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

SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) PAGE NO. 1-1998-01 SERIES 01 SERIES DATE: 05/15/98 SERIES SOLD: 06/17/98 GENERAL INFORMATION: LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING) Bonds Outstanding: 25,815,000 New Construction: 18.58% Bond Yield 5.21% Existing Home: 81.42% Private 0.00% Mortgage Loan Prin Outstanding 21,227,787 Total 100.00% FHA 95.28% Mortgage Rate(s) 5.75% - 6.65% VA 0.00% **Outstanding Commitments:** 0 USDA 4.72% Uncommitted Lendable Funds: 0 Guaranty Fund 0.00% Fixed Rate Mortgages 100.00% Other Average Purchase Price: 76.626 Graduated Pmt Mtgs 0.00% (less than 80.00 LTV) 0.00% Average Original Loan Amount: 75.027 Growing Equity Mtgs 0.00% Total 100.00% Total No. of Loans Originated: 775 Variable Rate Mtgs 0.00% Total No. of Loans Paid Off: 436 Total 100.00% Total No. of Loans Outstanding: 339 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 95.28% (904) 645-1956 Condos/Townhouses 4.72% 1998-01 GEMICO Contact: Christine Boyd Manufactured/Duplexes 0.00% 0.00% 0.00% Total RMIC 100.00% UG 0.00% Program: P.O. Box 28066 VEREX 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 01 Total Dollar Amount (\$000) \$344 As % of Initial Principal Amount of Mortgage Loans Purchased 1 11% Claims to Date 0 Maximum level of funding required over the life of the bonds (\$000) \$665 DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING): (AS % OF PRINCIPAL BALANCE OUTSTANDING): % % 889,850 60 days 4.42% 15 4.19% 2.09% 90 days 2.06% In Foreclosure 0.59% 0.65% 138,841 2 No. of Loans Foreclosed to Date since 1/1/87 Not available Real Estate Owned Foreclosed (Loss)/Gain to Date Not available Number of Loans 0 Net of Insurance Proceeds (\$000) Not available Outstanding Mtg Amount At time of Default \$0 Current Balance MORTGAGE LOAN SERVICERS: MORTGAGE LOAN RATES (BY BOND SERIES): Series # of Loans Mtg Rate # of Loans % of Portfolio Servicer 1998 SERIES 01 17 5.75% BB&T 6.05% 117 34.51% 13 6.25% 230 Marsh 106 31.27% **RBC** Centura 6.45% 104 30.68% 31

6.65%

48

339

Total

Bank of America

TOTAL

12

339

3.54%

100.00%

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

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 01

PAGE NO. 2-1998-01

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)
65820EVN7	07/01/00	Serial	4.100%	\$455,000	\$455,000	\$0	\$0	2
65820EVP2	01/01/01	Serial	4.300%	465,000	465,000	0	0	2
65820EVQ0	07/01/01	Serial	4.300%	480,000	480,000	0	0	2
65820EVR8	01/01/02	Serial	4.450%	490,000	490,000	0	0	2
65820EVS6	07/01/02	Serial	4.450%	505,000	505,000	0	0	2
65820EVT4	01/01/03	Serial	4.550%	510,000	510,000	0	0	2
65820EVU1	07/01/03	Serial	4.550%	525,000	525,000	0	0	2
65820EVV9	01/01/04	Serial	4.650%	535,000	535,000	0	0	2
65820EVW7	07/01/04	Serial	4.650%	550,000	550,000	0	0	2
65820EVX5	01/01/05	Serial	4.750%	565,000	470,000	95,000	0	2
68520EVY3	07/01/05	Serial	4.750%	575,000	390,000	185,000	0	2
65820EVZ0	01/01/06	Serial	4.800%	590,000	355,000	235,000	0	2
65820EWA4	07/01/06	Serial	4.800%	605,000	335,000	270,000	0	2
65820EWB2	01/01/07	Serial	4.900%	620,000	300,000	320,000	0	2
65820EXC0	07/01/07	Serial	4.900%	635,000	300,000	335,000	0	2
65820EWH9	01/01/08	Serial	4.800%	655,000	310,000	345,000	0	2
65820EWJ5	07/01/08	Serial	4.800%	675,000	0	355,000	320,000	2
65820EWK2	01/01/09	Serial	4.900%	695,000	0	355,000	340,000	2
65820EWL0	07/01/09	Serial	4.900%	710,000	0	365,000	345.000	2
65820EWM8	07/01/11	Term (Note 2)	5.000%	3,020,000	0	1,530,000	1,490,000	2
65820EWN6	07/01/13	Term (Note 3)	5.125%	2,745,000	0	1,435,000	1,310,000	2
65820EWD8	01/01/17	Term (Note 4)	5.350%	7,250,000	0	3,835,000	3,415,000	2
65820EWE6	07/01/22	Term (Note 5)	4.700%	13,200,000	0	13,200,000	0	1
65820EWF3	01/01/29	Term (Note 6)	5.375%	20,060,000	0	5,140,000	14,920,000	3
65820EWG1	01/01/30	Term (Note 7)	5.375%	5,000,000	0	1,325,000	3,675,000	3
		(/ /		-,,00	ŭ	.,==,=00	2,2.2,300	-
	Т	Total 1998 Series 1		\$62,115,000	\$6,975,000	\$29,325,000	\$25,815,000	

Note 1: See optional and special redemption provisions page 4-98-01, (i.e. "1" denotes first call priority from prepayments).

Note 2: Sinking fund redemptions begin January 1, 2010.

Note 3: Sinking fund redemptions begin January 1, 2012.

Note 4: Sinking fund redemptions begin July 1, 2013.

Note 5: Sinking fund redemptions begin July 1, 2017.

Note 6: Sinking fund redemptions begin day 1, 2017. Note 6: Sinking fund redemptions begin January 1, 2023. Note 7: Sinking fund redemptions begin January 1, 2029.

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

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: SERIES 01

PAGE NO. 3-1998-01

LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds
12/15/99	\$235,000	Supersinker	Prepayments
05/01/00	120,000	Supersinker	. ,
05/01/00	•	Pro rata	Prepayments Debt Service Reserve
	5,000		
07/01/00	225,000	Supersinker	Prepayments
07/01/00	15,000	Pro rata	Debt Service Reserve
01/01/01	845,000	Supersinker	Prepayments
01/01/01	15,000	Pro rata	Debt Service Reserve
06/01/01	740,000	Supersinker	Prepayments
06/01/01	35,000	Pro rata	Debt Service Reserve
10/01/01	1,550,000	Supersinker	Prepayments
10/01/01	30,000	Pro rata	Debt Service Reserve
01/01/02	1,110,000	Supersinker	Prepayments
01/01/02	35,000	Pro rata	Debt Service Reserve
04/15/02	1,135,000	Supersinker	Prepayments
04/15/02	20,000	Pro rata	Debt Service Reserve
07/01/02	1,115,000	Supersinker	Prepayments
07/01/02	35,000	Pro rata	Debt Service Reserve
01/01/03	2,055,000	Supersinker	Prepayments
06/01/03	1,265,000	Supersinker	Prepayments
10/01/03	900,000	Supersinker	Prepayments
10/01/03	105,000	Pro rata	Debt Service Reserve
10/01/03	810,000	Supersinker	Prepayments
01/01/04	1,095,000	Supersinker	Prepayments
05/01/04	520,000	Supersinker	Prepayments
09/01/04	2,160,000	Pro rata	Prepayments
09/01/04	115,000	Pro rata	Debt Service Reserve
01/01/05	2,430,000	Pro rata	Prepayments
01/01/05	50,000	Pro rata	Debt Service Reserve
05/01/05	1,290,000	Pro rata	Prepayments
05/01/05	40,000	Pro rata	Debt Service Reserve
10/01/05	450,000	Pro rata	Prepayments
04/01/06	2,965,000	Pro rata	Prepayments
04/01/06	75,000	Pro rata	Debt Service Reserve
08/01/06	3,960,000	Pro rata	Prepayments
08/01/06	90,000	Pro rata	Debt Service Reserve
01/01/07	1,195,000	Pro rata	Prepayments
01/01/07	30,000	Pro rata	Debt Service Reserve
05/01/07	125,000	Pro rata	Prepayments
05/01/07	10,000	Pro rata	Debt Service Reserve
11/01/07	315,000	Pro rata	Prepayments
11/01/07	10,000	Pro rata	Debt Service Reserve
TOTAL	\$29,325,000		

NORTH CAROLINA HOUSING FINANCE AGENCY DISCLOSURE REPORT

AS OF DECEMBER 31, 2007

INDENTURE:	SINGLE FAMILY REVENUE	BONDS (1998 RESOLUTION	NI)
BOND SERIES:	SERIES 01		

PAGE NO. 4-1998-01

Bond Call Information:

Special Redemption

The 1998 Series 1 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 1, and (iii)
- (iv) moneys withdrawn from the debt service reserve fund in connection with an excess over the debt service reserve requirement, and
- from prepayments of mortgage loans financed with proceeds from series of bonds issued other than the Series 1 bond and from certain moneys in (v) excess of the debt service reserve requirement on deposit in the debt service reserve Fund ("Cross Call Redemption").

Term bonds due January 1, 2029 & January 1, 2030 are not subject to call from prepayments, related debt service reserve reductions or excess recovery prior to 7/1/2005 and are last to be called from unexpended proceeds call.

Prepayments on mortgage loans financed with the proceeds of the Series 1 bonds shall first be applied to the redemption or purchase of Series 1 Term bonds due July 1, 2022 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 31 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 1 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 July 1, 2009 and thereafter

101.00% 100.00%