

MERIT Securities Corporation

Funds Account Activity Summary

MERIT Series 12-2

Payment Date: 28-Feb-01

Reporting Month Jan-01

Collateral Proceeds Account

Beginning Balance \$0.00

Deposits

Interest Net of Servicing Fee \$4,384,488.62

Principal \$16,577,794.90

Deposits from Reserve Fund \$45,755.24

Other Deposits \$0.00

Total Deposits \$21,008,038.76

Withdrawals

Interest Payments \$3,046,117.24

Principal Payment \$16,577,794.90

Surplus \$1,338,371.38

Collateralized Reserve Fund \$45,755.24

Total Withdrawals \$21,008,038.76

Ending Balance \$0.00

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

MERIT Securities Corporation

Credit Enhancement Summary

MERIT Series 12-2

Payment Date: 28-Feb-01
Reporting Month: Jan-01

Type	Purpose	Initial Coverage		Beginning Period Coverage		Adjustments	Losses	Ending	Ending Period	Coverage
		%	\$	%	\$			Collateral Balance		
Credit Enhancement		3.14%	33,922,914.00	4.40%	26,206,548.50	0.00	123,596.00	\$578,820,984.21	4.52%	26,160,793.26

Type	Beginning Balance	Current Deposits	Withdrawals for Losses	Ending Reserve Balance
Collateralized Reserve Fund (Included in above coverage amount)	0.00	45,755.24	45,755.24	0.00

Surplus Summary

Class	Total Distribution
Surplus	\$1,338,371.38

Delinquency Statistics

UNDERLYING LOANS*

	# of Loans	Current Balance	% of Underlying Loans Current Balance
30 Days	56	\$7,695,371	3.37%
60 Days	14	\$1,496,926	0.65%
90 + days	38	\$6,882,218	3.01%
F/C	24	\$3,909,207	1.71%
REO	8	\$889,307	0.39%
	140	\$20,873,029	9.13%

DIRECTLY HELD LOANS**

	# of Loans	Current Balance	% of Directly Held Loans Current Balance
30 Days	39	\$6,205,316	1.78%
60 Days	22	\$2,733,768	0.78%
90 + days	59	\$6,317,376	1.81%
F/C	37	\$7,330,181	2.10%
REO	13	\$3,158,397	0.91%
	170	\$25,745,038	7.39%

*Covered by various Pool Insurance policies

** Not covered by Pool Insurance policy