

**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:	May-08
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	\$1,591,150,815
CURRENT COLLATERAL BAL:	\$129,754,028
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	3.506%	4.0	262,000,000	0.49070516	\$97,189,157.15	AAA, Aaa
Class B1	589962DF3	4.086%	9.2	59,600,000	0.00000000	\$0.00	AA, Aa2
Class B2	589962DQ1	4.386%	11.9	34,500,000	0.31098981	\$10,729,148.52	A, A2
Class B3	589962DH9	5.136%	13.8	20,000,000	1.00000000	\$20,000,000.00	B, Baa2

Collateral Information		
	Issuance	Current
WAC	8.25%	8.17%
WAM	308.5	207.4
Avg Original LTV	78.92%	86.96%
Avg Balance	\$142,116	\$40,626
Number of Loans	10,358	3194

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	89.03%
Cash-out Refi	24.28%	4.75%
Refinance	23.45%	6.22%

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	90.93%	10.69%
Manufactured Housing	13.89%	85.96%
Planned Unit Development	9.61%	0.42%
Low Rise Condominium	3.09%	1.46%
Single Family Attached	3.95%	1.09%
Condominium	2.12%	0.15%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.23%
Townhouse	0.02%	0.00%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	10.57%
TX	6.25%	20.89%
WA	3.67%	1.60%
SC	2.08%	14.25%
GA	1.72%	9.90%
NC	1.39%	8.59%
OTHER	10.76%	34.20%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	2.67%	1.23%
50.01% - 60.00%	3.81%	1.14%
60.01% - 70.00%	8.92%	2.43%
70.01% - 80.00%	37.45%	10.98%
80.01% - 90.00%	30.78%	33.25%
>= 90.01%	16.38%	50.64%

Gross Margin for ARMS (1)		
	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	90.64%
325-374 BP	1.39%	4.59%
375-424 BP	0.64%	1.94%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	2.82%
WA Gross Margin	2.83%	2.96%

Loan Type (1)		
	Issuance	Current
FIXED	20.66%	85.65%
6mo LIBOR ARM	44.85%	12.05%
1yr CMTARM	34.49%	2.31%
WA Months to rate reset (ARMS only)		3.85

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	64	\$2,592,391	2.00%
60+ Days	18	\$595,439	0.46%
90+ Days	7	\$227,924	0.18%
Foreclosure	18	\$685,954	0.53%
REO	25	\$996,245	0.77%
Totals	132	\$5,097,953	3.93%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$1,835,722	1.41%

Current Delinquency Information (Indirect Loans)			
	# Loans	Balance	% Pool
30+ Days	7	\$1,130,840	0.87%
60+ Days	0	\$0	0.00%
90+ Days	1	\$50,088	0.04%
Foreclosure	1	\$266,690	0.21%
REO	0	\$0	0.00%
Totals	9	\$1,447,618	1.12%

(1) Percentages reflect distribution by loan balance.