



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 and Subordinate Series 1995-E
- 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 June 01, 2008 through August 31, 2008

MHESAC 1993 Master Indenture - Tax-Exempt

I. Deal Parameters

Student Portfolio Characteristics		5/31/2008	Activity	8/31/2008
A	i	Portfolio Balance	\$ 987,395,318.16	\$ 1,007,320,610.53
	ii	Interest to be Capitalized	\$ 13,798,304.48	\$ 13,918,169.44
	iii	Total Pool	\$ 1,001,193,622.64	\$ 1,021,238,779.97
	iv	Pending Portfolio adjustments	\$ (109,503.44)	\$ (68,602.53)
	v	Trust Cash	\$ 400,307,039.19	\$ 353,263,302.06
	vi	Specified Reserve Account Balance	\$ 28,531,244.22	\$ 28,531,244.22
	vii	Total Adjusted Pool	\$ 1,429,922,402.61	\$ 1,402,964,723.72
B	i	Weighted Average Coupon (WAC)	5.570%	5.150%
	ii	Weighted Average Remaining Term	198.91	195.33
	iii	Number of Loans	159,493	166,630
	iv	Number of Borrowers	66,438	66,745
	v	Outstanding Principal Balance - T-Bill	\$ 38,661,875.49	\$ 37,426,961.76
	vi	Outstanding Principal Balance - Commercial Paper	\$ 948,733,442.67	\$ 969,893,648.77

Notes	CUSIP	Original Issue Amount	Rate	Balance 5/31/2008	Pool Factor 5/31/2008	Balance 8/31/2008	Pool Factor 8/31/2008	
C	i	1995-A Notes Tax-Exempt Senior 612130EM2	\$ 56,700,000.00	ARS	\$ 34,600,000.00	2.51%	\$ 34,600,000.00	2.51%
	ii	1995-B Notes Tax-Exempt Senior 612130EN0	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.50%	\$ 34,500,000.00	2.50%
	iii	1995-C Notes Tax-Exempt Senior 612130EP5	\$ 56,600,000.00	ARS	\$ 34,500,000.00	2.50%	\$ 34,500,000.00	2.50%
	iv	1995-E Notes Tax-Exempt Subordinate 612130FH2	\$ 2,195,000.00	6.40%	\$ 2,195,000.00	0.16%	\$ 2,195,000.00	0.16%
	v	1995-E Notes Tax-Exempt Subordinate 612130FJ8	\$ 2,195,000.00	6.45%	\$ 2,195,000.00	0.16%	\$ 2,195,000.00	0.16%
	vi	1998-A Notes Tax-Exempt Senior 612130FW9	\$ 79,800,000.00	ARS	\$ 76,700,000.00	5.57%	\$ 76,700,000.00	5.57%
	vii	1998-B Notes Tax-Exempt Subordinate 612130FQ2	\$ 505,000.00	4.65%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	viii	1998-B Notes Tax-Exempt Subordinate 612130FR0	\$ 400,000.00	4.75%	\$ 380,000.00	0.03%	\$ 380,000.00	0.03%
	ix	1998-B Notes Tax-Exempt Subordinate 612130FS8	\$ 345,000.00	4.85%	\$ 325,000.00	0.02%	\$ 325,000.00	0.02%
	x	1998-B Notes Tax-Exempt Subordinate 612130FR6	\$ 700,000.00	4.95%	\$ 670,000.00	0.05%	\$ 670,000.00	0.05%
	xi	1998-B Notes Tax-Exempt Subordinate 612130FU3	\$ 610,000.00	5.00%	\$ 580,000.00	0.04%	\$ 580,000.00	0.04%
	xii	1998-B Notes Tax-Exempt Subordinate 612130FV1	\$ 22,970,000.00	5.50%	\$ 22,010,000.00	1.60%	\$ 22,010,000.00	1.60%
	xiii	1999-A Notes Tax-Exempt Senior 612130FX7	\$ 81,500,000.00	ARS	\$ 81,500,000.00	5.91%	\$ 81,500,000.00	5.91%
	xiv	1999-B Notes Tax-Exempt Subordinate 612130GC2	\$ 380,000.00	5.30%	\$ 380,000.00	0.03%	\$ 380,000.00	0.03%
	xv	1999-B Notes Tax-Exempt Subordinate 612130GD0	\$ 490,000.00	5.40%	\$ 490,000.00	0.04%	\$ 490,000.00	0.04%
	xvi	1999-B Notes Tax-Exempt Subordinate 612130GE8	\$ 280,000.00	5.45%	\$ 280,000.00	0.02%	\$ 280,000.00	0.02%
	xvii	1999-B Notes Tax-Exempt Subordinate 612130GF5	\$ 295,000.00	5.55%	\$ 295,000.00	0.02%	\$ 295,000.00	0.02%
	xviii	1999-B Notes Tax-Exempt Subordinate 612130GG3	\$ 465,000.00	5.65%	\$ 465,000.00	0.03%	\$ 465,000.00	0.03%
	xix	1999-B Notes Tax-Exempt Subordinate 612130GH1	\$ 480,000.00	5.75%	\$ 480,000.00	0.03%	\$ 480,000.00	0.03%
	xx	1999-B Notes Tax-Exempt Subordinate 612130GJ7	\$ 505,000.00	5.85%	\$ 505,000.00	0.04%	\$ 505,000.00	0.04%
	xxi	1999-B Notes Tax-Exempt Subordinate 612130GK4	\$ 16,200,000.00	6.40%	\$ 16,200,000.00	1.18%	\$ 16,200,000.00	1.18%
	xxii	2000-A Notes Tax-Exempt Senior 612130GT5	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.63%	\$ 50,000,000.00	3.63%
	xxiii	2000-B Notes Tax-Exempt Senior 612130GU2	\$ 50,000,000.00	ARS	\$ 50,000,000.00	3.63%	\$ 50,000,000.00	3.63%
	xxiv	2000-D Notes Tax-Exempt Subordinate 612130GQ1	\$ 1,225,000.00	5.00%	\$ 1,225,000.00	0.09%	\$ 1,225,000.00	0.09%
	xxv	2000-D Notes Tax-Exempt Subordinate 612130GR9	\$ 1,295,000.00	5.05%	\$ 1,295,000.00	0.09%	\$ 1,295,000.00	0.09%
	xxvi	2000-D Notes Tax-Exempt Subordinate 612130GS7	\$ 1,375,000.00	5.10%	\$ 1,375,000.00	0.10%	\$ 1,375,000.00	0.10%
	xxvii	2001-A Notes Tax-Exempt Senior 612130GW8	\$ 84,200,000.00	ARS	\$ 84,200,000.00	6.11%	\$ 84,200,000.00	6.11%
	xxviii	2001-B Notes Tax-Exempt Senior 612130GX6	\$ 25,000,000.00	ARS	\$ 25,000,000.00	1.81%	\$ 25,000,000.00	1.81%
	xxix	2002-A Notes Tax-Exempt Senior 612130GZ1	\$ 53,800,000.00	ARS	\$ 53,800,000.00	3.90%	\$ 53,800,000.00	3.90%
	xxx	2002-B Notes Tax-Exempt Senior 612130HA5	\$ 29,000,000.00	ARS	\$ 29,000,000.00	2.10%	\$ 29,000,000.00	2.10%
	xxxi	2002-E Notes Tax-Exempt Subordinate 612130HD9	\$ 15,000,000.00	ARS	\$ 15,000,000.00	1.09%	\$ 15,000,000.00	1.09%
	xxxii	2003-A Notes Tax-Exempt Senior 612130HE7	\$ 80,200,000.00	ARS	\$ 80,200,000.00	5.82%	\$ 80,200,000.00	5.82%
	xxxiii	2003-B Notes Tax-Exempt Senior 612130HF4	\$ 80,100,000.00	ARS	\$ 80,100,000.00	5.81%	\$ 80,100,000.00	5.81%
	xxxiv	2003-D Notes Tax-Exempt Subordinate 612130HH0	\$ 10,000,000.00	ARS	\$ 10,000,000.00	0.73%	\$ 10,000,000.00	0.73%
	xxxv	2004-A Notes Tax-Exempt Senior 612130HJ6	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.02%	\$ 83,000,000.00	6.02%
	xxxvi	2004-B Notes Tax-Exempt Senior 612130HK3	\$ 83,000,000.00	ARS	\$ 83,000,000.00	6.02%	\$ 83,000,000.00	6.02%
	xxxvii	2004-C Notes Tax-Exempt Subordinate 612130HL1	\$ 12,000,000.00	ARS	\$ 12,000,000.00	0.87%	\$ 12,000,000.00	0.87%
	xxxviii	2006-D Notes Tax-Exempt Senior 612130HS6	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.18%	\$ 71,400,000.00	5.18%
	xxxix	2006-E Notes Tax-Exempt Senior 612130HT4	\$ 71,400,000.00	ARS	\$ 71,400,000.00	5.18%	\$ 71,400,000.00	5.18%
	xl	2006-F Notes Tax-Exempt Senior 612130HU1	\$ 71,300,000.00	ARS	\$ 71,300,000.00	5.17%	\$ 71,300,000.00	5.17%
	xli	2006-G Notes Tax-Exempt Subordinate 612130HV9	\$ 20,000,000.00	ARS	\$ 20,000,000.00	1.45%	\$ 20,000,000.00	1.45%
	xlii	2007-A Notes Tax-Exempt Senior 612130HW7	\$ 105,000,000.00	VRDO	\$ 105,000,000.00	7.62%	\$ 105,000,000.00	7.62%
	xliii	2007-B Notes Tax-Exempt Senior 612130HX5	\$ 35,000,000.00	VRDO	\$ 35,000,000.00	2.54%	\$ 35,000,000.00	2.54%
	xliiii	2007-C Notes Tax-Exempt Senior 612130HY3	\$ 35,000,000.00	VRDO	\$ 35,000,000.00	2.54%	\$ 35,000,000.00	2.54%
	lviii	Total Notes Outstanding Tax-Exempt Senior		\$ 1,269,200,000.00	92.10%	\$ 1,269,200,000.00	92.10%	
	lix	Total Notes Outstanding Tax-Exempt Subordinate		\$ 108,825,000.00	7.90%	\$ 108,825,000.00	7.90%	
	lx	Total Notes Outstanding 1993 Master Indenture - Tax-Exempt		\$ 1,378,025,000.00		\$ 1,378,025,000.00		

Parity		5/31/2008	8/31/2008
D	i	Senior Parity	109.16%
	ii	Subordinate Parity	100.40%

Reserve Account		5/31/2008	8/31/2008
E	i	Required Reserve Acc Deposit (%)	1.00%
	ii	Reserve Act Initial Deposit (\$)	\$ -
	iii	Specified Reserve Act Requirement (\$)	\$ 13,780,250.00
	iv	Reserve Account Floor Balance (\$)	\$ -
	v	Current Reserve Balance (\$)	\$ 28,531,244.22
	vi	Draws on Reserve - Current Quarter (\$)	\$ -

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

Trust Accounts		5/31/2008	8/31/2008
A	i Acquisition Account	\$ 165,883,116.29	\$ 158,750,058.72
	ii Administration Account	\$ 5,964,823.77	\$ 5,395,434.99
	iii Bond- Interest, Principal, Retirement Accounts	\$ 35,401,009.27	\$ 8,387,088.25
	iv Capitalized Interest Account	\$ 636,700.00	\$ 636,700.00
	v COI Account	\$ 1,480,971.13	\$ 140,971.13
	vi Rebate Account	\$ 6,335,331.70	\$ 6,338,941.15
	vii Reserve Account	\$ 28,531,244.22	\$ 28,531,244.22
	viii Surplus Account	\$ 156,073,842.81	\$ 145,082,863.60

Parity Calculations		5/31/2008	8/31/2008
B	Value of the Indenture		
	i Portfolio Balance	\$ 987,395,318.16	\$ 1,007,320,610.53
	ii Pending System Adjustments	(109,503.44)	(68,602.53)
	iii Accrued Borrower Interest	13,798,304.48	13,918,169.44
	iv Accrued Subsidized Interest	3,406,691.58	5,071,752.80
	v Less: Unguaranteed Amount Uncollectibles	(356,977.00)	(415,936.00)
	vi Trust Cash and Investments	400,307,039.19	353,263,302.06
	vii Payments in Transit	539,058.59	515,845.98
	viii Other Cash and Assets	28,411,151.86	28,105,983.72
	ix Total Trust Value	\$ 1,433,391,083.42	\$ 1,407,711,126.00
	Less:	-	-
	x Accrued Bond Interest	33,261,962.24	10,484,313.06
	xi Accrued Swap Liability/(Asset)	-	599,320.02
	xii Accrued Fair Value of Swap Liability/(Asset)	2,430,494.00	1,811,157.00
	xiii Accrued Rebate Liabilities (Prior Month)	12,285,149.47	11,284,820.01
	xiv Net Asset Value	\$ 1,385,413,477.71	\$ 1,383,531,515.91

Notes Outstanding		5/31/2008	8/31/2008
C	i Senior Notes	\$ 1,269,200,000.00	\$ 1,269,200,000.00
	ii Subordinate Notes	108,825,000.00	108,825,000.00
	iii Total Notes	\$ 1,378,025,000.00	\$ 1,378,025,000.00

Parity		5/31/2008	8/31/2008
D	i Senior Parity	109.16%	109.01%
	ii Subordinate Parity	100.54%	100.40%

MHESAC 1993 Master Indenture - Tax-Exempt
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				\$ -	\$ -	\$ -	\$ -			
	TOTAL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -			

Principal								
Class	CUSIP	Quarterly Principal Due	Quarterly Principal Paid	Quarterly Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor
B							\$ -	
	TOTAL	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	

Non-FRN Noteholder Distributions		
C	i	Amount to transfer for Fixed Rate Noteholder Distributions - see page 5
		\$ -

D	Total Distributions	\$ -
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MHESAC 1993 Master Indenture - Tax-Exempt

IV. MHESAC Transactions from: 6/1/2008 through: 8/31/2008

A	Student Loan Principal Activity		
i	Regular Principal Collections	\$	14,683,171.12
ii	Principal Collections from Guarantor	\$	2,564,752.66
iii	Returned Disbursements	\$	143,334.46
iv	Other System Adjustments	\$	-
v	Additional Disbursements	\$	(33,755,375.44)
vi	Total Principal Collections	\$	(16,364,117.20)
B	Student Loan Non-Cash Principal Activity		
i	Other Adjustments	\$	52,824.16
ii	Capitalized Interest	\$	(3,613,999.33)
iii	Total Non-Cash Principal Activity	\$	(3,561,175.17)
C	Total Student Loan Principal Activity	\$	(19,925,292.37)
D	Student Loan Interest Activity		
i	Regular Interest Collections	\$	7,032,645.04
ii	Interest Claims Received from Guarantors	\$	87,616.58
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Special Allowance Payments	\$	1,554,754.88
viii	Subsidy Payments	\$	1,970,791.34
ix	Accrued Borrower Interest on Purchased Loans	\$	(404,123.47)
x	Total Interest Collections	\$	10,241,684.37
E	Student Loan Non-Cash Interest Activity		
i	Interest Accrual Adjustments	\$	33,975.36
ii	Capitalized Interest	\$	3,613,999.33
iii	Total Non-Cash Interest Adjustments	\$	3,647,974.69
F	Total Student Loan Interest Activity	\$	13,889,659.06
G	Non-Reimbursable Losses During Collection Period	\$	-
H	Cumulative Non-Reimbursable Losses to Date	\$	-

Available Funds

8/31/2008

I	Reserves in Excess of Reserve Requirement	\$	-
J	Trust Account Investment Income	\$	784,378.17
K	Funds Received from Bond Proceeds	\$	-
L	TOTAL FUNDS RECEIVED (Avi + Dx + I + J + K - Av - Dix)	\$	28,821,444.25
M	LESS FUNDS REMITTED/SET ASIDE:		
i	Consolidation Loan Rebate Fees	\$	1,742,868.39
ii	Management and Servicing Fees	\$	1,825,968.51
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	1,322,526.48
iv	Funds Allocated to the Future Distribution Account	\$	-
v	Funds Released from the Future Distribution Account	\$	-
N	PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS	\$	-
O	TOTAL AVAILABLE FUNDS	\$	23,930,080.87

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

A	Total Available Funds (IV-O)	\$	23,930,080.87
B	Interest Distributions and accruals		
i	1995-A Notes	\$	251,638.88
ii	1995-B Notes	\$	258,474.00
iii	1995-C Notes	\$	302,972.10
iv	1998-A Notes	\$	615,931.68
v	1998-B Notes	\$	332,211.88
vi	1999-A Notes	\$	592,733.20
vii	1999-B Notes	\$	307,346.88
viii	2000-A Notes	\$	373,480.00
ix	2000-B Notes	\$	392,790.00
x	2000-D Notes	\$	63,403.13
xi	2001-A Notes	\$	622,802.14
xii	2001-B Notes	\$	184,922.50
xiii	2002-A Notes	\$	435,279.66
xv	2002-B Notes	\$	234,630.30
xv	2002-E Notes	\$	121,360.50
xvi	2003-A Notes	\$	700,129.96
xvii	2003-B Notes	\$	669,716.10
xviii	2003-D Notes	\$	87,301.00
xix	2004-A Notes	\$	601,584.00
xx	2004-B Notes	\$	607,676.20
xxi	2004-C Notes	\$	86,977.20
xxii	2006-D Notes	\$	530,566.26
xxiii	2006-E Notes	\$	551,500.74
xxiv	2006-F Notes	\$	622,427.61
xxv	2006-G Notes	\$	174,602.00
xxvi	2007-A Notes	\$	448,093.15
xxvii	2007-B Notes	\$	157,545.70
xxviii	2007-C Notes	\$	155,263.31
xxix	Total Interest Distributions and Accruals	\$	10,483,360.08
C	Principal Distribution Amount		
i	1995-E Notes	\$	-
ii	1998-B Notes	\$	-
iii	1999-B Notes	\$	-
iv	2000-D Notes	\$	-
v	Total Noteholder's Principal Distribution	\$	-
D	Increase to the Specified Reserve Account Balance	\$	-
E	Carryover Servicing Fees	\$	-
F	Noteholder's Interest Carryover	\$	-
G	Noteholder's Principal Carryover	\$	-
H	Funds available after waterfall items (A-G)	\$	13,446,720.79

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

	9/1/07 -11/30/07	12/1/07 -02/29/08	03/01/08-05/31/08	06/01/08-08/31/08
Beginning Student Loan Portfolio Balance	\$ 896,098,856.84	\$ 944,150,094.27	\$ 958,203,118.48	\$ 987,395,318.16
Student Loan Principal Activity				
i Regular Principal Collections	\$ 44,759,323.81	\$ 19,445,953.58	\$ 20,509,212.58	\$ 14,683,171.12
ii Principal Collections from Guarantor	\$ 2,976,000.41	\$ 2,350,244.78	\$ 2,186,343.58	\$ 2,564,752.66
iii Returned Disbursements	\$ 253,215.23	\$ 554,969.11	\$ 163,970.67	\$ 143,334.46
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ (92,983,199.01)	\$ (34,725,135.08)	\$ (50,127,913.63)	\$ (33,755,375.44)
vi Total Principal Collections	\$ (44,994,659.56)	\$ (12,373,967.61)	\$ (27,268,386.80)	\$ (16,364,117.20)
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 404,449.48	\$ 718,777.42	\$ 142,672.64	\$ 52,824.16
ii Capitalized Interest	\$ (3,461,027.35)	\$ (2,397,834.02)	\$ (2,066,485.52)	\$ (3,613,999.33)
iii Total Non-Cash Principal Activity	\$ (3,056,577.87)	\$ (1,679,056.60)	\$ (1,923,812.88)	\$ (3,561,175.17)
(-) Total Student Loan Principal Activity	\$ (48,051,237.43)	\$ (14,053,024.21)	\$ (29,192,199.68)	\$ (19,925,292.37)
Student Loan Interest Activity				
i Regular Interest Collections	\$ 7,046,360.84	\$ 7,004,829.17	\$ 7,130,475.10	\$ 7,032,645.04
ii Interest Claims Received from Guarantors	\$ 156,348.16	\$ 85,755.35	\$ 72,885.25	\$ 87,616.58
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments	\$ 5,422,286.03	\$ 4,459,170.07	\$ 3,579,398.87	\$ 1,554,754.88
viii Subsidy Payments	\$ 2,352,700.08	\$ 2,608,489.27	\$ 1,811,252.67	\$ 1,970,791.34
ix Accrued Borrower Interest on Purchased Loans	\$ (1,313,292.00)	\$ (125,467.98)	\$ (565,305.47)	\$ (404,123.47)
x Total Interest Repayments	\$ 13,664,403.11	\$ 14,032,775.88	\$ 12,028,706.42	\$ 10,241,684.37
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 53,370.65	\$ 126,427.89	\$ 185,270.14	\$ 33,975.36
ii Capitalized Interest	\$ 3,461,027.35	\$ 2,397,834.02	\$ 2,066,485.52	\$ 3,613,999.33
iii Total Non-Cash Interest Adjustments	\$ 3,514,398.00	\$ 2,524,261.91	\$ 2,251,755.66	\$ 3,647,974.69
Total Student Loan Interest Activity	\$ 17,178,801.11	\$ 16,557,037.79	\$ 14,280,462.08	\$ 13,889,659.06
(=) Ending Student Loan Portfolio Balance	\$ 961,328,895.38	\$ 988,813,180.48	\$ 1,001,675,780.24	\$ 1,021,210,269.59
(+) Interest to be Capitalized	\$ 10,919,603.20	\$ 11,910,617.72	\$ 13,798,304.48	\$ 13,918,169.44
(=) TOTAL POOL	\$ 955,069,697.47	\$ 970,113,736.20	\$ 1,001,193,622.64	\$ 1,021,238,779.97
(+) Pending Portfolio Adjustments	\$ (6,032.96)	\$ 612.47	\$ (109,503.44)	\$ (68,602.53)
(+) Trust Cash Available	\$ 247,259,429.66	\$ 416,675,162.91	\$ 400,307,039.19	\$ 353,263,302.06
(+) Reserve Account Balance	\$ 28,531,244.22	\$ 28,531,244.22	\$ 28,531,244.22	\$ 28,531,244.22
(=) Total Adjusted Pool	\$ 1,230,854,338.39	\$ 1,415,320,755.80	\$ 1,429,922,402.61	\$ 1,402,964,723.72

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

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2008	8/31/2008	5/31/2008	8/31/2008	5/31/2008	8/31/2008	5/31/2008	8/31/2008	5/31/2008	8/31/2008
INTERIM:										
In School Current	6.76%	6.20%	34,323	38,424	21.5%	23.1%	\$ 112,683,135	\$ 123,926,233	11.4%	12.3%
Grace Current	6.74%	6.05%	17,180	12,512	10.8%	7.5%	\$ 56,865,029	\$ 47,425,177	5.8%	4.7%
TOTAL INTERIM	6.75%	6.16%	51,503	50,936	32.3%	30.6%	\$ 169,548,164	\$ 171,351,410	17.2%	17.0%
REPAYMENT										
Active	5.29%	4.96%	78,855	84,827	49.4%	50.9%	\$ 617,260,338	\$ 623,943,125	62.5%	61.9%
Current	5.19%	4.92%	67,033	70,187	42.0%	42.1%	\$ 546,941,409	\$ 544,197,464	55.4%	54.0%
31-60 Days Delinquent	5.77%	5.30%	3,485	6,157	2.2%	3.7%	\$ 23,397,899	\$ 30,784,747	2.4%	3.1%
61-90 Days Delinquent	6.24%	5.25%	2,158	2,490	1.4%	1.5%	\$ 12,750,719	\$ 15,513,115	1.3%	1.5%
91-120 Days Delinquent	5.96%	4.86%	1,498	1,468	0.9%	0.9%	\$ 10,006,602	\$ 9,079,941	1.0%	0.9%
> 120 Days Delinquent	6.20%	5.30%	4,681	4,525	2.9%	2.7%	\$ 24,163,709	\$ 24,367,858	2.4%	2.4%
Deferment										
Current	5.29%	4.79%	23,223	24,891	14.6%	14.9%	\$ 161,083,611	\$ 167,959,274	16.3%	16.7%
Forbearance										
Current	5.91%	5.25%	4,557	4,816	2.9%	2.9%	\$ 33,906,380	\$ 38,258,481	3.4%	3.8%
TOTAL REPAYMENT	5.31%	4.94%	106,635	114,534	66.9%	68.7%	\$ 812,250,329	\$ 830,160,880	82.3%	82.4%
Claims in Process	6.47%	5.24%	1,355	1,160	0.8%	0.7%	\$ 5,596,825	\$ 5,808,321	0.6%	0.6%
Aged Claims Rejected			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	4.91%	5.15%	159,493	166,630	100%	100%	\$ 987,395,318	\$ 1,007,320,611	100%	100%