

**MERIT SECURITIES CORPORATION  
SERIES 12-1**

ISSUE DATE:	3/29/1999
UNDERWRITER:	LEHMAN BROTHERS
MASTER SERVICER:	Dynex
TRUSTEE:	JPMorgan Chase
COLLATERAL TYPE:	ARM / FIXED

REPORTING MONTH:	Apr-10
PRICING SPEED:	200% MHP
CLOSING COLLATERAL BAL:	\$360,878,017
CURRENT COLLATERAL BAL:	\$110,875,777
PAYMENT FREQUENCY:	Monthly/28th

**SUMMARY OF STRUCTURE**

Class	CUSIP	Current Coupon	Orig. Avg Life	Original Balance	Current Factor	Current Balance	Credit Rating
Class A-3	589962CM9	6.950%	4.60	132,523,000	0.36104896	\$47,847,291.15	AAA, Baa2
Class M-1	589962CN7	7.630%	5.00	32,000,000	1.00000000	\$32,000,000.00	BB+, Ca
Class M2	589962CP2	8.350%	5.00	24,889,000	1.00000000	\$24,889,000.00	B, C
Class B1	589962CQ0	9.980%	5.00	17,778,000	0.28813700	\$5,122,499.56	C, C

Collateral Information		
	Issuance	Current
WAC	8.52%	8.02%
WAM	309.4	199.6
Avg Original LTV	86.40%	86.80%
Avg Balance	\$44,449	\$37,319
Number of Loans	8,119	2971

Loan Purpose (1)		
	Issuance	Current
Purchase	89.38%	93.07%
Cash-out Refi	0.00%	0.00%
Refinance	10.62%	6.93%

Type of Dwelling Unit (1)		
	Issuance	Current
Manufactured Housing	100.00%	100.00%

Geographic Distribution (1)		
	Issuance	Current
TX	16.41%	16.63%
NC	14.78%	17.83%
MI	10.68%	7.09%
SC	10.19%	12.37%
OTHER	47.94%	46.08%

Original LTV Distribution (1)		
	Issuance	Current
<= 50%	0.94%	0.35%
50.01% - 60.00%	1.32%	0.76%
60.01% - 70.00%	3.41%	2.94%
70.01% - 80.00%	13.88%	14.73%
80.01% - 90.00%	50.32%	54.39%
>= 90.01%	30.12%	26.83%

Gross Margin for ARMS (1)		
	Issuance	Current
580-580 BP	100.00%	100.00%
WA Gross Margin	5.80%	5.80%

Loan Type (1)		
	Issuance	Current
FIXED	98.20%	99.29%
6mo LIBOR ARM	1.80%	0.71%

Current Delinquency Information (Direct Loans)			
	# Loans	Balance	% Pool
30+ Days	25	\$899,714	0.81%
60+ Days	6	\$241,810	0.22%
90+ Days	11	\$483,367	0.44%
Foreclosure	21	\$965,948	0.87%
REO	9	\$425,057	0.38%
Totals	72	\$3,015,897	2.72%

Credit Loss Coverage		
	Balance	Coverage %
Over Collateralization	\$1,016,986	0.92%

(1) Percentages reflect distribution by loan balance.