

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2007**

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)  
BOND SERIES: SERIES 21

PAGE NO. 1-1998-21

SERIES DATE: 3/9/05

SERIES SOLD: 4/20/05

**GENERAL INFORMATION:**

**LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING)**

Bonds Outstanding:	61,435,000	New Construction:	28.60%	Private	38.29%
Bond Yield	4.49%	Existing Home:	<u>71.40%</u>	FHA	28.93%
Mortgage Loan Prin Outstanding	59,073,199	Total	<u>100.00%</u>	VA	4.68%
Mortgage Rate(s)	5.13% - 5.38%			USDA	15.72%
Outstanding Commitments:	0			Guaranty Fund	0.00%
Uncommitted Lendable Funds:	0			Other	
		Fixed Rate Mortgages	100.00%	(less than 80.00 LTV)	<u>12.38%</u>
Average Purchase Price:	108,895	Graduated Pmt Mtgs	0.00%	Total	<u>100.00%</u>
Average Original Loan Amount:	102,794	Growing Equity Mtgs	0.00%		
Total No. of Loans Originated:	622	Variable Rate Mtgs	<u>0.00%</u>		
Total No. of Loans Paid Off:	24	Total	<u>100.00%</u>		
Total No. of Loans Outstanding:	598				

**Effective May 1, 2006**

Trustee: The Bank of New York Trust Company, NA  
10161 Centurion Parkway  
Jacksonville, FL 32256  
(904) 645-1956  
Contact: Christine Boyd

Type of Housing:

Single Family Detached	80.60%
Condos/Townhouses	17.23%
Manufactured/Duplexes	<u>2.17%</u>
Total	<u>100.00%</u>

Breakdown of Private Mortgage Insurers  
(List by % of total portfolio):

1998-21	
GEMICO	26.42%
MGIC	2.51%
RMIC	4.85%
PMI	1.17%
RADIAN	2.01%
UG	1.00%
TRIAD	<u>0.33%</u>
	<u>38.29%</u>

Program: P.O. Box 28066  
Raleigh, NC 27611-8066  
(919) 877-5700  
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  
Series of Bonds Covered: 1998 Series 21

Current Funding Requirements:  
Total Dollar Amount (\$000) \$760  
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) \$760

**DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING):**

**(AS % OF PRINCIPAL BALANCE OUTSTANDING):**

	%	#	%	\$
60 days	0.50%	3	0.41%	241,060
90 days	1.84%	11	1.51%	894,901
In Foreclosure	0.50%	3	0.48%	284,726

No. of Loans Foreclosed to Date	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	\$0

**MORTGAGE LOAN SERVICERS:**

**MORTGAGE LOAN RATES (BY BOND SERIES):**

Servicer	# of Loans	% of Portfolio	Series		Mtg Rate
			Series	# of Loans	
			1998 SERIES 21		
Marsh	304	50.84%		341	5.13%
RBC Centura	206	34.45%		181	5.25%
BB&T	68	11.37%		<u>76</u>	5.38%
SECU	15	2.51%			
Bank of America	5	<u>0.83%</u>		<u>598</u>	
Total	<u>598</u>	<u>100.00%</u>			

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2007**

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)  
BOND SERIES: SERIES 21

PAGE NO. 2-1998-21

**LIST OF BONDS BY MATURITY:**

CUSIP Number	Maturity Date	Bond Type	Interest Rate	Original Amount	Principal Mated	Principal Redemptions	Principal Outstanding	Bond Call Sequence (Note 1)
65821FDJ2	01/01/06	Serial	2.40%	\$290,000	\$290,000	\$0	\$0	2
65821FDK9	07/01/06	Serial	2.50%	660,000	660,000	0	0	2
65821FDL7	01/01/07	Serial	2.65%	1,035,000	1,035,000	0	0	2
65821FDM5	07/01/07	Serial	2.75%	515,000	515,000	0	0	2
65821FDN3	01/01/08	Serial	2.90%	435,000	0	0	435,000	2
65821FDP8	07/01/08	Serial	3.00%	455,000	0	0	455,000	2
65821FDQ6	01/01/09	Serial	3.10%	465,000	0	0	465,000	2
65821FDR4	07/01/09	Serial	3.10%	480,000	0	0	480,000	2
65821FDS2	01/01/10	Serial	3.25%	495,000	0	0	495,000	2
65821FDT0	07/01/10	Serial	3.25%	510,000	0	0	510,000	2
65821FDU7	01/01/11	Serial	3.40%	345,000	0	0	345,000	2
65821FCU8	01/01/11	Serial	3.75%	180,000	0	0	180,000	2
65821FCV6	07/01/11	Serial	3.85%	540,000	0	0	540,000	2
65821FCW4	01/01/12	Serial	4.00%	555,000	0	0	555,000	2
65821FCX2	07/01/12	Serial	4.10%	575,000	0	0	575,000	2
65821FCY0	01/01/13	Serial	4.15%	595,000	0	0	595,000	2
65821FCZ7	07/01/13	Serial	4.20%	610,000	0	0	610,000	2
65821FDA1	01/01/14	Serial	4.25%	625,000	0	0	625,000	2
65821FDB9	07/01/14	Serial	4.25%	650,000	0	0	650,000	2
65821FDC7	01/01/15	Serial	4.30%	665,000	0	0	665,000	2
65821FDD5	07/01/15	Serial	4.30%	690,000	0	0	690,000	2
65821FDE3	07/01/25	Term (Note 2)	4.60%	12,515,000	0	0	12,515,000	2
65821FDF0	07/01/30	Term (Note 3)	4.70%	9,685,000	0	0	9,685,000	1
65821FDG8	01/01/35	Term (Note 4)	5.00%	17,800,000	0	990,000	16,810,000	2
65821FDH6	07/01/35	Term (Note 5)	4.75%	13,630,000	0	75,000	13,555,000	2
Total 1998 Series 21				\$65,000,000	\$2,500,000	\$1,065,000	\$61,435,000	

Note 1: See optional and special redemption provisions page 4-1998-21, (i.e. "1" denotes first call priority from prepayments).

Note 2: Sinking fund redemptions begin January 1, 2016.

Note 3: Sinking fund redemptions begin January 1, 2026.

Note 4: Sinking fund redemptions begin January 1, 2016. AMT PAC bonds were sold at a premium with a coupon rate of 5.00% and a yield of 4.696%.

Note 5: Sinking fund redemptions begin January 1, 2031.

NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2007

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)  
BOND SERIES: SERIES 21

PAGE NO. 3-1998-21

LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds
5/1/2007	990,000	Supersinker	Prepayments
5/1/2007	\$20,000	Pro rata	Prepayments
5/1/2007	<u>55,000</u>	Pro rata	Debt Service Reserve
	<u>\$1,065,000</u>		

**NORTH CAROLINA HOUSING FINANCE AGENCY  
DISCLOSURE REPORT  
AS OF SEPTEMBER 30, 2007**

INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)  
BOND SERIES: SERIES 21

PAGE NO. 4-1998-21

**Bond Call Information:**

**Special Redemption**

The 1998 Series 21 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 21, 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 21 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 21 bonds shall first be applied to the redemption or purchase of Series 21 Term bonds due January 1, 2035 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 21 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 21 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after January 1, 2014, in whole, or in part, at the principal amount thereof plus accrued interest to the date of redemption, without premium.