

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

IDENTIFIERS: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) SERIES ALL

PAGE NO. 1-1998 ALL

LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000)

Fund	Investment Type	Investor	Investment Amount	Rate of Investment	Maturity Date
PROGRAM FUND					
Program 29	ST Investment Fund	NC State Treasurer	<u>1,458,957</u>	1.08%	N/A
FUND TOTAL			1,458,957		
REVENUE FUND					
Revenue 20 Contribution	ST Investment Fund	NC State Treasurer	596,238	1.08%	N/A
Revenue 21 Contribution	ST Investment Fund	NC State Treasurer	758,812	1.08%	N/A
Revenue EFWX	ST Investment Fund	NC State Treasurer	911,973	1.08%	N/A
Revenue 21 FHARML	ST Investment Fund	NC State Treasurer	<u>876,309</u>	1.08%	N/A
FUND TOTAL			3,143,432		
INTEREST FUND					
Series 1	Inv. Agreement	Bayerische Landesbank	478,923	5.30%	07/01/31
Series 2	Inv. Agreement	NATIXIS Funding	222,236	5.08%	07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	425,390	4.82%	07/01/31
Series 4	Inv. Agreement	Westdeutsche Landesbank	310,619	5.17%	07/01/31
Series 5	Inv. Agreement	Westdeutsche Landesbank	293,660	5.87%	07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	174,228	5.91%	07/01/31
Series 7	Inv. Agreement	AIG Matched Funding	298,137	6.05%	07/01/31
Series 8	Inv. Agreement	Westdeutsche Landesbank	329,858	6.67%	07/01/31
Series 9	Inv. Agreement	Trinity Plus	523,583	6.25%	07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	401,310	4.61%	07/01/31
Series 11	Inv. Agreement	Trinity Plus	518,765	5.25%	07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	553,973	5.06%	07/01/31
Series 13	Inv. Agreement	Trinity Plus	611,864	5.08%	07/01/31
Series 14	ST Investment Fund	NC State Treasurer	735,566	1.08%	N/A
Series 15	Inv. Agreement	FSA Capital Mgmt	499,466	4.01%	07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	510,237	4.01%	07/01/32
Series 17	Inv. Agreement	Societe Generale	572,896	4.22%	07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	494,081	4.01%	01/01/35
Series 19	ST Investment Fund	NC State Treasurer	836,037	1.08%	N/A
Series 20	ST Investment Fund	NC State Treasurer	766,329	1.08%	N/A
Series 21	ST Investment Fund	NC State Treasurer	840,475	1.08%	N/A
Series 22	Inv. Agreement	FSA Capital Mgmt	867,811	4.00%	07/01/24
Series 22CE	ST Investment Fund	NC State Treasurer	1,228,166	1.08%	N/A
Series 23	ST Investment Fund	NC State Treasurer	856,072	1.08%	N/A
Series 24	ST Investment Fund	NC State Treasurer	1,096,676	1.08%	N/A
Series 25	ST Investment Fund	NC State Treasurer	921,869	1.08%	N/A
Series 26	ST Investment Fund	NC State Treasurer	959,528	1.08%	N/A
Series 27	ST Investment Fund	NC State Treasurer	997,921	1.08%	N/A
Series 28	ST Investment Fund	NC State Treasurer	933,867	1.08%	N/A
Series 29	ST Investment Fund	NC State Treasurer	1,436,667	1.08%	N/A
Series 30	ST Investment Fund	NC State Treasurer	1,005,719	1.08%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>1,023,985</u>	1.08%	N/A
FUND TOTAL			21,725,914		
DEBT SERVICE RESERVE FUND **					
Contribution Reserve	Inv. Agreement	Trinity Plus	1,096,141	5.08%	01/01/34
Proceeds Reserve					
Series 1	Inv. Agreement	Bayerische Landesbank	322,300	5.60%	07/01/31
Series 2	Inv. Agreement	NATIXIS Funding	185,000	5.08%	07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	395,000	5.16%	07/01/30
Series 4	Inv. Agreement	Trinity Plus	285,000	5.36%	07/01/31
Series 5	Inv. Agreement	Westdeutsche Landesbank	280,000	6.07%	07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	155,000	5.98%	07/01/31
Series 7	Inv. Agreement	AIG Matched Funding	295,000	6.50%	07/01/31
Series 9	Inv. Agreement	Trinity Plus	525,000	6.25%	07/01/31
Series 11	ST Investment Fund	NC State Treasurer	920,000	1.08%	N/A
Series 16	Inv. Agreement	Societe Generale	580,000	4.75%	07/01/32
Series 17	ST Investment Fund	NC State Treasurer	697,300	1.08%	N/A
Series 18	ST Investment Fund	NC State Treasurer	646,300	1.08%	N/A
Series 19	ST Investment Fund	NC State Treasurer	935,000	1.08%	N/A
Series 20	ST Investment Fund	NC State Treasurer	975,000	1.08%	N/A
Series 21	ST Investment Fund	NC State Treasurer	980,000	1.08%	N/A
Series 22	Inv. Agreement	Societe Generale	1,070,000	4.94%	01/01/35
Series 22CE	ST Investment Fund	NC State Treasurer	1,505,000	1.08%	N/A
Series 23	Inv. Agreement	Societe Generale	1,045,000	4.70%	07/01/36
Series 24	Inv. Agreement	Societe Generale	1,410,000	4.70%	07/01/36
Series 25	Inv. Agreement	Societe Generale	1,110,000	4.87%	07/01/37
Series 26	ST Investment Fund	NC State Treasurer	1,145,000	1.08%	N/A
Series 27	ST Investment Fund	NC State Treasurer	1,240,000	1.08%	N/A
Series 28	Inv. Agreement	Societe Generale	1,190,000	4.65%	07/01/37
Series 29	ST Investment Fund	NC State Treasurer	1,820,000	1.08%	N/A
Series 30	ST Investment Fund	NC State Treasurer	1,235,000	1.08%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>1,220,000</u>	1.08%	N/A
FUND TOTAL			22,165,900		
FUND TOTAL			23,262,041		

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

LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000): * * * * *

REVENUE RESERVE FUND

General Reserve					
Series 8	Inv. Agreement	Westdeutsche			
		Landesbank	1,502,205	6.67%	07/01/31
	ST Investment Fund	NC State Treasurer	<u>2,567,834</u>	1.08%	N/A
			4,070,039		
Revenue Reserve					
Series 1	Inv. Agreement	Bayerische Landesbank	1,236,064	5.30%	07/01/31
Series 2	Inv. Agreement	NATIXIS Funding	658,363	5.08%	07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	492,716	4.82%	07/01/31
Series 4	Inv. Agreement	Westdeutsche			
		Landesbank	1,286,900	5.17%	07/01/31
Series 5	Inv. Agreement	Westdeutsche			
		Landesbank	1,003,444	5.87%	07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	835,409	5.91%	07/01/31
Series 7	Inv. Agreement	AIG Matched Funding	1,234,728	6.05%	07/01/31
Series 8	Inv. Agreement	Westdeutsche			
		Landesbank	2,235,441	6.67%	07/01/31
Series 9	Inv. Agreement	Trinity Plus	1,530,517	6.25%	07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	232,727	4.61%	07/01/31
Series 11	Inv. Agreement	Trinity Plus	888,489	5.25%	07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	1,048,145	5.06%	07/01/31
Series 13	Inv. Agreement	Trinity Plus	965,919	5.08%	07/01/31
Series 15	Inv. Agreement	FSA Capital Mgmt	292,688	4.01%	07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	421,907	4.01%	07/01/32
Series 17	Inv. Agreement	Societe Generale	395,638	4.22%	07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	373,338	4.01%	01/01/35
	ST Investment Fund	NC State Treasurer	<u>9,756,872</u>	1.08%	N/A
			24,889,305		
Revenue Reserve - Refunding					
	ST Investment Fund	NC State Treasurer	<u>9,031,235</u>	1.08%	N/A
FUND TOTAL			37,990,579		

SPECIAL REDEMPTION FUND

Series 01	Inv. Agreement	Bayerische Landesbank	919,987	5.30%	07/01/31
Series 02	Inv. Agreement	NATIXIS Funding	406,807	5.08%	07/01/31
Series 03	Inv. Agreement	AIG Matched Funding	873,847	4.82%	07/01/31
Series 04	Inv. Agreement	Westdeutsche			
		Landesbank	496,965	5.17%	07/01/31
Series 05	ST Investment Fund	NC State Treasurer	112,520	1.08%	N/A
Series 05	Inv. Agreement	Westdeutsche			
		Landesbank	245,479	5.87%	07/01/31
Series 06	Inv. Agreement	Bayerische Landesbank	548,408	5.91%	07/01/31
Series 07	Inv. Agreement	AIG Matched Funding	579,990	6.05%	07/01/31
Series 08	Inv. Agreement	Westdeutsche			
		Landesbank	658,244	6.67%	07/01/31
Series 09	Inv. Agreement	Trinity Plus	1,072,109	6.25%	07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	835,362	4.61%	07/01/31
Series 11	Inv. Agreement	Trinity Plus	884,823	5.25%	07/01/31
Series 12	ST Investment Fund	NC State Treasurer	331,916	1.08%	N/A
Series 12	Inv. Agreement	Bayerische Landesbank	1,088,245	5.06%	07/01/31
Series 13	Inv. Agreement	Trinity Plus	1,509,208	5.08%	07/01/31
Series 14	ST Investment Fund	NC State Treasurer	1,478,163	1.08%	N/A
Series 15	Inv. Agreement	FSA Capital Mgmt	1,106,900	4.01%	07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	1,048,278	4.01%	07/01/32
Series 17	Inv. Agreement	Societe Generale	1,922,915	4.22%	07/01/34
Series 18	ST Investment Fund	NC State Treasurer	209,270	1.08%	N/A
Series 18	Inv. Agreement	FSA Capital Mgmt	2,322,783	4.01%	01/01/35
Series 19	ST Investment Fund	NC State Treasurer	1,927,840	1.08%	N/A
Series 20	ST Investment Fund	NC State Treasurer	1,282,139	1.08%	N/A
Series 21	ST Investment Fund	NC State Treasurer	4,206,577	1.08%	N/A
Series 22	ST Investment Fund	NC State Treasurer	1,767,166	1.08%	N/A
Series 22CE	ST Investment Fund	NC State Treasurer	1,973,616	1.08%	N/A
Series 23	ST Investment Fund	NC State Treasurer	2,696,779	1.08%	N/A
Series 24	ST Investment Fund	NC State Treasurer	7,363,751	1.08%	N/A
Series 25	ST Investment Fund	NC State Treasurer	1,473,389	1.08%	N/A
Series 26	ST Investment Fund	NC State Treasurer	3,009,131	1.08%	N/A
Series 27	ST Investment Fund	NC State Treasurer	2,879,822	1.08%	N/A
Series 28	ST Investment Fund	NC State Treasurer	2,457,764	1.08%	N/A
Series 29	ST Investment Fund	NC State Treasurer	5,603,370	1.08%	N/A
Series 30	ST Investment Fund	NC State Treasurer	2,704,625	1.08%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>1,267,610</u>	1.08%	N/A
FUND TOTAL			59,275,798		

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

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LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000): * * * * *

INSURANCE RESERVE FUND *

Series	Inv. Agreement					
Series 01	Inv. Agreement	Bayerische Landesbank	222,300	5.60%		07/01/31
Series 02	Inv. Agreement	NATIXIS Funding	156,000	5.08%		07/01/31
Series 03	Inv. Agreement	AIG Matched Funding	285,400	5.16%		07/01/30
Series 04	Inv. Agreement	Trinity Plus	248,200	5.36%		07/01/31
Series 05	Inv. Agreement	Westdeutsche Landesbank	208,600	6.07%		07/01/31
Series 06	Inv. Agreement	Bayerische Landesbank	164,365	6.00%		07/01/31
Series 07	Inv. Agreement	AIG Matched Funding	248,501	6.50%		07/01/31
Series 08	Inv. Agreement	NATIXIS Funding	291,100	7.15%		07/01/31
Series 12	ST Investment Fund	NC State Treasurer	294,200	1.08%		N/A
Series 13	Inv. Agreement	Trinity Plus	565,400	5.08%		07/01/31
Series 15	Inv. Agreement	Societe Generale	451,100	4.75%		07/01/32
Series 16	Inv. Agreement	Societe Generale	483,600	4.75%		07/01/32
Series 17	ST Investment Fund	NC State Treasurer	620,000	1.08%		N/A
Series 18	ST Investment Fund	NC State Treasurer	550,000	1.08%		N/A
Series 19	ST Investment Fund	NC State Treasurer	760,000	1.08%		N/A
Series 20	ST Investment Fund	NC State Treasurer	721,576	1.08%		N/A
Series 21	ST Investment Fund	NC State Treasurer	743,500	1.08%		N/A
Series 22	Inv. Agreement	Societe Generale	699,100	4.94%		01/01/35
Series 22CE	ST Investment Fund	NC State Treasurer	885,000	1.08%		N/A
Series 23	Inv. Agreement	Societe Generale	712,100	4.70%		07/01/36
Series 24	Inv. Agreement	Societe Generale	953,800	4.70%		07/01/36
Series 25	Inv. Agreement	Societe Generale	724,200	4.87%		07/01/37
Series 26	ST Investment Fund	NC State Treasurer	710,000	1.08%		N/A
Series 27	ST Investment Fund	NC State Treasurer	655,000	1.08%		N/A
Series 28	Inv. Agreement	Societe Generale	725,000	4.65%		07/01/37
Series 29	ST Investment Fund	NC State Treasurer	1,090,000	1.08%		N/A
Series 30	ST Investment Fund	NC State Treasurer	720,000	1.08%		N/A
Series 31	ST Investment Fund	NC State Treasurer	690,000	1.08%		N/A

FUND TOTAL 15,578,042

TOTAL INVESTMENTS 162,434,763

- * Series 9 Insurance Reserve funded by Ambac surety bond in the amount of \$367,000
- * Series 10 Insurance Reserve funded by Ambac surety bond in the amount of \$251,000
- * Series 11 Insurance Reserve funded by Ambac surety bond in the amount of \$324,000
- * Series 12 Insurance Reserve funded by FSA surety bond in the amount of \$1,161,500
- * Series 14 Insurance Reserve funded by Ambac surety bond in the amount of \$397,000
- ** Series 10 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,021,000
- ** Series 12 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,116,000
- ** Series 14 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,500,000
- ** Series 15 Debt Service Reserve funded by FSA surety bond in the amount of \$1,001,000

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

Reserve Fund Account Description	Original Amount	Current Amount
Debt Service Reserve Fund **	15,304,900	23,369,883
General Reserve Fund	0	4,070,039
Revenue Reserve Fund	8,454,823	33,920,543
Insurance Reserve *	<u>8,991,500</u>	<u>15,578,042</u>
	<u>32,751,223</u>	<u>76,938,507</u>

- * Series 9 Insurance Reserve funded by Ambac surety bond in the amount of \$367,000
- * Series 10 Insurance Reserve funded by Ambac surety bond in the amount of \$251,000
- * Series 11 Insurance Reserve funded by Ambac surety bond in the amount of \$324,000
- * Series 12 Insurance Reserve funded by FSA surety bond in the amount of \$1,161,500
- * Series 14 Insurance Reserve funded by Ambac surety bond in the amount of \$397,000
- ** Series 10 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,021,000
- ** Series 12 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,116,000
- ** Series 14 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,500,000
- ** Series 15 Debt Service Reserve funded by FSA surety bond in the amount of \$1,001,000

EQUITY BY INDENTURE (total for entire resolution): * * * * *

Total Assets	Total Liabilities	Retained Earnings
<u>1,381,317,151</u>	<u>1,243,163,690</u>	<u>138,153,461</u>

Additional Information

The Trust Agreement provides that the Debt Service Reserve Fund and the Insurance Reserve Fund may be funded by cash, investment obligations or a "Reserve Alternative Instrument". The Trust Agreement defines a "Reserve Alternative Instrument" as an insurance policy, surety bond, irrevocable letter of credit, guaranty or similar instrument of a provider that is, at the time the Reserve Alternative Instrument is delivered to the Trustee (a) an insurer whose long term debt or claims paying ability has been assigned a rating by each Rating Agency in one of the two highest rating categories (without regard to gradations, such as "plus" or "minus," of such categories), or (b) a commercial bank, insurance company or other financial institution the bonds payable or guaranteed by which are assigned a rating by each Rating Agency in one of the two highest rating categories (without regard gradations such as "plus" or "minus" of such categories). The portion of the Debt Service Reserve Fund for the Series 10 Bonds, the Series 12 Bonds and the Series 14 Bonds was provided by surety bond insurance policies issued by Ambac Assurance Corporation ("Ambac Assurance"). As of June 30, 2008, the coverage provided by such surety bonds is equal to 2% of the outstanding principal of each respective Series of Bonds and equals \$2,076,300. In addition, the Insurance Reserve Requirement for the Series 9 Bonds, the Series 10 Bonds, the Series 11 Bonds and the Series 14 Bonds was provided by separate surety bond insurance policies issued by Ambac Assurance. As of June 30, 2008, the coverage provided by such surety bonds was \$1,339,000.

At the time the respective surety bond insurance policies referenced above were issued, Ambac Assurance had credit ratings meeting the requirements of the Trust Agreement, thus in any event the surety bond insurance policies issued by Ambac will continue to meet the requirements of the Trust Agreement.

On April 13, 2009, Moody's Investors Service announced that it had downgraded the insurance financial strength of Ambac Assurance from Baa1 to Ba3. Ambac's insurance financial strength is now rated CC with negative outlook by Standard & Poor's. Any explanation of the significance of such ratings may be obtained from Moody's Investor Service or Standard & Poor's.