

MERIT SECURITIES CORPORATION

Monthly Payment Report

Payment Statement

MERIT Series 4

Payment Date: 28-Feb-02

Reporting Month: January

Class	Class Interest Rate	Beginning Balance	Interest Accrual	Interest Payment	Principal Payment	Total Distribution	Applied Losses	Ending Balance
Merit4 A1	0.000000%	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Merit4 A2	8.266110%	\$23,442,367.19	\$161,480.98	\$161,480.98	\$1,876,616.60	\$2,038,097.58	\$0.00	\$21,565,750.59
		\$23,442,367.19	\$161,480.98	\$161,480.98	\$1,876,616.60	\$2,038,097.58	\$0.00	\$21,565,750.59

Class	CUSIP	Priority	PrincipalType	Interest Type
Merit4 A1	589962AJ8	Senior	Sequential	Floater
Merit4 A2	589962AK5	Senior	Sequential	Floater

MERIT SECURITIES CORPORATION

Payments per Bond Denomination

MERIT Series 4

Payment Date: 28-Feb-02

Reporting Month: January

Class	Original Balance	Original Pct Pool	Integral Denomination	Record Date	Interest Accrual Factor	Interest Payment Factor	Principal Payment Factor	Ending Balance	Remaining Principal Factor
Merit4 A1	\$326,920,000.00	84.50%	\$1,000.00	31-Jan-02	0.00000000	0.00000000	0.00000000	\$0.00	0.00000000
Merit4 A2	\$42,573,000.00	11.00%	\$1,000.00	31-Jan-02	3.79303737	3.79303737	44.07997087	\$21,565,750.59	0.50655934
	\$369,493,000.00							\$21,565,750.59	

MERIT SECURITIES CORPORATION

Funds Account Activity Report

MERIT Series 4

Payment Date: 28-Feb-02

Report Date: January

Collateral Proceeds Account

Beginning Balance \$0.00

Deposits

Interest Net of Servicing Fee \$233,574.70
 Principal \$1,896,802.98
 Deposits From Reserve Fund \$0.00
 Other Deposits \$0.00

Total Deposit \$2,130,377.68

Withdrawals

Interest Payments \$161,480.98
 Principal Payments \$1,876,616.60
 Surplus \$68,858.86
 FSA Fee \$3,234.86
 Discount Principal Reserve \$14,629.11

Total Withdrawals \$2,130,377.68

Ending Balance \$0.00

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

MERIT SECURITIES CORPORATION

Credit Enhancement Summary

MERIT Series 4

Payment Date: 28-Feb-02
 Reporting Month: January

Reserve Funds and Subordination

Type	Initial Coverage		Beginning Coverage		Adjustments	Losses	Insured Balance	Ending Coverage	
	%	\$	%	\$	\$	\$	\$	%	\$
Pool Over Collateralization Amount	4.50%	\$17,411,678.00	30.12%	\$10,070,257.59	\$5,557.27		\$31,547,436.37	31.94%	\$10,075,814.86

	Beginning Balance	Current Deposits	Adjustments	Losses	Ending DPR Balance
Discount Principal Reserve Account (Included in above coverage amount)	\$73,942.98	\$14,629.11	\$5,557.27		\$94,129.36

Insurance Policies

Type	Initial Coverage		Beginning Coverage		Adjustments	Losses	Insured Balance	Ending Coverage	
	%	\$	%	\$	\$	\$	\$	%	\$
Insurance Policy	25.00%	\$2,987,981.88	430.79%	\$2,987,981.88			\$689,509.43	433.35%	\$2,987,981.88

Surplus Summary

Class	Total Distribution
Surplus	\$68,858.86

Delinquency Statistics

	# of Loans	Current Balance	% of Current Balance
30+ Days	18	\$2,175,553	6.90%
60+ Days	6	\$729,076	2.31%
90+ Days	11	\$1,411,242	4.47%
Foreclosure	11	\$1,623,453	5.15%
REO	5	\$1,203,643	3.82%
Totals	51	\$7,142,968	22.64%

Advances on Delinquencies \$63,686.00
 Non-Recoverable Advances on Delinquencies \$0.00