

**NORTH CAROLINA HOUSING FINANCE AGENCY
DISCLOSURE REPORT
AS OF SEPTEMBER 30, 2008**

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES CC/DD

PAGE NO. 2-1985CCDD

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) |
|-------------------------|---------------|---------------|---------------|-----------------|-------------------|-----------------------|-----------------------|-----------------------------|
| 65820EGF1 | 03/01/98 | Serial | 4.30% | \$235,000 | \$235,000 | | \$0 | 2 |
| 65820EGG9 | 09/01/98 | Serial | 4.30% | 240,000 | 240,000 | | 0 | 2 |
| 65820EGH7 | 03/01/99 | Serial | 4.50% | 245,000 | 245,000 | 0 | 0 | 2 |
| 65820EGJ3 | 09/01/99 | Serial | 4.50% | 270,000 | 260,000 | 10,000 | 0 | 2 |
| 65820EGK0 | 03/01/00 | Serial | 4.60% | 270,000 | 255,000 | 15,000 | 0 | 2 |
| 65820EGL8 | 09/01/00 | Serial | 4.60% | 280,000 | 260,000 | 20,000 | 0 | 2 |
| 65820EGM6 | 03/01/01 | Serial | 4.70% | 285,000 | 265,000 | 20,000 | 0 | 2 |
| 65820EGN4 | 09/01/01 | Serial | 4.70% | 295,000 | 265,000 | 30,000 | 0 | 2 |
| 65820EGP9 | 03/01/02 | Serial | 4.80% | 295,000 | 255,000 | 40,000 | 0 | 2 |
| 65820EGQ7 | 09/01/02 | Serial | 4.80% | 305,000 | 250,000 | 55,000 | 0 | 2 |
| 65820EQR5 | 03/01/03 | Serial | 4.90% | 305,000 | 230,000 | 75,000 | 0 | 2 |
| 65820EGS3 | 09/01/03 | Serial | 4.90% | 315,000 | 220,000 | 95,000 | 0 | 2 |
| 65820EGT1 | 03/01/04 | Serial | 5.00% | 325,000 | 205,000 | 120,000 | 0 | 2 |
| 65820EGU8 | 09/01/04 | Serial | 5.00% | 335,000 | 180,000 | 155,000 | 0 | 2 |
| 65820EGV6 | 03/01/05 | Serial | 5.10% | 340,000 | 155,000 | 185,000 | 0 | 2 |
| 65820EGW4 | 09/01/05 | Serial | 5.10% | 340,000 | 135,000 | 205,000 | 0 | 2 |
| 65820EGX2 | 03/01/06 | Serial | 5.25% | 350,000 | 140,000 | 210,000 | 0 | 2 |
| 65820EGY0 | 09/01/06 | Serial | 5.25% | 360,000 | 135,000 | 225,000 | 0 | 2 |
| 65820EGZ7 | 03/01/07 | Serial | 5.35% | 365,000 | 115,000 | 250,000 | 0 | 2 |
| 65820EHC7 | 09/01/07 | Serial | 5.30% | 380,000 | 115,000 | 265,000 | 0 | 2 |
| 65820EHD5 | 03/01/08 | Serial | 5.45% | 375,000 | 110,000 | 265,000 | 0 | 2 |
| 65820EHE3 | 09/01/08 | Serial | 5.45% | 400,000 | 105,000 | 295,000 | 0 | 2 |
| 65820EHF0 | 03/01/09 | Serial | 5.55% | 395,000 | | 295,000 | 100,000 | 2 |
| 65820EHG8 | 09/01/09 | Serial | 5.55% | 410,000 | | 300,000 | 110,000 | 2 |
| 65820EHH6 | 03/01/10 | Serial | 5.60% | 415,000 | | 305,000 | 110,000 | 2 |
| 65820EHJ2 | 09/01/10 | Serial | 5.60% | 430,000 | | 310,000 | 120,000 | 2 |
| 65820EHK9 | 09/01/17 | Term (Note 2) | 5.95% | 6,915,000 | | 5,095,000 | 1,820,000 | 2 |
| 65820EHM5 | 03/01/22 | Term (Note 3) | 5.50% | 6,165,000 | | 6,165,000 | 0 | 1 |
| 65820EHB9 | 09/01/27 | Term (Note 4) | 6.20% | 9,715,000 | | 7,630,000 | 2,085,000 | 2 |
| Total 1985 Series CC/DD | | | | \$31,355,000 | \$4,375,000 | \$22,635,000 | \$4,345,000 | |

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

Note 2: Sinking fund redemption begins March 1, 2011.

Note 3: Sinking fund redemption begins March 1, 2017.

Note 4: Sinking fund redemption begins September 1, 2022.

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PAGE NO. 3-1985CCDD

LIST OF UNSCHEDULED REDEMPTIONS:

| Call Date | Call Amount | Type of Call | Source Of Funds |
|-----------|---------------------|--------------|---------------------------|
| 02/01/97 | \$75,000 | Supersinker | Prepayments |
| 06/01/97 | 135,000 | Supersinker | Prepayments |
| 09/01/97 | 250,000 | Supersinker | Prepayments |
| 01/01/98 | 510,000 | Supersinker | Prepayments |
| 03/01/98 | 350,000 | Supersinker | Prepayments |
| 07/01/98 | 650,000 | Supersinker | Prepayments |
| 01/01/99 | 945,000 | Supersinker | Prepayments |
| 01/01/99 | 295,000 | Pro rata | Prepayments |
| 01/01/99 | 5,000 | Pro rata | Debt Service Reserve Fund |
| 05/01/99 | 320,000 | Pro rata | Prepayments |
| 05/01/99 | 15,000 | Pro rata | Debt Service Reserve Fund |
| 07/01/99 | 765,000 | Supersinker | Prepayments |
| 09/01/99 | 130,000 | Supersinker | Prepayments |
| 09/01/99 | 300,000 | Pro rata | Prepayments |
| 09/01/99 | 15,000 | Pro rata | Debt Service Reserve Fund |
| 12/15/99 | 565,000 | Supersinker | Prepayments |
| 05/01/00 | 385,000 | Supersinker | Prepayments |
| 05/01/00 | 405,000 | Pro rata | Prepayments |
| 05/01/00 | 20,000 | Pro rata | Debt Service Reserve Fund |
| 07/01/00 | 500,000 | Supersinker | Prepayments |
| 01/01/01 | 905,000 | Supersinker | Prepayments |
| 01/01/01 | 530,000 | Pro rata | Prepayments |
| 01/01/01 | 25,000 | Pro rata | Debt Service Reserve Fund |
| 06/01/01 | 515,000 | Pro rata | Prepayments |
| 06/01/01 | 25,000 | Pro rata | Debt Service Reserve Fund |
| 10/01/01 | 885,000 | Pro rata | Prepayments |
| 10/01/01 | 45,000 | Pro rata | Debt Service Reserve Fund |
| 01/01/02 | 870,000 | Pro rata | Prepayments |
| 01/01/02 | 50,000 | Pro rata | Debt Service Reserve Fund |
| 04/15/02 | 435,000 | Pro rata | Prepayments |
| 04/15/02 | 25,000 | Pro rata | Debt Service Reserve Fund |
| 07/01/02 | 700,000 | Pro rata | Prepayments |
| 07/01/02 | 35,000 | Pro rata | Debt Service Reserve Fund |
| 01/01/03 | 875,000 | Pro rata | Prepayments |
| 06/01/03 | 555,000 | Pro rata | Prepayments |
| 06/01/03 | 70,000 | Pro rata | Debt Service Reserve Fund |
| 06/01/03 | 395,000 | Pro rata | Prepayments |
| 10/01/03 | 245,000 | Pro rata | Prepayments |
| 10/01/03 | 40,000 | Pro rata | Debt Service Reserve Fund |
| 10/01/03 | 530,000 | Pro rata | Prepayments |
| 01/01/04 | 555,000 | Pro rata | Prepayments |
| 05/01/04 | 1,530,000 | Pro rata | Prepayments |
| 05/01/04 | 135,000 | Pro rata | Debt Service Reserve Fund |
| 09/01/04 | 1,140,000 | Pro rata | Prepayments |
| 09/01/04 | 70,000 | Pro rata | Debt Service Reserve Fund |
| 01/01/05 | 675,000 | Pro rata | Prepayments |
| 01/01/05 | 40,000 | Pro rata | Debt Service Reserve Fund |
| 05/01/05 | 725,000 | Pro rata | Prepayments |
| 05/01/05 | 40,000 | Pro rata | Debt Service Reserve Fund |
| 10/01/05 | 430,000 | Pro rata | Prepayments |
| 04/01/06 | 675,000 | Pro rata | Prepayments |
| 04/01/06 | 60,000 | Pro rata | Debt Service Reserve Fund |
| 08/01/06 | 910,000 | Pro rata | Prepayments |
| 08/01/06 | 60,000 | Pro rata | Debt Service Reserve Fund |
| 01/01/07 | 95,000 | Pro rata | Prepayments |
| 01/01/07 | 10,000 | Pro rata | Debt Service Reserve Fund |
| 05/01/07 | 70,000 | Pro rata | Prepayments |
| 05/01/07 | 5,000 | Pro rata | Debt Service Reserve Fund |
| 11/01/07 | 240,000 | Pro rata | Prepayments |
| 11/01/07 | 20,000 | Pro rata | Debt Service Reserve Fund |
| 02/01/08 | 430,000 | Pro rata | Prepayments |
| 02/01/08 | 30,000 | Pro rata | Debt Service Reserve Fund |
| 07/01/08 | <u>300,000</u> | Pro rata | Prepayments |
| TOTAL | <u>\$22,635,000</u> | | |

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PAGE NO. 4-1985CCDD

Bond Call Information:

Special Redemption

The 1985 Series CC and DD 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 CC and DD 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 CC and DD 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 CC and DD bonds, shall first be applied to the redemption or purchase of Series DD Term bonds due March 1, 2021 during the periods up to the scheduled 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 CC and DD 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 CC and DD bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or before March 1, 2005, 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, 2005 to February 28, 2006 | 102.00% |
| March 1, 2006 to February 28, 2007 | 101.00% |
| March 1, 2007 and thereafter | 100.00% |