



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

**1993 Master Indenture - Trust Securing the Following Taxable Notes:**

- Senior Series 2000-C (Taxable)
- Senior Series 2001-C (Taxable)
- Senior Series 2002-D (Taxable)
- Senior Series 2003-C (Taxable)
- Senior Series 2005-B (Taxable)
- Senior Series 2006-A and B (Taxable) and Subordinate Series 2006-C (Taxable)

**Reporting Period September 01, 2011 through November 30, 2011**

MHESAC 1993 Master Indenture - Taxable

I. Deal Parameters

Student Portfolio Characteristics		8/31/2011	Activity	11/30/2011
A	i Portfolio Balance	\$ 396,556,325.04	\$ (6,604,876.03)	\$ 389,951,449.01
	ii Interest to be Capitalized	\$ 2,204,394.47	\$ (94,123.08)	\$ 2,110,271.39
	iii Total Pool	\$ 398,760,719.51		\$ 392,061,720.40
	iv Pending Portfolio adjustments	\$ -		\$ -
	v Trust Cash	\$ 8,411,216.58		\$ 8,238,474.92
	vi Specified Reserve Account Balance	\$ 1,315,250.00		\$ 1,315,250.00
	vii <b>Total Adjusted Pool</b>	\$ 408,487,186.09		\$ 401,615,445.32
B	i Weighted Average Coupon (WAC)	3.260%		3.250%
	ii Weighted Average Remaining Term	237.35		235.00
	iii Number of Loans	22,782		22,394
	iv Number of Borrowers	12,076		11,891
	v Outstanding Principal Balance - T-Bill	\$ 678,589.84		\$ 632,082.84
	vi Outstanding Principal Balance - Commercial Paper	\$ 395,877,735.20		\$ 389,319,366.17

Notes	CUSIP	Original Issue Amount	Rate	Balance 8/31/2011	Pool Factor 8/31/2011	Balance 11/30/2011	Pool Factor 11/30/2011	
C	i 2000-C Notes Taxable Senior	612130GV0	\$ 11,200,000.00	ARS	\$ 9,050,000.00	2.27%	\$ 9,050,000.00	2.32%
	ii 2001-C Notes Taxable Senior	612130GY4	\$ 29,500,000.00	ARS	\$ 20,800,000.00	5.23%	\$ 20,800,000.00	5.33%
	iii 2002-D Notes Taxable Senior	612130HC1	\$ 10,300,000.00	ARS	\$ 8,000,000.00	2.01%	\$ 8,000,000.00	2.05%
	iv 2003-C Notes Taxable Senior	612130HG2	\$ 13,300,000.00	ARS	\$ 10,100,000.00	2.54%	\$ 10,100,000.00	2.59%
	v 2005-B Notes Taxable Senior	612130HN7	\$ 119,140,000.00	3 Mo Libor + 0.12%	\$ 114,880,000.00	28.88%	\$ 110,700,000.00	28.39%
	vi 2006-A Notes Taxable Senior	612130HP2	\$ 226,775,000.00	3 Mo Libor + 0.10%	\$ 186,609,000.00	46.91%	\$ 182,909,000.00	46.90%
	vii 2006-B Notes Taxable Senior	612130HQ0	\$ 74,700,000.00	ARS	\$ 18,400,000.00	4.62%	\$ 18,400,000.00	4.72%
	viii 2006-C Notes Taxable Subordinate	612130HR8	\$ 30,000,000.00	ARS	\$ 30,000,000.00	7.54%	\$ 30,000,000.00	7.69%
	ix Total Notes Outstanding Taxable Senior			\$ 367,839,000.00	92.46%	\$ 359,959,000.00	92.31%	
	x Total Notes Outstanding Taxable Subordinate			\$ 30,000,000.00	7.54%	\$ 30,000,000.00	7.69%	
	xi <b>Total Notes Outstanding 1993 Master Indenture - Taxable</b>			\$ 397,839,000.00		\$ 389,959,000.00		

Balance Sheet Parity		8/31/2011	11/30/2011
D	i Senior Parity	110.48%	110.89%
	ii Subordinate Parity	101.69%	101.90%

Indenture Percentage		8/31/2011	11/30/2011
E	i Senior Percentage	110.11%	110.52%
	ii Subordinate Percentage	101.35%	101.56%

Reserve Account		8/31/2011	11/30/2011
F	i Required Reserve Acc Deposit (%)	1.00%	1.00%
	ii Reserve Acct Initial Deposit (\$)	\$ -	\$ -
	iii Specified Reserve Acct Requirement (\$)	\$ 3,978,390.00	\$ 3,899,590.00
	iv Reserve Account Floor Balance (\$)	\$ -	\$ -
	v Current Reserve Balance - Taxable (\$)		\$ 1,315,250.00
	vi Current Reserve Balance - Total Indenture (\$)		\$ 14,712,671.40
	vii Draws on Reserve - Taxable Current Quarter (\$)		\$ -
	viii Draws on Reserve - Indenture Current Quarter (\$)		\$ 1,296,238.60

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

<b>Trust Accounts</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
A	i Acquisition Account	\$ -	\$ -
	ii Administration Account	\$ 116,599.75	\$ 117,534.40
	iii Bond- Interest, Principal, Retirement Accounts	\$ 7,733,973.67	\$ 7,501,463.07
	iv Capitalized Interest Account	\$ -	\$ -
	v COI Account	\$ -	\$ -
	vi Rebate Account	\$ -	\$ -
	vii Reserve Account	\$ 1,315,250.00	\$ 1,315,250.00
	viii Surplus Account	\$ 560,643.16	\$ 619,477.45
	ix Total Trust Accounts	\$ 9,726,466.58	\$ 9,553,724.92

  

<b>Parity Calculations</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
B	<b>Value of the Indenture</b>		
	i Portfolio Balance	\$ 396,556,325.04	\$ 389,951,449.01
	ii Pending System Adjustments	-	-
	iii Accrued Borrower Interest	2,204,394.47	2,110,271.39
	iv Accrued Subsidized Interest	164,796.32	157,408.06
	v Less: Unguaranteed Amount Uncollectibles	(177,073.00)	(172,336.00)
	vi Trust Cash and Investments	9,726,466.58	9,553,724.92
	vii Payments in Transit	254,280.08	190,370.37
	viii Prepaids	1,397,318.07	1,345,884.32
	ix Other Cash and Assets	-	49.72
	x Total Trust Value	\$ 410,126,507.56	\$ 403,136,821.79
	Less:		
	xi Accrued Payables	44,261.96	43,065.99
	xii Accrued Rebate Liabilities (Prior Month)	-	-
	xiii <b>Net Asset Value w/ Prepaids - Balance Sheet Parity</b>	\$ 410,082,245.60	\$ 403,093,755.80
	xiv <b>Net Asset Value w/o Prepaids - Indenture Percentage</b>	\$ 408,684,927.53	\$ 401,747,871.48

  

<b>Note Interest Outstanding</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
C	i Senior Interest	\$ 3,334,690.24	\$ 3,547,344.61
	ii Subordinate Interest	2,084,302.05	2,066,869.12
	iii Total Note Interest	\$ 5,418,992.30	\$ 5,614,213.73

  

<b>Notes Outstanding</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
D	i Senior Notes	\$ 367,839,000.00	\$ 359,959,000.00
	ii Subordinate Notes	30,000,000.00	30,000,000.00
	iii Total Notes	\$ 397,839,000.00	\$ 389,959,000.00

  

<b>Balance Sheet Parity</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
E	i Senior Parity Bxiii / (Ci + Di)	110.48%	110.89%
	ii Subordinate Parity Bxiii / (Ciii + Diii)	101.69%	101.90%

  

<b>Indenture Percentage</b>		<b>8/31/2011</b>	<b>11/30/2011</b>
F	i Senior Percentage Bxiv / (Ci + Di)	110.11%	110.52%
	ii Subordinate Percentage Bxiv / (Ciii + Diii)	101.35%	101.56%

MHESAC 1993 Master Indenture - 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-B	612130HN7	\$ 131,889.92	\$ 131,889.92	\$ -	\$ -	\$ -	38.73%	0.471%	0.683%	
	2006-A	612130HP2	\$ 208,673.92	\$ 208,673.92	\$ -	\$ -	\$ -	61.27%	0.451%	0.663%	
		<b>TOTAL</b>	<b>\$ 340,563.84</b>	<b>\$ 340,563.84</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>				
									<b>CUR LIBOR</b>	0.351%	
									<b>NEXT LIBOR</b>	0.563%	
Principal											
Class	CUSIP	Quarterly Principal Due	Quarterly Principal Paid	Quarterly Principal Shortfall	Principal Carryover Due	Principal Carryover Paid	Principal Carryover	Principal Factor			
B	2005-B	612130HN7	\$ 4,114,000.00	\$ 4,114,000.00	\$ -	\$ -	\$ -	38.50%			
	2006-A	612130HP2	\$ 6,573,000.00	\$ 3,611,000.00	\$ 2,962,000.00	\$ 26,638,000.00	\$ 29,600,000.00	61.50%			
		<b>TOTAL</b>	<b>\$10,687,000.00</b>	<b>\$ 7,725,000.00</b>	<b>\$ 2,962,000.00</b>	<b>\$ 26,638,000.00</b>	<b>\$ 29,600,000.00</b>				
Non-FRN Noteholder Distributions											
C	i Amount to transfer for Auction Rate Noteholder Distributions - see page 5							\$	-		
D	<b>Total Principal Distributions</b>							\$	<b>7,725,000.00</b>		

**MHESAC 1993 Master Indenture - Taxable**

**IV. MHESAC Transactions from: 9/1/2011 through: 11/30/2011**

<b>A</b>	<b>Student Loan Principal Activity</b>		
i	Regular Principal Collections	\$	5,508,772.71
ii	Principal Collections from Guarantor	\$	1,754,187.73
iii	Returned Disbursements	\$	-
iv	Other System Adjustments	\$	-
v	Repurchases of Rehabilitated Loans	\$	-
vi	Additional Disbursements	\$	-
vii	<b>Total Principal Collections</b>	\$	<b>7,262,960.44</b>
<b>B</b>	<b>Student Loan Non-Cash Principal Activity</b>		
i	Other Adjustments	\$	2,790.39
ii	Capitalized Interest	\$	(660,874.80)
iii	<b>Total Non-Cash Principal Activity</b>	\$	<b>(658,084.41)</b>
<b>C</b>	<b>Total Student Loan Principal Activity</b>	\$	<b>6,604,876.03</b>
<b>D</b>	<b>Student Loan Interest Activity</b>		
i	Regular Interest Collections	\$	2,330,249.42
ii	Interest Claims Received from Guarantors	\$	37,035.66
iii	Collection Fees / Returned Items	\$	-
iv	Late Fee Reimbursements	\$	-
v	Interest Reimbursements	\$	-
vi	Other System Adjustments	\$	-
vii	Net Special Allowance Payments/(Special Allowance Recapture)	\$	(71,701.48)
viii	Subsidy Payments	\$	235,772.10
ix	Accrued Borrower Interest on Purchased Loans	\$	-
x	<b>Total Interest Collections</b>	\$	<b>2,531,355.70</b>
<b>E</b>	<b>Student Loan Non-Cash Interest Activity</b>		
i	Interest Accrual Adjustments	\$	67,064.58
ii	Capitalized Interest	\$	660,874.80
iii	<b>Total Non-Cash Interest Adjustments</b>	\$	<b>727,939.38</b>
<b>F</b>	<b>Total Student Loan Interest Activity</b>	\$	<b>3,259,295.08</b>
<b>G</b>	<b>Non-Reimbursable Losses During Collection Period</b>	\$	-
<b>H</b>	<b>Cumulative Non-Reimbursable Losses to Date</b>	\$	-

**Available Funds**

**11/30/2011**

<b>I</b>	<b>Reserves in Excess of Reserve Requirement</b>	\$	-
<b>J</b>	<b>Trust Account Investment Income</b>	\$	<b>1,851.47</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>9,796,167.61</b>
<b>M</b>	<b>LESS FUNDS REMITTED/SET ASIDE:</b>		
i	Consolidation Loan Rebate Fees	\$	1,013,028.57
ii	Management and Servicing Fees	\$	610,205.29
iii	Administrative Fees (trustee, listing, broker, lender/orig, etc)	\$	30,298.28
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>	\$	<b>8,142,635.47</b>

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

<b>A</b>	Total Available Funds (IV-O)	\$	<b>8,142,635.47</b>
<b>B</b>	Interest Distributions and accruals		
i	2000-C Notes	\$	41,150.60
ii	2001-C Notes	\$	94,552.40
iii	2002-D Notes	\$	36,486.79
iv	2003-C Notes	\$	46,036.16
v	2005-B Notes	\$	131,889.92
vi	2006-A Notes	\$	208,673.92
vii	2006-B Notes	\$	85,185.46
viii	2006-C Notes	\$	87,261.07
ix	<b>Total Interest Distributions and Accruals</b>	\$	<b>731,236.32</b>
<b>C</b>	Principal Distribution Amount		
i	2000-C Notes	\$	-
ii	2001-C Notes	\$	-
iii	2002-D Notes	\$	-
iv	2003-C Notes	\$	-
v	2005-B Notes	\$	4,114,000.00
vi	2006-A Notes	\$	3,611,000.00
vii	2006-B Notes	\$	-
viii	2006-C Notes	\$	-
ix	<b>Total Noteholder's Principal Distribution</b>	\$	<b>7,725,000.00</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>(313,600.85)</b>

MHESAC 1993 Master Indenture - Taxable

VI. Historical Pool Information

	12/01/10-02/28/11	03/01/11-05/31/11	06/01/11-08/31/11	09/01/11-11/30/11
<b>Beginning Student Loan Portfolio Balance</b>	<b>\$ 418,581,557.78</b>	<b>\$ 411,044,547.61</b>	<b>\$ 403,481,959.54</b>	<b>\$ 396,556,325.04</b>
<b>Student Loan Principal Activity</b>				
i Regular Principal Collections	\$ 6,192,830.77	\$ 6,656,491.02	\$ 6,266,816.50	\$ 5,508,772.71
ii Principal Collections from Guarantor	\$ 1,833,144.65	\$ 1,479,873.82	\$ 1,233,564.90	\$ 1,754,187.73
iii Returned Disbursements	\$ -	\$ -	\$ -	\$ -
iv Other System Adjustments	\$ -	\$ -	\$ -	\$ -
v Repurchase of Rehabilitated Loans	\$ -	\$ -	\$ -	\$ -
vi Additional Disbursements	\$ -	\$ -	\$ -	\$ -
vii Total Principal Collections	\$ 8,025,975.42	\$ 8,136,364.84	\$ 7,500,381.40	\$ 7,262,960.44
<b>Student Loan Non-Cash Principal Activity</b>				
i Other Adjustments	\$ 3,751.80	\$ (310.62)	\$ 14,519.54	\$ 2,790.39
ii Capitalized Interest	\$ (492,717.05)	\$ (573,466.15)	\$ (589,266.44)	\$ (660,874.80)
iii Total Non-Cash Principal Activity	\$ (488,965.25)	\$ (573,776.77)	\$ (574,746.90)	\$ (658,084.41)
<b>(-) Total Student Loan Principal Activity</b>	<b>\$ 7,537,010.17</b>	<b>\$ 7,562,588.07</b>	<b>\$ 6,925,634.50</b>	<b>\$ 6,604,876.03</b>
<b>Student Loan Interest Activity</b>				
i Regular Interest Collections	\$ 2,443,974.88	\$ 2,405,481.50	\$ 2,378,517.81	\$ 2,330,249.42
ii Interest Claims Received from Guarantors	\$ 34,244.30	\$ 35,152.36	\$ 28,825.49	\$ 37,035.66
iii Collection Fees / Returned Items	\$ -	\$ -	\$ -	\$ -
iv Late Fee Reimbursements	\$ -	\$ -	\$ -	\$ -
v Interest Reimbursements	\$ -	\$ -	\$ -	\$ -
vi Other System Adjustments	\$ -	\$ -	\$ -	\$ -
vii Special Allowance Payments/(Recapture)	\$ (57,618.22)	\$ (63,735.29)	\$ (67,423.01)	\$ (71,701.48)
viii Subsidy Payments	\$ 269,225.63	\$ 256,388.23	\$ 248,125.06	\$ 235,772.10
ix Accrued Borrower Interest on Purchased Loans	\$ -	\$ -	\$ -	\$ -
x Total Interest Repayments	\$ 2,689,826.59	\$ 2,633,286.80	\$ 2,588,045.35	\$ 2,531,355.70
<b>Student Loan Non-Cash Interest Activity</b>				
i Interest Accrual Adjustments	\$ 93,176.77	\$ 70,534.83	\$ 72,973.31	\$ 67,064.58
ii Capitalized Interest	\$ 492,717.05	\$ 573,466.15	\$ 589,266.44	\$ 660,874.80
iii Total Non-Cash Interest Adjustments	\$ 585,893.82	\$ 644,000.98	\$ 662,239.75	\$ 727,939.38
<b>Total Student Loan Interest Activity</b>	<b>\$ 3,275,720.41</b>	<b>\$ 3,277,287.78</b>	<b>\$ 3,250,285.10</b>	<b>\$ 3,259,295.08</b>
<b>(=) Ending Student Loan Portfolio Balance</b>	<b>\$ 414,320,268.02</b>	<b>\$ 406,759,247.32</b>	<b>\$ 399,806,610.14</b>	<b>\$ 393,210,744.09</b>
<b>(+) Interest to be Capitalized</b>	<b>\$ 2,128,478.49</b>	<b>\$ 2,189,298.24</b>	<b>\$ 2,204,394.47</b>	<b>\$ 2,110,271.39</b>
<b>(=) TOTAL POOL</b>	<b>\$ 413,173,026.10</b>	<b>\$ 405,671,257.78</b>	<b>\$ 398,760,719.51</b>	<b>\$ 392,061,720.40</b>
<b>(+) Pending Portfolio Adjustments</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>(+) Trust Cash Available</b>	<b>\$ 8,924,179.24</b>	<b>\$ 9,221,797.38</b>	<b>\$ 8,411,216.58</b>	<b>\$ 8,238,474.92</b>
<b>(+) Reserve Account Balance</b>	<b>\$ 1,315,250.00</b>	<b>\$ 1,315,250.00</b>	<b>\$ 1,315,250.00</b>	<b>\$ 1,315,250.00</b>
<b>(=) Total Adjusted Pool</b>	<b>\$ 423,412,455.34</b>	<b>\$ 416,208,305.16</b>	<b>\$ 408,487,186.09</b>	<b>\$ 401,615,445.32</b>

**MHESAC 1993 Master Indenture - Taxable**  
**VII. Portfolio Characteristics**

STATUS	Weighted Avg Coupon		# of Loans		%		Principal Amount		%	
	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011	8/31/2011	11/30/2011
<b>INTERIM:</b>										
<b>In School</b>	1.98%	2.00%	61	51	0.3%	0.2%	\$ 192,485	\$ 166,439	0.0%	0.0%
Current										
<b>Grace</b>	1.96%	2.24%	28	13	0.1%	0.1%	\$ 67,451	\$ 27,459	0.0%	0.0%
Current										
<b>TOTAL INTERIM</b>	<b>1.97%</b>	<b>2.03%</b>	<b>89</b>	<b>64</b>	<b>0.4%</b>	<b>0.3%</b>	<b>\$ 259,936</b>	<b>\$ 193,898</b>	<b>0.1%</b>	<b>0.0%</b>
<b>REPAYMENT</b>										
<b>Active</b>	<b>3.18%</b>	<b>3.18%</b>	<b>18,911</b>	<b>18,787</b>	<b>83.0%</b>	<b>83.9%</b>	<b>\$ 339,459,246</b>	<b>\$ 335,829,992</b>	<b>85.6%</b>	<b>86.1%</b>
Current	3.10%	3.09%	17,308	16,975	76.0%	75.8%	\$ 316,466,184	\$ 309,155,257	79.8%	79.3%
31-60 Days Delinquent	4.22%	4.15%	457	637	2.0%	2.8%	\$ 6,848,832	\$ 9,844,811	1.7%	2.5%
61-90 Days Delinquent	3.68%	3.97%	332	344	1.5%	1.5%	\$ 4,687,961	\$ 4,829,809	1.2%	1.2%
91-120 Days Delinquent	3.91%	4.27%	206	190	0.9%	0.8%	\$ 2,969,630	\$ 2,661,934	0.7%	0.7%
> 120 Days Delinquent	4.05%	3.97%	608	641	2.7%	2.9%	\$ 8,486,639	\$ 9,338,181	2.1%	2.4%
<b>Deferment</b>										
Current	3.74%	3.74%	2,748	2,640	12.1%	11.8%	\$ 39,455,643	\$ 38,164,439	9.9%	9.8%
<b>Forbearance</b>										
Current	3.97%	3.81%	880	802	3.9%	3.6%	\$ 14,244,047	\$ 13,782,789	3.6%	3.5%
<b>TOTAL REPAYMENT</b>	<b>3.25%</b>	<b>3.25%</b>	<b>22,539</b>	<b>22,229</b>	<b>98.9%</b>	<b>99.3%</b>	<b>\$ 393,158,936</b>	<b>\$ 387,777,220</b>	<b>99.1%</b>	<b>99.4%</b>
<b>Claims in Process</b>	4.40%	4.07%	154	101	0.7%	0.5%	\$ 3,127,453	\$ 1,980,331	0.8%	0.5%
<b>Aged Claims Rejected</b>	0.00%	0.00%	0	0	0.0%	0.0%	\$ -	\$ -	0.0%	0.0%
<b>GRAND TOTAL</b>	<b>3.26%</b>	<b>3.25%</b>	<b>22,782</b>	<b>22,394</b>	<b>100%</b>	<b>100%</b>	<b>\$ 396,546,325</b>	<b>\$ 389,951,449</b>	<b>100%</b>	<b>100%</b>

VIII. MHESAC Payment History and CPRs		
Distribution Date	Actual Pool Balances	Since Issued CPR *
02/28/11	\$ 411,044,548	3.53%
05/31/11	\$ 403,481,960	3.51%
08/31/11	\$ 396,556,325	3.46%
11/30/11	\$ 389,951,449	3.41%

\* "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