

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF JUNE 30, 2010**

IDENTIFIERS: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) SERIES ALL

PAGE NO. 1-1998 LALL

LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000)

Fund	Investment Type	Investor	Investment Amount	Rate of Investment	Maturity Date
<b>PROGRAM FUND</b>					
Program 26	ST Investment Fund	NC State Treasurer	138,703	1.38%	N/A
Program 29	ST Investment Fund	NC State Treasurer	1,506,006	1.38%	N/A
Program 31	ST Investment Fund	NC State Treasurer	<u>112,942</u>	1.38%	N/A
<b>FUND TOTAL</b>			1,757,651		
<b>REVENUE FUND</b>					
Revenue 20 Contribution	ST Investment Fund	NC State Treasurer	570,460	1.38%	N/A
Revenue 21 Contribution	ST Investment Fund	NC State Treasurer	721,947	1.38%	N/A
Revenue EFWX	ST Investment Fund	NC State Treasurer	508,468	1.38%	N/A
Revenue 21 FHARML	ST Investment Fund	NC State Treasurer	<u>725,870</u>	1.38%	N/A
<b>FUND TOTAL</b>			2,526,745		
<b>INTEREST FUND</b>					
Series 1	ST Investment Fund	NC State Treasurer	11,498,607	1.38%	N/A
Series 19	ST Investment Fund	NC State Treasurer	1,111,763	1.38%	N/A
Series 20	ST Investment Fund	NC State Treasurer	1,061,286	1.38%	N/A
Series 21	ST Investment Fund	NC State Treasurer	1,053,010	1.38%	N/A
Series 22	ST Investment Fund	NC State Treasurer	1,215,390	1.38%	N/A
Series 22CE	ST Investment Fund	NC State Treasurer	1,628,586	1.38%	N/A
Series 23	ST Investment Fund	NC State Treasurer	1,178,188	1.38%	N/A
Series 24	ST Investment Fund	NC State Treasurer	1,575,264	1.38%	N/A
Series 25	ST Investment Fund	NC State Treasurer	1,258,448	1.38%	N/A
Series 26	ST Investment Fund	NC State Treasurer	1,258,366	1.38%	N/A
Series 27	ST Investment Fund	NC State Treasurer	1,426,520	1.38%	N/A
Series 28	ST Investment Fund	NC State Treasurer	1,369,215	1.38%	N/A
Series 29	ST Investment Fund	NC State Treasurer	1,949,151	1.38%	N/A
Series 30	ST Investment Fund	NC State Treasurer	1,412,737	1.38%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>1,547,433</u>	1.38%	N/A
			30,543,964		
<b>PRINCIPAL FUND</b>					
Series 14	ST Investment Fund	NC State Treasurer	4,439,663	1.38%	N/A
Series 19	ST Investment Fund	NC State Treasurer	469,619	1.38%	N/A
Series 20	ST Investment Fund	NC State Treasurer	538,675	1.38%	N/A
Series 21	ST Investment Fund	NC State Treasurer	526,791	1.38%	N/A
Series 22	ST Investment Fund	NC State Treasurer	488,379	1.38%	N/A
Series 22CE	ST Investment Fund	NC State Treasurer	563,872	1.38%	N/A
Series 23	ST Investment Fund	NC State Treasurer	769,994	1.38%	N/A
Series 24	ST Investment Fund	NC State Treasurer	549,806	1.38%	N/A
Series 25	ST Investment Fund	NC State Treasurer	777,748	1.38%	N/A
Series 26	ST Investment Fund	NC State Treasurer	614,146	1.38%	N/A
Series 27	ST Investment Fund	NC State Treasurer	495,277	1.38%	N/A
Series 28	ST Investment Fund	NC State Treasurer	687,114	1.38%	N/A
Series 29	ST Investment Fund	NC State Treasurer	610,201	1.38%	N/A
Series 30	ST Investment Fund	NC State Treasurer	929,446	1.38%	N/A
Series 31	ST Investment Fund	NC State Treasurer	668,331	1.38%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>531,395</u>	1.38%	N/A
			13,660,457		
<b>FUND TOTAL</b>			44,204,421		
<b>DEBT SERVICE RESERVE FUND **</b>					
Contribution Reserve	Inv. Agreement	Trinity Plus	1,096,141	5.08%	01/01/34
<b>Proceeds Reserve</b>					
Series 1	Inv. Agreement	Bayerische Landesbank	322,300	5.60%	07/01/31
Series 2	Inv. Agreement	NATIXIS Funding	185,000	5.08%	07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	395,000	5.16%	07/01/30
Series 4	Inv. Agreement	Trinity Plus	285,000	5.36%	07/01/31
Series 5	Inv. Agreement	Westdeutsche Landesbank	280,000	6.07%	07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	155,000	5.98%	07/01/31
Series 7	Inv. Agreement	AIG Matched Funding	295,000	6.50%	07/01/31
Series 9	Inv. Agreement	Trinity Plus	525,000	6.25%	07/01/31
Series 11	ST Investment Fund	NC State Treasurer	920,000	1.38%	N/A
Series 16	Inv. Agreement	Societe Generale	580,000	4.75%	07/01/32
Series 17	ST Investment Fund	NC State Treasurer	697,300	1.38%	N/A
Series 18	ST Investment Fund	NC State Treasurer	646,300	1.38%	N/A
Series 19	ST Investment Fund	NC State Treasurer	935,000	1.38%	N/A
Series 20	ST Investment Fund	NC State Treasurer	975,000	1.38%	N/A
Series 21	ST Investment Fund	NC State Treasurer	980,000	1.38%	N/A
Series 22	Inv. Agreement	Societe Generale	1,070,000	4.94%	01/01/35
Series 22CE	ST Investment Fund	NC State Treasurer	1,505,000	1.38%	N/A
Series 23	Inv. Agreement	Societe Generale	1,045,000	4.70%	07/01/36
Series 24	Inv. Agreement	Societe Generale	1,410,000	4.70%	07/01/36
Series 25	Inv. Agreement	Societe Generale	1,110,000	4.87%	07/01/37
Series 26	ST Investment Fund	NC State Treasurer	1,145,000	1.38%	N/A
Series 27	ST Investment Fund	NC State Treasurer	1,240,000	1.38%	N/A
Series 28	Inv. Agreement	Societe Generale	1,190,000	4.65%	07/01/37
Series 29	ST Investment Fund	NC State Treasurer	1,820,000	1.38%	N/A
Series 30	ST Investment Fund	NC State Treasurer	1,235,000	1.38%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>1,220,000</u>	1.38%	N/A
			22,165,900		
<b>FUND TOTAL</b>			23,262,041		

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF JUNE 30, 2010**

INDENTURE: \* \* \* \* \* SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) \* \* \* \* \*  
BOND SERIES: \* \* \* \* \* SERIES ALL \* \* \* \* \*

PAGE NO. 2-1998 ALL

LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000): \* \* \* \* \*

**REVENUE RESERVE FUND**

General Reserve					
Series 8	Inv. Agreement	Westdeutsche			
		Landesbank	1,502,205	6.67%	07/01/31
	ST Investment Fund	NC State Treasurer	<u>2,559,995</u>	1.38%	N/A
			4,062,200		
Revenue Reserve					
Series 1	Inv. Agreement	Bayerische Landesbank	1,236,494	5.30%	07/01/31
Series 2	Inv. Agreement	NATIXIS Funding	658,363	5.08%	07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	492,716	4.82%	07/01/31
Series 4	Inv. Agreement	Westdeutsche			
		Landesbank	1,286,900	5.17%	07/01/31
Series 5	Inv. Agreement	Westdeutsche			
		Landesbank	1,003,444	5.87%	07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	835,409	5.91%	07/01/31
Series 7	Inv. Agreement	AIG Matched Funding	1,234,728	6.05%	07/01/31
Series 8	Inv. Agreement	Westdeutsche			
		Landesbank	2,235,441	6.67%	07/01/31
Series 9	Inv. Agreement	Trinity Plus	1,530,517	6.25%	07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	232,873	4.61%	07/01/31
Series 11	Inv. Agreement	Trinity Plus	888,490	5.25%	07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	1,047,550	5.06%	07/01/31
Series 13	Inv. Agreement	Trinity Plus	965,919	5.08%	07/01/31
Series 15	Inv. Agreement	FSA Capital Mgmt	292,855	4.01%	07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	422,129	4.01%	07/01/32
Series 17	Inv. Agreement	Societe Generale	395,638	4.22%	07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	373,338	4.01%	01/01/35
	ST Investment Fund	NC State Treasurer	<u>14,147,392</u>	1.38%	N/A
			29,280,196		

Revenue Reserve - Refunding	ST Investment Fund	NC State Treasurer	<u>16,431,835</u>	1.38%	N/A
-----------------------------	--------------------	--------------------	-------------------	-------	-----

**FUND TOTAL** 49,774,231

**SPECIAL REDEMPTION FUND**

Series 01	Inv. Agreement	Bayerische Landesbank	670,365	5.30%	07/01/31
Series 02	Inv. Agreement	NATIXIS Funding	247,543	5.08%	07/01/31
Series 03	Inv. Agreement	AIG Matched Funding	416,675	4.82%	07/01/31
Series 04	Inv. Agreement	Westdeutsche			
		Landesbank	204,871	5.17%	07/01/31
Series 06	Inv. Agreement	Bayerische Landesbank	321,864	5.91%	07/01/31
Series 07	Inv. Agreement	AIG Matched Funding	374,091	6.05%	07/01/31
Series 08	Inv. Agreement	Westdeutsche			
		Landesbank	303,140	6.67%	07/01/31
Series 09	Inv. Agreement	Trinity Plus	743,383	6.25%	07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	722,575	4.61%	07/01/31
Series 11	Inv. Agreement	Trinity Plus	803,258	5.25%	07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	2,826,076	5.06%	07/01/31
Series 13	Inv. Agreement	Trinity Plus	810,396	5.08%	07/01/31
Series 14	ST Investment Fund	NC State Treasurer	871,820	1.38%	N/A
Series 15	Inv. Agreement	FSA Capital Mgmt	698,661	4.01%	07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	1,021,859	4.01%	07/01/32
Series 17	Inv. Agreement	Societe Generale	845,258	4.22%	07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	1,813,364	4.01%	01/01/35
Series 19	ST Investment Fund	NC State Treasurer	1,167,866	1.38%	N/A
Series 20	ST Investment Fund	NC State Treasurer	810,937	1.38%	N/A
Series 21	ST Investment Fund	NC State Treasurer	3,159,235	1.38%	N/A
Series 22	ST Investment Fund	NC State Treasurer	1,018,274	1.38%	N/A
Series 22CE	ST Investment Fund	NC State Treasurer	853,208	1.38%	N/A
Series 23	ST Investment Fund	NC State Treasurer	2,043,348	1.38%	N/A
Series 24	ST Investment Fund	NC State Treasurer	4,634,850	1.38%	N/A
Series 25	ST Investment Fund	NC State Treasurer	1,311,479	1.38%	N/A
Series 26	ST Investment Fund	NC State Treasurer	1,977,118	1.38%	N/A
Series 27	ST Investment Fund	NC State Treasurer	1,226,437	1.38%	N/A
Series 28	ST Investment Fund	NC State Treasurer	1,642,460	1.38%	N/A
Series 29	ST Investment Fund	NC State Treasurer	3,320,620	1.38%	N/A
Series 30	ST Investment Fund	NC State Treasurer	1,610,767	1.38%	N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>777,437</u>	1.38%	N/A

**FUND TOTAL** 39,449,235

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF JUNE 30, 2010**

INDENTURE: \* \* \* \* \* SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) \* \* \* \* \*  
BOND SERIES: \* \* \* \* \* SERIES ALL \* \* \* \* \*

PAGE NO. 3-1998 ALL

**LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$100,000):** \* \* \* \* \*

**INSURANCE RESERVE FUND \***

Series	Inv. Agreement					
Series 01	Inv. Agreement	Bayerische Landesbank	222,300	5.60%		07/01/31
Series 02	Inv. Agreement	NATIXIS Funding	156,000	5.08%		07/01/31
Series 03	Inv. Agreement	AIG Matched Funding	285,400	5.16%		07/01/30
Series 04	Inv. Agreement	Trinity Plus	248,200	5.36%		07/01/31
Series 05	Inv. Agreement	Westdeutsche Landesbank	208,600	6.07%		07/01/31
Series 06	Inv. Agreement	Bayerische Landesbank	164,365	6.00%		07/01/31
Series 07	Inv. Agreement	AIG Matched Funding	248,501	6.50%		07/01/31
Series 08	Inv. Agreement	NATIXIS Funding	291,100	7.15%		07/01/31
Series 12	ST Investment Fund	NC State Treasurer	294,200	1.38%		N/A
Series 13	Inv. Agreement	Trinity Plus	565,400	5.08%		07/01/31
Series 15	Inv. Agreement	Societe Generale	451,100	4.75%		07/01/32
Series 16	Inv. Agreement	Societe Generale	483,600	4.75%		07/01/32
Series 17	ST Investment Fund	NC State Treasurer	620,000	1.38%		N/A
Series 18	ST Investment Fund	NC State Treasurer	550,000	1.38%		N/A
Series 19	ST Investment Fund	NC State Treasurer	760,000	1.38%		N/A
Series 20	ST Investment Fund	NC State Treasurer	721,576	1.38%		N/A
Series 21	ST Investment Fund	NC State Treasurer	743,500	1.38%		N/A
Series 22	Inv. Agreement	Societe Generale	699,100	4.94%		01/01/35
Series 22CE	ST Investment Fund	NC State Treasurer	885,000	1.38%		N/A
Series 23	Inv. Agreement	Societe Generale	712,100	4.70%		07/01/36
Series 24	Inv. Agreement	Societe Generale	953,800	4.70%		07/01/36
Series 25	Inv. Agreement	Societe Generale	724,200	4.87%		07/01/37
Series 26	ST Investment Fund	NC State Treasurer	710,000	1.38%		N/A
Series 27	ST Investment Fund	NC State Treasurer	655,000	1.38%		N/A
Series 28	Inv. Agreement	Societe Generale	725,000	4.65%		07/01/37
Series 29	ST Investment Fund	NC State Treasurer	1,090,000	1.38%		N/A
Series 30	ST Investment Fund	NC State Treasurer	720,000	1.38%		N/A
Series 31	ST Investment Fund	NC State Treasurer	690,000	1.38%		N/A

**FUND TOTAL** 15,578,042

**TOTAL INVESTMENTS** 176,552,366

- \* Series 9 Insurance Reserve funded by Ambac surety bond in the amount of \$367,000
- \* Series 10 Insurance Reserve funded by Ambac surety bond in the amount of \$251,000
- \* Series 11 Insurance Reserve funded by Ambac surety bond in the amount of \$324,000
- \* Series 12 Insurance Reserve funded by FSA surety bond in the amount of \$1,161,500
- \* Series 14 Insurance Reserve funded by Ambac surety bond in the amount of \$397,000
- \*\* Series 10 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,021,000
- \*\* Series 12 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,116,000
- \*\* Series 14 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,500,000
- \*\* Series 15 Debt Service Reserve funded by FSA surety bond in the amount of \$1,001,000

PAGE NO. 4-1998 ALL

INDENTURE: \* \* \* \* \* SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) \* \* \* \* \*  
BOND SERIES: \* \* \* \* \* SERIES ALL \* \* \* \* \*

Reserve Fund Account Description	Original Amount	Current Amount
Debt Service Reserve Fund **	15,304,900	23,369,829
General Reserve Fund	0	4,062,200
Revenue Reserve Fund	8,454,823	45,712,034
Insurance Reserve *	<u>8,991,500</u>	<u>15,578,042</u>
	<u>32,751,223</u>	<u>88,722,105</u>

- \* Series 9 Insurance Reserve funded by Ambac surety bond in the amount of \$367,000
- \* Series 10 Insurance Reserve funded by Ambac surety bond in the amount of \$251,000
- \* Series 11 Insurance Reserve funded by Ambac surety bond in the amount of \$324,000
- \* Series 12 Insurance Reserve funded by FSA surety bond in the amount of \$1,161,500
- \* Series 14 Insurance Reserve funded by Ambac surety bond in the amount of \$397,000
- \*\* Series 10 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,021,000
- \*\* Series 12 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,116,000
- \*\* Series 14 Debt Service Reserve funded by Ambac surety bond in the amount of \$1,500,000
- \*\* Series 15 Debt Service Reserve funded by FSA surety bond in the amount of \$1,001,000

**EQUITY BY INDENTURE (total for entire resolution):** \* \* \* \* \*

Total Assets	Total Liabilities	Retained Earnings
<u>1,413,857,406</u>	<u>1,277,293,703</u>	<u>136,563,703</u>

**Additional Information**

The Trust Agreement provides that the Debt Service Reserve Fund and the Insurance Reserve Fund may be funded by cash, investment obligations or a "Reserve Alternative Instrument". The Trust Agreement defines a "Reserve Alternative Instrument" as an insurance policy, surety bond, irrevocable letter of credit, guaranty or similar instrument of a provider that is, at the time the Reserve Alternative Instrument is delivered to the Trustee (a) an insurer whose long term debt or claims paying ability has been assigned a rating by each Rating Agency in one of the two highest rating categories (without regard to gradations, such as "plus" or "minus," of such categories), or (b) a commercial bank, insurance company or other financial institution the bonds payable or guaranteed by which are assigned a rating by each Rating Agency in one of the two highest rating categories (without regard gradations such as "plus" or "minus" of such categories). The portion of the Debt Service Reserve Fund for the Series 10 Bonds, the Series 12 Bonds and the Series 14 Bonds was provided by surety bond insurance policies issued by Ambac Assurance Corporation ("Ambac Assurance"). As of June 30, 2008, the coverage provided by such surety bonds is equal to 2% of the outstanding principal of each respective Series of Bonds and equals \$2,076,300. In addition, the Insurance Reserve Requirement for the Series 9 Bonds, the Series 10 Bonds, the Series 11 Bonds and the Series 14 Bonds was provided by separate surety bond insurance policies issued by Ambac Assurance. As of June 30, 2008, the coverage provided by such surety bonds was \$1,339,000.

At the time the respective surety bond insurance policies referenced above were issued, Ambac Assurance had credit ratings meeting the requirements of the Trust Agreement, thus in any event the surety bond insurance policies issued by Ambac will continue to meet the requirements of the Trust Agreement.

On April 13, 2009, Moody's Investors Service announced that it had downgraded the insurance financial strength of Ambac Assurance from Baa1 to Ba3. Ambac's insurance financial strength is now rated CC with negative outlook by Standard & Poor's. Any explanation of the significance of such ratings may be obtained from Moody's Investor Service or Standard & Poor's.