

I. MONTANA HIGHER EDUCATION STUDENT ASSISTANCE CORPORATION (MHESAC) Deal Parameters

Student Portfolio Characteristics		5/31/2007	Activity	8/31/2007
A	i Portfolio Balance	\$ 513,590,432.04	\$ (11,098,382.98)	\$ 502,492,049.06
	ii Interest to be Capitalized	\$ 3,079,020.20	\$ (98,449.99)	\$ 2,980,570.21
	iii Total Pool	\$ 516,669,452.24		\$ 505,472,619.27
	iv Specified Reserve Account Balance	\$ -		\$ -
	v Total Adjusted Pool	\$ 516,669,452.24		\$ 505,472,619.27
B	i Weighted Average Coupon (WAC)	3.804%		3.789%
	ii Weighted Average Remaining Term	273.25		267.73
	iii Number of Loans	29,983		29,205
	iv Number of Borrowers	15,804		15,412
	v Outstanding Principal Balance - T-Bill	\$ 2,329,802.64		\$ 2,148,453.92
	vi Outstanding Principal Balance - Commercial Paper	\$ 511,260,629.40		\$ 500,343,595.14

Notes	CUSIP	Spread	Balance 5/31/2007	Pool Factor 5/31/2007	Balance 8/31/2007	Pool Factor 8/31/2007	
C	i 2000-C Notes	612130GV0	ARS	\$ 11,200,000.00	1.87%	\$ 11,200,000.00	1.89%
	ii 2001-C Notes	612130GY4	ARS	\$ 29,500,000.00	4.92%	\$ 29,500,000.00	4.97%
	iii 2002-D Notes	612130HB3	ARS	\$ 10,300,000.00	1.72%	\$ 10,300,000.00	1.74%
	iv 2003-C Notes	612130HG2	ARS	\$ 13,300,000.00	2.22%	\$ 13,300,000.00	2.24%
	v 2005-A Notes	61205PAF6	0.040%	\$ 84,290,000.00	14.07%	\$ 78,180,000.00	13.18%
	vi 2005-B Notes	61205PAG4	0.120%	\$ 119,140,000.00	19.88%	\$ 119,140,000.00	20.09%
	vii 2006-A Notes	612130HP2	0.100%	\$ 226,775,000.00	37.85%	\$ 226,775,000.00	38.24%
	viii 2006-B Notes	612130HQ0	ARS	\$ 74,700,000.00	12.47%	\$ 74,700,000.00	12.59%
	ix 2006-C Notes	612130HR8	ARS	\$ 30,000,000.00	5.01%	\$ 30,000,000.00	5.06%

% Subordinate Bonds of Total Bonds Outstanding - Master Indenture 7.9%

D	i Senior Parity	106.81%
	ii Subordinate Parity	101.45%

Reserve Account		5/31/2007	8/31/2007
E	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	0	0
	iii Specified Reserve Acct Balance (\$)	\$ -	\$ -
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Acct Balance (\$)		\$ 2,035,000.00
	vi Current Reserve Balance - Indenture (\$)		\$ 30,566,244.22
	vii Draws on Reserve - Current Quarter (\$)		\$ -

Trust Accounts		5/31/2007	8/31/2007
F	i Capitalized Interest Account Balance	\$ -	\$ -
	ii Rebate/COI Account Balance	\$ -	\$ -
	iii Other Trust Accounts Balance	\$ 81,022,912.37	\$ 87,050,915.64

II. MHESAC

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
2005-A	61205PAF6	\$ 1,078,884.00	\$ 1,078,884.00	\$ -	\$ -	\$ -	\$ -	18.25%	5.400%	5.630%
2005-B	61205PAG4	\$ 1,668,489.51	\$ 1,668,489.51	\$ -	\$ -	\$ -	\$ -	28.22%	5.480%	5.710%
2006-A	612130HP2	\$ 3,164,267.17	\$ 3,164,267.17	\$ -	\$ -	\$ -	\$ -	53.53%	5.460%	5.690%
TOTAL		\$ 5,911,640.68	\$ 5,911,640.68	\$ -	\$ -	\$ -	\$ -			

CUR LIBOR	5.360%
NEXT LIBOR	5.590%

Principal								
Class	CUSIP	Quarterly Principal Due	Quarterly Principal Paid	Quarterly Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor
2005-A	61205PAF6	\$ 5,967,000.00	\$ 5,967,000.00	\$ -	\$ -	\$ -	\$ -	100.00%
2005-B	61205PAF6	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
2006-A	612130HP2	\$ -		\$ -	\$ -	\$ -	\$ -	0.00%
TOTAL		\$ 5,967,000.00	\$ 5,967,000.00	\$ -	\$ -	\$ -	\$ -	

III. MHESAC		Transactions from:	6/1/2007	through:	8/31/2007
A	Student Loan Principal Activity				
	i	Regular Principal Collections	\$		9,977,683.32
	ii	Principal Collections from Guarantor	\$		2,089,366.70
	iii	Returned Disbursements	\$		(9,625.00)
	iv	Other System Adjustments	\$		-
	v	Additional Disbursements	\$		(22,654.51)
	vi	Total Principal Collections	\$		12,034,770.51
B	Student Loan Non-Cash Principal Activity				
	i	Other Adjustments	\$		45,894.11
	ii	Capitalized Interest	\$		(982,281.64)
	iii	Total Non-Cash Principal Activity	\$		(936,387.53)
C	Total Student Loan Principal Activity		\$		11,098,382.98
D	Student Loan Interest Activity				
	i	Regular Interest Collections	\$		3,515,204.42
	ii	Interest Claims Received from Guarantors	\$		64,620.89
	iii	Collection Fees / Returned Items	\$		-
	iv	Late Fee Reimbursements	\$		-
	v	Interest Reimbursements	\$		-
	vi	Other System Adjustments	\$		-
	vii	Special Allowance Payments	\$		3,379,772.54
	viii	Subsidy Payments	\$		276,827.11
	ix	Accrued Borrower Interest on Purchased Loans	\$		-
	x	Total Interest Collections	\$		7,236,424.96
E	Student Loan Non-Cash Interest Activity				
	i	Interest Accrual Adjustments	\$		14,719.23
	ii	Capitalized Interest	\$		982,281.64
	iii	Total Non-Cash Interest Adjustments	\$		997,000.87
F	Total Student Loan Interest Activity		\$		8,233,425.83
G	Non-Reimbursable Losses During Collection Period		\$		-
H	Cumulative Non-Reimbursable Losses to Date		\$		-

IV. MHESAC Repayment Account Activity: 6/1/2007 through: 8/31/2007

A	Principal Repayment		
i	Principal Payments Received	\$	12,529,890.50
ii	Returned Disbursements	\$	-
iii	Borrower Benefits Reimbursements	\$	-
iv	Reimbursements by Servicer	\$	-
v	Additional Disbursements	\$	(22,779.82)
vi	Total Principal Repayments	\$	12,507,110.68
B	Interest Repayment		
i	Interest Payments Received	\$	9,197,056.59
ii	Collections from Guarantor	\$	-
iii	Reimbursements by Seller	\$	-
iv	Borrower Benefits Reimbursements	\$	-
v	Reimbursements by Servicer	\$	-
vi	Re-purchased Interest	\$	-
vii	Collection Fees / Returned Items	\$	-
viii	Late Fees	\$	-
ix	Total Interest Repayments	\$	9,197,056.59
C	Other Reimbursements	\$	-
D	Reserves in Excess of Reserve Requirement	\$	-
E	Trust Account Investment Income	\$	1,061,028.34
F	Administrator Account Investment Income	\$	-
G	Funds Received from Bond Proceeds	\$	-
	TOTAL FUNDS RECEIVED	\$	22,765,195.61
	LESS FUNDS REMITTED/SET ASIDE:		
i	Consolidation Loan Rebate Fees	\$	(1,277,049.08)
ii	Management and Servicing Fees	\$	(805,241.07)
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	(129,986.03)
iv	Funds Allocated to the Future Distribution Account	\$	-
v	Funds Released from the Future Distribution Account	\$	-
	PLUS FUNDS ALLOCATED FROM REMAINING ACQUISITION FUNDS	\$	-
	LESS FUNDS IN ACQUISITION FUND FOR ADDITIONAL DISBURSEMENTS	\$	(830,408.58)
H	TOTAL AVAILABLE FUNDS	\$	19,722,510.85
I	Management and Servicing Fees Due for Current Period	\$	-
J	Carryover Servicing Fees Due	\$	-
K	Administration Fees Due	\$	-
L	Total Fees Due for Period	\$	-

V. MHESAC Waterfall for Distributions

A	Total Available Funds (IV-H)	\$	19,722,510.85
B	Management and Servicing Fees Due	\$	-
C	Administration Fees Due	\$	-
D	Interest Distributions and accruals		
i	2000-C Notes	\$	151,630.08
ii	2001-C Notes	\$	399,017.00
iii	2002-D Notes	\$	139,194.20
iv	2003-C Notes	\$	180,986.40
v	2005-A Notes	\$	1,078,884.00
vi	2005-B Notes	\$	1,668,489.51
vii	2006-A Notes	\$	3,164,267.17
viii	2006-B Notes	\$	1,013,200.92
ix	2006-C Notes	\$	423,108.00
x	Total Interest Distributions	\$	8,218,777.28
E	Principal Distribution Amount		
i	2000-C Notes	\$	-
ii	2001-C Notes	\$	-
iii	2002-D Notes	\$	-
iv	2003-C Notes	\$	-
v	2005-A Notes	\$	5,967,000.00
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	Total Noteholder's Principal Distribution	\$	5,967,000.00
F	Increase to the Specified Reserve Account Balance	\$	-
G	Carryover Servicing Fees	\$	-
H	Noteholder's Interest Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	Total Noteholder's Interest Carryover	\$	-
I	Noteholder's Principal Carryover		
v	2005-A Notes	\$	-
vi	2005-B Notes	\$	-
vii	2006-A Notes	\$	-
viii	2006-B Notes	\$	-
ix	2006-C Notes	\$	-
x	Total Noteholder's Principal Carryover	\$	-
J	Funds available after waterfall items (A-I)	\$	5,536,733.57

	9/1/06 -11/30/06	12/1/06 -02/28/07	03/1/06 -05/31/07	03/1/06 -05/31/07
Beginning Student Loan Portfolio Balance	\$ 560,146,017.73	\$ 538,826,445.73	\$ 526,384,196.97	\$ 513,590,432.04
Student Loan Principal Activity				
i Regular Principal Collections	\$ 20,664,157.10	\$ 11,718,007.69	\$ 11,090,289.51	\$ 9,977,683.32
ii Principal Collections from Guarantor	\$ 1,771,057.48	\$ 1,831,477.03	\$ 2,649,973.55	\$ 2,089,366.70
iii Returned Disbursements	\$ 14,124.00	\$ 12,241.00	\$ 2,300.08	\$ (9,625.00)
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Additional Disbursements	\$ (128,960.98)	\$ (97,535.50)	\$ -	\$ (22,654.51)
vi Total Principal Collections	\$ 22,320,377.60	\$ 13,464,190.22	\$ 13,742,563.14	\$ 12,034,770.51
Student Loan Non-Cash Principal Activity				
i Other Adjustments	\$ 71,301.74	\$ (21,139.30)	\$ 20,963.09	\$ 45,894.11
ii Capitalized Interest	\$ (1,072,107.34)	\$ (1,000,802.16)	\$ (969,761.30)	\$ (982,281.64)
iii Total Non-Cash Principal Activity	\$ (1,000,805.60)	\$ (1,021,941.46)	\$ (948,798.21)	\$ (936,387.53)
(-) Total Student Loan Principal Activity	\$ 21,319,572.00	\$ 12,442,248.76	\$ 12,793,764.93	\$ 11,098,382.98
Student Loan Interest Activity				
i Regular Interest Collections	\$ 3,740,437.54	\$ 3,626,937.78	\$ 3,482,643.25	\$ 3,515,204.42
ii Interest Claims Received from Guarantors	\$ 53,174.77	\$ 69,405.27	\$ 116,420.11	\$ 64,620.89
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments	\$ 3,608,693.85	\$ 3,484,643.36	\$ 3,494,551.02	\$ 3,379,772.54
viii Subsidy Payments	\$ 306,479.69	\$ 293,461.04	\$ 286,257.46	\$ 276,827.11
ix Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
x Total Interest Repayments	\$ 7,708,785.85	\$ 7,474,447.45	\$ 7,379,871.84	\$ 7,236,424.96
Student Loan Non-Cash Interest Activity				
i Interest Accrual Adjustments	\$ 26,762.86	\$ 47,861.72	\$ 55,278.21	\$ 14,719.23
ii Capitalized Interest	\$ 1,072,107.34	\$ 1,000,802.16	\$ 969,761.30	\$ 982,281.64
iii Total Non-Cash Interest Adjustments	\$ 1,098,870.20	\$ 1,048,663.88	\$ 1,025,039.51	\$ 997,000.87
Total Student Loan Interest Activity	\$ 8,807,656.05	\$ 8,523,111.33	\$ 8,404,911.35	\$ 8,233,425.83
(=) Ending Student Loan Portfolio Balance	\$ 547,634,101.78	\$ 522,465,059.54	\$ 521,995,343.39	\$ 510,725,474.89
(+) Interest to be Capitalized	\$ 3,235,572.12	\$ 3,117,975.53	\$ 3,079,020.20	\$ 2,980,570.21
(=) TOTAL POOL	\$ 542,062,017.85	\$ 529,502,172.50	\$ 516,669,452.24	\$ 505,472,619.27
(+) Reserve Account Balance				
(=) Total Adjusted Pool	\$ 542,062,017.85	\$ 529,502,172.50	\$ 516,669,452.24	\$ 505,472,619.27

VII. MHESAC Portfolio Characteristics

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	5/31/2007	8/31/2007	5/31/2007	8/31/2007	5/31/2007	8/31/2007	5/31/2007	8/31/2007	5/31/2007	8/31/2007
INTERIM:										
In School	6.55%	6.63%	664	585	2.2%	2.0%	\$ 2,102,101	\$ 1,748,420	0.4%	0.3%
Current										
Grace	6.56%	6.63%	280	219	0.9%	0.7%	\$ 815,368	\$ 791,358	0.2%	0.2%
Current										
TOTAL INTERIM	6.55%	6.63%	944	804	3.1%	2.8%	\$ 2,917,469	\$ 2,539,778	0.6%	0.5%
REPAYMENT										
Active	3.74%	3.72%	23,416	22,721	78.1%	77.8%	\$ 414,020,254	\$ 402,505,028	80.6%	80.1%
Current	3.70%	3.69%	21,745	21,032	72.5%	72.0%	\$ 384,702,094	\$ 374,396,757	74.9%	74.5%
31-60 Days Delinquent	4.33%	4.32%	595	528	2.0%	1.8%	\$ 11,323,114	\$ 8,553,325	2.2%	1.7%
61-90 Days Delinquent	3.96%	4.08%	290	374	1.0%	1.3%	\$ 5,043,308	\$ 6,246,405	1.0%	1.2%
91-120 Days Delinquent	4.24%	3.83%	254	246	0.8%	0.8%	\$ 4,299,750	\$ 4,691,314	0.8%	0.9%
> 120 Days Delinquent	4.27%	4.30%	532	541	1.8%	1.9%	\$ 8,651,989	\$ 8,617,227	1.7%	1.7%
Deferment										
Current	3.92%	3.88%	4,301	4,349	14.3%	14.9%	\$ 75,067,382	\$ 76,278,617	14.6%	15.2%
Forbearance										
Current	4.32%	4.40%	1,156	1,198	3.9%	4.1%	\$ 18,763,672	\$ 18,946,168	3.7%	3.8%
TOTAL REPAYMENT	3.79%	3.77%	28,873	28,268	96.3%	96.8%	\$ 507,851,309	\$ 497,729,813	98.9%	99.1%
Claims in Process			166	133	0.6%	0.5%	\$ 2,821,655	\$ 2,222,458	0.5%	0.4%
Aged Claims Rejected			0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
GRAND TOTAL	3.80%	3.79%	29,983	29,205	100%	100%	\$ 513,590,433	\$ 502,492,049	100%	100%

VIII. MHESAC Payment History and CPRs

Distribution Date	Actual Pool Balances	Since Issued CPR *
12/20/06	\$ 538,826,446	5.99%
02/28/07	\$ 526,384,197	6.00%
05/31/07	\$ 513,590,432	6.04%
08/31/07	\$ 502,492,049	5.96%

* "Since Issued CPR" is based on the current period's ending pool balance calculated against the original pool balance and assuming cutoff date pool data