

MERIT Securities Corporation

Funds Account Activity Summary

MERIT Series 12-2

Payment Date: 28-Mar-02

Reporting Month Feb-02

Collateral Proceeds Account

Beginning Balance \$0.00

Deposits

Interest Net of Servicing Fee \$2,087,783.67

Principal \$14,068,388.00

Deposits from Reserve Fund \$413,785.67

Other Deposits \$0.00

Total Deposits \$16,569,957.34

Withdrawals

Interest Payments \$730,091.31

Principal Payment \$13,437,781.92

Surplus \$2,270,330.35

Collateralized Reserve Fund \$131,753.76

Total Withdrawals \$16,569,957.34

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-Mar-02
Reporting Month: Feb-02

Type	Purpose	Initial Coverage		Beginning Period Coverage		Adjustments(1)	Losses	Ending Collateral Balance	Ending Period Coverage	
		%	\$	%	\$				%	\$
Credit Enhancement		3.14%	33,922,914.00	6.28%	21,746,969.87	(912,637.99)	413,785.67	\$331,807,155.51	6.28%	20,837,489.37

Type	Beginning Balance	Current Deposits	Withdrawals for Losses	Adjustment (2)	Ending Reserve Balance
Collateralized Reserve Fund (Included in above coverage amount)	73,213.61	131,753.76	413,785.67	416,943.15	\$208,124.85

Surplus Summary

Class	Total Distribution
Surplus	\$2,270,330.35

Delinquency Statistics

UNDERLYING LOANS*

	# of Loans	Current Balance	% of Underlying Loans Current Balance
30 Days	50	\$7,618,859	6.72%
60 Days	12	\$1,711,131	1.51%
90 + days	32	\$4,789,114	4.22%
F/C	27	\$3,913,725	3.45%
REO	7	\$1,487,908	1.31%
	128	\$19,520,737	17.21%

DIRECTLY HELD LOANS**

	# of Loans	Current Balance	% of Directly Held Loans Current Balance
30 Days	51	\$5,612,361	2.58%
60 Days	17	\$2,831,279	1.30%
90 + days	51	\$7,543,159	3.47%
F/C	30	\$3,505,662	1.61%
REO	11	\$1,247,180	0.57%
	160	\$20,739,641	9.54%

*Covered by various Pool Insurance policies

** Not covered by Pool Insurance policy

(1) Adjustment equates to principal released to maintain the Target Over Collateralization Amount

(2) Adjustment reflects principal deposits from securities held in the Collateralization Fund