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:	May-05
PRICING SPEED:	18% CPR
CLOSING COLLATERAL BAL:	$1,591,150,815
CURRENT COLLATERAL BAL:	$200,602,885
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	0.000%	6.0	166,560,000	0.00000000	$0.00	AAA, AAA
Class 3-A1	589962DE6	3.680%	4.0	262,000,000	0.68654364	$135,976,961.54	AAA, AAA
Class B1	589962DF3	4.260%	9.2	59,600,000	0.05922824	$3,530,002.91	AA, AA
Class B2	589962DQ1	4.560%	11.9	34,500,000	1.00000000	$34,500,000.00	A, A
Class B3	589962DH9	5.310%	13.8	20,000,000	1.00000000	$20,000,000.00	BBB, BBB

Colatteral Information

	Issuance	Current
WAC	8.25%	7.71%
WAM	308.5	236.0
Avg Original LTV	78.92%	86.14%
Avg Balance	$142,116	$46,222
Number of Loans	10,358	4340

Type of Dwelling Unit (1)

	Issuance	Current
Single Family Detached	90.93%	17.84%
Manufactured Housing	13.89%	78.04%
Planned Unit Development	9.61%	0.79%
Low Rise Condominium	3.09%	1.81%
Single Family Attached	3.95%	1.25%
Condominium	2.12%	0.10%
2-4 Single Family	0.69%	0.00%
High Rise Condominium	0.11%	0.17%
Townhouse	0.02%	0.00%

Original LTV Distribution (1)

	Issuance	Current
<= 50%	2.67%	1.14%
50.01% - 60.00%	3.81%	1.25%
60.01% - 70.00%	8.92%	4.01%
70.01% - 80.00%	37.45%	12.65%
80.01% - 90.00%	30.78%	33.22%
>= 90.01%	16.38%	47.47%

Loan Type (1)

	Issuance	Current
FIXED	20.66%	77.74%
6mo LIBOR ARM	44.85%	18.31%
1yr CMTARM	34.49%	3.95%
WA Months to rate reset (ARMS only)		3.78

Credit Loss Coverage

	Balance	Coverage %
Over Collaterlization	$6,595,921	3.29%

(1) Percentages reflect distribution by loan balance.

Loan Purpose (1)

	Issuance	Current
Purchase	52.26%	84.17%
Cash-out Refi	24.28%	7.76%
Refinance	23.45%	8.08%

Geographic Distribution (1)

	Issuance	Current
CA	74.12%	16.47%
TX	6.25%	20.44%
WA	3.67%	2.20%
SC	2.08%	12.03%
GA	1.72%	8.69%
NC	1.39%	7.44%
OTHER	10.76%	32.73%

Gross Margin for ARMS (1)

	Issuance	Current
225-274 BP	0.14%	0.00%
275-324 BP	97.51%	93.58%
325-374 BP	1.39%	3.16%
375-424 BP	0.64%	1.45%
425-474 BP	0.30%	0.00%
575 BP +	0.29%	1.82%
WA Gross Margin	2.83%	2.92%

Current Delinquency Information (Direct Loans)

	# Loans	Balance	% Pool
30+ Days	63	$2,350,643	1.17%
60+ Days	17	$722,392	0.36%
90+ Days	20	$784,043	0.39%
Foreclosure	52	$2,211,359	1.10%
REO	30	$1,312,934	0.65%
Totals	182	$7,381,370	3.68%

Current Delinquency Information (Indirect Loans)

	# Loans	Balance	% Pool
30+ Days	10	$1,163,601	0.58%
60+ Days	1	$127,563	0.06%
90+ Days	3	$374,195	0.19%
Foreclosure	1	$297,887	0.15%
REO	0	$0	0.00%
Totals	15	$1,963,246	0.98%