# 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-09 |
| PRICING SPEED: | 18% CPR |
| CLOSING COLLATERAL BAL: | $1,591,150,815 |
| CURRENT COLLATERAL BAL: | $118,751,321 |
| 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 | 1.117% | 4.0 | 262,000,000 | 0.43714284 | $86,580,593.22 | AAA, Aaa |
| Class B1 | 589962DF3 | 1.697% | 9.2 | 59,600,000 | 0.00000000 | $0.00 | AA, Aa2 |
| Class B2 | 589962DQ1 | 1.997% | 11.9 | 34,500,000 | 0.24670127 | $8,511,193.84 | A, A2 |
| Class B3 | 589962DH9 | 2.747% | 13.8 | 20,000,000 | 1.00000000 | $20,000,000.00 | B, Baa2 |

**Colatteral Information**

| | Issuance | Current |
|---|---|---|
| WAC | 8.25% | 7.94% |
| WAM | 308.5 | 199.0 |
| Avg Original LTV | 78.92% | 86.95% |
| Avg Balance | $142,116 | $39,769 |
| Number of Loans | 10,358 | 2986 |

**Type of Dwelling Unit (1)**

| | Issuance | Current |
|---|---|---|
| Single Family Detached | 90.93% | 10.63% |
| Manufactured Housing | 13.89% | 85.99% |
| Planned Unit Development | 9.61% | 0.44% |
| Low Rise Condominium | 3.09% | 1.40% |
| Single Family Attached | 3.95% | 1.14% |
| 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% |

**Original LTV Distribution (1)**

| | Issuance | Current |
|---|---|---|
| <= 50% | 2.67% | 1.28% |
| 50.01% - 60.00% | 3.81% | 1.18% |
| 60.01% - 70.00% | 8.92% | 2.50% |
| 70.01% - 80.00% | 37.45% | 10.65% |
| 80.01% - 90.00% | 30.78% | 33.03% |
| >= 90.01% | 16.38% | 51.01% |

**Loan Type (1)**

| | Issuance | Current |
|---|---|---|
| FIXED | 20.66% | 85.72% |
| 6mo LIBOR ARM | 44.85% | 11.95% |
| 1yr CMTARM | 34.49% | 2.34% |
| WA Months to rate reset (ARMS only) | | 4.01 |

**Credit Loss Coverage**

| | Balance | Coverage % |
|---|---|---|
| Over Collaterlization | $3,659,534 | 3.08% |

(1) Percentages reflect distribution by loan balance.

**Loan Purpose (1)**

| | Issuance | Current |
|---|---|---|
| Purchase | 52.26% | 89.24% |
| Cash-out Refi | 24.28% | 4.66% |
| Refinance | 23.45% | 6.11% |

**Geographic Distribution (1)**

| | Issuance | Current |
|---|---|---|
| CA | 74.12% | 10.63% |
| TX | 6.25% | 20.38% |
| WA | 3.67% | 1.51% |
| SC | 2.08% | 14.64% |
| GA | 1.72% | 10.04% |
| NC | 1.39% | 8.77% |
| OTHER | 10.76% | 34.03% |

**Gross Margin for ARMS (1)**

| | Issuance | Current |
|---|---|---|
| 225-274 BP | 0.14% | 0.00% |
| 275-324 BP | 97.51% | 90.49% |
| 325-374 BP | 1.39% | 4.86% |
| 375-424 BP | 0.64% | 2.07% |
| 425-474 BP | 0.30% | 0.00% |
| 575 BP + | 0.29% | 2.58% |
| WA Gross Margin | 2.83% | 2.96% |

**Current Delinquency Information (Direct Loans)**

| | # Loans | Balance | % Pool |
|---|---|---|---|
| 30+ Days | 38 | $1,582,083 | 1.33% |
| 60+ Days | 8 | $305,190 | 0.26% |
| 90+ Days | 13 | $489,142 | 0.41% |
| Foreclosure | 22 | $775,571 | 0.65% |
| REO | 23 | $884,190 | 0.74% |
| Totals | 104 | $4,036,176 | 3.40% |

**Current Delinquency Information (Indirect Loans)**

| | # Loans | Balance | % Pool |
|---|---|---|---|
| 30+ Days | 7 | $658,915 | 0.55% |
| 60+ Days | 3 | $401,882 | 0.34% |
| 90+ Days | 1 | $201,101 | 0.17% |
| Foreclosure | 1 | $259,658 | 0.22% |
| REO | 0 | $0 | 0.00% |
| Totals | 12 | $1,521,556 | 1.28% |