

**NORTH CAROLINA HOUSING FINANCE AGENCY
DISCLOSURE REPORT
AS OF MARCH 31, 2008**

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 29

PAGE NO. 1-1998-29

SERIES DATE: 05/11/07

SERIES SOLD: 06/13/07

GENERAL INFORMATION:

LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING)

| | | | | | |
|---------------------------------|---------------|----------------------|----------------|-----------------------|----------------|
| Bonds Outstanding: | 100,000,000 | New Construction: | 22.17% | | |
| Bond Yield | 4.60% | Existing Home: | <u>77.83%</u> | Private | 68.77% |
| Mortgage Loan Prin Outstanding | 93,921,557 | Total | <u>100.00%</u> | FHA | 9.45% |
| Mortgage Rate(s) | 5.63% - 6.25% | | | VA | 6.55% |
| Outstanding Commitments: | 3,842,515 | | | USDA | 6.16% |
| Uncommitted Lendable Funds: | 0 | | | Guaranty Fund | 0.00% |
| | | Fixed Rate Mortgages | 100.00% | Other | |
| Average Purchase Price: | 124,521 | Graduated Pmt Mtgs | 0.00% | (less than 80.00 LTV) | <u>9.07%</u> |
| Average Original Loan Amount: | 119,473 | Growing Equity Mtgs | 0.00% | Total | <u>100.00%</u> |
| Total No. of Loans Originated: | 796 | Variable Rate Mtgs | <u>0.00%</u> | | |
| Total No. of Loans Paid Off: | 2 | Total | <u>100.00%</u> | | |
| Total No. of Loans Outstanding: | 794 | | | | |

Effective May 1, 2006

Trustee: The Bank of New York Trust Company, NA
10161 Centurion Parkway
Jacksonville, FL 32256
(904) 645-1956
Contact: Christine Boyd

| | |
|------------------------|----------------|
| Type of Housing: | |
| Single Family Detached | 75.82% |
| Condos/Townhouses | 23.30% |
| Manufactured/Duplexes | <u>0.88%</u> |
| Total | <u>100.00%</u> |

**Breakdown of Private Mortgage Insurers
(List by % of total portfolio):**

| | |
|---------|---------------|
| 1998-29 | |
| GEMICO | 36.90% |
| MGIC | 15.37% |
| RMIC | 5.54% |
| PMI | 2.77% |
| UG | 6.68% |
| CMG | 0.38% |
| TRIAD | <u>1.13%</u> |
| Total: | <u>68.77%</u> |

Program: P.O. Box 28066
Raleigh, NC 27611-8066
(919) 877-5700
Contact:

Sharon Drewyor, Director of Home Ownership Lending (919) 877-5621
Elizabeth I. Rozakis, Chief Financial Officer (919) 877-5687

POOL INSURANCE COVERAGE (DOLLARS IN THOUSANDS): None

| | | | |
|--------------------------|---|---|-------|
| SELF-INSURANCE COVERAGE: | Name of Self-Insurance Fund: Insurance Reserve Fund | Current Funding Requirements: | |
| | Series of Bonds Covered: 1998 Series 29 | Total Dollar Amount (\$000) | \$710 |
| | | As % of Initial Principal Amount of Mortgage Loans Purchased | 0.00% |
| | | Claims to Date | 0 |

Maximum level of funding required over the life of the bonds (\$000) \$710

DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING):

(AS % OF PRINCIPAL BALANCE OUTSTANDING):

| | % | # | % | \$ |
|----------------|-------|---|-------|---------|
| 60 days | 0.38% | 3 | 0.34% | 315,119 |
| 90 days | 0.38% | 3 | 0.30% | 285,976 |
| In Foreclosure | 0.00% | 0 | 0.00% | 0 |

| | | | |
|-----------------------------------|---------------|------------------------|-----|
| No. of Loans Foreclosed to Date | Not available | Real Estate Owned | |
| Foreclosed (Loss)/Gain to Date | Not available | Number of Loans | 0 |
| Net of Insurance Proceeds (\$000) | Not available | Outstanding Mtg Amount | |
| | | At time of Default | \$0 |
| | | Current Balance | \$0 |

MORTGAGE LOAN SERVICERS:

MORTGAGE LOAN RATES (BY BOND SERIES):

| Servicer | # of Loans | % of Portfolio | Series | # of Loans | Mtg Rate |
|-----------------|------------|----------------|----------------|------------|----------|
| | | | | | |
| | | | 1998 SERIES 29 | | |
| Marsh | 382 | 48.11% | | 54 | 5.63% |
| BB&T | 224 | 28.21% | | 296 | 5.75% |
| RBC Centura | 173 | 21.79% | | 163 | 5.88% |
| SECU | 12 | 1.51% | | 88 | 5.99% |
| Bank of America | 3 | <u>0.38%</u> | | 12 | 6.00% |
| Total | <u>794</u> | <u>100.00%</u> | | 72 | 6.13% |
| | | | | <u>109</u> | 6.25% |
| | | | Total | <u>794</u> | |

LIST OF BONDS BY MATURITY:

| CUSIP Number | Maturity Date | Bond Type | Interest Rate | Original Amount | Principal Matured | Principal Redemptions | Principal Outstanding | Bond Call Sequence (Note 1) |
|----------------------|---------------|----------------|---------------|-----------------|-------------------|-----------------------|-----------------------|-----------------------------|
| 658207ES0 | 07/01/09 | Term (Note 1) | 3.80% | 1,485,000 | 0 | 0 | 1,485,000 | 2 |
| 658207ET8 | 07/01/10 | Term (Note 2) | 3.85% | 1,545,000 | 0 | 0 | 1,545,000 | 2 |
| 658207EU5 | 07/01/11 | Term (Note 3) | 3.95% | 1,615,000 | 0 | 0 | 1,615,000 | 2 |
| 658207EV3 | 07/01/12 | Term (Note 4) | 4.00% | 1,685,000 | 0 | 0 | 1,685,000 | 2 |
| 658207EW1 | 07/01/13 | Term (Note 5) | 4.05% | 1,760,000 | 0 | 0 | 1,760,000 | 2 |
| 658207EX9 | 07/01/14 | Term (Note 6) | 4.10% | 1,840,000 | 0 | 0 | 1,840,000 | 2 |
| 658207EY7 | 07/01/15 | Term (Note 7) | 4.15% | 1,930,000 | 0 | 0 | 1,930,000 | 2 |
| 658207EZ4 | 07/01/16 | Term (Note 8) | 4.25% | 2,025,000 | 0 | 0 | 2,025,000 | 2 |
| 658207FA8 | 07/01/17 | Term (Note 9) | 4.35% | 2,125,000 | 0 | 0 | 2,125,000 | 2 |
| 658207FB6 | 07/01/23 | Term (Note 10) | 4.65% | 9,735,000 | 0 | 0 | 9,735,000 | 2 |
| 658207FC4 | 07/01/25 | Term (Note 11) | 4.70% | 4,010,000 | 0 | 0 | 4,010,000 | 2 |
| 658207FD2 | 07/01/33 | Term (Note 12) | 4.80% | 21,255,000 | 0 | 0 | 21,255,000 | 2 |
| 658207FE0 | 01/01/38 | Term (Note 13) | 5.50% | 30,000,000 | 0 | 0 | 30,000,000 | 2 |
| 658207FF7 | 07/01/38 | Term (Note 14) | 4.85% | 18,990,000 | 0 | 0 | 18,990,000 | 2 |
| Total 1998 Series 29 | | | | \$100,000,000 | \$0 | \$0 | \$100,000,000 | |

Note 1: Sinking fund redemptions begin January 1, 2009.

Note 2: Sinking fund redemptions begin January 1, 2010.

Note 3: Sinking fund redemptions begin January 1, 2011.

Note 4: Sinking fund redemptions begin January 1, 2012.

Note 5: Sinking fund redemptions begin January 1, 2013.

Note 6: Sinking fund redemptions begin January 1, 2014.

Note 7: Sinking fund redemptions begin January 1, 2015.

Note 8: Sinking fund redemptions begin January 1, 2016.

Note 9: Sinking fund redemptions begin January 1, 2017.

Note 10: Sinking fund redemptions begin January 1, 2018.

Note 11: Sinking fund redemptions begin January 1, 2024.

Note 12: Sinking fund redemptions begin January 1, 2026.

Note 13: Sinking fund redemptions begin January 1, 2018. AMT PAC bonds were sold at a premium with a coupon rate of 5.50% and a yield of 5.091%.

Note 14: Sinking fund redemptions begin January 1, 2034.

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LIST OF UNSCHEDULED REDEMPTIONS:

| Call Date | Call Amount | Type of Call | Source Of Funds |
|-----------|-------------|--------------|-----------------|
|-----------|-------------|--------------|-----------------|

NO UNSCHEDULED REDEMPTIONS

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Bond Call Information:

Special Redemption

The 1998 Series 29 bonds may be redeemed in whole or in part on any date at the principal amount plus accrued interest to the date of redemption, from:

- (i) unexpended proceeds,
- (ii) prepayments of mortgage loans financed with the proceeds of the Series 29, including the existing mortgage loans,
- (iii) excess revenues transferred from the revenue reserve fund,
- (iv) moneys withdrawn from the debt service reserve fund in connection with an excess over the debt service reserve requirement, and
- (v) from prepayments of mortgage loans financed with proceeds from series of bonds issued other than the Series 29 bond and from certain moneys in excess of the debt service reserve requirement on deposit in the debt service reserve Fund ("Cross Call Redemption").

Prepayments on mortgage loans financed with the proceeds of the Series 29 bonds shall first be applied to the redemption or purchase of Series 29 term bonds due January 1, 2038 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys in excess of the debt service reserve requirement, from excess revenues in the revenue reserve fund and from cross call redemption sources shall be applied to the redemption of the Series 29 bonds in any manner. Moneys to be applied to redemption from prepayments in excess of the scheduled principal amounts shall be applied pro rata. However, the Agency may redeem on other than a pro rata basis, if the Agency files a notice with the Trustee together with a cash flow certificate.

Optional Redemption

The Series 29 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after January 1, 2017, in whole, or in part, at the principal amount thereof plus accrued interest to the date of redemption, without premium.