

**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:	Jul-10
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	\$1,591,150,815
CURRENT COLLATERAL BAL:	\$103,006,457
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	0.967%	4.0	262,000,000	0.37501432	\$74,275,406.56	AAA, Aaa
Class B1	589962DF3	1.547%	9.2	59,600,000	0.00000000	\$0.00	AA, Aa2
Class B2	589962DQ1	1.847%	11.9	34,500,000	0.15490285	\$5,344,148.24	A, A2
Class B3	589962DH9	2.597%	13.8	20,000,000	1.00000000	\$20,000,000.00	B, Baa2

Collateral Information		
	Issuance	Current
WAC	8.25%	7.69%
WAM	308.5	185.4
Avg Original LTV	78.92%	86.96%
Avg Balance	\$142,116	\$37,780
Number of Loans	10,358	2728

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	89.83%
Cash-out Refi	24.28%	4.16%
Refinance	23.45%	6.00%

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	90.93%	10.25%
Manufactured Housing	13.89%	86.39%
Planned Unit Development	9.61%	0.48%
Low Rise Condominium	3.09%	1.25%
Single Family Attached	3.95%	1.21%
Condominium	2.12%	0.17%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.26%
Townhouse	0.02%	0.00%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	10.19%
TX	6.25%	20.38%
WA	3.67%	1.45%
SC	2.08%	15.32%
GA	1.72%	10.06%
NC	1.39%	8.71%
OTHER	10.76%	33.89%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	2.67%	1.35%
50.01% - 60.00%	3.81%	1.11%
60.01% - 70.00%	8.92%	2.28%
70.01% - 80.00%	37.45%	10.34%
80.01% - 90.00%	30.78%	33.17%
>= 90.01%	16.38%	51.36%

Gross Margin for ARMS (1)		
	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	89.95%
325-374 BP	1.39%	5.32%
375-424 BP	0.64%	1.87%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	2.85%
WA Gross Margin	2.83%	2.97%

Loan Type (1)		
	Issuance	Current
FIXED	20.66%	86.09%
6mo LIBOR ARM	44.85%	11.54%
1yr CMTARM	34.49%	2.38%
WA Months to rate reset (ARMS only)		3.21

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	31	\$1,106,942	1.07%
60+ Days	7	\$211,487	0.21%
90+ Days	9	\$272,170	0.26%
Foreclosure	11	\$538,855	0.52%
REO	6	\$203,370	0.20%
Totals	64	\$2,332,824	2.26%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$3,386,903	3.29%

Current Delinquency Information (Indirect Loans)			
	# Loans	Balance	% Pool
30+ Days	3	\$315,037	0.31%
60+ Days	0	\$0	0.00%
90+ Days	1	\$50,416	0.05%
Foreclosure	2	\$344,751	0.33%
REO	0	\$0	0.00%
Totals	6	\$710,204	0.69%

(1) Percentages reflect distribution by loan balance.