MERIT SECURITIES CORPORATION
SERIES 11

ISSUE DATE:	5/28/1998
UNDERWRITER:	LEHMAN BROTHERS
MASTER SERVICER:	Dynex
TRUSTEE:	JPMorgan Chase
COLLATERAL TYPE:	ARM / FIXED

REPORTING MONTH:	Jan-05
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	$1,591,150,815
CURRENT COLLATERAL BAL:	$211,581,268
PAYMENT FREQUENCY:	Monthly/28th

SUMMARY OF STRUCTURE

Class	CUSIP	Current Coupon	Orig. Avg Life	Original Balance	Current Factor	Current Balance	Credit Rating
Class 2-A3	589962DD8	2.868%	6.0	166,560,000	0.00332933	$508,139.75	AAA, AAA
Class 3-A1	589962DE6	3.038%	4.0	262,000,000	0.71615539	$141,841,870.80	AAA, AAA
Class B1	589962DF3	3.618%	9.2	59,600,000	0.13162781	$7,845,017.67	AA, AA
Class B2	589962DQ1	3.918%	11.9	34,500,000	1.00000000	$34,500,000.00	A, A
Class B3	589962DH9	4.668%	13.8	20,000,000	1.00000000	$20,000,000.00	BBB, BBB

Colatteral Information

	Issuance	Current
WAC	8.25%	7.59%
WAM	308.5	239.2
Avg Original LTV	78.92%	86.04%
Avg Balance	$142,116	$46,872
Number of Loans	10,358	4514

Type of Dwelling Unit (1)

	Issuance	Current
Single Family Detached	90.93%	18.80%
Manufactured Housing	13.89%	77.11%
Planned Unit Development	9.61%	0.76%
Low Rise Condominium	3.09%	1.74%
Single Family Attached	3.95%	1.33%
Condominium	2.12%	0.10%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.16%
Townhouse	0.02%	0.00%

Original LTV Distribution (1)

	Issuance	Current
<= 50%	2.67%	1.19%
50.01% - 60.00%	3.81%	1.41%
60.01% - 70.00%	8.92%	4.09%
70.01% - 80.00%	37.45%	12.57%
80.01% - 90.00%	30.78%	33.28%
>= 90.01%	16.38%	47.23%

Loan Type (1)

	Issuance	Current
FIXED	20.66%	76.80%
6mo LIBOR ARM	44.85%	19.23%
1yr CMTARM	34.49%	3.98%
WA Months to rate reset (ARMS only)		3.26

Credit Loss Coverage

	Balance	Coverage %
Over Collaterlization	$6,886,240	3.25%

(1) Percentages reflect distribution by loan balance.

Loan Purpose (1)

	Issuance	Current
Purchase	52.26%	83.41%
Cash-out Refi	24.28%	8.28%
Refinance	23.45%	8.31%

Geographic Distribution (1)

	Issuance	Current
CA	74.12%	17.04%
TX	6.25%	20.39%
WA	3.67%	2.15%
SC	2.08%	11.81%
GA	1.72%	8.70%
NC	1.39%	7.36%
OTHER	10.76%	32.55%

Gross Margin for ARMS (1)

	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	93.97%
325-374 BP	1.39%	2.91%
375-424 BP	0.64%	1.33%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	1.79%
WA Gross Margin	2.83%	2.92%

Current Delinquency Information (Direct Loans)

	# Loans	Balance	% Pool
30+ Days	86	$3,645,328	1.72%
60+ Days	23	$1,035,221	0.49%
90+ Days	25	$1,072,293	0.51%
Foreclosure	64	$2,450,160	1.16%
REO	27	$1,174,149	0.55%
Totals	225	$9,377,150	4.43%

Current Delinquency Information (Indirect Loans)

	# Loans	Balance	% Pool
30+ Days	12	$1,840,037	0.87%
60+ Days	1	$80,168	0.04%
90+ Days	4	$595,355	0.28%
Foreclosure	1	$299,922	0.14%
REO	0	$0	0.00%
Totals	18	$2,815,482	1.33%