

**MERIT SECURITIES CORPORATION
SERIES 11**

ISSUE DATE:	5/28/1998
UNDERWRITER:	LEHMAN BROTHERS
MASTER SERVICER:	Dynex
TRUSTEE:	JPMorgan Chase
COLLATERAL TYPE:	ARM / FIXED

REPORTING MONTH:	Jan-08
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	\$1,591,150,815
CURRENT COLLATERAL BAL:	\$134,558,070
PAYMENT FREQUENCY:	Monthly/28th

SUMMARY OF STRUCTURE

Class	CUSIP	Current Coupon	Orig. Avg Life	Original Balance	Current Factor	Current Balance	Credit Rating
Class 2-A3	589962DD8	0.000%	6.0	166,560,000	0.00000000	\$0.00	AAA, Aaa
Class 3-A1	589962DE6	5.420%	4.0	262,000,000	0.51233838	\$101,473,835.27	AAA, Aaa
Class B1	589962DF3	6.000%	9.2	59,600,000	0.00000000	\$0.00	AA, Aa2
Class B2	589962DQ1	6.300%	11.9	34,500,000	0.34189945	\$11,795,531.18	A, A2
Class B3	589962DH9	7.050%	13.8	20,000,000	1.00000000	\$20,000,000.00	B, Baa2

Collateral Information		
	Issuance	Current
WAC	8.25%	8.25%
WAM	308.5	210.8
Avg Original LTV	78.92%	86.93%
Avg Balance	\$142,116	\$41,011
Number of Loans	10,358	3281

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	88.85%
Cash-out Refi	24.28%	4.76%
Refinance	23.45%	6.39%

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	90.93%	10.82%
Manufactured Housing	13.89%	85.84%
Planned Unit Development	9.61%	0.41%
Low Rise Condominium	3.09%	1.43%
Single Family Attached	3.95%	1.13%
Condominium	2.12%	0.14%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.22%
Townhouse	0.02%	0.00%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	10.80%
TX	6.25%	20.89%
WA	3.67%	1.56%
SC	2.08%	14.06%
GA	1.72%	9.98%
NC	1.39%	8.48%
OTHER	10.76%	34.23%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	2.67%	1.21%
50.01% - 60.00%	3.81%	1.12%
60.01% - 70.00%	8.92%	2.45%
70.01% - 80.00%	37.45%	11.23%
80.01% - 90.00%	30.78%	33.09%
>= 90.01%	16.38%	50.59%

Gross Margin for ARMS (1)		
	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	90.83%
325-374 BP	1.39%	4.44%
375-424 BP	0.64%	1.88%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	2.85%
WA Gross Margin	2.83%	2.96%

Loan Type (1)		
	Issuance	Current
FIXED	20.66%	85.51%
6mo LIBOR ARM	44.85%	12.24%
1yr CMTARM	34.49%	2.24%
WA Months to rate reset (ARMS only)		3.26

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	83	\$3,101,569	2.31%
60+ Days	24	\$1,042,565	0.77%
90+ Days	18	\$587,828	0.44%
Foreclosure	28	\$1,047,793	0.78%
REO	18	\$697,093	0.52%
Totals	171	\$6,476,848	4.81%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$1,288,704	0.96%

Current Delinquency Information (Indirect Loans)			
	# Loans	Balance	% Pool
30+ Days	5	\$394,753	0.29%
60+ Days	1	\$47,722	0.04%
90+ Days	1	\$53,609	0.04%
Foreclosure	2	\$362,843	0.27%
REO	0	\$0	0.00%
Totals	9	\$858,928	0.64%

(1) Percentages reflect distribution by loan balance.