes	\$	19,887.60
xxv	2005-A Notes	\$	-
xxvi	2005-B Notes	\$	129,197.40
xxvii	2006-A Notes	\$	197,535.71
xxviii	2006-B Notes	\$	85,431.16
xxix	2006-C Notes	\$	108,124.23
xxx	2006-D Notes	\$	85,065.96
xxxi	2006-E Notes	\$	76,700.40
xxxii	2006-F Notes	\$	74,023.95
xxxiii	2006-G Notes	\$	33,804.00
xxxiv	<b>Total Interest Distributions and Accruals</b>	<b>\$</b>	<b>2,568,333.62</b>
<b>C</b>	Principal Distribution Amount		
i	1998-B	\$	-
ii	1999-B	\$	-
iii	2003-A Notes	\$	-
iv	2003-B Notes	\$	-
v	2004-A Notes	\$	-
vi	2005-A Notes	\$	-
vii	2005-B Notes	\$	4,260,000.00
viii	2006-A Notes	\$	4,457,000.00
ix	2006-E Notes	\$	-
x	2006-F Notes	\$	-
xi	<b>Total Noteholder's Principal Distribution</b>	<b>\$</b>	<b>8,717,000.00</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>\$</b>	<b>27,293,466.57</b>

MHESAC 1993 Master Indenture - Tax-Exempt and Taxable

VI. Historical Pool Information

	06/01/10-08/31/10	09/01/10-11/30/10	12/01/10-02/28/11	03/01/11-05/31/11
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 1,610,829,248.54</b>	<b>\$ 1,455,183,854.81</b>	<b>\$ 1,431,101,646.08</b>	<b>\$ 1,399,966,131.03</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 29,132,710.97	\$ 28,294,430.83	\$ 28,970,045.12	\$ 30,195,387.00
ii Principal Collections from Guarantor	\$ 5,635,605.53	\$ 4,325,225.92	\$ 6,827,544.47	\$ 7,292,907.15
iii Returned Disbursements	\$ 302,241.95	\$ 612.00	\$ -	\$ -
iv PUT to Department of Education	\$ 153,777,072.91	\$ -	\$ -	\$ -
v Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vi Additional Disbursements	\$ (27,914,726.60)	\$ (1,985,802.49)	\$ (2,147,885.60)	\$ (1,615,276.47)
vii Total Principal Collections	\$ 160,932,904.76	\$ 30,634,466.26	\$ 33,649,703.99	\$ 35,873,017.68
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 87,557.17	\$ 122,206.27	\$ 386,681.04	\$ 30,960.03
ii Capitalized Interest	\$ (5,375,068.20)	\$ (6,674,463.80)	\$ (2,900,869.98)	\$ (3,541,583.98)
iii Total Non-Cash Principal Activity	\$ (5,287,511.03)	\$ (6,552,257.53)	\$ (2,514,188.94)	\$ (3,510,623.95)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ 155,645,393.73</b>	<b>\$ 24,082,208.73</b>	<b>\$ 31,135,515.05</b>	<b>\$ 32,362,393.73</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 12,512,180.35	\$ 9,115,583.08	\$ 9,200,664.35	\$ 9,067,002.17
ii Interest Claims Received from Guarantors	\$ 122,472.73	\$ 103,620.34	\$ 129,873.22	\$ 174,325.64
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (5,887,542.99)	\$ (5,024,206.88)	\$ (4,755,328.02)	\$ (4,648,772.63)
viii Subsidy Payments	\$ 3,487,648.35	\$ 2,726,252.95	\$ 2,508,886.08	\$ 2,338,479.49
ix Accrued Borrower Interest on Purchased Loans	\$ (469,760.17)	\$ (965.54)	\$ -	\$ -
x Total Interest Repayments	\$ 9,764,998.27	\$ 6,920,283.95	\$ 7,084,095.63	\$ 6,931,034.67
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 464,858.64	\$ 349,367.71	\$ 639,675.69	\$ 554,172.04
ii Capitalized Interest	\$ 5,375,068.20	\$ 6,674,463.80	\$ 2,900,869.98	\$ 3,541,583.98
iii Total Non-Cash Interest Adjustments	\$ 5,839,926.84	\$ 7,023,831.51	\$ 3,540,545.67	\$ 4,095,756.02
<b>Total Student Loan Interest Activity</b>	<b>\$ 15,604,925.11</b>	<b>\$ 13,944,115.46</b>	<b>\$ 10,624,641.30</b>	<b>\$ 11,026,790.69</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 1,470,788,779.92</b>	<b>\$ 1,445,045,761.54</b>	<b>\$ 1,410,590,772.33</b>	<b>\$ 1,378,630,527.99</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 18,937,464.37</b>	<b>\$ 16,826,412.30</b>	<b>\$ 17,897,014.57</b>	<b>\$ 18,450,530.75</b>
<b>(=) TOTAL POOL</b>	<b>\$ 1,474,121,319.18</b>	<b>\$ 1,447,928,058.38</b>	<b>\$ 1,417,863,145.60</b>	<b>\$ 1,386,054,268.05</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ (14,667.26)</b>	<b>\$ 1,655.82</b>	<b>\$ (7.24)</b>	<b>\$ -</b>
<b>(+) Trust Cash Available</b>	<b>\$ 57,398,112.15</b>	<b>\$ 73,535,977.03</b>	<b>\$ 86,574,434.97</b>	<b>\$ 113,550,999.48</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 16,008,910.00</b>	<b>\$ 16,008,910.00</b>	<b>\$ 16,008,910.00</b>	<b>\$ 16,008,910.00</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 1,547,513,674.07</b>	<b>\$ 1,537,474,601.23</b>	<b>\$ 1,520,446,483.33</b>	<b>\$ 1,515,614,177.53</b>

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	2/28/2011	5/31/2011	2/28/2011	5/31/2011	2/28/2011	5/31/2011	2/28/2011	5/31/2011	2/28/2011	5/31/2011
<b>INTERIM:</b>										
<b>In School</b>	6.27%	6.26%	20,628	14,919	10.2%	7.6%	\$ 68,228,355	\$ 48,209,347	4.9%	3.5%
Current										
<b>Grace</b>	6.17%	6.26%	4,457	9,446	2.2%	4.8%	\$ 14,423,995	\$ 31,973,316	1.0%	2.3%
Current										
<b>TOTAL INTERIM</b>	<b>6.26%</b>	<b>6.26%</b>	<b>25,085</b>	<b>24,365</b>	<b>12.4%</b>	<b>12.3%</b>	<b>\$ 82,652,350</b>	<b>\$ 80,182,663</b>	<b>5.9%</b>	<b>5.9%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>4.37%</b>	<b>4.35%</b>	<b>130,715</b>	<b>128,911</b>	<b>64.7%</b>	<b>65.3%</b>	<b>\$ 1,035,421,515</b>	<b>\$ 1,020,117,567</b>	<b>74.0%</b>	<b>74.6%</b>
Current	4.26%	4.26%	111,585	110,814	55.2%	56.2%	\$ 917,061,031	\$ 909,581,249	65.5%	66.5%
31-60 Days Delinquent	4.98%	4.85%	4,658	5,092	2.3%	2.6%	\$ 30,879,155	\$ 32,233,718	2.2%	2.4%
61-90 Days Delinquent	5.22%	4.93%	4,514	3,139	2.2%	1.6%	\$ 26,445,716	\$ 18,361,139	1.9%	1.3%
91-120 Days Delinquent	4.96%	4.82%	2,690	2,263	1.3%	1.1%	\$ 17,192,052	\$ 14,924,605	1.2%	1.1%
> 120 Days Delinquent	4.90%	5.00%	7,268	7,603	3.6%	3.9%	\$ 43,843,561	\$ 45,016,856	3.1%	3.3%
<b>Deferment</b>										
Current	4.76%	4.77%	36,253	33,402	17.9%	16.9%	\$ 209,347,409	\$ 193,025,239	15.0%	14.1%
<b>Forbearance</b>										
Current	4.95%	4.89%	7,662	8,685	3.8%	4.4%	\$ 58,934,621	\$ 63,230,443	4.2%	4.6%
<b>TOTAL REPAYMENT</b>	<b>4.44%</b>	<b>4.42%</b>	<b>174,630</b>	<b>170,998</b>	<b>86.4%</b>	<b>86.7%</b>	<b>\$ 1,303,703,545</b>	<b>\$ 1,276,373,249</b>	<b>93.1%</b>	<b>93.3%</b>
<b>Claims in Process</b>	4.80%	5.06%	2,435	1,953	1.2%	1.0%	\$ 13,597,051	\$ 11,033,986	1.0%	0.8%
<b>Aged Claims Rejected</b>	5.9%	4.00%	1	2	0.0%	0.0%	\$ 13,185	\$ 13,839	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>4.55%</b>	<b>4.54%</b>	<b>202,151</b>	<b>197,318</b>	<b>100%</b>	<b>100%</b>	<b>\$ 1,399,966,131</b>	<b>\$ 1,367,603,737</b>	<b>100%</b>	<b>100%</b>