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SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)

BOND SERIES: SERIES 03 SERIES DATE: 02/01/99 SERIES SOLD: 03/11/99 GENERAL INFORMATION: LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING) Bonds Outstanding: 29.125.000 30.02% New Construction: 69.98% Private Bond Yield 4.98% Existing Home: 0.00% Mortgage Loan Prin Outstanding 28,728,047 FHA 90.07% Total 100.00% Mortgage Rate(s) 5.75% - 6.95% VA 2.13% Outstanding Commitments: USDA 7.80% 0 Uncommitted Lendable Funds: 0 Guaranty Fund 0.00% Fixed Rate Mortgages 100.00% Average Purchase Price: 82,478 Graduated Pmt Mtgs 0.00% 0.00% (less than 80.00 LTV) Average Original Loan Amount: Growing Equity Mtgs 80,612 0.00% Total 100.00% Total No. of Loans Originated: 770 Variable Rate Mtgs 0.00% Total No. of Loans Paid Off: 347 Total 100.00% Total No. of Loans Outstanding 423 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 93.62% (904) 645-1956 Condos/Townhouses 6.14% 1998-03 Contact: Christine Boyd Manufactured/Duplexes 0.24% **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 03 Total Dollar Amount (\$000) \$452 As % of Initial Principal Amount of Mortgage Loans Purchased 1.23% Claims to Date Maximum level of funding required over the life of the bonds (\$000) \$775 DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING): (AS % OF PRINCIPAL BALANCE OUTSTANDING): % # 60 days 2 36% 10 2.31% 663,641 90 days 2 13% 9 2 11% 605.751 In Foreclosure 0.95% 4 0.89% 255 359 No. of Loans Foreclosed to Date since 1/1/87 Real Estate Owned Not available Foreclosed (Loss)/Gain to Date 0 Not available Number of Loans Net of Insurance Proceeds (\$000) Not available Outstanding Mtg Amount At time of Default \$0 Current Balance MORTGAGE LOAN RATES (BY BOND SERIES): MORTGAGE LOAN SERVICERS: # of Loans Mtg Rate % of Portfolio Servicer # of Loans 1998 SERIES 03 300 5.75% RBC Centura 185 43.74% 118 6.65% Marsh 123 29.08% 6.95% 5 BB&T 100 23 64% Bank of America <u>15</u> 3.55% Total 423 TOTAL 423 100.00%

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LIST OF BONDS BY MATURITY:

CUSIP	Maturity	Bond	Interest	Original	Principal	Principal	Principal	Bond Call
Number	Date	Type	Rate	Amount	Matured	Redemptions	Outstanding	Sequence (Note 1)
0500051///4	0.4/0.4/0.4	0	0.0000/	A =00.000	4500.000	•	•	
65820EXK1	01/01/01	Serial	3.600%	\$520,000	\$520,000	\$0	\$0	2
65820EXL9	07/01/01	Serial	3.600%	535,000	535,000	0	0	2
65820EXM7	01/01/02	Serial	3.800%	540,000	540,000	0	0	2
65820EXN5	07/01/02	Serial	3.800%	555,000	555,000	0	0	2
65820EXP0	01/01/03	Serial	3.900%	565,000	565,000	0	0	2
65820EXQ8	07/01/03	Serial	3.900%	575,000	575,000	0	0	2
65820EXR6	01/01/04	Serial	4.000%	595,000	595,000	0	0	2
65820EXS4	07/01/04	Serial	4.000%	595,000	595,000	0	0	2
65820EXT2	01/01/05	Serial	4.100%	610,000	560,000	50,000	0	2
65820EXU9	07/01/05	Serial	4.100%	625,000	565,000	60,000	0	2
65820EXV7	01/01/06	Serial	4.200%	640,000	540,000	100,000	0	2
65820EXW5	07/01/06	Serial	4.200%	650,000	490,000	160,000	0	2
65820EXX3	01/01/07	Serial	4.300%	665,000	480,000	185,000	0	2
65820EYB0	07/01/07	Serial	4.100%	665,000	0	220,000	445,000	2
65820EYC8	01/01/08	Serial	4.250%	675,000	0	220,000	455,000	2
65820EYD6	07/01/08	Serial	4.250%	695,000	0	230,000	465,000	2
65820EYE4	01/01/09	Serial	4.350%	705,000	0	235,000	470,000	2
65820EYF1	07/01/09	Serial	4.350%	720,000	0	235,000	485,000	2
65820EYG9	01/01/10	Serial	4.450%	735,000	0	245,000	490,000	2
65820EYH7	07/01/10	Serial	4.450%	755,000	0	250,000	505,000	2
65820EYJ3	01/01/11	Serial	4.550%	770,000	0	250,000	520,000	2
65820EYK0	07/01/11	Serial	4.550%	785,000	0	265,000	520,000	2
65820EXY1	01/01/19	Term (Note 2)	5.150%	14,700,000	0	4,810,000	9,890,000	2
65820EXZ8	01/01/24	Term (Note 3)	4.550%	13,255,000	0	13,255,000	0	1
65820EYL8	07/01/26	Term (Note 4)	5.200%	6,870,000	0	2,305,000	4,565,000	2
35820EYA2	07/01/30	Term (Note 5)	5.200%	16,000,000	0	5,685,000	10,315,000	2
00020L 1 AZ	37/01/30	101111 (14016-0)	0.20070	10,000,000	0	5,555,000	10,010,000	_
	7	Total 1998 Series 3		\$65,000,000	\$7,115,000	\$28,760,000	\$29,125,000	

Note 1: See optional and special redemption provisions page 4-98-03, (i.e. "1" denotes first call priority from prepayments).

Note 2: Sinking fund redemptions begin January 1, 2019.

Note 3: Sinking fund redemptions begin January 1, 2024.

Note 4: Sinking fund redemptions begin July 1, 2026.

Note 5: Sinking fund redemptions begin July 1, 2030.

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Call Date	Call Amount	Type of Call	Source Of Funds
05/01/00	\$100,000	Supersinker	Prepayments
05/01/00	10,000	Pro rata	Debt Service Reserve
01/01/01	775,000	Supersinker	Prepayments
01/01/01	15,000	Pro rata	Debt Service Reserve
06/01/01	425,000	Supersinker	Prepayments
06/01/01	30,000	Pro rata	Debt Service Reserve
10/01/01	680,000	Supersinker	Prepayments
10/01/01	15,000	Pro rata	Debt Service Reserve
01/01/02	1,005,000	Supersinker	Prepayments
01/01/02	30,000	Pro rata	Debt Service Reserve
04/1502	140,000	Supersinker	Prepayments
04/15/02	5,000	Pro rata	Debt Service Reserve
07/01/02	510,000	Supersinker	Prepayments
07/01/02	20,000	Pro rata	Debt Service Reserve
01/01/03	1,485,000	Supersinker	Prepayments
06/01/03	2,115,000	Supersinker	Prepayments
10/01/03	10,000	Supersinker	Prepayments
10/01/03	95,000	Pro rata	Debt Service Reserve
10/01/03	1,600,000	Supersinker	Prepayments
01/01/04	1,550,000	Supersinker	Prepayments
05/01/04	480,000	Supersinker	Prepayments
05/01/04	3,270,000	Pro rata	Prepayments
09/01/04	1,015,000	Supersinker	Prepayments
09/01/04	435,000	Pro rata	Prepayments
09/01/04	195,000	Pro rata	Debt Service Reserve
01/01/05	1,365,000	Supersinker	Prepayments
01/01/05	840,000	Pro rata	Prepayments
01/01/05	45,000	Pro rata	Debt Service Reserve
05/01/05	2,760,000	Pro rata	Prepayments
05/01/05	70,000	Pro rata	Debt Service Reserve
10/01/05	335,000	Pro rata	Prepayments
04/01/06	3,875,000	Pro rata	Prepayments
04/01/06	95,000	Pro rata	Debt Service Reserve
08/01/06	1,120,000	Pro rata	Prepayments
08/01/06	35,000	Pro rata	Debt Service Reserve
01/01/07	2,155,000	Pro rata	Prepayments
01/01/07	<u>55,000</u>	Pro rata	Debt Service Reserve
TOTAL	\$ <u>28,760,000</u>		

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Bond Call Information:

Special Redemption

The 1998 Series 3 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 3, and
- (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 other than the Series 3 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 3 bonds shall first be applied to the redemption or purchase of Series 3 Term bonds due January 1, 2024 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 3 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

The Series 3 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after January 1, 2009, 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)

January 1, 2009 - December 31, 2009 101.00% January 1, 2010 and thereafter 100.00%