

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2011**

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

**GENERAL MORTGAGE LOAN INFORMATION**

Mortgage Loan Prin Outstanding: \$7,205,772  
Mortgage Rates: 6.750% - 8.300%

Average Purchase Price: \$60,055  
Average Original Loan Amount: \$58,177

Total No. of Loans Originated: 1,616  
Total No. of Loans Paid Off: 1,424  
Total No. of Loans Outstanding: 192

**PROGRAM**

P.O. Box 28066  
Raleigh, NC 27611-8066  
(919) 877-5700  
Contacts:  
Rob Ruscak, Manager of Home Ownership Production  
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               | 151               | 78.65%         |
| VA                | 0                 | 0.00%          |
| USDA              | 0                 | 0.00%          |
| HUD-184           | 0                 | 0.00%          |
| Guaranty Fund     | 0                 | 0.00%          |
| Other (< 80%LTV)  | 41                | 21.35%         |
| <b>Total</b>      | <b>192</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     | 21                | 10.94%         |
| Existing Home        | 171               | 89.06%         |
| <b>Total</b>         | <b>192</b>        | <b>100.00%</b> |

| <u>Type of Housing:</u> | <u># of Loans</u> | <u>%</u>       |
|-------------------------|-------------------|----------------|
| Single Family Detached  | 172               | 89.58%         |
| Condominium             | 17                | 8.86%          |
| Townhouse               | 0                 | 0.00%          |
| Manufactured Home       | 3                 | 1.56%          |
| <b>Total</b>            | <b>192</b>        | <b>100.00%</b> |

**DELINQUENCY STATISTICS**

| <u>Loans Outstanding:</u> | <u># of Loans</u> | <u>%</u> |
|---------------------------|-------------------|----------|
| 60 days                   | 7                 | 3.65%    |
| 90 days                   | 6                 | 3.13%    |
| In Foreclosure            | 3                 | 1.56%    |
| REO (Conv, USDA)          | 0                 | 0.00%    |
| <b>Total</b>              | <b>16</b>         |          |

| <u>Principal Outstanding:</u> | <u>\$ of Loans</u> | <u>%</u> |
|-------------------------------|--------------------|----------|
| 60 days                       | \$307,414          | 4.27%    |
| 90 days                       | \$341,878          | 4.74%    |
| In Foreclosure                | \$117,037          | 1.62%    |
| REO (Conv, USDA)              | \$0                | 0.00%    |
| <b>Total</b>                  | <b>\$766,329</b>   |          |

**SERVICER AND MORTGAGE LOAN DATA**

| <u>Servicers:</u>     | <u># of Loans</u> | <u>%</u>       |
|-----------------------|-------------------|----------------|
| Marsh Associates Inc. | 61                | 31.77%         |
| BB&T                  | 81                | 42.19%         |
| RBC Bank              | 42                | 21.87%         |
| Bank of America       | 8                 | 4.17%          |
| <b>Total</b>          | <b>192</b>        | <b>100.00%</b> |

| <u>Mortgage Rates (%):</u> | <u># of Loans</u> |
|----------------------------|-------------------|
| 8.3                        | 41                |
| 6.75                       | 151               |
| <b>Total</b>               | <b>192</b>        |

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INDENTURE: . . . . . SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION) . . . . .  
BOND SERIES: . . . . . Series II/JJ . . . . .

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**POOL INSURANCE COVERAGE (DOLLARS IN THOUSANDS): . . . . .**

|               |                        |                        |                          |
|---------------|------------------------|------------------------|--------------------------|
| Pool Insurer: | Maximum Pool Coverage: | Claims to Date:        | Remaining Pool Coverage: |
| N/A           | N/A                    | #<br>N/A      #<br>N/A | N/A                      |

**SELF-INSURANCE COVERAGE: . . . . .**

|   |   |
|---|---|
| <p>Name of Self-Insurance Fund: Mortgage Deficiency Fund<br/>Series of Bonds Covered: 1985 Series D through WW (excluding Series U/V)</p> | <p>Current Funding Requirements: (data is for 1985 Series II/JJ only):<br/>Total Dollar Amount (\$000) Note 1<br/>As % of Initial Principal Amount<br/>of Mortgage Loans Purchased Note 1<br/>Claims to Date 0</p> <p style="text-align: center;">Maximum level of funding required over the life of the bonds (\$000) Note 1</p> |
|---|---|

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

**LIST OF BONDS BY MATURITY: . . . . .**

| CUSIP<br>Number         | Maturity<br>Date | Bond<br>Type  | Interest<br>Rate | Original<br>Amount | Principal<br>Matured | Principal<br>Redemptions | Principal<br>Outstanding | Bond Call<br>Sequence (Note 1) |
|-------------------------|------------------|---------------|------------------|--------------------|----------------------|--------------------------|--------------------------|--------------------------------|
| 65820ELX6               | 09/01/99         | Serial        | 5.00%            | \$595,000          | \$545,000            | \$50,000                 | \$0                      | 2                              |
| 65820ELY4               | 03/01/00         | Serial        | 5.10%            | 610,000            | 555,000              | 55,000                   | 0                        | 2                              |
| 65820ELZ1               | 09/01/00         | Serial        | 5.10%            | 625,000            | 550,000              | 75,000                   | 0                        | 2                              |
| 65820EMA5               | 03/01/01         | Serial        | 5.20%            | 645,000            | 570,000              | 75,000                   | 0                        | 2                              |
| 65820EMB3               | 09/01/01         | Serial        | 5.20%            | 665,000            | 580,000              | 85,000                   | 0                        | 2                              |
| 65820EMC1               | 03/01/02         | Serial        | 5.30%            | 680,000            | 565,000              | 115,000                  | 0                        | 2                              |
| 65820EMD9               | 09/01/02         | Serial        | 5.30%            | 695,000            | 545,000              | 150,000                  | 0                        | 2                              |
| 65820EME7               | 03/01/03         | Serial        | 5.40%            | 720,000            | 530,000              | 190,000                  | 0                        | 2                              |
| 65820EMF4               | 09/01/03         | Serial        | 5.40%            | 740,000            | 510,000              | 230,000                  | 0                        | 2                              |
| 65820EMG2               | 03/01/04         | Serial        | 5.55%            | 765,000            | 490,000              | 275,000                  | 0                        | 2                              |
| 65820EMH0               | 09/01/04         | Serial        | 5.55%            | 780,000            | 400,000              | 380,000                  | 0                        | 2                              |
| 65820EMJ6               | 03/01/05         | Serial        | 5.65%            | 810,000            | 390,000              | 420,000                  | 0                        | 2                              |
| 65820EMK3               | 09/01/05         | Serial        | 5.65%            | 830,000            | 350,000              | 480,000                  | 0                        | 2                              |
| 65820EML1               | 03/01/06         | Serial        | 5.75%            | 855,000            | 350,000              | 505,000                  | 0                        | 2                              |
| 65820EMM9               | 09/01/06         | Serial        | 5.75%            | 885,000            | 335,000              | 550,000                  | 0                        | 2                              |
| 65820EMN7               | 03/01/07         | Serial        | 5.85%            | 910,000            | 300,000              | 610,000                  | 0                        | 2                              |
| 65820EMP2               | 09/01/07         | Serial        | 5.85%            | 935,000            | 295,000              | 640,000                  | 0                        | 2                              |
| 65820EMQ0               | 03/01/11         | Term (Note 2) | 6.15%            | 7,215,000          | 1,625,000            | 5,590,000                | 0                        | 2                              |
| 65820ELV0               | 03/01/16         | Term (Note 3) | 6.20%            | 14,235,000         | 335,000              | 10,870,000               | 3,030,000                | 2                              |
| 65820ELW8               | 09/01/17         | Term (Note 4) | 6.20%            | 3,295,000          |                      | 2,485,000                | 810,000                  | 1                              |
| 65820EMR8               | 03/01/23         | Term (Note 5) | 5.75%            | 12,140,000         |                      | 12,140,000               | 0                        | 2                              |
| 65820EMS6               | 09/01/27         | Term (Note 6) | 6.45%            | 13,630,000         |                      | 13,630,000               | 0                        | 2                              |
| 65820EMT4               | 09/01/28         | Term (Note 7) | 6.45%            | 4,270,000          |                      | 4,270,000                | 0                        | 2                              |
| Total 1985 Series II/JJ |                  |               |                  | \$67,530,000       | \$9,820,000          | \$53,870,000             | \$3,840,000              |                                |

- Note 1: See optional and special redemption provisions beginning on page 4-1985IJJ. (i.e. "1" denotes first call priority from prepayments.)
- Note 2: Sinking fund redemption begins March 1, 2008.
- Note 3: Sinking fund redemption begins March 1, 2011.
- Note 4: Sinking fund redemption begins September 1, 2016.
- Note 5: Sinking fund redemption begins March 1, 2018.
- Note 6: Sinking fund redemption begins September 1, 2023.
- Note 7: Sinking fund redemption begins March 1, 2028.



