

**MERIT SECURITIES CORPORATION**  
**MERIT Series 11**

Closing Date :	5/28/98
Underwriter :	Lehman Brothers
Master Servicer :	Dynex
Trustee :	Chase Bank of Texas
Collateral Type :	ARM / FIXED

Reporting Month :	Jan-03
Pricing Speed :	125% MHP
Closing Collateral Balance :	\$1,591,150,815
Current Collateral Balance :	\$321,091,301
Payment Frequency :	Monthly/ 28th

**SUMMARY OF STRUCTURE**

Class	Cusip	Priority	Current Coupon	Original Avg Life	Original Balance	Current Factor	Current Balance	Credit Rating
1-A1	589962BQ1	Senior	6.580%	1.0	\$262,000,000	0.00000000	\$0	AAA, AAA
1-A2	589962DC0	Senior	0.000%	4.2	\$238,000,000	0.00000000	\$0	AAA, AAA
2-A1	589962BS7	Senior	0.000%	0.9	\$300,000,000	0.00000000	\$0	AAA, AAA
2-A2	589962BT5	Senior	0.000%	2.9	\$200,000,000	0.00000000	\$0	AAA, AAA
2-A3	589962DD8	Senior	1.799%	6.0	\$166,560,000	0.30371801	\$50,587,271	AAA, AAA
3-A1	589962DE6	Senior	1.969%	4.0	\$258,173,000	0.66390846	\$171,403,240	AAA, AAA
B1	589962DF3	Subordinate	2.549%	9.2	\$59,600,000	0.41266864	\$24,595,051	AA, AA
B2	589962DG1	Subordinate	2.849%	11.9	\$34,500,000	1.00000000	\$34,500,000	A, A
B3	589962DH9	Subordinate	3.599%	13.8	\$20,000,000	1.00000000	\$20,000,000	BBB, BBB

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	68.12 %	30.14 %
Manufactured Housing	13.89 %	64.18 %
Planned Unit Development	9.61 %	1.56 %
Low Rise Condominium	3.09 %	1.92 %
Single Family Attached	2.34 %	1.08 %
Condominium	2.12 %	0.52 %
2-4 Single Family	0.69 %	0.32 %
High Rise Condominium	0.11 %	0.21 %
Townhouse	0.02 %	0.08 %

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26 %	75.94 %
Cash-out Refinance	24.28 %	12.32 %
Refinance	23.45 %	11.74 %

Geographic Distribution (1)		
	Issuance	Current
CA	74.12 %	28.58 %
TX	6.25 %	17.81 %
WA	3.67 %	2.48 %
SC	2.08 %	9.30 %
GA	1.72 %	6.99 %
NC	1.39 %	6.10 %
Other	10.76 %	28.75 %

Collateral Information		
	Issuance	Current
WAC	8.25 %	7.59 %
WAM	308.5	257.2
Avg Original LTV	78.92 %	84.54 %
Avg Balance	\$142,116	\$55,170
Number of Loans	10358	5820

Gross Margin For Arms (1)		
	Issuance	Current
225-249BP	0.05 %	0.00 %
250-274 BP	0.09 %	0.10 %
275-299 BP	83.16 %	74.24 %
300-324 BP	14.35 %	19.87 %
325-349 BP	0.80 %	2.18 %
350-374 BP	0.59 %	1.14 %
375-399 BP	0.51 %	0.80 %
400-424 BP	0.13 %	0.41 %
425-449 BP	0.01 %	0.00 %
450-474 BP	0.02 %	0.03 %
575+ BP	0.29 %	1.23 %
WA Gross Margin	2.83 %	2.90 %

Original LTV Distribution (1)		
	Issuance	Current
<= 50.00%	2.67 %	1.58 %
50.01% - 60.00%	3.81 %	2.79 %
60.01% - 70.00%	8.92 %	4.80 %
70.01% - 80.00%	37.45 %	15.78 %
80.01% - 90.00%	30.78 %	32.74 %
>= 90.01%	16.38 %	42.14 %

Arm Adjustment Information (2) - First Twelve Reset Dates			
Reset Date	Balance	% Balance	GWAC
3/1/03	\$23,020,469	7.17 %	6.15 %
3/15/03	\$43,342	0.01 %	10.25 %
3/20/03	\$64,555	0.02 %	9.94 %
4/1/03	\$21,730,590	6.77 %	6.00 %
4/5/03	\$68,767	0.02 %	9.41 %
4/10/03	\$42,974	0.01 %	9.49 %
4/20/03	\$85,390	0.03 %	9.85 %
5/1/03	\$17,133,682	5.34 %	5.80 %
5/10/03	\$84,625	0.03 %	8.50 %
5/20/03	\$37,613	0.01 %	9.75 %
6/1/03	\$12,937,756	4.03 %	5.75 %
6/5/03	\$45,095	0.01 %	9.49 %
WA Months to roll (ARM Loans only)	3.5		

Current Delinquency Information for Direct Loans				
Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	117	2.01 %	\$4,908,996	1.53 %
60+ Days	20	0.34 %	\$1,752,505	0.55 %
90+ Days	33	0.57 %	\$1,323,602	0.41 %
Foreclosure	45	0.77 %	\$1,895,226	0.59 %
REO	46	0.79 %	\$1,806,170	0.56 %
Totals	261	4.48 %	\$11,686,499	3.64 %

Current Delinquency Information for Indirect Loans				
Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	20	0.34 %	\$2,372,328	0.74 %
60+ Days	11	0.19 %	\$1,493,338	0.47 %
90+ Days	18	0.31 %	\$3,036,830	0.95 %
Foreclosure	2	0.03 %	\$167,273	0.05 %
REO	0	0.00 %	\$0	0.00 %
Totals	51	0.88 %	\$7,069,769	2.20 %

Credit Loss Coverage				
	Issuance	Cover %	Current	Cover %
Over Collateralization	\$52,317,815	3.55 %	\$20,646,000	6.43 %

Approximate CPR Prepayment Information				
1 MONTH	3 MONTH	6 MONTH	12 MONTH	LIFE

( 1 ) Percentages reflect distribution by loan balance .

( 2 ) Approximately 64 % of the mortgage loans are fixed rate with a WA Gross rate of 8.41%