

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

**INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION)
BOND SERIES: 26**

GENERAL MORTGAGE LOAN INFORMATION

Mortgage Loan Prin Outstanding: \$51,453,884
Mortgage Rates: 5.125% - 6.250%

Average Purchase Price: \$114,391
Average Original Loan Amount: \$109,289

Total No. of Loans Originated: 552
Total No. of Loans Paid Off: 75
Total No. of Loans Outstanding: 477

PROGRAM

P.O. Box 28066
Raleigh, NC 27611-8066
(919) 877-5700
Contacts:
Sharon Dreywor, 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	304	63.73%
FHA	59	12.37%
VA	31	6.50%
USDA	33	6.92%
HUD-184	0	0.00%
Guaranty Fund	0	0.00%
Other (< 80%LTV)	50	10.48%
Total	477	100.00%

<u>Private Mortgage Insurers:</u>	<u># of Loans</u>	<u>%</u>
MGIC	88	18.45%
RMIC	33	6.92%
AIG-UGIC	36	7.55%
GENWORTH	133	27.88%
PMI MTG. INS. CO.	9	1.89%
TRIAD	2	0.42%
RADIAN GUARANTY INC.	2	0.42%
CMG MTG INS CO	2	0.42%
Total	305	63.87%

<u>New/Existing:</u>	<u># of Loans</u>	<u>%</u>
New Construction	134	28.09%
Existing Home	343	71.91%
Total	477	100.00%

<u>Type of Housing:</u>	<u># of Loans</u>	<u>%</u>
Single Family Detached	359	75.26%
Condominium	34	7.13%
Townhouse	79	16.56%
Manufactured Home	5	1.05%
Total	477	100.00%

DELINQUENCY STATISTICS

<u>Loans Outstanding:</u>	<u># of Loans</u>	<u>%</u>
60 days	12	2.52%
90 days	18	3.77%
In Foreclosure	7	1.47%
REO (Conv, USDA)	9	1.89%
Total	47	

<u>Principal Outstanding:</u>	<u>\$ of Loans</u>	<u>%</u>
60 days	\$1,455,854	2.83%
90 days	\$2,086,408	4.05%
In Foreclosure	\$717,870	1.40%
REO (Conv, USDA)	\$946,916	1.84%
Total	\$5,207,048	

SERVICER AND MORTGAGE LOAN DATA

<u>Servicers:</u>	<u># of Loans</u>	<u>%</u>
Bank of America	3	0.63%
Marsh Associates Inc.	197	41.30%
RBC Bank	153	32.07%
BB&T	115	24.11%
State Employees Credit Union	9	1.89%
US Bank Home Mortgage	0	0.00%
Total	477	100.00%

<u>Mortgage Rates (%):</u>	<u># of Loans</u>
6.25	3
6.125	7
5.99	1
5.875	7
5.75	47
5.625	181
5.5	228
5.125	3
Total	477

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BOND SERIES: SERIES 26

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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 26	Total Dollar Amount (\$000)	\$710
		As % of Initial Principal Amount	1.38%
		of Mortgage Loans Purchased	
		Claims to Date	0

Maximum level of funding required over the life of the bonds (\$000) \$710

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)
658207DA0	07/01/08	Serial	3.40%	170,000	170,000	0	0	2
658207CJ2	01/01/09	Serial	3.80%	500,000	500,000	0	0	2
658207CK9	07/01/09	Serial	3.85%	510,000	510,000	0	0	2
658207CL7	01/01/10	Serial	3.90%	520,000	520,000	0	0	2
658207CM5	07/01/10	Serial	3.90%	280,000	280,000	0	0	2
658207DB8	07/01/10	Serial	3.50%	250,000	250,000	0	0	2
658207CN3	01/01/11	Serial	3.95%	295,000	0	0	295,000	2
658207DC6	01/01/11	Serial	3.55%	250,000	0	0	250,000	2
658207CP8	07/01/11	Serial	3.95%	555,000	0	0	555,000	2
658207DD4	01/01/12	Serial	3.60%	565,000	0	0	565,000	2
658207CQ6	07/01/12	Serial	4.00%	580,000	0	0	580,000	2
658207CR4	01/01/13	Serial	4.05%	590,000	0	0	590,000	2
658207CS2	07/01/13	Serial	4.05%	605,000	0	0	605,000	2
658207CT0	01/01/14	Serial	4.10%	615,000	0	0	615,000	2
658207CU7	07/01/14	Serial	4.10%	630,000	0	0	630,000	2
658207DE2	01/01/15	Serial	3.75%	645,000	0	0	645,000	2
658207DF9	07/01/15	Serial	3.75%	660,000	0	0	660,000	2
658207DG7	01/01/16	Serial	3.80%	675,000	0	0	675,000	2
658207DH5	07/01/16	Serial	3.80%	690,000	0	0	690,000	2
658207DJ1	01/01/17	Serial	3.85%	705,000	0	0	705,000	2
658207DK8	07/01/17	Serial	3.85%	720,000	0	0	720,000	2
658207CV5	07/01/22	Term (Note 2)	4.55%	5,505,000	0	0	5,505,000	2
658207CW3	07/01/28	Term (Note 3)	4.60%	8,385,000	0	0	8,385,000	2
658207CX1	07/01/32	Term (Note 4)	4.65%	7,280,000	0	0	7,280,000	2
658207CY9	01/01/38	Term (Note 5)	5.50%	19,500,000	0	7,800,000	11,700,000	2
658207CZ6	07/01/38	Term (Note 6)	4.70%	13,320,000	0	200,000	13,120,000	2
Total 1998 Series 26				\$65,000,000	\$2,230,000	\$8,000,000	\$54,770,000	

Note 1: See optional and special redemption provisions page 4-1998-26, (i.e. "1" denotes first call priority from prepayments).
 Note 2: Sinking fund redemptions begin January 1, 2018.
 Note 3: Sinking fund redemptions begin January 1, 2023.
 Note 4: Sinking fund redemptions begin January 1, 2029.
 Note 5: Sinking fund redemptions begin July 1, 2018. AMT PAC bonds were sold at a premium with a coupon rate of 5.50% and a yield of 5.084%.
 Note 6: Sinking fund redemptions begin January 1, 2033.

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INDENTURE: SINGLE FAMILY REVENUE BONDS (1998 REDEMPTION)
BOND SERIES: SERIES 26

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LIST OF UNSCHEDULED REDEMPTIONS:

Call Date	Call Amount	Type of Call	Source Of Funds
7/1/2008	\$550,000	Supersinker	Prepayments
1/1/2009	\$1,060,000	Supersinker	Prepayments
1/1/2009	\$45,000	Pro rata	Debt Service Reserve
7/1/2009	\$1,245,000	Supersinker	Prepayments
7/1/2009	\$35,000	Pro rata	Debt Service Reserve
1/1/2010	\$1,560,000	Supersinker	Prepayments
1/1/2010	\$45,000	Pro rata	Debt Service Reserve
6/1/2010	\$1,700,000	Supersinker	Prepayments
6/1/2010	\$30,000	Pro rata	Debt Service Reserve
12/1/2010	\$1,685,000	Supersinker	Prepayments
12/1/2010	<u>\$45,000</u>	Pro rata	Debt Service Reserve
	<u>\$8,000,000</u>		

