

**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 :	Mar-04
Pricing Speed :	125% MHP
Closing Collateral Balance :	\$1,591,150,815
Current Collateral Balance :	\$246,539,137
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	1.540%	6.0	\$166,560,000	0.08746286	\$14,567,814	AAA, AAA
3-A1	589962DE6	Senior	1.710%	4.0	\$258,173,000	0.59070157	\$152,503,196	AAA, AAA
B1	589962DF3	Subordinate	2.290%	9.2	\$59,600,000	0.22192536	\$13,226,752	AA, AA
B2	589962DG1	Subordinate	2.590%	11.9	\$34,500,000	1.00000000	\$34,500,000	A, A
B3	589962DH9	Subordinate	3.340%	13.8	\$20,000,000	1.00000000	\$20,000,000	BBB, BBB

**Type of Dwelling Unit (1)**

	Issuance	Current
Single Family Detached	68.12 %	22.43 %
Manufactured Housing	13.89 %	72.57 %
Planned Unit Development	9.61 %	1.10 %
Low Rise Condominium	3.09 %	1.87 %
Single Family Attached	2.34 %	1.24 %
Condominium	2.12 %	0.29 %
2-4 Single Family	0.69 %	0.26 %
High Rise Condominium	0.11 %	0.14 %
Townhouse	0.02 %	0.10 %

**Loan Purpose (1)**

	Issuance	Current
Purchase	52.26%	81.07%
Cash-out Refinance	24.28%	9.86%
Refinance	23.45%	9.07%

**Geographic Distribution (1)**

	Issuance	Current
CA	74.12%	20.96%
TX	6.25%	19.84%
WA	3.67%	2.20%
SC	2.08%	10.80%
GA	1.72%	8.04%
NC	1.39%	6.81%
Other	10.76%	31.34%

**Collateral Information**

	Issuance	Current
WAC	8.25%	7.39%
WAM	308.5	246.2
Avg Original LTV	78.92%	85.61%
Avg Balance	\$142,116	\$49,615
Number of Loans	10358	4969

**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%	73.78%
300-324 BP	14.35%	19.26%
325-349 BP	0.80%	3.10%
350-374 BP	0.59%	1.05%
375-399 BP	0.51%	0.97%
400-424 BP	0.13%	0.30%
425-449 BP	0.01%	0.00%
450-474 BP	0.02%	0.05%
575+ BP	0.29%	1.50%
WA Gross Margin	2.83%	2.91%

**Original LTV Distribution (1)**

	Issuance	Current
<= 50.00%	2.67%	1.21%
50.01% - 60.00%	3.81%	1.41%
60.01% - 70.00%	8.92%	4.65%
70.01% - 80.00%	37.45%	13.85%
80.01% - 90.00%	30.78%	33.40%
>= 90.01%	16.38%	45.27%

**Arm Adjustment Information (2) - First Twelve Reset Dates**

Reset Date	Balance	% Balance	GWAC
5/1/04	\$8,818,503	3.58%	4.51 %
5/20/04	\$36,852	0.01%	9.75 %
6/1/04	\$7,996,298	3.24%	4.66 %
6/5/04	\$44,813	0.02%	9.49 %
6/10/04	\$93,161	0.04%	9.22 %
6/15/04	\$56,635	0.02%	8.88 %
6/20/04	\$88,203	0.04%	9.75 %
7/1/04	\$9,282,085	3.76%	4.99 %
7/5/04	\$43,143	0.02%	9.49 %
7/10/04	\$65,171	0.03%	9.24 %
8/1/04	\$14,984,638	6.08%	5.19 %
8/10/04	\$38,428	0.02%	9.70 %
WA Months to roll (ARM Loans only)	3.9		

**Current Delinquency Information for Direct Loans**

Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	85	1.71 %	\$3,679,803	1.49 %
60+ Days	14	0.28 %	\$544,786	0.22 %
90+ Days	25	0.50 %	\$1,010,667	0.41 %
Foreclosure	34	0.68 %	\$1,460,547	0.59 %
REO	42	0.85 %	\$1,834,691	0.74 %
Totals	200	4.02 %	\$8,530,494	3.46 %

**Current Delinquency Information for Indirect Loans**

Label Name	#Loans	%Pool	Balance	%Pool
30+ Days	18	0.36 %	\$2,340,744	0.95 %
60+ Days	4	0.08 %	\$632,388	0.26 %
90+ Days	7	0.14 %	\$983,968	0.40 %
Foreclosure	4	0.08 %	\$706,156	0.29 %
REO	0	0.00 %	\$0	0.00 %
Totals	33	0.66 %	\$4,663,256	1.89 %

Credit Loss Coverage				
	Issuance	Cover %	Current	Cover %
Approximate CPR Prepayment Information				
1 MONTH	3 MONTH	6 MONTH	12 MONTH	LIFE
16 %	14 %	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 8.37%