

**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-09
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	\$1,591,150,815
CURRENT COLLATERAL BAL:	\$121,118,039
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	1.091%	4.0	262,000,000	0.44948891	\$89,025,858.70	AAA, Aaa
Class B1	589962DF3	1.671%	9.2	59,600,000	0.00000000	\$0.00	AA, Aa2
Class B2	589962DQ1	1.971%	11.9	34,500,000	0.26231278	\$9,049,790.89	A, A2
Class B3	589962DH9	2.721%	13.8	20,000,000	1.00000000	\$20,000,000.00	B, Baa2

Collateral Information		
	Issuance	Current
WAC	8.25%	7.98%
WAM	308.5	200.6
Avg Original LTV	78.92%	86.95%
Avg Balance	\$142,116	\$39,986
Number of Loans	10,358	3029

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	89.25%
Cash-out Refi	24.28%	4.61%
Refinance	23.45%	6.14%

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	90.93%	10.61%
Manufactured Housing	13.89%	85.96%
Planned Unit Development	9.61%	0.44%
Low Rise Condominium	3.09%	1.47%
Single Family Attached	3.95%	1.13%
Condominium	2.12%	0.16%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.24%
Townhouse	0.02%	0.00%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	10.51%
TX	6.25%	20.49%
WA	3.67%	1.49%
SC	2.08%	14.51%
GA	1.72%	10.04%
NC	1.39%	8.70%
OTHER	10.76%	34.26%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	2.67%	1.26%
50.01% - 60.00%	3.81%	1.17%
60.01% - 70.00%	8.92%	2.49%
70.01% - 80.00%	37.45%	10.75%
80.01% - 90.00%	30.78%	33.02%
>= 90.01%	16.38%	50.95%

Gross Margin for ARMS (1)		
	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	90.59%
325-374 BP	1.39%	4.80%
375-424 BP	0.64%	2.03%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	2.59%
WA Gross Margin	2.83%	2.96%

Loan Type (1)		
	Issuance	Current
FIXED	20.66%	85.68%
6mo LIBOR ARM	44.85%	12.02%
1yr CMTARM	34.49%	2.30%
WA Months to rate reset (ARMS only)		3.17

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	79	\$2,797,046	2.31%
60+ Days	17	\$669,059	0.55%
90+ Days	13	\$391,849	0.32%
Foreclosure	22	\$789,851	0.65%
REO	24	\$871,909	0.72%
Totals	155	\$5,519,715	4.56%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$3,042,389	2.51%

Current Delinquency Information (Indirect Loans)			
	# Loans	Balance	% Pool
30+ Days	6	\$861,236	0.71%
60+ Days	3	\$231,057	0.19%
90+ Days	0	\$0	0.00%
Foreclosure	1	\$261,222	0.22%
REO	0	\$0	0.00%
Totals	10	\$1,353,515	1.12%

(1) Percentages reflect distribution by loan balance.