

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2010**

**INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)  
BOND SERIES: GGHH**

**GENERAL MORTGAGE LOAN INFORMATION**

Mortgage Loan Prin Outstanding: \$4,479,927  
Mortgage Rates: 6.750% - 7.250%

Average Purchase Price: \$63,003  
Average Original Loan Amount: \$61,803

Total No. of Loans Originated: 438  
Total No. of Loans Paid Off: 341  
Total No. of Loans Outstanding: 97

**PROGRAM**

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

Contacts:  
Sharon Drewyor, Director of Home Ownership Lending  
Elizabeth Rozakis, Chief Financial Officer

**TRUSTEE**

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

**LOAN PORTFOLIO CHARACTERISTICS (AS OF PERCENTAGE OF LOANS OUTSTANDING)**

All loans are 30-year fixed-rate loans.

<u>Loan Type:</u>	<u># of Loans</u>	<u>%</u>
CONV	0	0.00%
FHA	97	100.00%
VA	0	0.00%
USDA	0	0.00%
HUD-184	0	0.00%
Guaranty Fund	0	0.00%
Other (< 80%LTV)	0	0.00%
<b>Total</b>	<b>97</b>	<b>100.00%</b>

<u>Private Mortgage Insurers:</u>	<u># of Loans</u>	<u>%</u>
<b>Total</b>	<b>0</b>	<b>0.00%</b>

<u>New/Existing:</u>	<u># of Loans</u>	<u>%</u>
New Construction	10	10.31%
Existing Home	87	89.69%
<b>Total</b>	<b>97</b>	<b>100.00%</b>

<u>Type of Housing:</u>	<u># of Loans</u>	<u>%</u>
Single Family Detached	89	91.75%
Condominium	8	8.25%
Townhouse	0	0.00%
Manufactured Home	0	0.00%
<b>Total</b>	<b>97</b>	<b>100.00%</b>

**DELINQUENCY STATISTICS**

<u>Loans Outstanding:</u>	<u># of Loans</u>	<u>%</u>
60 days	6	6.19%
90 days	4	4.12%
In Foreclosure	2	2.06%
REO (Conv, USDA)	0	0.00%
<b>Total</b>	<b>12</b>	

<u>Principal Outstanding:</u>	<u>\$ of Loans</u>	<u>%</u>
60 days	\$320,785	7.16%
90 days	\$219,674	4.90%
In Foreclosure	\$130,778	2.92%
REO (Conv, USDA)	\$0	0.00%
<b>Total</b>	<b>\$671,237</b>	

**SERVICER AND MORTGAGE LOAN DATA**

<u>Servicers:</u>	<u># of Loans</u>	<u>%</u>
RBC Bank	27	27.84%
BB&T	40	41.23%
Marsh Associates Inc.	27	27.84%
Bank of America	3	3.09%
<b>Total</b>	<b>97</b>	<b>100.00%</b>

<u>Mortgage Rates (%):</u>	<u># of Loans</u>
7.25	50
6.95	45
6.75	2
<b>Total</b>	<b>97</b>

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INDENTURE, SPECIAL TERMS AND CONDITIONS (SEE RESOLUTION)  
BOND SERIES: 1985 Series D through WW

FULLY GUARANTEED CORP/BELT/DL/A/RS/HT/HS/MS/SS: None		Current Funding Requirements:	(data is for 1985 Series GGHH only):
SELF-INSURANCE COVERAGE:		Total Dollar Amount (\$000)	Note 1
Name of Self-Insurance Fund:	Mortgage Deficiency Fund	As % of Initial Principal Amount	Note 1
Series of Bonds Covered:	1985 Series D through WW (excluding Series UV)	\$ of Mortgage Loans Purchased	Note 1
		Claims to Date	0
	Maximum level of funding required over the life of the bonds (\$000)		Note 1

Note 1: The provisions of the Mortgage Deficiency Fund were extended to Series GC and HH Bonds. However, additional funding was not required in consequence of the extension of such provisions.

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)
65820EK7	03/01/99	Serial	4.60%	\$200,000	\$200,000	\$0	\$0	2
65820EY5	09/01/99	Serial	4.60%	210,000	210,000	0	0	2
65820EK22	03/01/00	Serial	4.80%	210,000	210,000	0	0	2
65820ELA6	09/01/00	Serial	4.80%	220,000	215,000	5,000	0	2
65820ELB4	03/01/01	Serial	5.00%	220,000	215,000	5,000	0	2
65820ELC2	09/01/01	Serial	5.00%	220,000	225,000	5,000	0	2
65820ELD0	03/01/02	Serial	5.20%	220,000	220,000	10,000	0	2
65820ELE8	09/01/02	Serial	5.20%	240,000	215,000	25,000	0	2
65820ELF5	03/01/03	Serial	5.35%	245,000	205,000	40,000	0	2
65820ELG3	09/01/03	Serial	5.35%	255,000	195,000	60,000	0	2
65820ELH1	03/01/04	Serial	5.45%	255,000	180,000	75,000	0	2
65820ELI7	09/01/04	Serial	5.45%	265,000	150,000	115,000	0	2
65820ELK4	03/01/05	Serial	5.55%	270,000	150,000	120,000	0	2
65820ELL2	09/01/05	Serial	5.55%	280,000	140,000	140,000	0	2
65820ELM0	03/01/06	Serial	5.65%	285,000	140,000	145,000	0	2
65820ELN8	09/01/06	Serial	5.65%	295,000	135,000	160,000	0	2
65820ELP3	03/01/07	Serial	5.75%	300,000	125,000	175,000	0	2
65820ELL2	09/01/07	Serial	5.75%	305,000	120,000	185,000	0	2
65820EK58	03/01/08	Serial	5.60%	320,000	125,000	195,000	0	2
65820EKT8	09/01/08	Serial	5.60%	325,000	110,000	215,000	0	2
65820EKU3	03/01/09	Serial	5.70%	340,000	105,000	235,000	0	2
65820EKV1	09/01/09	Serial	5.70%	345,000	100,000	245,000	0	2
65820EKV9	03/01/13	Term (Note 2)	5.90%	2,370,000	206,000	1,656,000	470,000	2
65820ELR9	03/01/18	Term (Note 3)	6.20%	5,285,000	3,795,000	1,490,000	2	
65820ELS7	09/01/22	Term (Note 4)	6.30%	5,655,000	5,655,000	0	1	
65820ELT5	03/01/26	Term (Note 5)	6.30%	5,720,000	4,210,000	1,510,000	2	
65820ELU2	09/01/28	Term (Note 6)	6.30%	4,925,000	3,840,000	1,085,000	2	
Total 1985 Series GGHH				\$30,000,000	\$3,895,000	\$21,550,000	\$4,555,000	

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

Note 2: Sinking fund redemption begins March 1, 2010.

Note 3: Sinking fund redemption begins March 1, 2013.

Note 4: Sinking fund redemption begins September 1, 2018.

Note 5: Sinking fund redemption begins March 1, 2023.

Note 6: Sinking fund redemption begins September 1, 2026.

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IDENTIFY THE FUND OR FUND BALANCE TO WHICH THIS RESOURCE IS  
BEING APPLIED

Call Date	Call Amount	Type of Call	Source Of Funds
06/01/97	\$75,000	Supersinker	Prepayments
09/01/97	100,000	Supersinker	Prepayments
01/01/98	55,000	Supersinker	Prepayments
03/01/98	80,000	Supersinker	Prepayments
07/01/98	235,000	Supersinker	Prepayments
01/01/99	530,000	Supersinker	Prepayments
05/01/99	320,000	Supersinker	Prepayments
05/01/99	10,000	Pro rata	Prepayments
05/01/99	5,000	Pro rata	Debt Service Reserve
07/01/99	340,000	Supersinker	Prepayments
09/01/99	390,000	Supersinker	Prepayments
12/15/99	780,000	Supersinker	Prepayments
05/01/00	165,000	Supersinker	Prepayments
05/01/00	520,000	Pro rata	Prepayments
05/01/00	25,000	Pro rata	Debt Service Reserve
07/01/00	625,000	Supersinker	Prepayments
01/01/01	870,000	Supersinker	Prepayments
06/01/01	615,000	Supersinker	Prepayments
10/01/01	305,000	Supersinker	Prepayments
10/01/01	700,000	Pro rata	Prepayments
10/01/01	35,000	Pro rata	Debt Service Reserve
01/01/02	1,160,000	Pro rata	Prepayments
01/01/02	55,000	Pro rata	Debt Service Reserve
04/15/02	420,000	Pro rata	Prepayments
04/15/02	25,000	Pro rata	Debt Service Reserve
07/01/02	525,000	Pro rata	Prepayments
07/01/02	25,000	Pro rata	Debt Service Reserve
01/01/03	355,000	Pro rata	Prepayments
06/01/03	1,005,000	Pro rata	Prepayments
06/01/03	70,000	Pro rata	Debt Service Reserve
06/01/03	310,000	Pro rata	Prepayments
10/01/03	880,000	Pro rata	Prepayments
10/01/03	60,000	Pro rata	Debt Service Reserve
10/01/03	340,000	Pro rata	Prepayments
01/01/04	2,195,000	Pro rata	Prepayments
05/01/04	705,000	Pro rata	Prepayments
05/01/04	170,000	Pro rata	Debt Service Reserve
09/01/04	360,000	Pro rata	Prepayments
09/01/04	30,000	Pro rata	Debt Service Reserve
01/01/05	910,000	Pro rata	Prepayments
01/01/05	45,000	Pro rata	Debt Service Reserve
05/01/05	455,000	Pro rata	Prepayments
05/01/05	25,000	Pro rata	Debt Service Reserve
10/01/05	200,000	Pro rata	Prepayments
04/01/06	870,000	Pro rata	Prepayments
04/01/06	55,000	Pro rata	Debt Service Reserve
08/01/06	100,000	Pro rata	Prepayments
08/01/06	10,000	Pro rata	Debt Service Reserve
01/01/07	645,000	Pro rata	Prepayments
01/01/07	35,000	Pro rata	Debt Service Reserve
05/01/07	290,000	Pro rata	Prepayments
05/01/07	15,000	Pro rata	Debt Service Reserve
11/01/07	405,000	Pro rata	Prepayments
11/01/07	25,000	Pro rata	Debt Service Reserve
02/01/08	380,000	Pro rata	Prepayments
02/01/08	20,000	Pro rata	Debt Service Reserve
07/01/08	455,000	Pro rata	Prepayments
01/01/09	25,000	Pro rata	Debt Service Reserve
07/01/09	315,000	Pro rata	Prepayments
07/01/09	20,000	Pro rata	Debt Service Reserve
01/01/10	225,000	Pro rata	Prepayments
01/01/10	15,000	Pro rata	Debt Service Reserve
06/01/10	135,000	Pro rata	Prepayments
06/01/10	5,000	Pro rata	Debt Service Reserve
Total	<u>\$21,550,000</u>		

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IDENTIFICATION NUMBER: 1985GGHH  
ISSUANCE DATE: 09/30/2010

Series Description:  
Special Redemption

- The 1985 Series GG and HH 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 GG and HH bonds,
  - (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 subsequent to the Series D bonds other than the Series GG and HH 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 GG and HH bonds, shall first be applied to the redemption or purchase of Series HH Term bonds due September 1, 2022 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys in excess of the debt service reserve requirement shall be applied to the redemption of the Series GG and HH 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 GG and HH bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after March 1, 2006, 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)
March 1, 2006 to February 28, 2007	102.00%
March 1, 2007 to February 29, 2008	101.00%
March 1, 2008 and thereafter	100.00%