#### NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2006

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) PAGE NO. 1-1998-25 BOND SERIES: SERIES 25 SERIES DATE: 08/31/06 SERIES SOLD: 09/26/06 GENERAL INFORMATION: LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING) 65,000,000 21.02% Bonds Outstanding: New Construction: 62.78% Bond Yield 4.64% Existing Home: Private 78.98% 38,250,951 Mortgage Loan Prin Outstanding Total 100.00% FHA 15.06% Mortgage Rate(s) 5.13% - 6.38% VA 4.83% Outstanding Commitments: 14,013,070 USDA 9.38% Uncommitted Lendable Funds: 7,975,682 Guaranty Fund 0.00% Fixed Rate Mortgages 100.00% Other 113,972 Average Purchase Price: Graduated Pmt Mtgs 0.00% (less than 80.00 LTV) 7.95% 108,823 Average Original Loan Amount: Growing Equity Mtgs 0.00% Total 100.00% Total No. of Loans Originated: 352 Variable Rate Mtgs 0.00% Total No. of Loans Paid Off: Total 0 100.00% Total No. of Loans Outstanding 352 Effective May 1, 2006 Breakdown of Private Mortgage Insurers Trustee: The Bank of New York Trust Company, NA Type of Housing: 10161 Centurion Parkway (List by % of total portfolio): Jacksonville, FL 32256 Single Family Detached 72.44% (904) 645-1956 Condos/Townhouses 26.71% 1998-25 Contact: Christine Boyd Manufactured/Duplexes 0.85% GEMICO 34.09% Total 100.00% MGIC 14.49% RMIC 3.98% PMI 3.98% RADIAN 1 13% Program: P.O. Box 28066 UG 4.83% CMG Raleigh, NC 27611-8066 0.00% (919) 877-5700 TRIAD 0.28% Contact: Sharon Drewyor, Director of Home Ownership Lending (919) 877-5621 Total: 62.78% 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 25 Total Dollar Amount (\$000) \$740 As % of Initial Principal Amount of Mortgage Loans Purchased 0.00% Claims to Date 0 Maximum level of funding required over the life of the bonds (\$000) \$740 DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING): (AS % OF PRINCIPAL BALANCE OUTSTANDING): % # % \$ 60 days 0.00% 0.00% 0 0 90 days 0.00% 0 0.00% 0 0.00% In Foreclosure 0.00% 0 0 No. of Loans Foreclosed to Date Real Estate Owned Not available Foreclosed (Loss)/Gain to Date Not available 0 Number of Loans Net of Insurance Proceeds (\$000) Outstanding Mtg Amount Not available At time of Default \$0 Current Balance \$0 MORTGAGE LOAN SERVICERS: MORTGAGE LOAN RATES (BY BOND SERIES): # of Loans Mtg Rate Series # of Loans % of Portfolio Servicer 1998 SERIES 25 5.13% - 5.86% 280 Marsh 133 37.78% 6.00% - 6.13% 72 BB&T 30.97% 109 352 RBC Centura 100

28.41% <u>2.84%</u> <u>100.00%</u>

SECU

Total

<u>10</u>

352

## DISCLOSURE REPORT AS OF DECEMBER 31, 2006

INDENTURE: BOND SERIES:	SINGLE FAN SERIES 25	AILY REVENUE BON	DS (1998 RESOLUT	10N)			I
LIST OF BONDS BY	MATURITY:						
CUSIP	Maturity	Bond	Interest	Original	Principal	Principal	Principal
Number	Date	Туре	Rate	Amount	Matured	Redemptions	Outstanding
658207BK0	01/01/08	Serial	3.80%	475,000	0	0	475,000
658207BL8	07/01/08	Serial	3.85%	485,000	0	0	485,000
658207BM6	01/01/09	Serial	3.90%	495,000	0	0	495,000
658207BN4	07/01/09	Serial	3.95%	505,000	0	0	505,000
658207BP9	01/01/10	Serial	4.00%	515,000	0	0	515,000
658207BQ7	07/01/10	Serial	4.00%	525,000	0	0	525,000
658207BR5	01/01/11	Serial	4.05%	535,000	0	0	535,000
658207BS3	07/01/11	Serial	4.10%	545,000	0	0	545,000
658207BT1	01/01/12	Serial	4.13%	560,000	0	0	560,000
658207BU8	07/01/12	Serial	4.15%	570,000	0	0	570,000
658207BV6	01/01/13	Serial	4.20%	585,000	0	0	585,000
658207BW4	07/01/13	Serial	4.25%	595,000	0	0	595,000
658207BX2	01/01/14	Serial	4.30%	610,000	0	0	610,000
658207BY0	07/01/14	Serial	4.30%	625,000	0	0	625,000
658207BZ7	01/01/15	Serial	4.35%	635,000	0	0	635,000
658207CA1	07/01/15	Serial	4.35%	650,000	0	0	650,000
658207CB9	01/01/16	Serial	4.40%	665,000	0	0	665,000
658207CC7	07/01/16	Serial	4.40%	685,000	0	0	685,000
658207CD5	07/01/21	Term (Note 2)	4.65%	5,485,000	0	0	5,485,000
658207CE3	07/01/27	Term (Note 3)	4.75%	8,090,000	0	0	8,090,000
658207CF0	07/01/31	Term (Note 4)	4.85%	7,025,000	0	0	7,025,000
658207CG8	01/01/37	Term (Note 5)	5.75%	19,500,000	0	0	19,500,000
658207CH6	07/01/37	Term (Note 6)	4.90%	14,640,000	0	0	14,640,000

Note 1: See optional and special redemption provisions page 4-1998-25, (i.e. \*1\* denotes first call priority from prepayments). Note 2: Sinking fund redemptions begin January 1, 2017. Note 3: Sinking fund redemptions begin January 1, 2022.

Total 1998 Series 25

Note 4: Sinking fund redemptions begin January 1, 2028. Note 5: Sinking fund redemptions begin January 1, 2018.

Note 6: Sinking fund redemptions begin January 1, 2032.

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Bond Call Sequence (Note 1)

2

2 2

\$0

\$0

\$65,000,000

# NORTH CAROLINA HOUSING FINANCE AGENCY

\$65,000,000

## NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2006

INDENTURE: BOND SERIES:	SINGLE FAMILY SERIES 25	PAGE NO. 3-1998-25						
LIST OF UNSCHEDULE	D REDEMPTIONS:							
	Call Date	Call Amount	Type of Call	Source Of Funds				
NO UNSCHEDULED REDEMPTIONS								

### NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2006

AS OF DECEMBER 31, 200

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) PAGE NO. BOND SERIES: SERIES 25 Bond Call Information: Special Redemption

The 1998 Series 25 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) prepayments of mortgage loans financed with the proceeds of the Series 25, including the existing mortgage loans,
- (iii) excess revenues transferred from the revenue reserve fund,
- (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 25 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 25 bonds shall first be applied to the redemption or purchase of Series 25 term bonds due January 1, 2037 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys in excess of the debt service reserve requirement, from excess revenues in the revenue reserve fund and from cross call redemption sources shall be applied to the redemption of the Series 25 bonds in any manner. Moneys to be applied to redemption from prepayments in excess of the scheduled principal amounts 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 25 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after July 1, 2016, in whole, or in part, at the principal amount thereof plus accrued interest to the date of redemption, without premium.

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