

MERIT Securities Corporation

Monthly Payment Report

Payment Statement

MERIT Series 12-1

Payment Date: 28-Feb-08
Reporting Month: Jan-08

| Class | Class Interest Rate | Beginning Balance | Interest Accrual | Interest Payment | Principal Payment | Losses | Total Distribution | Ending Balance |
|-------|---------------------|-------------------|------------------|------------------|-------------------|--------------|--------------------|------------------|
| A-1 | 6.160000% | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| A-2 | 6.190000% | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 | \$0.00 |
| A-3 | 6.950000% | \$68,970,580.30 | \$399,454.61 | \$399,454.61 | \$746,473.62 | \$0.00 | \$1,145,928.23 | \$68,224,106.67 |
| M1 | 7.630000% | \$32,000,000.00 | \$203,466.67 | \$203,466.67 | \$0.00 | \$0.00 | \$203,466.67 | \$32,000,000.00 |
| M2 | 8.350000% | \$24,889,000.00 | \$173,185.96 | \$173,185.96 | \$0.00 | \$0.00 | \$173,185.96 | \$24,889,000.00 |
| B-1 | 9.980000% | \$12,104,139.82 | \$100,666.10 | \$100,666.10 | \$0.00 | \$360,479.28 | \$100,666.10 | \$11,743,660.54 |
| | | \$137,963,720.12 | \$876,773.34 | \$876,773.34 | \$746,473.62 | \$360,479.28 | \$1,623,246.96 | \$136,856,767.21 |

| Class | Cusip | Priority | Principal Type | Interest Type |
|-------|-----------|----------|----------------|---------------|
| A1 | 589962CK3 | Senior | Sequential | Fixed |
| A2 | 589962CL1 | Senior | Sequential | Fixed |
| A3 | 589962CM9 | Senior | Sequential | Fixed |
| M1 | 589962CN7 | Senior | Pro Rata | Fixed |
| M2 | 589962CP2 | Senior | Pro Rata | Fixed |
| B1 | 589962CQ0 | Senior | Pro Rata | Fixed |

Payments per Bond Denomination

MERIT Series 12-1

Payment Date: 28-Feb-08
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| Class | Original Balance | Original % of Pool | Amounts Per Individual Security | | | | | | | Ending Balance | Remaining Principal Factor |
|-------|------------------|--------------------|---------------------------------|-------------|------------------|------------------|-------------------|-----------------|-----------------|----------------|----------------------------|
| | | | Integral Denomination | Record Date | Interest Accrual | Interest Payment | Principal Payment | Realized Losses | | | |
| A1 | \$73,650,000.00 | 20.41% | \$1,000.00 | 1/31/2008 | 0.00000000 | 0.00000000 | 0.00000000 | 0.00000 | \$0.00 | 0.00000000 | |
| A2 | \$42,500,000.00 | 11.78% | \$1,000.00 | 1/31/2008 | 0.00000000 | 0.00000000 | 0.00000000 | 0.00000 | \$0.00 | 0.00000000 | |
| A3 | \$132,523,000.00 | 36.72% | \$1,000.00 | 1/31/2008 | 3.01422855 | 3.01422855 | 5.63278543 | 0.00000 | \$68,224,106.67 | 0.51480956 | |
| M-1 | \$32,000,000.00 | 8.87% | \$1,000.00 | 1/31/2008 | 6.35833344 | 6.35833344 | 0.00000000 | 0.00000 | \$32,000,000.00 | 1.00000000 | |
| M-2 | \$24,889,000.00 | 6.90% | \$1,000.00 | 1/31/2008 | 6.95833340 | 6.95833340 | 0.00000000 | 0.00000 | \$24,889,000.00 | 1.00000000 | |
| B-1 | \$17,778,000.00 | 4.93% | \$1,000.00 | 1/31/2008 | 5.66239735 | 5.66239735 | 0.00000000 | 20.27671 | \$11,743,660.54 | 0.66057265 | |

MERIT Securities Corporation

Funds Account Activity Summary

MERIT Series 12-1

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Collateral Proceeds Account

Beginning Balance \$0.00

Deposits

| | |
|-------------------------------|-----------------------|
| Interest Net of Servicing Fee | \$876,773.34 |
| Principal | \$746,473.62 |
| Deposits from Reserve Fund | \$63,924.12 |
| Other Deposits | \$0.00 |
| Total Deposits | \$1,687,171.08 |

Withdrawals

| | |
|-----------------------------|-----------------------|
| Interest Payments | \$876,773.34 |
| Principal Payment | \$746,473.62 |
| Surplus | \$0.00 |
| Collateralized Reserve Fund | \$63,924.12 |
| Total Withdrawals | \$1,687,171.08 |
| Ending Balance | \$0.00 |

Note: "Principal" and "Interest Net of Servicing Fee" includes Advances on Delinquencies

MERIT Securities Corporation

Credit Enhancement Summary

MERIT Series 12-1

Payment Date: 28-Feb-08

Reporting Month: Jan-08

| Type | Purpose | Initial Coverage | | Beginning Period Coverage | | Adjustments | Losses | Ending Period Coverage | |
|--------------------|---------|------------------|-----------------|---------------------------|--------|-------------|--------------|------------------------|--------|
| | | % | \$ | % | \$ | \$ | \$ | % | \$ |
| Credit Enhancement | | 9.18% | \$33,122,916.27 | 0.00% | \$0.00 | 0.00 | \$385,409.69 | 0.00% | \$0.00 |

| Type | Beginning Balance | Current Deposits | Adjustment | Withdrawals for Losses | Ending Reserve Balance |
|----------------------------------------------------------------------------|-------------------|------------------|------------|------------------------|------------------------|
| Collateralized Reserve Fund Account (Included in above coverage amount) | (\$2,001,855.07) | \$63,924.12 | \$0.00 | \$24,930.41 | (\$1,962,861.36) |

Collateralization Fund Loans

Ending Balance \$3,217,805.50
 Credit Balance \$1,962,861.36 ⁽¹⁾

Surplus Summary

| Class | Total Distribution |
|---------|--------------------|
| Surplus | \$0 |

Collateral Summary

| | |
|------------------------------|------------------------------|
| Beginning Collateral Balance | \$139,243,595 |
| Ending Collateral Balance | \$138,111,711 |
| Collateral Credit Balance | \$136,856,767 ⁽¹⁾ |

Delinquency Statistics

| | # of Loans | Current Balance | % of Loans Current Balance |
|-----------|------------|-----------------|-------------------------------|
| 30 Days | 53 | \$1,902,275 | 1.38% |
| 60 Days | 16 | \$423,673 | 0.31% |
| 90 + days | 18 | \$648,725 | 0.47% |
| F/C | 33 | \$1,291,568 | 0.94% |
| REPO/REO | 22 | \$1,014,282 | 0.73% |
| | 142 | \$5,280,523 | 3.82% |

(1) Reflects the calculated "Collateralization Fund Balance" as defined in the Series 12-1 Supplement to Indenture.