

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 :	Feb-04
Pricing Speed :	125% MHP
Closing Collateral Balance :	\$1,591,150,815
Current Collateral Balance :	\$250,689,826
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	1.546%	6.0	\$166,560,000	0.09944789	\$16,564,041	AAA, AAA
3-A1	589962DE6	Senior	1.716%	4.0	\$258,173,000	0.59320415	\$153,149,294	AAA, AAA
B1	589962DF3	Subordinate	2.296%	9.2	\$59,600,000	0.22597517	\$13,468,120	AA, AA
B2	589962DG1	Subordinate	2.596%	11.9	\$34,500,000	1.00000000	\$34,500,000	A, A
B3	589962DH9	Subordinate	3.346%	13.8	\$20,000,000	1.00000000	\$20,000,000	BBB, BBB

Type of Dwelling Unit (1)

	Issuance	Current
Single Family Detached	68.12 %	22.93 %
Manufactured Housing	13.89 %	72.13 %
Planned Unit Development	9.61 %	1.09 %
Low Rise Condominium	3.09 %	1.84 %
Single Family Attached	2.34 %	1.23 %
Condominium	2.12 %	0.29 %
2-4 Single Family	0.69 %	0.25 %
High Rise Condominium	0.11 %	0.14 %
Townhouse	0.02 %	0.10 %

Loan Purpose (1)

	Issuance	Current
Purchase	52.26%	80.57%
Cash-out Refinance	24.28%	10.22%
Refinance	23.45%	9.20%

Geographic Distribution (1)

	Issuance	Current
CA	74.12%	21.16%
TX	6.25%	19.89%
WA	3.67%	2.25%
SC	2.08%	10.65%
GA	1.72%	8.00%
NC	1.39%	6.72%
Other	10.76%	31.33%

Collateral Information

	Issuance	Current
WAC	8.25%	7.40%
WAM	308.5	247.0
Avg Original LTV	78.92%	85.58%
Avg Balance	\$142,116	\$49,889
Number of Loans	10358	5025

Gross Margin For Arms (1)

	Issuance	Current
225-249BP	0.05%	0.00%
250-274 BP	0.09%	0.00%
275-299 BP	83.16%	73.71%
300-324 BP	14.35%	19.53%
325-349 BP	0.80%	3.01%
350-374 BP	0.59%	1.02%
375-399 BP	0.51%	0.94%
400-424 BP	0.13%	0.29%
425-449 BP	0.01%	0.00%
450-474 BP	0.02%	0.05%
575+ BP	0.29%	1.45%
WA Gross Margin	2.83%	2.91%

Original LTV Distribution (1)

	Issuance	Current
<= 50.00%	2.67%	1.20%
50.01% - 60.00%	3.81%	1.39%
60.01% - 70.00%	8.92%	4.73%
70.01% - 80.00%	37.45%	13.83%
80.01% - 90.00%	30.78%	33.55%
>= 90.01%	16.38%	45.10%

Arm Adjustment Information (2) - First Twelve Reset Dates

Reset Date	Balance	% Balance	GWAC
4/1/04	\$12,435,674	4.96%	4.76 %
4/5/04	\$68,399	0.03%	9.41 %
4/20/04	\$84,968	0.03%	9.85 %
5/1/04	\$8,844,464	3.53%	4.51 %
5/20/04	\$36,878	0.01%	9.75 %
6/1/04	\$8,018,711	3.20%	4.66 %
6/5/04	\$44,831	0.02%	9.49 %
6/10/04	\$93,233	0.04%	9.22 %
6/15/04	\$56,990	0.02%	8.88 %
6/20/04	\$88,273	0.04%	9.75 %
7/1/04	\$10,031,107	4.00%	5.00 %
7/5/04	\$43,208	0.02%	9.49 %
WA Months to roll (ARM Loans only)	3.8		

Current Delinquency Information for Direct Loans

Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	74	1.47 %	\$3,071,625	1.23 %
60+ Days	27	0.54 %	\$1,152,227	0.46 %
90+ Days	33	0.66 %	\$1,339,942	0.53 %
Foreclosure	36	0.72 %	\$1,582,511	0.63 %
REO	42	0.84 %	\$1,746,384	0.70 %
Totals	212	4.22 %	\$8,892,689	3.55 %

Current Delinquency Information for Indirect Loans

Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	14	0.28 %	\$1,742,800	0.70 %
60+ Days	7	0.14 %	\$1,073,319	0.43 %
90+ Days	10	0.20 %	\$1,689,333	0.67 %
Foreclosure	5	0.10 %	\$942,944	0.38 %
REO	0	0.00 %	\$0	0.00 %
Totals	36	0.72 %	\$5,448,396	2.17 %

Credit Loss Coverage				
Issuance	Cover %	Current	Cover %	
Approximate CPR Prepayment Information				
1 MONTH	3 MONTH	6 MONTH	12 MONTH	LIFE
12 %	17 %	19 %	21 %	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%