INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION) INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
BOND SERIES: SERIES KK/LL

SERIES DATE: 10/01/96			SERIES SOLD:	10/31/96	
GENERAL INFORMATION:		LOAN PORTFOLIO CHARA	ACTERISTICS (AS A % OF LOANS	OUTSTANDING)	
Bonds Outstanding: Bond Yield Mortgage Loan Prin Outstanding Mortgage Rate(s) Outstanding Commitments: Uncommitted Lendable Funds: Average Purchase Price: Average Original Loan Amount:	5,630,000 5.89% 5,553,272 6.45% - 7.25% 0 0	New Construction: Existing Home: Total Fixed Rate Mortgages Graduated Pmt Mtgs Growing Equity Mtgs	16.04% 83.96% 100.00% 100.00% 0.00%	Private FHA VA Self Insured Guaranty Fund Other (less than 80.00 LTV) Total	0.00% 100.00% 0.00% 0.00% 0.00%
Total No. of Loans Originated: Total No. of Loans Paid Off: Total No. of Loans Outstanding: Effective May 1, 2006	417 311 106	Variable Rate Mtgs Total	0.00% 100.00%		
Trustee: The Bank of New York Mellon 10161 Centurion Parkway Jacksonville, FL 32256		Type of Housing: Single Family Detached	91.51%	Breakdown of Private Mor (List by % of total portfo	0 0
(904) 645-1956 Contact: Christine Boyd		Condos/Townhouses Manufactured/Duplexes Total	8.49% <u>0.00%</u> <u>100.00%</u>	1985KK/LL GEMICO 0.0 RMIC 0.0 UG 0.0	0%
Program: P.O. Box 28066 Raleigh, NC 27611-8066 (919) 877-5700 Contact: Sharon Drewyor, Director of Hotel				VEREX 0.0 0.0	<u>0%</u>
POOL INSURANCE COVERAGE (DOLLAR	S IN THOUSANDS):	None			
SELF-INSURANCE COVERAGE: Name of Self-Insurance Fund: Mortgage	Deficiency Fund		Current Funding Requirements: Total Dollar Amount (\$000) As % of Initial Principal Amou	(data is for 1985 Series KK/LL on Note 1	y):

Name of Self-Insurance Fund: Mortgage Deficiency Fund

Series of Bonds Covered: 1985 Series D through WW (excluding Series U/V) As % of Initial Principal Amount

of Mortgage Loans Purchased Note 1

Claims to Date

Maximum level of funding required over the life of the bonds (\$000)

Note 1

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	%	#	%	\$
60 days	4.72%	5	4.39%	244,002
90 days	0.94%	1	0.86%	47,896
In Foreclosure	2.83%	3	2.75%	152,630
Foreclosed (Loss)/Ga Net of Insurance Proc		Not available Not available Not available	Real Estate Owned Number of Loans Outstanding Mtg Amount At time of Default	o \$0
			Current Balance	\$0

MORTGAGE LOAN SERVICERS:			MORTGAGE LOAN RATES (BY BOND SERIES):			
Servicer	# of Loans	% of Portfolio	Series	# of Loans	Mtg Rate	
BB&T	55	51.89%	1985 SERIES KK/LL	1	6.45%	
RBC Centura	29	27.36%		64	6.75%	
Marsh	13	12.26%		<u>41</u>	7.25%	
Bank of America	<u>9</u>	<u>8.49%</u>				
			Total	<u>106</u>		
TOTAL	<u>106</u>	<u>100.00%</u>				

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

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
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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)
65820EMU1	03/01/99	Serial	4.40%	\$185,000	\$185,000	\$0	\$0	2
65820EMU9	09/01/99	Serial	4.40%	190,000	190,000	0	0	2
65820EMW7	03/01/00	Serial	4.55%	195,000	195,000	0	0	2
65820EMX5	09/01/00	Serial	4.55%	200,000	200,000		0	2
65820EMY3	03/01/01	Serial	4.65%	205,000	205,000		0	2
65820EMZ0	09/01/01	Serial	4.65%	210,000	205,000	5,000	0	2
65820ENA4	03/01/02	Serial	4.75%	215,000	205,000	10,000	0	2
65820ENB2	09/01/02	Serial	4.75%	220,000	205,000	15,000	0	2
65820ENC0	03/01/03	Serial	4.85%	225,000	205,000	20,000	0	2
65820END8	09/01/03	Serial	4.85%	230,000	195,000	35,000	0	2
65820ENE6	03/01/04	Serial	5.00%	235,000	185,000	50,000	0	2
65820ENF3	09/01/04	Serial	5.00%	240,000	160,000	80,000	0	2
65820ENG1	03/01/05	Serial	5.05%	245,000	155,000	90,000	0	2
65820ENH9	09/01/05	Serial	5.05%	255,000	145,000	110,000	0	2
65820ENJ5	03/01/06	Serial	5.15%	260,000	145,000	115,000	0	2
65820ENK2	09/01/06	Serial	5.15%	270,000	130,000	140,000	0	2
65820ENL0	03/01/07	Serial	5.30%	270,000	120,000	150,000	0	2
65820ENM8	09/01/07	Serial	5.30%	280,000	120,000	160,000	0	2
65820ENN6	03/01/08	Serial	5.40%	290,000	115,000	175,000	0	2
65820ENP1	09/01/08	Serial	5.40%	295,000	100,000	195,000	0	2
65820ENQ9	03/01/09	Serial	5.50%	305,000		200,000	105,000	2
65820ENR7	09/01/09	Serial	5.50%	315,000		210,000	105,000	2
65820ENS5	09/01/16	Term (Note 2)	5.88%	5,460,000		3,605,000	1,855,000	2
65820ENT3	09/01/17	Term (Note 3)	5.88%	980,000		665,000	315,000	2
65820ENU0	09/01/22	Term (Note 4)	5.50%	6,480,000		6,480,000	0	1
65820ENV8	03/01/26	Term (Note 5)	6.20%	5,710,000		3,925,000	1,785,000	2
65820ENW6	09/01/28	Term (Note 6)	6.20%	5,000,000		3,535,000	1,465,000	2
***	, , , , , , ,	. (1010-0)	- 2,7	2,302,000		-,,	,,	
	T	otal 1985 Series KK/L	L	\$28,965,000	\$3,365,000	\$19,970,000	\$5,630,000	

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

Note 2: Sinking fund redemption begins March 1, 2010.

Note 3: Sinking fund redemption begins March 1, 2017.

Note 4: Sinking fund redemption begins March 1, 2018.

Note 5: Sinking fund redemption begins March 1, 2023.

Note 6: Sinking fund redemption begins September 1, 2026.

INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION)
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LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds
09/01/97	\$5,000	Supersinker	Prepayments
03/01/98	85,000	Supersinker	Prepayments
07/01/98	80,000	Supersinker	Prepayments
01/01/99	605,000	Supersinker	Prepayments
05/01/99	500,000	Supersinker	Prepayments
07/01/99	265,000	Supersinker	Prepayments
09/01/99	245,000	Supersinker	Prepayments
12/15/99	670,000	Supersinker	Prepayments
05/01/00	290,000	Supersinker	Prepayments
05/01/00	135,000	Pro rata	Prepayments
07/01/00	665,000	Supersinker	Prepayments
01/01/01	1,035,000	Supersinker	Prepayments
01/01/01	355.000	Pro rata	Prepayments
06/01/01	525,000	Supersinker	Prepayments
10/01/01	305,000	Supersinker	Prepayments
10/01/01	480,000	Pro rata	Prepayments
01/01/02	570,000	Supersinker	Prepayments
04/15/02	200,000	Supersinker	Prepayments
04/15/02	575,000	Pro rata	Prepayments
04/15/02	20,000	Pro rata	Debt Service Reserve
07/01/02	430,000	Supersinker	Prepayments
07/01/02	220,000	Pro rata	Prepayments
07/01/02	20,000	Pro rata	Debt Service Reserve
01/01/03	595,000	Pro rata	Prepayments
06/01/03	380,000	Pro rata	Prepayments
06/01/03	55,000	Pro rata	Debt Service Reserve
06/01/03	840,000	Pro rata	Prepayments
10/01/03	540,000	Pro rata	Prepayments
10/01/03	75,000	Pro rata	Debt Service Reserve
10/01/03	945,000	Pro rata	Prepayments
01/01/04	1,645,000	Pro rata	Prepayments
05/01/04	785,000	Pro rata	Prepayments
09/01/04	735,000	Pro rata	Prepayments
09/01/04	250,000	Pro rata	Debt Service Reserve
01/01/05	375,000	Pro rata	Prepayments
01/01/05	30,000	Pro rata	Debt Service Reserve
05/01/05	740,000	Pro rata	Prepayments
05/01/05	40,000	Pro rata	Debt Service Reserve
10/01/05	455,000	Pro rata	Prepayments
04/01/06	810,000	Pro rata	Prepayments
04/01/06	70,000	Pro rata	Debt Service Reserve
08/01/06	240,000	Pro rata	Prepayments
08/01/06	20,000	Pro rata	Debt Service Reserve
01/01/07	505,000	Pro rata	Prepayments
01/01/07	30,000	Pro rata	Debt Service Reserve
05/01/07	230,000	Pro rata	Prepayments
05/01/07	15,000	Pro rata	Debt Service Reserve
11/01/07	610,000	Pro rata	Prepayments
11/01/07	35,000	Pro rata	Debt Service Reserve
02/01/08	345,000	Pro rata	Prepayments
02/01/08	20,000	Pro rata	Debt Service Reserve
07/01/08	275,000	Pro rata	Prepayments
TOTAL	<u>\$19,970,000</u>		

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INDENTURE: SINGLE FAMILY REVENUE BONDS (1985 RESOLUTION) SERIES KK/LL

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Bond Call Information:

BOND SERIES:

Special Redemption

The 1985 Series KK and LL 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.

Period

- excess revenues transferred from the revenue reserve fund.
- prepayments of mortgage loans financed with the proceeds of the Series KK and LL bonds, (iii)
- moneys withdrawn from the debt service reserve fund in connection with an excess over the debt service reserve 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 (v) Series KK and LL 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 KK and LL bonds, shall first be allpied to the redemption or purchase of Series LL Term bonds due March 1, 2023 during the operiods up to the scheduled principal amounts set forth int eh series resolution.

Moneys in excess of the debt service reserve requirement shall be applied to the redemption of the series KK and LL bonds in any manner. Moneys to be applied to redemption from excess revenues in the revenue reserve fund, 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 KK and LL bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after March 1, 2006, in whole or in part, on any date, at the following redemption prices, plus accrued interest to the date of redemption:

Redemption Price

(Both Dates Inclusive)	(Expressed as a Percenta		
March 1, 2006 to February 28, 2007	102.00%		
March 1, 2007 to February 29, 2008	101.00%		
March 1, 2008 and thereafter	100.00%		