

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

INDEBTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES Y/Z

PAGE NO. 2-1985YZ

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) |
|-----------------------|---------------|---------------|---------------|-----------------|-------------------|-----------------------|-----------------------|-----------------------------|
| 65820EAP5 | 09/01/96 | Serial | 4.50% | \$250,000 | \$230,000 | \$20,000 | \$0 | 1 |
| 65820EAQ3 | 03/01/97 | Serial | 4.75% | 260,000 | 240,000 | 20,000 | 0 | 1 |
| 65820EAR1 | 09/01/97 | Serial | 4.75% | 265,000 | 245,000 | 20,000 | 0 | 1 |
| 65820EAS9 | 03/01/98 | Serial | 5.00% | 270,000 | 250,000 | 20,000 | 0 | 1 |
| 65820EAT7 | 09/01/98 | Serial | 5.00% | 275,000 | 255,000 | 20,000 | 0 | 1 |
| 65820EAU4 | 03/01/99 | Serial | 5.15% | 285,000 | 245,000 | 40,000 | 0 | 1 |
| 65820EAV2 | 09/01/99 | Serial | 5.15% | 290,000 | 235,000 | 55,000 | 0 | 1 |
| 65820EAW0 | 03/01/00 | Serial | 5.30% | 300,000 | 235,000 | 65,000 | 0 | 1 |
| 65820EAX8 | 09/01/00 | Serial | 5.30% | 305,000 | 225,000 | 80,000 | 0 | 1 |
| 65820EAY6 | 03/01/01 | Serial | 5.45% | 310,000 | 200,000 | 110,000 | 0 | 1 |
| 65820EAZ3 | 09/01/01 | Serial | 5.45% | 320,000 | 190,000 | 130,000 | 0 | 1 |
| 65820EBA7 | 03/01/02 | Serial | 5.55% | 330,000 | 175,000 | 155,000 | 0 | 1 |
| 65820EBB5 | 09/01/02 | Serial | 5.55% | 335,000 | 165,000 | 170,000 | 0 | 1 |
| 65820EBC3 | 03/01/03 | Serial | 5.65% | 345,000 | 155,000 | 190,000 | 0 | 1 |
| 65820EBD1 | 09/01/03 | Serial | 5.65% | 355,000 | 145,000 | 210,000 | 0 | 1 |
| 65820EBE9 | 03/01/04 | Serial | 5.75% | 365,000 | 130,000 | 235,000 | 0 | 1 |
| 65820EBF6 | 09/01/04 | Serial | 5.75% | 375,000 | 95,000 | 280,000 | 0 | 1 |
| 65820EBG4 | 03/01/05 | Serial | 5.85% | 385,000 | 90,000 | 295,000 | 0 | 1 |
| 65820EBH2 | 09/01/05 | Serial | 5.85% | 395,000 | 70,000 | 325,000 | 0 | 1 |
| 65820EBJ8 | 03/01/06 | Serial | 5.95% | 410,000 | 60,000 | 350,000 | 0 | 1 |
| 65820EBK5 | 09/01/06 | Serial | 5.95% | 100,000 | 25,000 | 75,000 | 0 | 1 |
| 65820EBS8 | 03/01/11 | Term (Note 2) | 6.40% | 4,835,000 | 270,000 | 4,565,000 | 0 | 2 |
| 65820EAM2 | 09/01/15 | Term (Note 3) | 6.30% | 5,560,000 | | 5,560,000 | 0 | 2 |
| 65820EAN0 | 03/01/18 | Term (Note 4) | 6.35% | 3,440,000 | | 3,440,000 | 0 | 2 |
| 65820EBU3 | 09/01/25 | Term (Note 5) | 6.10% | 7,700,000 | | 7,700,000 | 0 | 1 |
| 65820EBV1 | 09/01/26 | Term (Note 6) | 6.60% | 11,940,000 | | 11,940,000 | 0 | 2 |
| Total 1985 Series Y/Z | | | | \$40,000,000 | \$3,930,000 | \$36,070,000 | \$0 | |

Note 1: See optional and special redemption provisions on page 4-1985YZ. (i.e. "1" denotes first call priority from prepayments.)

Note 2: Sinking fund redemption begins September 1, 2006.

Note 3: Sinking fund redemption begins September 1, 2011.

Note 4: Sinking fund redemption begins March 1, 2016.

Note 5: Sinking fund redemption begins March 1, 2014.

Note 6: Sinking fund redemption begins September 1, 2018.

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LIST OF UNSCHEDULED REDEMPTIONS:

| Call Date | Call Amount | Type of Call | Source Of Funds |
|--------------|----------------------------|--------------|----------------------|
| 07/01/95 | \$10,000 | Supersinker | Prepayments |
| 01/01/96 | 65,000 | Supersinker | Prepayments |
| 01/01/96 | 90,000 | Pro rata | Debt Service Reserve |
| 01/01/96 | 2,265,000 | Pro rata | Unexpended Proceeds |
| 07/01/96 | 595,000 | Supersinker | Prepayments |
| 07/01/96 | 115,000 | Pro rata | Prepayments |
| 07/01/96 | 340,000 | Pro rata | Unexpended Proceeds |
| 07/01/96 | 15,000 | Pro rata | Debt Service Reserve |
| 12/01/96 | 270,000 | Supersinker | Prepayments |
| 12/01/96 | 300,000 | Pro rata | Prepayments |
| 12/01/96 | 35,000 | Pro rata | Debt Service Reserve |
| 02/01/97 | 270,000 | Supersinker | Prepayments |
| 02/01/97 | 5,000 | Pro rata | Debt Service Reserve |
| 06/01/97 | 390,000 | Supersinker | Prepayments |
| 06/01/97 | 10,000 | Pro rata | Debt Service Reserve |
| 09/01/97 | 30,000 | Pro rata | Prepayments |
| 09/01/97 | 170,000 | Supersinker | Prepayments |
| 09/01/97 | 5,000 | Pro rata | Debt Service Reserve |
| 01/01/98 | 120,000 | Pro rata | Prepayments |
| 01/01/98 | 690,000 | Supersinker | Prepayments |
| 01/01/98 | 10,000 | Pro rata | Debt Service Reserve |
| 03/01/98 | 85,000 | Pro rata | Prepayments |
| 03/01/98 | 500,000 | Supersinker | Prepayments |
| 03/01/98 | 5,000 | Pro rata | Debt Service Reserve |
| 07/01/98 | 115,000 | Pro rata | Prepayments |
| 07/01/98 | 700,000 | Supersinker | Prepayments |
| 07/01/98 | 5,000 | Pro rata | Debt Service Reserve |
| 01/01/99 | 140,000 | Pro rata | Prepayments |
| 01/01/99 | 905,000 | Supersinker | Prepayments |
| 05/01/99 | 125,000 | Pro rata | Prepayments |
| 05/01/99 | 875,000 | Supersinker | Prepayments |
| 07/01/99 | 125,000 | Pro rata | Prepayments |
| 07/01/99 | 850,000 | Supersinker | Prepayments |
| 09/01/99 | 45,000 | Pro rata | Prepayments |
| 09/01/99 | 315,000 | Supersinker | Prepayments |
| 12/15/99 | 140,000 | Pro rata | Prepayments |
| 12/15/99 | 690,000 | Supersinker | Prepayments |
| 12/15/99 | 365,000 | Pro rata | Prepayments |
| 12/15/99 | 15,000 | Pro rata | Debt Service Reserve |
| 05/01/00 | 85,000 | Pro rata | Prepayments |
| 05/01/00 | 720,000 | Pro rata | Prepayments |
| 05/01/00 | 45,000 | Pro rata | Debt Service Reserve |
| 07/01/00 | 410,000 | Pro rata | Prepayments |
| 07/01/00 | 20,000 | Pro rata | Debt Service Reserve |
| 01/01/01 | 100,000 | Supersinker | Prepayments |
| 01/01/01 | 960,000 | Pro rata | Prepayments |
| 01/01/01 | 55,000 | Pro rata | Debt Service Reserve |
| 06/01/01 | 85,000 | Supersinker | Prepayments |
| 06/01/01 | 885,000 | Pro rata | Prepayments |
| 06/01/01 | 55,000 | Pro rata | Debt Service Reserve |
| 10/01/01 | 195,000 | Supersinker | Prepayments |
| 10/01/01 | 950,000 | Pro rata | Prepayments |
| 10/01/01 | 70,000 | Pro rata | Debt Service Reserve |
| 01/01/02 | 60,000 | Pro rata | Prepayments |
| 01/01/02 | 700,000 | Pro rata | Prepayments |
| 01/01/02 | 40,000 | Pro rata | Debt Service Reserve |
| 04/15/02 | 595,000 | Pro rata | Prepayments |
| 04/15/02 | 35,000 | Pro rata | Debt Service Reserve |
| 07/01/02 | 735,000 | Pro rata | Prepayments |
| 07/01/02 | 45,000 | Pro rata | Debt Service Reserve |
| 01/01/03 | 1,180,000 | Pro rata | Prepayments |
| 06/01/03 | 45,000 | Pro rata | Prepayments |
| 06/01/03 | 735,000 | Pro rata | Prepayments |
| 06/01/03 | 100,000 | Pro rata | Debt Service Reserve |
| 06/01/03 | 35,000 | Pro rata | Prepayments |
| 06/01/03 | 620,000 | Pro rata | Prepayments |
| 10/01/03 | 25,000 | Pro rata | Prepayments |
| 10/01/03 | 400,000 | Pro rata | Prepayments |
| 10/01/03 | 65,000 | Pro rata | Debt Service Reserve |
| 10/01/03 | 50,000 | Pro rata | Prepayments |
| 10/01/03 | 1,005,000 | Pro rata | Prepayments |
| 01/01/04 | 40,000 | Pro rata | Prepayments |
| 01/01/04 | 770,000 | Pro rata | Prepayments |
| 05/01/04 | 95,000 | Pro rata | Prepayments |
| 05/01/04 | 2,390,000 | Pro rata | Prepayments |
| 05/01/04 | 235,000 | Pro rata | Debt Service Reserve |
| 09/01/04 | 25,000 | Serial | Prepayments |
| 09/01/04 | 675,000 | Pro rata | Prepayments |
| 09/01/04 | 55,000 | Pro rata | Debt Service Reserve |
| 01/01/05 | 15,000 | Serial | Prepayments |
| 01/01/05 | 515,000 | Pro rata | Prepayments |
| 01/01/05 | 30,000 | Pro rata | Debt Service Reserve |
| 05/01/05 | 15,000 | Serial | Prepayments |
| 05/01/05 | 710,000 | Pro rata | Prepayments |
| 05/01/05 | 50,000 | Pro rata | Debt Service Reserve |
| 10/01/05 | 10,000 | Serial | Prepayments |
| 10/01/05 | 490,000 | Pro rata | Prepayments |
| 04/01/06 | 370,000 | Pro rata | Prepayments |
| 04/01/06 | 40,000 | Pro rata | Debt Service Reserve |
| 08/01/06 | 400,000 | Pro rata | Prepayments |
| 08/01/06 | 15,000 | Pro rata | Debt Service Reserve |
| 01/01/07 | 495,000 | Pro rata | Prepayments |
| 01/01/07 | 20,000 | Pro rata | Debt Service Reserve |
| 05/01/07 | 150,000 | Pro rata | Prepayments |
| 05/01/07 | 5,000 | Pro rata | Debt Service Reserve |
| 11/01/07 | 190,000 | Pro rata | Prepayments |
| 11/01/07 | 25,000 | Pro rata | Debt Service Reserve |
| 02/01/08 | 5,035,000 | Pro rata | Prepayments |
| 02/01/08 | 300,000 | Pro rata | Debt Service Reserve |
| Total | <u>\$36,070,000</u> | | |

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Bond Call Information:

Special Redemption

- The 1985 Series Y and Z 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) excess revenues transferred from the revenue reserve fund,
 - (iii) prepayments of mortgage loans financed with the proceeds of the Series Y and Z bonds, moneys withdrawn from the debt service revenue fund in connection with an excess over the debt service requirement, and
 - (iv) from prepayments of mortgage loans financed with proceeds from series of bonds issued subsequent to the Series D bonds other than the Series Y and Z bonds 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 Y and Z bonds, shall first be applied to the redemption or purchases of Series Z serial bonds and Series Z term bonds due September 1, 2025 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys from unexpended proceeds shall be applied to the redemption of the Series Y and Z bonds on a pro rata basis.

Moneys in excess of the debt service reserve requirement shall be applied to the redemption of the series Y and Z bonds in any manner. Moneys to be applied to redemption from excess revenues in the revenue reserve fund, from prepayments in excess of the scheduled principal amounts or from cross call redemption sources, 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 Y and Z bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after September 1, 2004, in whole or in part, on any date, at the following redemption prices, plus accrued interest to the date of redemption:

| Period (Both Dates Inclusive) | Redemption Price (Expressed as a Percentage) |
|--|---|
| September 1, 2004 - August 31, 2005 | 102.00% |
| September 1, 2005 - August 31, 2006 | 101.00% |
| September 1, 2006 and thereafter | 100.00% |