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

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

GENERAL MORTGAGE LOAN INFORMATION

Mortgage Loan Prin Outstanding:	\$3,575,275		
Mortgage Rates:	6.950% - 6.950%		
Average Purchase Price:	\$57,183		
Average Original Loan Amount:	\$55,838		
Total No. of Loans Originated:	1,919		
Total No. of Loans Paid Off:	1,802		
Total No. of Loans Outstanding:	117		

P.O. Box 28066 Raleigh, NC 27611-8066 (919) 877-5700 Contacts: Rob Rusczak, Manager of Home Ownership Production Elizabeth Rozakis, Chief Financial Officer

Private Mortgage Insurers:

Total

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	117	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	117	100.00%

New/Existing:	# of Loans	<u>%</u>
New Construction	23	19.66%
Existing Home	94	80.34%
Total	117	100.00%
Type of Housing:	# of Loans	<u>%</u>
Single Family Detached	104	88.89%
Condominium	7	5.98%
Townhouse	4	3.42%
Manufactured Home	1	0.86%
Duplex	1	0.85%
Total	117	100.00%

DELINQUENCY STATISTICS

Loans Outstanding:	# of Loans	<u>%</u>
60 days	3	2.56%
90 days	6	5.13%
In Foreclosure	1	0.85%
REO (Conv, USDA)	0	0.00%
Total	10	

Principal Outstanding:	\$ of Loans	<u>%</u>
60 days	\$102,905	2.88%
90 days	\$205,782	5.76%
In Foreclosure	\$35,731	1.00%
REO (Conv, USDA)	\$0	0.00%
Total	\$344,418	

of Loans

0

<u>%</u> 0.00%

SERVICER AND MORTGAGE LOAN DATA					
Servicers:	# of Loans	<u>%</u>			
BB&T	61	52.14%			
Bank of America	22	18.80%			
Marsh Associates Inc.	34	29.06%			
Total 117 100.00%					

Mortgage Rates (%):	<u># (</u>	of Loans
	6.95	117
Total		117

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

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985:RESOLUTION). BOND SERIES: Series: St.

PAGE NO. 2-1985ST

POOL INSURANCE COVERAC	GE (DOLLARS IN THOUSANDS): None		
SELF-INSURANCE COVERAG	€111	Current Funding Requirements: Total Dollar Amount (\$000)	(data is for 1985 Series R/S/T only): N/A
Name of Self-Insurance Fund: Series of Bonds Covered:	Mortgage Deficiency Fund 1985 Series D through WW (excluding Series U/V)	As % of Initial Principal Amount of Mortgage Loans Purchased	N/A
		Claims to Date	0
	Maximum level of funding required over the life of the bonds (\$000) \$1,451	

LIST OF BONDS BY MATURITY:

CUSIP	Maturity	Bond	Interest	Original	Principal	Principal	Principal B	ond Call
Number	Date	Туре	Rate	Amount	Matured	Redemptions	Outstanding S	equence (Note 1)
658200C32	03/01/93	Serial	4.90%	\$520,000	\$520,000		\$0	
658200C40	09/01/93	Serial	4.90%	530,000	530,000		0	
658200C57	03/01/94	Serial	5.20%	545,000	530,000	15,000	0	
658200C65	09/01/94	Serial	5.20%	560,000	545,000	15,000	0	2
658200C73	03/01/95	Serial	5.40%	570,000	555,000	15,000	0	2
658200C81	09/01/95	Serial	5.40%	585,000	570,000	15,000	0	2
658200C99	03/01/96	Serial	5.60%	605,000	590,000	15,000	0	2
65820D23	09/01/96	Serial	5.60%	620,000	595,000	25,000	0	2
65820D31	03/01/97	Serial	5.70%	635,000	590,000	45,000	0	2
65820D49	09/01/97	Serial	5.70%	655,000	605,000	50,000	0	2
65820D56	03/01/98	Serial	5.85%	675,000	595,000	80,000	0	2
65820D64	09/01/98	Serial	5.85%	695,000	600,000	95,000	0	2
65820D72	03/01/99	Serial	6.00%	715,000	595,000	120,000	0	2
65820D80	09/01/99	Serial	6.00%	735,000	535,000	200,000	0	2
65820D98	03/01/00	Serial	6.10%	760,000	530,000	230,000	0	2
65820E22	09/01/00	Serial	6.10%	780,000	520,000	260,000	0	2
65820E30	03/01/01	Serial	6.20%	805,000	530,000	275,000	0	2
65820E48	09/01/01	Serial	6.20%	830,000	535,000	295,000	0	2
65820E55	03/01/02	Serial	6.30%	855,000	520,000	335,000	0	2
65820E63	09/01/02	Serial	6.30%	880,000		880,000	0	2
65820E71	03/01/03	Serial	6.35%	910,000		910,000	0	2
65820E89	09/01/03	Serial	6.35%	940,000		940,000	0	2
658200F62	03/01/10	Term (Note 2)	6.50%	14,460,000		14,460,000	0	1
658200F70	03/01/17	Term (Note 3)	6.95%	25,800,000		25,800,000	0	2
658200F88	09/01/20	Term (Note 4)	7.05%	18,855,000		18,855,000	0	2
658200F54	09/01/23	Term (Note 5)	6.95%	20,480,000		20,480,000	0	2

\$95,000,000 \$10,590,000 \$84,410,000

\$0

Total 1985 Series R/S/T

Note 1: See optional and special redemption provisions on page 4-1985RST, (i.e. *1* denotes first call priority from prepayments). Note 2: Sinking fund redemption begins March 1, 2004.

Note 3: Sinking fund redemption begins March 1, 2008.

Note 4: Sinking fund redemption begins March 1, 2017.

Note 5: Sinking fund redemption begins September 1, 2020.

OPTIONAL REFUNDING TRANSACTION:

Single Family Revenue Bonds (1985 Resolution) Series RST was optionally refunded at 102.0% on December 20, 2001 from bond proceeds issued under the Home Ownership Revenue Bonds (1998 Resolution) Series 12 which settled on December 20, 2001. Home Ownership Revenue Bonds (1998 Resolution) Series 12 on December 20, 2001 purchased 373 loans with a principal balance of \$10,949,932.

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

INDENTURE: SINGLE PAMILY REVENUE BONDS (1985 RESOLUTION) BOND SERIES Genes ST

LIST OF UNSCHEDULED REDEMPTIONS:

PAGE NO. 3-1985ST

Call Date Call Amount Type of Call 07/01/92 \$280,000 Supersinker/Pro rata 07/01/92 190,000 Pro rata 01/01/93 280,000 Supersinker 01/01/93 5,000 Pro rata 310,000 06/01/93 Supersinker 10/01/93 440,000 . Supersinker 12/01/93 2,145,000 Pro rata 12/01/93 85,000 Pro rata 03/01/94 655,000 Supersinker 03/01/94 5 000 Pro rata 07/01/94 520,000 Supersinker 10/01/94 1,115,000 Supersinker 07/01/95 1,780,000 . Supersinker 01/01/96 3,610,000 Supersinker 07/01/96 2,110,000 Supersinker 07/01/96 1.230.000 Pro rata 07/01/96 60,000 Pro rata 2,505,000 12/01/96 Pro rata 12/01/96 120,000 Pro rata 02/01/97 895.000 Supersinker 02/01/97 10.000 Pro rata 06/01/97 1,835,000 Supersinker 09/01/97 350,000 Supersinker 09/01/97 1,255,000 Pro rata 09/01/97 65,000 Pro rata 01/01/98 2,185,000 Pro rata 01/01/98 115,000 Pro rata 03/01/98 1,680,000 Pro rata 03/01/98 90,000 Pro rata 07/01/98 2,325,000 Pro rata 07/01/98 120,000 Pro rata 3.345.000 01/01/99 Pro rata 01/01/99 175,000 Pro rata 05/01/99 2,635,000 Pro rata 05/01/99 145,000 Pro rata 07/01/99 1,630,000 Pro rata 07/01/99 90.000 Pro rata 09/01/99 1,165,000 Pro rata 09/01/99 60,000 Pro rata 12/15/99 1,680,000 Pro rata 12/15/99 90,000 Pro rata 05/01/00 445,000 Pro rata 05/01/00 20,000 Pro rata 07/01/00 95.000 Pro rata 07/01/00 5,000 Pro rata 01/01/01 610,000 Pro rata 01/01/01 35,000 Pro rata 06/01/01 1,430,000 Pro rata 06/01/01 75.000 Pro rata 10/01/01 1,875,000 Pro rata 10/01/01 780,000 Cross Call 10/01/01 295,000 Cross Call 10/01/01 770,000 Cross Call 10/01/01 470.000 Cross Call 10/01/01 635,000 Cross Call 10/01/01 1,850,000 Cross Call 10/01/01 100,000 Pro rata 1/01/02 2.300.000 Pro rata 1/01/02 627 000 Cross Call 1,005,000 1/01/02 Cross Call 1/01/02 1,478,000 Cross Call 8,500,000 1/01/02 Pro rata 1/01/02 1,770,000 Pro rata 3/01/02 19,855,000 Pro rata

Prepayments Debt Service Reserve Prepayments Debt Service Reserve Prepayments Prepayments Unexpended Proceeds Debt Service Reserve Prepayments Debt Service Reserve Prepayments Prepayments Prepayments Prepayments Prepayments Prepayments Debt Service Reserve Prepayments Debt Service Reserve Prepayments Debt Service Reserve Prepayments Prepayments Prepayments Debt Service Reserve Prepayments Series EF Prepayments Series JK Prepayments Series LM Prepayments Series NO Prepayments Series PQ Prepayments Series WW Prepayments Debt Service Reserve Prepayments Series EF Prepayments Series PQ Prepayments Series WW Prepayments Excess Revenue Reserve Debt Service Reserve **Optional Redemption**

Source Of Funds

Total

<u>\$84.410.000</u>

Bond Call Information:

Special Redemption

The 1985 Series R, S and T 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 R, S, and T 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 R, S and T 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 R, S and T bonds, including prepayments on the 1981 mortgage loans but excluding prepayments on 1980 FHA and VA loans, shall first be applied to the redemption or purchase of Series T Term bonds due March 1, 2010 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 R, S and T bonds in any manner. Moneys to be applied to a 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 R, S and T bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after March 1, 2002, either as a whole, on any date, or in part, on any interest payment date, at the following redemption prices, plus accrued interest to the date of redemption:

(Both Dates Inclusive)	Redemption Price			
	(Expressed as a Percentage)			
March 1, 2002 - February 28, 2003	102.00%			
March 1, 2003 - February 29, 2004	101.00%			
March 1, 2004 and thereafter	100.00%			

PAGE NO. 4-1985ST