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

GENERAL MORTGAGE LOAN INFORMATION

Mortgage Loan Prin Outstanding: \$4,808,045 Mortgage Rates: 6.750% - 7.250%

Average Purchase Price: \$63,071 Average Original Loan Amount: \$61,895

Total No. of Loans Originated: 438 Total No. of Loans Paid Off: 338 Total No. of Loans Outstanding: 100

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.

Loan Type:	# of Loans	<u>%</u>
CONV	0	0.00%
FHA	100	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%
Total	100	100 00%

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

New/Existing:	# of Loans	<u>%</u>
New Construction	10	10.00%
Existing Home	90	90.00%
Total	100	100.00%
Type of Housing:	# of Loans	<u>%</u>
Single Family Detached	91	91.00%
Condominium	9	9.00%
Townhouse	0	0.00%
Manufactured Home	0	0.00%
Total	100	100.00%

DELINQUENCY STATISTICS

Loans Outstanding:	# of Loans	<u>%</u>
60 days	5	5.00%
90 days	6	6.00%
In Foreclosure	3	3.00%
REO (Conv, USDA)	0	0.00%

Total 14

0 0.00%
0 3.25%
6 3.25%
6 7.11%
8 5.24%
<u>ns</u> %

SERVICER AND MORTGAGE LOAN DATA

Servicers:	# of Loans	<u>%</u>
Bank of America	3	3.00%
Marsh Associates Inc.	28	28.00%
RBC Bank	28	28.00%
BB&T	41	41.00%
Total	100	100.00%

Mortgage Rates (%): # of Loans 7.25 51 6.95 47 6.75 Total

NDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION) BOND SERIES: Séries GDHH:

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POOL INSURANCE COVERAGE (DOLLARS IN THOUSANDS): None

SELF-INSURANCE COVERAGE:

Current Funding Requirements: Total Dollar Amount (\$000) (data is for 1985 Series GG/HH only): Note 1

Name of Self-Insurance Fund: Mortgage Deficiency Fund
Series of Bonds Covered: 1985 Series D through WW (excluding Series U/V)

As % of Initial Principal Amount of Mortgage Loans Purchased Claims to Date

Note 1

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 GG and HH Bonds. However, additional funding was not required in consequence of the extension of such provisions.

LIST OF BONDS BY MATURITY:

CUSIP	Maturity	Bond	Interest	Original	Principal	Principal	Principal B	ond Call
Number	Date	Type	Rate	Amount	Matured	Redemptions	Outstanding S	sequence (Note 1)
65820EKX7	03/01/99	Serial	4.60%	\$200,000	\$200,000	\$0	\$0	2
65820EKY5	09/01/99	Serial	4.60%	210,000	210,000	φυ 0	ФU О	2
65820EKZ2	03/01/00	Serial		·		0	0	2
			4.80%	210,000	210,000		-	
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%	230,000	225,000	5,000	0	2
65820ELD0	03/01/02	Serial	5.20%	230,000	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
65820ELJ7	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
65820ELU2	09/01/07	Serial	5.75%	305,000	120,000	185,000	0	2
65820EKS8	03/01/08	Serial	5.60%	320,000	125,000	195,000	0	2
65820EKT6	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
65820EKW9	03/01/13	Term (Note 2)	5.90%	2,370,000	105,000	1,670,000	595,000	2
65820ELR9	03/01/18	Term (Note 3)	6.20%	5,285,000		3,740,000	1,545,000	2
65820ELS7	09/01/22	Term (Note 4)	5.63%	5,855,000		5,855,000	0	1
65820ELT5	03/01/26	Term (Note 5)	6.30%	5,720,000		4.175.000	1.545.000	2
65820ELU2	09/01/28	Term (Note 6)	6.30%	4,925,000		3,815,000	1,110,000	2
	Te	otal 1985 Series GG/F	Н	\$30,000,000	\$3,795,000	\$21,410,000	\$4,795,000	

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 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 March 1, 2023.

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)

BOND SERES: Series GBHH:

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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	930,000	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 09/01/99	340,000 360,000	Supersinker Supersinker	Prepayments Prepayments
12/15/99	780,000	Supersinker	Prepayments
05/01/00	165,000	Supersinker	Prepayments
05/01/00	550,000	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 04/15/02	55,000 420,000	Pro rata Pro rata	Debt Service Reserve
04/15/02	25,000	Pro rata	Prepayments 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 05/01/04	705,000 170,000	Pro rata Pro rata	Prepayments 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 01/01/07	10,000	Pro rata Pro rata	Debt Service Reserve
01/01/07	645,000 35,000	Pro rata	Prepayments 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 Pro rata	Prepayments
01/01/10	<u>15,000</u>	FIUTALA	Debt Service Reserve
Total	\$21,410,000		
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Bond Call Information:		

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

Special 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	Redemption Price					
(Both Dates Inclusive)	(Expressed as a Percentag					
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%					