

**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:	Mar-06
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	\$1,591,150,815
CURRENT COLLATERAL BAL:	\$175,751,263
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	5.225%	4.0	262,000,000	0.62069717	\$122,935,397.77	AAA, Aaa
Class B1	589962DF3	5.805%	9.2	59,600,000	0.00000000	\$0.00	AA, Aa2
Class B2	589962DQ1	6.105%	11.9	34,500,000	0.80425995	\$27,746,968.37	A, A2
Class B3	589962DH9	6.855%	13.8	20,000,000	1.00000000	\$20,000,000.00	B, Baa2

Collateral Information		
	Issuance	Current
WAC	8.25%	8.02%
WAM	308.5	228.4
Avg Original LTV	78.92%	86.28%
Avg Balance	\$142,116	\$44,686
Number of Loans	10,358	3933

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	85.55%
Cash-out Refi	24.28%	6.97%
Refinance	23.45%	7.48%

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	90.93%	15.76%
Manufactured Housing	13.89%	80.42%
Planned Unit Development	9.61%	0.47%
Low Rise Condominium	3.09%	1.91%
Single Family Attached	3.95%	1.14%
Condominium	2.12%	0.11%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.18%
Townhouse	0.02%	0.00%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	14.76%
TX	6.25%	20.36%
WA	3.67%	2.18%
SC	2.08%	12.67%
GA	1.72%	9.08%
NC	1.39%	7.84%
OTHER	10.76%	33.11%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	2.67%	1.19%
50.01% - 60.00%	3.81%	1.12%
60.01% - 70.00%	8.92%	3.77%
70.01% - 80.00%	37.45%	12.55%
80.01% - 90.00%	30.78%	32.99%
>= 90.01%	16.38%	48.10%

Gross Margin for ARMS (1)		
	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	93.21%
325-374 BP	1.39%	3.66%
375-424 BP	0.64%	1.11%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	2.01%
WA Gross Margin	2.83%	2.93%

Loan Type (1)		
	Issuance	Current
FIXED	20.66%	80.09%
6mo LIBOR ARM	44.85%	16.18%
1yr CMTARM	34.49%	3.73%
WA Months to rate reset (ARMS only)		3.96

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	70	\$2,533,800	1.44%
60+ Days	18	\$828,053	0.47%
90+ Days	10	\$442,008	0.25%
Foreclosure	35	\$1,474,766	0.84%
REO	28	\$1,122,035	0.64%
Totals	161	\$6,400,663	3.64%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$5,068,896	2.88%

Current Delinquency Information (Indirect Loans)			
	# Loans	Balance	% Pool
30+ Days	9	\$956,239	0.54%
60+ Days	2	\$629,647	0.36%
90+ Days	1	\$361,217	0.21%
Foreclosure	1	\$290,862	0.17%
REO	0	\$0	0.00%
Totals	13	\$2,237,965	1.27%

(1) Percentages reflect distribution by loan balance.