SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) PAGE NO. 1-1998-02 SERIES 02 SERIES DATE: 11/01/98 SERIES SOLD: 12/02/98 GENERAL INFORMATION: LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING) 17.315.000 32.31% Bonds Outstanding: New Construction: 67.69% 4.99% Existing Home: Private 0.00% Bond Yield Mortgage Loan Prin Outstanding 14,857,053 FHA 86.90% Total 100.00% Mortgage Rate(s) 5.75% - 6.65% VA 3.49% Outstanding Commitments: USDA 9.61% 0 Uncommitted Lendable Funds: 0 **Guaranty Fund** 0.00% Fixed Rate Mortgages 100.00% Other Average Purchase Price: Graduated Pmt Mtgs (less than 80.00 LTV) 0.00% 80,599 0.00% Average Original Loan Amount: 79,171 Growing Equity Mtgs 0.00% Total 100.00% Total No. of Loans Originated: 418 Variable Rate Mtgs 0.00% Total No. of Loans Paid Off: 100.00% Total No. of Loans Outstanding: 229 Effective May 1, 2006 Trustee: The Bank of New York Trust Company, NA Type of Housing: Breakdown of Private Mortgage Insurers 10161 Centurion Parkway (List by % of total portfolio): Jacksonville, FL 32256 Single Family Detached 90.83% (904) 645-1956 Condos/Townhouses 8.30% 1998-02 Contact: Christine Boyd Manufactured/Duplexes 0.87% GEMICO 0.00% RMIC Total 100.00% 0.00% UG 0.00% Program: P.O. Box 28066 VFRFX 0.00% Raleigh, NC 27611-8066 (919) 877-5700 0.00% Contact: Sharon Drewyor. Director of Home Ownership Lending (919) 877-5621 Elizabeth I. Rozakis, Chief Financial Officer (919) 877-5687 POOL INSURANCE COVERAGE (DOLLARS IN THOUSANDS): None SELF-INSURANCE COVERAGE: Name of Self-Insurance Fund: Insurance Reserve Fund **Current Funding Requirements:** Series of Bonds Covered: 1998 Series 02 Total Dollar Amount (\$000) \$246 As % of Initial Principal Amount of Mortgage Loans Purchased 1.40% Claims to Date 0 Maximum level of funding required over the life of the bonds (\$000) \$478 DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING): (AS % OF PRINCIPAL BALANCE OUTSTANDING): % # % \$ 66,475 60 days 0.44% 0.45% 90 days 3 93% 9 4 36% 647.252 In Foreclosure 0.44% 0.44% 65 324 No. of Loans Foreclosed to Date since 1/1/87 Real Estate Owned Not available Foreclosed (Loss)/Gain to Date Not available Number of Loans 1 Net of Insurance Proceeds (\$000) Not available Outstanding Mtg Amount At time of Default \$50,789 Current Balance \$50,789 MORTGAGE LOAN RATES (BY BOND SERIES): MORTGAGE LOAN SERVICERS: Mtg Rate # of Loans Servicer # of Loans % of Portfolio 1998 SERIES 02 162 5.75% RBC Centura 41.92% 67 6.65% 65 28.38% BB&T 60 26.20% Total 229

Bank of America

TOTAL

8

229

3.49%

100.00%

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 02 PAGE NO. 2-1998-02

LIST OF BONDS BY MATURITY:

CUSIP	Maturity	Bond	Interest	Original	Principal	Principal	Principal	Bond Call
Number	Date	Туре	Rate	Amount	Matured	Redemptions	Outstanding	Sequence (Note 1)
65820EWR7	01/01/07	Term (Note 2)	4.200%	\$4,145,000	\$3,960,000	\$185,000	\$0	2
65820EWW6	07/01/07	Serial	4.250%	370,000	0	90,000	280,000	2
65820EWX4	01/01/08	Serial	4.400%	375,000	0	95,000	280,000	2
65820EWY2	07/01/08	Serial	4.400%	380,000	0	95,000	285,000	2
65820EWZ9	01/01/09	Serial	4.500%	390,000	0	95,000	295,000	2
65820EXA3	07/01/09	Serial	4.500%	395,000	0	95,000	300,000	2
68520EXB1	01/01/10	Serial	4.600%	405,000	0	100,000	305,000	2
65820EXC9	07/01/10	Serial	4.600%	420,000	0	100,000	320,000	2
65820EXD7	01/01/11	Serial	4.700%	425,000	0	100,000	325,000	2
65820EXE5	07/01/11	Serial	4.700%	435,000	0	105,000	330,000	2
65820EXF2	01/01/12	Serial	4.800%	445,000	0	110,000	335,000	2
65820EXG0	07/01/12	Serial	4.800%	460,000	0	120,000	340,000	2
65820EXH8	07/01/17	Term (Note 3)	5.100%	5,240,000	0	1,330,000	3,910,000	2
65820EWS5	01/01/20	Term (Note 4)	5.200%	3,145,000	Ō	770,000	2,375,000	2
65820EWT3	01/01/25	Term (Note 5)	4.600%	7,425,000	0	7,425,000	0	1
65820EWU0	07/01/26	Term (Note 6)	5.250%	2,545,000	0	660,000	1,885,000	2
65820EWV8	07/01/30	Term (Note 7)	5.250%	8,000,000	0	2,250,000	5,750,000	2
	1	Total 1998 Series 2		\$35,000,000	\$3,960,000	\$13,725,000	\$17,315,000	

Note 1: See optional and special redemption provisions page 4-98-02, (i.e. "1" denotes first call priority from prepayments).

Note 2: Sinking fund redemptions begin January 1, 2001

Note 3: Sinking fund redemptions begin January 1, 2013.

Note 4: Sinking fund redemptions begin January 1, 2018.

Note 5: Sinking fund redemptions begin July 1, 2020.

Note 7: Sinking fund redemptions begin July 1, 2026.

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 02

LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds	
07/01/00	\$95,000	Supersinker	Prepayments	
01/01/01	\$260,000	Supersinker	Prepayments	
01/01/01	\$5,000	Pro rata	Debt Service Reserve	
06/01/01	\$585,000	Supersinker	Prepayments	
06/01/01	\$25,000	Pro rata	Debt Service Reserve	
10/01/01	\$515,000	Supersinker	Prepayments	
10/01/01	\$10,000	Pro rata	Debt Service Reserve	
01/01/02	\$315,000	Supersinker	Prepayments	
01/01/02	\$10,000	Pro rata	Debt Service Reserve	
04/15/02	\$225,000	Supersinker	Prepayments	
04/15/02	\$5,000	Pro rata	Debt Service Reserve	
07/01/02	\$375,000	Supersinker	Prepayments	
07/01/02	\$15,000	Pro rata	Debt Service Reserve	
01/01/03	\$815,000	Supersinker	Prepayments	
06/01/03	\$960,000	Supersinker	Prepayments	
10/01/03	\$45,000	Pro rata	Debt Service Reserve	
10/01/03	\$1,290,000	Supersinker	Prepayments	
01/01/04	\$1,270,000	Supersinker	Prepayments	
05/01/04	\$545,000	Supersinker	Prepayments	
05/01/04	\$420,000	Pro rata	Prepayments	
09/01/04	\$175,000	Supersinker	Prepayments	
09/01/04	\$375,000	Pro rata	Prepayments	
09/01/04	\$100,000	Pro rata	Debt Service Reserve	
01/01/05	\$620,000	Pro rata	Prepayments	
01/01/05	\$10,000	Pro rata	Debt Service Reserve	
05/01/05	\$645,000	Pro rata	Prepayments	
05/01/05	\$20,000	Pro rata	Debt Service Reserve	
10/01/05	\$1,025,000	Pro rata	Prepayments	
04/01/06	\$795,000	Pro rata	Prepayments	
04/01/06	\$45,000	Pro rata	Debt Service Reserve	
08/01/06	\$930,000	Pro rata	Prepayments	
08/01/06	\$25,000	Pro rata	Debt Service Reserve	
01/01/07	\$1,145,000	Pro rata	Prepayments	
01/01/07	\$30,000	Pro rata	Debt Service Reserve	
TOTAL	\$ <u>13,725,000</u>			

PAGE NO. 3-1998-02

PAGE NO. 4-1998-02

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 02
Bond Call Information:

The 1998 Series 2 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 2, and
- 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 other than the Series 2 bond 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 2 bonds shall first be applied to the redemption or purchase of Series 2 Term bonds due January 1, 2025 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys in excess of the debt service reserve requirement and from excess revenues in the revenue reserve fund shall be applied to the redemption of the Series 2 bonds in any manner. Moneys to be applied to redemption 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 2 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after July 1, 2008, 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.

Period	Redemption Price		
(Both Dates Inclusive)	(Expressed as a Percentage)		
July 1, 2008 - June 30, 2009	101.00%		
July 1, 2009 and thereafter	100.00%		