NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2007

INDENTURE: BOND SERIES: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION) PAGE NO. 1-1985WX

SERIES DATE: 04/22/94 SERIES SOLD: 06/02/94

| GENERAL INFO | RMATION: | | LOAN PORTFOLIO CHARA | CTERISTICS (AS A % OF LO | ANS OUTSTANDING |) | |
|-------------------------------------|--|------------------------|---------------------------------------|--|------------------|-------------------------------|----------|
| Bonds Outstandi | na: | 0 | New Construction: | 17.39% | | | |
| Bond Yield | 9. | 6.40% | Existing Home: | 82.61% | Private | | 0.00% |
| Mortgage Loan F | Prin Outstanding | 5,233,244 | Total | 100.00% | FHA | | 100.00% |
| Mortgage Rate(s | | 7.35% | 1000 | <u></u> | VA | | 0.00% |
| Outstanding Con | | 0 | | | Self Insured | | 0.00% |
| Uncommitted Le | | 0 | | | Guaranty Fund | | 0.00% |
| Oncommitted Le | ildable i dilas. | U | Fixed Rate Mortgages | 100.00% | Other | | 0.0076 |
| Average Purchas | o Drice: | 59,989 | Graduated Pmt Mtgs | 0.00% | (less than 80.00 | 11.71/ | 0.00% |
| Average Original | | 58,630 | Growing Equity Mtgs | 0.00% | Total | , [] | 100.00% |
| Total No. of Loar | | 660 | Variable Rate Mtgs | 0.00% | Total | | 100.0076 |
| Total No. of Loar | | 545 | Total | 100.00% | | | |
| Total No. of Loar | | 115 | Total | 100.00% | | | |
| | Effective May 1, 2006 | 110 | | | | | |
| | | Samuani, NA | Tune of Heusians | | Decaledous of D | ii sata Martagaa Ingaraa | |
| | The Bank of New York Trust C | ompany, NA | Type of Housing: | | | rivate Mortgage Insurers | |
| | 10161 Centurion Parkway | | O'codo Foreito Botochod | 20.000/ | (List by % of to | otal portiolo): | |
| | Jacksonville, FL 32256 | | Single Family Detached | 86.09% | 400514/0/ | | |
| | 904) 645-1956 | | Condos/Townhouses | 11.30% | 1985W/X | | |
| (| Contact: Christine Boyd | | Manufactured/Duplexes | <u>2.61%</u> | GEMICO | 0.00% | |
| | | | Total | <u>100.00%</u> | RMIC | 0.00% | |
| <u></u> | | | | | UG | 0.00% | |
| | P.O. Box 28066 | | | | VEREX | 0.00% | |
| | Raleigh, NC 27611-8066 | | | | | 0.00% | |
| | 919) 877-5700 | | | | | | |
| | Contact: | | | | | | |
| | Sharon Drewyor, Director of F Elizabeth I. Rozakis, Chief Fin | | | | | | |
| | | | | | | | |
| POOL INSURAN | ICE COVERAGE (DOLLARS | IN THOUSANDS): | None | | | | |
| SELF-INSURAN | CE COVERAGE: | | | Current Funding Requireme Total Dollar Amount (\$00 | | 5 Series W/X only): Note 1 | |
| Name of Oak lan | | following Front | | | | Note 1 | |
| Name of Self-Ins Series of Bonds | | eficiency Fund | diaa Carica IIAA | As % of Initial Principal A | | Note 1 | |
| Series of borius | Covered: 1965 Series | D through WW (exclu | ding Series U/V) | of Mortgage Loans F Claims to Date | ruichased | 0 | |
| | | | | Claims to Date | | 0 | |
| | Maxim | um level of funding re | quired over the life of the bonds (\$ | | Note 1 | | |
| DELINQUENCY | STATISTICS (AS A % OF LO | ANS OUTSTANDING |): | (AS % OF PRINCIPAL BAL | ANCE OUTSTANDIN | G): | |
| | % | # | | % | \$ | | |
| 60 days | 2.61% | 3 | | 2.73% | 143,049 |) | |
| 90 days | 2.61% | 3 | | 2.13% | 111,633 | 3 | |
| In Foreclosure | 0.87% | 1 | | 1.02% | 53,375 | 5 | |
| | | | | | | | |
| | eclosed to Date since 1/1/87 | | available | Real Estate Owned | | | |
| Foreclosed (Loss | | | available | Number of Loans | (|) | |
| Net of Insurance | Proceeds (\$000) | Not a | available | Outstanding Mtg Amount | | | |
| | | | | At time of Defau | ılt \$0 | | |
| | | | | Current Balance | \$0 | | |
| MORTGAGE LO | AN SERVICERS: | | | MORTGAGE LOAN RATES | (BY BOND SERIES) | 4 | |
| Servicer | # of Loans | % of Por | tfolio | Si | eries | # of Loans | Mtg Rate |
| | | | | | | | · · |
| Marsh | 43 | | .39% | 1985 | SERIES W/X | <u>115</u> | 7.35% |
| BB&T | 39 | | .91% | | Total | 445 | |
| RBC Centura Bank of America | 22 11 | | .13% .57% | | Total | <u>115</u> | |
| DAUK OF AMERICA | | | | | | | |

Note 1: The provisions of the Mortgage Deficiency Fund were extended to Series W and X Bonds. However, additional funding was not required in consequence of the extension of such provisions.

9.57%

100.00%

11

115

Bank of America

TOTAL

NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2007

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES W/X PAGE NO. 2-1985WX

LIST OF BONDS BY MATURITY:

| CUSIP | Maturity | Bond | Interest | Original | Principal | Principal | Principal B | ond Call |
|-----------|----------|-------------------|----------|--------------|-------------|--------------|---------------|------------------|
| Number | Date | Type | Rate | Amount | Matured | Redemptions | Outstanding S | equence (Note 1) |
| | | | | | | | | |
| 658200N89 | 03/01/96 | Serial | 4.50% | \$270,000 | \$260,000 | \$10,000 | \$0 | 1 |
| 658200N97 | 09/01/96 | Serial | 4.50% | 265,000 | 255,000 | 10,000 | 0 | 1 |
| 658200P20 | 03/01/97 | Serial | 4.90% | 275,000 | 260,000 | 15,000 | 0 | 1 |
| 658200P38 | 09/01/97 | Serial | 4.90% | 285,000 | 265,000 | 20,000 | 0 | 1 |
| 658200P46 | 03/01/98 | Serial | 5.10% | 290,000 | 255,000 | 35,000 | 0 | 1 |
| 658200P53 | 09/01/98 | Serial | 5.10% | 295,000 | 260,000 | 35,000 | 0 | 1 |
| 658200P61 | 03/01/99 | Serial | 5.30% | 300,000 | 265,000 | 35,000 | 0 | 1 |
| 658200P79 | 09/01/99 | Serial | 5.30% | 320,000 | 240,000 | 80,000 | 0 | 1 |
| 658200P87 | 03/01/00 | Serial | 5.45% | 325,000 | 225,000 | 100,000 | 0 | 1 |
| 658200P95 | 09/01/00 | Serial | 5.45% | 330,000 | 195,000 | 135,000 | 0 | 1 |
| 658200Q29 | 03/01/01 | Serial | 5.55% | 335,000 | 190,000 | 145,000 | 0 | 1 |
| 658200Q37 | 09/01/01 | Serial | 5.55% | 355,000 | 180,000 | 175,000 | 0 | 1 |
| 658200Q45 | 03/01/02 | Serial | 5.65% | 360,000 | 160,000 | 200,000 | 0 | 1 |
| 658200Q52 | 09/01/02 | Serial | 5.65% | 365,000 | 145,000 | 220,000 | 0 | 1 |
| 658200Q60 | 03/01/03 | Serial | 5.75% | 380,000 | 130,000 | 250,000 | 0 | 1 |
| 658200Q78 | 09/01/03 | Serial | 5.75% | 390,000 | 120,000 | 270,000 | 0 | 1 |
| 658200Q86 | 03/01/04 | Serial | 5.85% | 400,000 | 90,000 | 310,000 | 0 | 1 |
| 658200Q94 | 09/01/04 | Serial | 5.85% | 415,000 | 55,000 | 360,000 | 0 | 1 |
| 658200R28 | 03/01/05 | Serial | 5.95% | 425,000 | 35,000 | 390,000 | 0 | 1 |
| 658200R36 | 09/01/05 | Serial | 5.95% | 435,000 | 10,000 | 425,000 | 0 | 1 |
| 658200S35 | 09/01/09 | Term (Note 2) | 6.20% | 3,745,000 | 35,000 | 3,710,000 | 0 | 2 |
| 658200T59 | 09/01/14 | Term (Note 3) | 6.45% | 4,980,000 | , | 4,980,000 | 0 | 2 |
| 658200U57 | | Term (Note 4) | 6.50% | 4,460,000 | | 4,460,000 | 0 | 2 |
| 6582002X7 | 09/01/19 | Term (Note 5) | 6.65% | 2,195,000 | | 2,195,000 | 0 | 2 |
| 6582003K4 | 09/01/25 | , , | 5.80% | 8,490,000 | | 8,490,000 | 0 | 1 |
| 6582003MO | 09/01/26 | | 6.70% | 14,315,000 | | 14,315,000 | 0 | 2 |
| | 22.21/20 | (/ | | ,, | | .,, | ŭ | = |
| | | Total 1985 Series | s W/X | \$45,000,000 | \$3,630,000 | \$41,370,000 | \$0 | |

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

Note 2: Sinking fund redemption begins March 1, 2006.

Note 3: Sinking fund redemption begins March 1, 2010.

Note 4: Sinking fund redemption begins March 1, 2015.

Note 5: Sinking fund redemption begins September 1, 2018.

Note 6: Sinking fund redemption begins March 1, 2009.

Note 7: Sinking fund redemption begins March 1, 2020.

NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT AS OF DECEMBER 31, 2007

Source Of Funds

PAGE NO. 3-1985WX

Call Amount

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES W/X

Type of Call

LIST OF UNSCHEDULED REDEMPTIONS:

Call Date

| Call Date | Call Amount | Type of Call | Source Of Funds |
|----------------------|----------------------|-------------------------|-------------------------------------|
| 07/01/95 | \$30,000 | Supersinker | Prepayments |
| 01/01/96 | 375,000 | Supersinker | Prepayments |
| 01/01/96 | 60,000 | Pro rata | Debt Service Reserve |
| 01/01/96 | 1,260,000 | Pro rata | Unexpended Proceeds |
| 07/01/96 | 380,000 | Supersinker | Prepayments |
| 07/01/96 | 60,000 | Pro rata | Prepayments |
| 07/01/96 | 5,000 | Pro rata | Debt Service Reserve |
| 12/01/96 | 865,000 | Supersinker | Prepayments |
| 12/01/96 | 5,000 | Pro rata | Debt Service Reserve |
| 02/01/97 | 210,000 | Supersinker | Prepayments |
| 06/01/97 | 845,000 | Supersinker | Prepayments |
| 09/01/97 | 555,000 | Supersinker | Prepayments |
| 09/01/97 | 90,000 | Pro rata | Prepayments |
| 01/01/98 01/01/98 | 170,000 1,150,000 | Pro rata Supersinker | Prepayments Prepayments |
| 03/01/98 | 60,000 | Pro rata | Prepayments |
| 03/01/98 | 395,000 | Supersinker | Prepayments |
| 07/01/98 | 45,000 | Pro rata | Prepayments |
| 07/01/98 | 300,000 | Supersinker | Prepayments |
| 01/01/99 | 325,000 | Pro rata | Prepayments |
| 01/01/99 | 2,450,000 | Supersinker | Prepayments |
| 05/01/99 | 1,070,000 | Pro rata | Prepayments |
| 05/01/99 | 380,000 | Supersinker | Prepayments |
| 05/01/99 | 45,000 | Pro rata | Debt Service Reserve |
| 07/01/99 | 935,000 | Pro rata | Prepayments |
| 07/01/99 | 640,000 | Supersinker | Prepayments |
| 07/01/99 | 40,000 | Pro rata | Debt Service Reserve |
| 09/01/99 | 380,000 | Pro rata | Prepayments |
| 09/01/99 | 25,000 | Pro rata | Debt Service Reserve |
| 12/15/99 12/15/99 | 175,000 1,625,000 | Pro rata Pro rata | Prepayments Prepayments |
| 12/15/99 | 85,000 | Pro rata | Debt Service Reserve |
| 05/01/00 | 60,000 | Pro rata | Prepayments |
| 05/01/00 | 625,000 | Pro rata | Prepayments |
| 05/01/00 | 40,000 | Pro rata | Debt Service Reserve |
| 07/01/00 | 495,000 | Supersinker | Prepayments |
| 07/01/00 | 25,000 | Pro rata | Debt Service Reserve |
| 01/01/01 | 110,000 | Supersinker | Prepayments |
| 01/01/01 | 1,385,000 | Pro rata | Prepayments |
| 01/01/01 | 75,000 | Pro rata | Debt Service Reserve |
| 06/01/01 | 45,000 | Supersinker | Prepayments |
| 06/01/01 | 655,000 | Pro rata | Prepayments |
| 06/01/01 | 45,000 | Pro rata | Debt Service Reserve |
| 10/01/01 | 100,000 | Supersinker | Prepayments |
| 10/01/01 | 1,360,000 | Pro rata | Prepayments |
| 10/01/01 01/01/02 | 80,000 65,000 | Pro rata Pro rata | Debt Service Reserve Prepayments |
| 01/01/02 | 1,000,000 | Pro rata | Prepayments |
| 01/01/02 | 65,000 | Pro rata | Debt Service Reserve |
| 04/15/02 | 1,375,000 | Pro rata | Prepayments |
| 04/15/02 | 70,000 | Pro rata | Debt Service Reserve |
| 07/01/02 | 960,000 | Pro rata | Prepayments |
| 07/01/02 | 55,000 | Pro rata | Debt Service Reserve |
| 01/01/03 | 965,000 | Pro rata | Prepayments |
| 06/01/03 | 20,000 | Pro rata | Prepayments |
| 06/01/03 | 440,000 | Pro rata | Prepayments |
| 06/01/03 | 735,000 | Cross Call | Series EF Prepayments |
| 06/01/03 | 1,010,000 | Cross Call | Series PQ Prepayments |
| 06/01/03 | 1,680,000 | Cross Call | Series RST Prepayments |
| 06/01/03 | 1,905,000 | Cross Call | Series WW Prepayments |
| 06/01/03 | 355,000 | Pro rata Pro rata | Debt Service Reserve |
| 06/01/03 06/01/03 | 55,000 895,000 | Pro rata Pro rata | Prepayments Prepayments |
| 10/01/03 | 25,000 | Pro rata | Prepayments |
| 10/01/03 | 425,000 | Pro rata | Prepayments |
| 10/01/03 | 1,045,000 | Cross Call | Series WW Prepayments |
| 10/01/03 | 120,000 | Pro rata | Debt Service Reserve |
| 10/01/03 | 75,000 | Pro rata | Prepayments |
| 10/01/03 | 1,315,000 | Pro rata | Prepayments |
| 01/01/04 | 35,000 | Pro rata | Prepayments |
| 01/01/04 | 635,000 | Pro rata | Prepayments |
| 05/01/04 | 75,000 | Pro rata | Prepayments |
| 05/01/04 | 1,850,000 | Pro rata | Prepayments |
| 05/01/04 | 240,000 | Pro rata | Debt Service Reserve |
| 09/01/04 09/01/04 | 35,000 | Serial Pro rata | Prepayments Prepayments |
| 09/01/04 | 805,000 60,000 | Pro rata Pro rata | Prepayments Debt Service Reserve |
| 01/01/05 | 15,000 | Pro rata Serial | Prepayments |
| 01/01/05 | 735,000 | Pro rata | Prepayments Prepayments |
| 01/01/05 | 45,000 | Pro rata | Debt Service Reserve |
| 05/01/05 | 5,000 | Serial | Prepayments |
| 05/01/05 | 775,000 | Pro rata | Prepayments |
| 05/01/05 | 50,000 | Pro rata | Debt Service Reserve |
| 10/01/05 | 430,000 | Pro rata | Prepayments |
| 04/01/06 | | Dre rete | Prepayments |
| 0 1/0 1/00 | 430,000 | Pro rata | 1 Topaymonto |
| 04/01/06 | 430,000 55,000 | Pro rata | Debt Service Reserve |
| 04/01/06 08/01/06 | 55,000 265,000 | Pro rata Pro rata | Debt Service Reserve Prepayments |
| 04/01/06 | 55,000 | Pro rata | Debt Service Reserve |

Total \$41,370,000

NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT

AS OF DECEMBER 31, 2007

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES W/X

PAGE NO. 4-1985WX

Bond Call Information:

Special Redemption

The 1985 Series W and X 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:

- unexpended proceeds.
- excess revenues transferred from the revenue reserve fund,
- prepayments of mortgage loans financed with the proceeds of the Series W and X bonds, moneys withdrawn form the debt service revenue fund in connection with an excess over the debt service requirement, and
- (iv) from prepayments of mortgage loans financed with proceeds from series of bonds issued subsequent to the Series D bonds other than the Series W and X 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 W and X bonds, shall first be applied to the redemption or purchase of Series W Serial bonds and Series X term bonds due September 1, 2025, during the periods up to the schedules principal amounts set forth in the series resolution.

Moneys from unexpended proceeds shall be applied to the redemption of Series W and X bonds on a pro rata basis.

Moneys in excess of the debt service reserve requirement shall be applied to the redemption of the series W and X 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 princiopal 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.

Bond Call Information:

Optional Redemption

The Series W and X bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after March 1, 2004, 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) | (Expressed as a Percentage | | |
|------------------------------------|----------------------------|--|--|
| March 1, 2004 to February 28, 2005 | 102.00% | | |
| March 1, 2005 to February 29, 2006 | 101.00% | | |
| March 1, 2006 and thereafter | 100.00% | | |