

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-04
Pricing Speed :	125% MHP
Closing Collateral Balance :	\$1,591,150,815
Current Collateral Balance :	\$253,578,241
Payment Frequency :	Monthly/ 28 th

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	1.550%	6.0	\$166,560,000	0.10650532	\$17,739,527	AAA, AAA
3-A1	589962DE6	Senior	1.720%	4.0	\$258,173,000	0.59868253	\$154,563,664	AAA, AAA
B1	589962DF3	Subordinate	2.300%	9.2	\$59,600,000	0.22743166	\$13,554,927	AA, AA
B2	589962DG1	Subordinate	2.600%	11.9	\$34,500,000	1.00000000	\$34,500,000	A, A
B3	589962DH9	Subordinate	3.350%	13.8	\$20,000,000	1.00000000	\$20,000,000	BBB, BBB

Type of Dwelling Unit (1)		
	Issuance	Current
Single Family Detached	68.12 %	23.14 %
Manufactured Housing	13.89 %	71.95 %
Planned Unit Development	9.61 %	1.08 %
Low Rise Condominium	3.09 %	1.83 %
Single Family Attached	2.34 %	1.22 %
Condominium	2.12 %	0.29 %
2-4 Single Family	0.69 %	0.25 %
High Rise Condominium	0.11 %	0.15 %
Townhouse	0.02 %	0.10 %

Loan Purpose (1)		
	Issuance	Current
Purchase	52.26%	80.40%
Cash-out Refinance	24.28%	10.23%
Refinance	23.45%	9.37%

Geographic Distribution (1)		
	Issuance	Current
CA	74.12%	21.36%
TX	6.25%	19.85%
WA	3.67%	2.23%
SC	2.08%	10.67%
GA	1.72%	7.95%
NC	1.39%	6.68%
Other	10.76%	31.26%

Collateral Information		
	Issuance	Current
WAC	8.25%	7.40%
WAM	308.5	247.8
Avg Original LTV	78.92%	85.57%
Avg Balance	\$142,116	\$50,025
Number of Loans	10358	5069

Gross Margin For Arms (1)		
	Issuance	Current
225-249BP	0.05%	0.00%
250-274 BP	0.09%	0.15%
275-299 BP	83.16%	73.54%
300-324 BP	14.35%	19.66%
325-349 BP	0.80%	2.97%
350-374 BP	0.59%	1.00%
375-399 BP	0.51%	0.93%
400-424 BP	0.13%	0.28%
425-449 BP	0.01%	0.00%
450-474 BP	0.02%	0.05%
575+ BP	0.29%	1.43%
WA Gross Margin	2.83%	2.91%

Original LTV Distribution (1)		
	Issuance	Current
<= 50.00%	2.67%	1.19%
50.01% - 60.00%	3.81%	1.38%
60.01% - 70.00%	8.92%	4.69%
70.01% - 80.00%	37.45%	14.02%
80.01% - 90.00%	30.78%	33.50%
>= 90.01%	16.38%	45.02%

Arm Adjustment Information (2) - First Twelve Reset Dates			
Reset Date	Balance	% Balance	GWAC
3/1/04	\$13,945,531	5.50%	4.90 %
3/15/04	\$43,058	0.02%	10.25 %
3/20/04	\$37,192	0.01%	10.25 %
4/1/04	\$12,611,105	4.97%	4.76 %
4/5/04	\$68,520	0.03%	9.41 %
4/20/04	\$85,016	0.03%	9.85 %
5/1/04	\$9,241,918	3.64%	4.51 %
5/20/04	\$36,878	0.01%	9.75 %
6/1/04	\$8,321,017	3.28%	4.68 %
6/5/04	\$44,871	0.02%	9.49 %
6/10/04	\$93,796	0.04%	9.22 %
6/15/04	\$57,280	0.02%	8.88 %
WA Months to roll (ARM Loans only)	3.6		

Current Delinquency Information for Direct Loans				
Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	91	1.80 %	\$3,731,889	1.47 %
60+ Days	32	0.63 %	\$1,246,461	0.49 %
90+ Days	34	0.67 %	\$1,458,420	0.58 %
Foreclosure	38	0.75 %	\$1,678,404	0.66 %
REO	50	0.99 %	\$1,878,865	0.74 %
Totals	245	4.83 %	\$9,994,038	3.94 %

Current Delinquency Information for Indirect Loans				
Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	17	0.34 %	\$2,060,275	0.81 %
60+ Days	8	0.16 %	\$1,137,342	0.45 %
90+ Days	9	0.18 %	\$1,744,126	0.69 %
Foreclosure	5	0.10 %	\$1,011,595	0.40 %
REO	0	0.00 %	\$0	0.00 %
Totals	39	0.77 %	\$5,953,338	2.35 %

Credit Loss Coverage				
	Issuance	Cover %	Current	Cover %
Approximate CPR Prepayment Information				
1 MONTH	3 MONTH	6 MONTH	12 MONTH	LIFE
14 %	19%	21 %	22%	30 %

(1) Percentages reflect distribution by loan balance .

(2) Approximately 72 % of the mortgage loans are fixed rate with a WA Gross rate of 8.38%