

MERIT SECURITIES CORPORATION

Monthly Payment Report

Payment Statement

MERIT 12-1

Payment Date: 28-Jan-00

Reporting Month: December

Class	Class Interest		Interest					
	Rate	Beginning Balance	Interest Accrual	Payment	Principal Payment	Total Distribution	Applied Losses	Ending Balance
1A-1	6.160000%	\$53,292,359.26	\$273,567.44	\$273,567.44	\$1,725,101.38	\$1,998,668.82	\$0.00	\$51,567,257.88
1A-2	6.190000%	\$42,500,000.00	\$219,229.17	\$219,229.17	\$0.00	\$219,229.17	\$0.00	\$42,500,000.00
1A-3	6.450000%	\$132,523,000.00	\$712,311.13	\$712,311.13	\$0.00	\$712,311.13	\$0.00	\$132,523,000.00
1B-1	7.980000%	\$17,778,000.00	\$118,223.70	\$118,223.70	\$0.00	\$118,223.70	\$0.00	\$17,778,000.00
1M-1	6.880000%	\$32,000,000.00	\$183,466.67	\$183,466.67	\$0.00	\$183,466.67	\$0.00	\$32,000,000.00
1M-2	7.350000%	\$24,889,000.00	\$152,445.12	\$152,445.12	\$0.00	\$152,445.12	\$0.00	\$24,889,000.00
		\$302,982,359.26	\$1,659,243.23	\$1,659,243.23	\$1,725,101.38	\$3,384,344.61	\$0.00	\$301,257,257.88

Class	CUSIP	Priority	PrincipalType	Interest Type
1A-1	589962CK3	Senior	Sequential	Fixed
1A-2	589962CL1	Senior	Sequential	Fixed
1A-3	589962CM9	Senior	Sequential	Fixed
1B-1	589962CQ0	Senior	Pro Rata	Fixed
1M-1	589962CN7	Senior	Pro Rata	Fixed
1M-2	589962CP2	Senior	Pro Rata	Fixed

MERIT SECURITIES CORPORATION

Payments per Bond Denomination

MERIT 12-1

Payment Date: 28-Jan-00

Reporting Month: December

Class	Original Balance	Original Pct Pool	Integral Denomination	Record Date	Interest Accrual Factor	Interest Payment Factor	Principal Payment Factor	Ending Balance	Remaining Principal
									Factor
1A-1	\$73,650,000.00	20.41%	\$1,000.00	31-Dec-99	3.71442553	3.71442553	23.42296511	\$51,567,257.88	0.70016643
1A-2	\$42,500,000.00	11.78%	\$1,000.00	31-Dec-99	5.15833341	5.15833341	0.00000000	\$42,500,000.00	1.00000000
1A-3	\$132,523,000.00	36.72%	\$1,000.00	31-Dec-99	5.37500004	5.37500004	0.00000000	\$132,523,000.00	1.00000000
1B-1	\$17,778,000.00	4.93%	\$1,000.00	31-Dec-99	6.65000000	6.65000000	0.00000000	\$17,778,000.00	1.00000000
1M-1	\$32,000,000.00	8.87%	\$1,000.00	31-Dec-99	5.73333344	5.73333344	0.00000000	\$32,000,000.00	1.00000000
1M-2	\$24,889,000.00	6.90%	\$1,000.00	31-Dec-99	6.12499980	6.12499980	0.00000000	\$24,889,000.00	1.00000000
	\$323,340,000.00							\$301,257,257.88	

MERIT SECURITIES CORPORATION

Funds Account Activity Report

MERIT 12-1

Payment Date: 28-Jan-00

Report Date: December

Collateral Proceeds Account

Beginning Balance \$0.00

Deposits

Interest Net of Servicing Fee \$2,390,853.49

Principal \$1,835,910.85

Deposits From Reserve Fund \$0.00

Other Deposits \$0.00

Total Deposit \$4,226,764.34

Withdrawals

Interest Payments \$2,233,712.12

Principal Payments \$1,725,101.38

Surplus \$157,141.37

\$0.00

Discount Principal Reserve \$110,809.47

Total Withdrawals \$4,226,764.34

Ending Balance \$0.00

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

MERIT SECURITIES CORPORATION

Credit Enhancement Summary

MERIT 12-1

Payment Date: 28-Jan-00
 Reporting Month: December

Reserve Funds and Subordination

Type	Initial Coverage		Beginning Coverage		Adjustments	Losses	Insured Balance	Ending Coverage	
	%	\$	%	\$	\$	\$	\$	%	\$
Over Collateralization	9.18%	\$33,122,916.27	10.69%	\$36,277,347.32	\$0.00	\$402,561.94	\$337,423,795.73	10.72%	\$36,166,537.85

	Beginning Balance	Current Deposits	Adjustments	Losses	Ending DPR Balance
Collateralization Fund	\$0.00	\$110,809.47	\$0.00	\$110,809.47	\$0.00

Class	Total Distribution
Surplus Funds	\$157,141.37

Delinquency Statistics (direct)

	# of Loans	Current Balance	% of Current Balance
30+ Days	103	\$4,042,232	1.20%
60+ Days	25	\$1,057,347	0.31%
90+ Days	35	\$1,439,028	0.43%
Foreclosure	31	\$1,344,872	0.40%
REO	44	\$1,947,861	0.58%
Totals	238	\$9,831,341	2.91%

Advances on Delinquencies \$86,389.11
 Non-Recoverable Advances on Delinquencies \$0.00