

**NORTH CAROLINA HOUSING FINANCE AGENCY
DISCLOSURE REPORT
AS OF DECEMBER 31, 2010**

**INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: 02**

GENERAL MORTGAGE LOAN INFORMATION

Mortgage Loan Prin Outstanding: \$8,914,659
Mortgage Rates: 5.750% - 6.650%

Average Purchase Price: \$79,046
Average Original Loan Amount: \$77,749

Total No. of Loans Originated: 418
Total No. of Loans Paid Off: 268
Total No. of Loans Outstanding: 150

PROGRAM

P.O. Box 28066
Raleigh, NC 27611-8066
(919) 877-5700
Contacts:
Sharon Drewyor, Director of Home Ownership Lending
Elizabeth Rozakis, Chief Financial Officer

TRUSTEE

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

LOAN PORTFOLIO CHARACTERISTICS (AS OF PERCENTAGE OF LOANS OUTSTANDING)

All loans are 30-year fixed-rate loans.

<u>Loan Type:</u>	<u># of Loans</u>	<u>%</u>
CONV	0	0.00%
FHA	130	86.67%
VA	5	3.33%
USDA	15	10.00%
HUD-184	0	0.00%
Guaranty Fund	0	0.00%
Other (< 80%LTV)	0	0.00%
Total	150	100.00%

<u>Private Mortgage Insurers:</u>	<u># of Loans</u>	<u>%</u>
Total	0	0.00%

<u>New/Existing:</u>	<u># of Loans</u>	<u>%</u>
New Construction	48	32.00%
Existing Home	102	68.00%
Total	150	100.00%

<u>Type of Housing:</u>	<u># of Loans</u>	<u>%</u>
Single Family Detached	141	94.00%
Condominium	5	3.33%
Townhouse	2	1.34%
Manufactured Home	2	1.33%
Total	150	100.00%

DELINQUENCY STATISTICS

<u>Loans Outstanding:</u>	<u># of Loans</u>	<u>%</u>
60 days	1	0.67%
90 days	6	4.00%
In Foreclosure	1	0.67%
REO (Conv, USDA)	0	0.00%
Total	8	

<u>Principal Outstanding:</u>	<u>\$ of Loans</u>	<u>%</u>
60 days	\$56,308	0.63%
90 days	\$338,628	3.80%
In Foreclosure	\$59,521	0.67%
REO (Conv, USDA)	\$0	0.00%
Total	\$454,457	

SERVICER AND MORTGAGE LOAN DATA

<u>Servicers:</u>	<u># of Loans</u>	<u>%</u>
Bank of America	4	2.67%
Marsh Associates Inc.	43	28.66%
RBC Bank	62	41.33%
BB&T	41	27.34%
Total	150	100.00%

<u>Mortgage Rates (%):</u>	<u># of Loans</u>
6.65	43
5.75	107
Total	150

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BOND SERIES: SERIES 02

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POOL INSURANCE COVERAGE (DOLLARS IN THOUSANDS): None

SELF-INSURANCE COVERAGE: Name of Self-Insurance Fund: Insurance Reserve Fund
Series of Bonds Covered: 1998 Series 02

Current Funding Requirements:
Total Dollar Amount (\$000) \$156
As % of Initial Principal Amount
of Mortgage Loans Purchased 1.75%
Claims to Date 0

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

\$478

LIST OF BONDS BY MATURITY:

CUSIP Number	Maturity Date	Bond Type	Interest Rate	Original Amount	Principal Matured	Principal Redemptions	Principal Outstanding	Bond Call Sequence (Note 1)
65820EWR7	01/01/07	Term (Note 2)	4.200%	\$4,145,000	\$3,960,000	\$185,000	\$0	2
65820EWW6	07/01/07	Serial	4.250%	370,000	280,000	90,000	0	2
65820EWX4	01/01/08	Serial	4.400%	375,000	265,000	110,000	0	2
65820EWY2	07/01/08	Serial	4.400%	380,000	215,000	165,000	0	2
65820EWZ9	01/01/09	Serial	4.500%	390,000	210,000	180,000	0	2
65820EXA3	07/01/09	Serial	4.500%	395,000	200,000	195,000	0	2
65820EXB1	01/01/10	Serial	4.600%	405,000	195,000	210,000	0	2
65820EXC9	07/01/10	Serial	4.600%	420,000	195,000	225,000	0	2
65820EXD7	01/01/11	Serial	4.700%	425,000	0	235,000	190,000	2
65820EXE5	07/01/11	Serial	4.700%	435,000	0	245,000	190,000	2
65820EXF2	01/01/12	Serial	4.800%	445,000	0	250,000	195,000	2
65820EXG0	07/01/12	Serial	4.800%	460,000	0	265,000	195,000	2
65820EXH8	07/01/17	Term (Note 3)	5.100%	5,240,000	0	3,020,000	2,220,000	2
65820EWS5	01/01/20	Term (Note 4)	5.200%	3,145,000	0	1,805,000	1,340,000	2
65820EWT3	01/01/25	Term (Note 5)	4.600%	7,425,000	0	7,425,000	0	1
65820EWU0	07/01/26	Term (Note 6)	5.250%	2,545,000	0	1,465,000	1,080,000	2
65820EUV8	07/01/30	Term (Note 7)	5.250%	8,000,000	0	4,840,000	3,160,000	2
Total 1998 Series 2				\$35,000,000	\$5,520,000	\$20,910,000	\$8,570,000	

Note 1: See optional and special redemption provisions page 4-98-02, (i.e. "1" denotes first call priority from prepayments).

Note 2: Sinking fund redemptions begin January 1, 2001

Note 3: Sinking fund redemptions begin January 1, 2013.

Note 4: Sinking fund redemptions begin January 1, 2018.

Note 5: Sinking fund redemptions begin July 1, 2020.

Note 7: Sinking fund redemptions begin July 1, 2026.

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BOND SERIES: SERIES 02

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LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds
07/01/00	\$95,000	Supersinker	Prepayments
01/01/01	\$260,000	Supersinker	Prepayments
01/01/01	\$5,000	Pro rata	Debt Service Reserve
06/01/01	\$585,000	Supersinker	Prepayments
06/01/01	\$25,000	Pro rata	Debt Service Reserve
10/01/01	\$515,000	Supersinker	Prepayments
10/01/01	\$10,000	Pro rata	Debt Service Reserve
01/01/02	\$315,000	Supersinker	Prepayments
01/01/02	\$10,000	Pro rata	Debt Service Reserve
04/15/02	\$225,000	Supersinker	Prepayments
04/15/02	\$5,000	Pro rata	Debt Service Reserve
07/01/02	\$375,000	Supersinker	Prepayments
07/01/02	\$15,000	Pro rata	Debt Service Reserve
01/01/03	\$815,000	Supersinker	Prepayments
06/01/03	\$960,000	Supersinker	Prepayments
10/01/03	\$45,000	Pro rata	Debt Service Reserve
10/01/03	\$1,290,000	Supersinker	Prepayments
01/01/04	\$1,270,000	Supersinker	Prepayments
05/01/04	\$545,000	Supersinker	Prepayments
05/01/04	\$420,000	Pro rata	Prepayments
09/01/04	\$175,000	Supersinker	Prepayments
09/01/04	\$375,000	Pro rata	Prepayments
09/01/04	\$100,000	Pro rata	Debt Service Reserve
01/01/05	\$620,000	Pro rata	Prepayments
01/01/05	\$10,000	Pro rata	Debt Service Reserve
05/01/05	\$645,000	Pro rata	Prepayments
05/01/05	\$20,000	Pro rata	Debt Service Reserve
10/01/05	\$1,025,000	Pro rata	Prepayments
04/01/06	\$795,000	Pro rata	Prepayments
04/01/06	\$45,000	Pro rata	Debt Service Reserve
08/01/06	\$930,000	Pro rata	Prepayments
08/01/06	\$25,000	Pro rata	Debt Service Reserve
01/01/07	\$1,145,000	Pro rata	Prepayments
01/01/07	\$30,000	Pro rata	Debt Service Reserve
05/01/07	\$625,000	Pro rata	Prepayments
05/01/07	\$20,000	Pro rata	Debt Service Reserve
11/01/07	\$275,000	Pro rata	Prepayments
11/01/07	\$10,000	Pro rata	Debt Service Reserve
02/01/08	\$3,125,000	Pro rata	Prepayments
02/01/08	\$65,000	Pro rata	Debt Service Reserve
07/01/08	\$805,000	Pro rata	Prepayments
01/01/09	\$690,000	Pro rata	Prepayments
01/01/09	\$45,000	Pro rata	Debt Service Reserve
07/01/09	\$280,000	Pro rata	Prepayments
07/01/09	\$10,000	Pro rata	Debt Service Reserve
01/01/10	\$550,000	Pro rata	Prepayments
01/01/10	\$15,000	Pro rata	Debt Service Reserve
06/01/10	\$365,000	Pro rata	Prepayments
06/01/10	\$5,000	Pro rata	Debt Service Reserve
12/01/10	\$290,000	Pro rata	Prepayments
12/01/10	<u>\$10,000</u>	Pro rata	Debt Service Reserve
TOTAL	<u>\$20,910,000</u>		

