

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

INDENTURE: ..... SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) .....  
BOND SERIES: ..... SERIES ALL .....  
LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$10,000): .....

PAGE NO. 1-1998 ALL

Fund	Investment Type	Investor	Investment Amount	Rate of Investment	Maturity Date	
<b>REVENUE FUND</b>						
Revenue 20 Contribution	ST Investment Fund	NC State Treasurer	687,683	0.99%	N/A	
Revenue 21 Contribution	ST Investment Fund	NC State Treasurer	780,696	0.99%	N/A	
Revenue EFWX	ST Investment Fund	NC State Treasurer	1,234,184	0.99%	N/A	
Revenue 21 FHARML	ST Investment Fund	NC State Treasurer	<u>1,125,859</u>	0.99%	N/A	
<b>FUND TOTAL</b>			3,828,422			
<b>BOND SERVICE FUND</b>						
Interest	Series 1	ST Investment Fund	NC State Treasurer	566,746	0.99%	N/A
	Series 2	ST Investment Fund	NC State Treasurer	288,003	0.99%	N/A
	Series 3	ST Investment Fund	NC State Treasurer	561,699	0.99%	N/A
	Series 4	ST Investment Fund	NC State Treasurer	405,449	0.99%	N/A
	Series 5	ST Investment Fund	NC State Treasurer	404,184	0.99%	N/A
	Series 6	ST Investment Fund	NC State Treasurer	231,915	0.99%	N/A
	Series 7	ST Investment Fund	NC State Treasurer	408,812	0.99%	N/A
	Series 8	ST Investment Fund	NC State Treasurer	448,301	0.99%	N/A
	Series 9	ST Investment Fund	NC State Treasurer	694,742	0.99%	N/A
	Series 10	ST Investment Fund	NC State Treasurer	535,286	0.99%	N/A
	Series 11	ST Investment Fund	NC State Treasurer	687,602	0.99%	N/A
	Series 12	ST Investment Fund	NC State Treasurer	746,014	0.99%	N/A
	Series 13	ST Investment Fund	NC State Treasurer	801,276	0.99%	N/A
	Series 14	ST Investment Fund	NC State Treasurer	119,946	0.99%	N/A
	Series 15	ST Investment Fund	NC State Treasurer	657,127	0.99%	N/A
	Series 16	ST Investment Fund	NC State Treasurer	682,983	0.99%	N/A
	Series 17	ST Investment Fund	NC State Treasurer	805,272	0.99%	N/A
	Series 18	ST Investment Fund	NC State Treasurer	824,054	0.99%	N/A
	Series 19	ST Investment Fund	NC State Treasurer	1,381,201	0.99%	N/A
	Series 20	ST Investment Fund	NC State Treasurer	1,268,485	0.99%	N/A
	Series 21	ST Investment Fund	NC State Treasurer	1,362,045	0.99%	N/A
	Series 22	ST Investment Fund	NC State Treasurer	208,109	0.99%	N/A
	Series 22CE	ST Investment Fund	NC State Treasurer	1,625,977	0.99%	N/A
	Series 23	ST Investment Fund	NC State Treasurer	1,382,634	0.99%	N/A
	Series 24	ST Investment Fund	NC State Treasurer	1,813,374	0.99%	N/A
	Series 25	ST Investment Fund	NC State Treasurer	1,509,840	0.99%	N/A
	Series 26	ST Investment Fund	NC State Treasurer	1,518,064	0.99%	N/A
	Series 27	ST Investment Fund	NC State Treasurer	1,459,032	0.99%	N/A
	Series 28	ST Investment Fund	NC State Treasurer	1,193,542	0.99%	N/A
	Series 29	ST Investment Fund	NC State Treasurer	1,887,886	0.99%	N/A
	Series 30	ST Investment Fund	NC State Treasurer	1,328,440	0.99%	N/A
	Series 31	ST Investment Fund	NC State Treasurer	<u>1,350,808</u>	0.99%	N/A
			29,158,848			
Principal	Series 1	ST Investment Fund	NC State Treasurer	514,661	0.99%	N/A
	Series 3	ST Investment Fund	NC State Treasurer	143,940	0.99%	N/A
	Series 7	ST Investment Fund	NC State Treasurer	107,978	0.99%	N/A
	Series 8	ST Investment Fund	NC State Treasurer	115,468	0.99%	N/A
	Series 9	ST Investment Fund	NC State Treasurer	169,921	0.99%	N/A
	Series 10	ST Investment Fund	NC State Treasurer	135,999	0.99%	N/A
	Series 11	ST Investment Fund	NC State Treasurer	188,993	0.99%	N/A
	Series 12	ST Investment Fund	NC State Treasurer	188,465	0.99%	N/A
	Series 13	ST Investment Fund	NC State Treasurer	204,401	0.99%	N/A
	Series 14	ST Investment Fund	NC State Treasurer	237,227	0.99%	N/A
	Series 15	ST Investment Fund	NC State Treasurer	525,920	0.99%	N/A
	Series 16	ST Investment Fund	NC State Treasurer	535,385	0.99%	N/A
	Series 17	ST Investment Fund	NC State Treasurer	191,601	0.99%	N/A
	Series 18	ST Investment Fund	NC State Treasurer	162,528	0.99%	N/A
	Series 19	ST Investment Fund	NC State Treasurer	276,025	0.99%	N/A
	Series 20	ST Investment Fund	NC State Treasurer	965,271	0.99%	N/A
	Series 21	ST Investment Fund	NC State Treasurer	242,486	0.99%	N/A
	Series 22	ST Investment Fund	NC State Treasurer	1,541,705	0.99%	N/A
	Series 22CE	ST Investment Fund	NC State Treasurer	367,865	0.99%	N/A
	Series 23	ST Investment Fund	NC State Treasurer	314,970	0.99%	N/A
	Series 24	ST Investment Fund	NC State Treasurer	359,587	0.99%	N/A
	Series 25	ST Investment Fund	NC State Treasurer	305,677	0.99%	N/A
	Series 26	ST Investment Fund	NC State Treasurer	338,969	0.99%	N/A
	Series 27	ST Investment Fund	NC State Treasurer	656,002	0.99%	N/A
	Series 28	ST Investment Fund	NC State Treasurer	601,356	0.99%	N/A
	Series 29	ST Investment Fund	NC State Treasurer	2,003,306	0.99%	N/A
	Series 30	ST Investment Fund	NC State Treasurer	637,885	0.99%	N/A
	Series 31	ST Investment Fund	NC State Treasurer	<u>684,806</u>	0.99%	N/A
			12,718,397			
<b>FUND TOTAL</b>			41,877,245			
<b>DEBT SERVICE RESERVE FUND **</b>						
Contribution Reserve	Inv. Agreement	Trinity Plus	1,096,141	5.08%	01/01/34	
Proceeds Reserve	Series 1	Inv. Agreement	Bayerische Landesbank	302,300	5.06%	01/01/30
	Series 2	Inv. Agreement	NATIXIS Funding	175,000	5.08%	07/01/31
	Series 3	Inv. Agreement	AIG Matched Funding	375,000	5.16%	07/01/30
	Series 4	Inv. Agreement	Trinity Plus	270,000	5.36%	07/01/31
	Series 5	Inv. Agreement	Westdeutsche Landesbank	270,000	6.07%	07/01/31
	Series 6	Inv. Agreement	Bayerische Landesbank	145,000	6.00%	07/01/31
	Series 7	Inv. Agreement	AIG Matched Funding	280,000	6.50%	07/01/31
	Series 9	Inv. Agreement	Trinity Plus	500,000	6.25%	07/01/31
	Series 11	ST Investment Fund	NC State Treasurer	525,000	0.99%	N/A
	Series 16	Inv. Agreement	Societe Generale	565,000	4.75%	07/01/32
	Series 17	ST Investment Fund	NC State Treasurer	672,300	0.99%	N/A
	Series 18	ST Investment Fund	NC State Treasurer	621,300	0.99%	N/A
	Series 19	ST Investment Fund	NC State Treasurer	905,000	0.99%	N/A
	Series 20	ST Investment Fund	NC State Treasurer	940,000	0.99%	N/A
	Series 21	ST Investment Fund	NC State Treasurer	940,000	0.99%	N/A
	Series 22	Inv. Agreement	Societe Generale	1,025,000	4.94%	01/01/35
	Series 22CE	ST Investment Fund	NC State Treasurer	1,455,000	0.99%	N/A
	Series 23	Inv. Agreement	Societe Generale	1,005,000	4.70%	07/01/36
	Series 24	Inv. Agreement	Societe Generale	1,345,000	4.70%	07/01/36
	Series 25	Inv. Agreement	Societe Generale	1,080,000	4.87%	07/01/37
	Series 26	ST Investment Fund	NC State Treasurer	1,100,000	0.99%	N/A
	Series 27	ST Investment Fund	NC State Treasurer	1,170,000	0.99%	N/A
	Series 28	Inv. Agreement	Societe Generale	1,130,000	4.65%	07/01/37
	Series 29	ST Investment Fund	NC State Treasurer	1,750,000	0.99%	N/A
	Series 30	ST Investment Fund	NC State Treasurer	1,185,000	0.99%	N/A
	Series 31	ST Investment Fund	NC State Treasurer	<u>1,185,000</u>	0.99%	N/A
			20,915,900			
<b>FUND TOTAL</b>			22,012,041			

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PAGE NO. 2-1998 ALL

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

**REVENUE RESERVE FUND**

<b>General Reserve</b>						
Series 8	Inv. Agreement	Westdeutsche				
		Landesbank	1,502,205	6.67%		07/01/31
	ST Investment Fund	NC State Treasurer	<u>2,574,632</u>	0.99%		N/A
			4,076,837			
<b>Revenue Reserve</b>						
Series 1	Inv. Agreement	Bayerische Landesbank	1,367,349	5.30%		01/01/30
Series 2	Inv. Agreement	NATIXIS Funding	675,872	5.08%		07/01/31
Series 3	Inv. Agreement	AIG Matched Funding	621,353	4.82%		07/01/31
Series 4	Inv. Agreement	Westdeutsche				
		Landesbank	1,374,498	5.17%		07/01/31
Series 5	Inv. Agreement	Westdeutsche				
		Landesbank	1,094,566	5.87%		07/01/31
Series 6	Inv. Agreement	Bayerische Landesbank	887,620	5.91%		07/01/30
Series 7	Inv. Agreement	AIG Matched Funding	1,373,243	6.05%		07/01/31
Series 8	Inv. Agreement	Westdeutsche				
		Landesbank	2,343,166	6.67%		07/01/31
Series 9	Inv. Agreement	Trinity Plus	1,699,967	6.25%		07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	357,367	4.61%		07/01/31
Series 11	Inv. Agreement	Trinity Plus	1,060,459	5.25%		07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	1,236,400	5.06%		07/01/31
Series 13	Inv. Agreement	Trinity Plus	1,152,444	5.08%		07/01/31
Series 15	Inv. Agreement	FSA Capital Mgmt	448,523	4.01%		07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	577,243	4.01%		07/01/32
Series 17	Inv. Agreement	Societe Generale	548,142	4.22%		07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	373,338	4.01%		01/01/35
Series 22CE	ST Investment Fund	NC State Treasurer	1,550,410	0.99%		N/A
	ST Investment Fund	NC State Treasurer	<u>9,620,064</u>	0.99%		N/A
			28,362,024			
<b>Revenue Reserve - Refunding</b>						
	ST Investment Fund	NC State Treasurer	<u>10,197,753</u>	0.99%		N/A
<b>FUND TOTAL</b>			<b>42,636,614</b>			

**SPECIAL REDEMPTION FUND**

Series 02	Inv. Agreement	NATIXIS Funding	175,024	5.08%		07/01/31
Series 03	Inv. Agreement	AIG Matched Funding	739,482	4.82%		07/01/31
Series 04	Inv. Agreement	Westdeutsche				
		Landesbank	295,997	5.17%		07/01/31
Series 05	Inv. Agreement	Westdeutsche				
		Landesbank	518,522	5.87%		07/01/31
Series 06	Inv. Agreement	Bayerische Landesbank	201,956	5.91%		07/01/31
Series 07	Inv. Agreement	AIG Matched Funding	477,451	6.05%		07/01/31
Series 08	Inv. Agreement	Westdeutsche				
		Landesbank	311,997	6.67%		07/01/31
Series 09	Inv. Agreement	Trinity Plus	753,643	6.25%		07/01/31
Series 10	Inv. Agreement	Bayerische Landesbank	1,057,020	4.61%		07/01/31
Series 11	Inv. Agreement	Trinity Plus	823,212	5.25%		07/01/31
Series 12	Inv. Agreement	Bayerische Landesbank	1,418,766	5.06%		07/01/31
Series 13	Inv. Agreement	Trinity Plus	994,481	5.08%		07/01/31
Series 14	ST Investment Fund	NC State Treasurer	1,040,989	0.99%		N/A
Series 15	Inv. Agreement	FSA Capital Mgmt	322,789	4.01%		07/01/32
Series 16	Inv. Agreement	FSA Capital Mgmt	658,168	4.01%		07/01/32
	ST Investment Fund	NC State Treasurer	131,051	0.99%		N/A
Series 17	Inv. Agreement	Societe Generale	1,390,153	4.22%		07/01/34
Series 18	Inv. Agreement	FSA Capital Mgmt	2,002,265	4.01%		01/01/35
Series 19	ST Investment Fund	NC State Treasurer	1,514,922	0.99%		N/A
Series 20	ST Investment Fund	NC State Treasurer	519,339	0.99%		N/A
Series 21	ST Investment Fund	NC State Treasurer	3,889,248	0.99%		N/A
Series 22	ST Investment Fund	NC State Treasurer	1,713,117	0.99%		N/A
Series 22CE	ST Investment Fund	NC State Treasurer	2,264,727	0.99%		N/A
Series 23	ST Investment Fund	NC State Treasurer	2,644,876	0.99%		N/A
Series 24	ST Investment Fund	NC State Treasurer	2,226,228	0.99%		N/A
Series 25	ST Investment Fund	NC State Treasurer	2,344,707	0.99%		N/A
Series 26	ST Investment Fund	NC State Treasurer	1,866,888	0.99%		N/A
Series 27	ST Investment Fund	NC State Treasurer	2,422,011	0.99%		N/A
Series 28	ST Investment Fund	NC State Treasurer	1,734,455	0.99%		N/A
Series 29	ST Investment Fund	NC State Treasurer	4,045,359	0.99%		N/A
Series 30	ST Investment Fund	NC State Treasurer	2,615,411	0.99%		N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>884,803</u>	0.99%		N/A
<b>FUND TOTAL</b>			<b>43,999,057</b>			

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BOND SERIES: : : : : SERIES ALL : : : : :

PAGE NO. 3-1998 ALL

LIST OF OUTSTANDING INVESTMENTS BY FUND (OVER \$10,000) : : : : :

<b>INSURANCE RESERVE FUND *</b>						
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	0.99%		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	0.99%		N/A
Series 18	ST Investment Fund	NC State Treasurer	550,000	0.99%		N/A
Series 19	ST Investment Fund	NC State Treasurer	760,000	0.99%		N/A
Series 20	ST Investment Fund	NC State Treasurer	721,576	0.99%		N/A
Series 21	ST Investment Fund	NC State Treasurer	743,500	0.99%		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	0.99%		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	0.99%		N/A
Series 27	ST Investment Fund	NC State Treasurer	655,000	0.99%		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	0.99%		N/A
Series 30	ST Investment Fund	NC State Treasurer	720,000	0.99%		N/A
Series 31	ST Investment Fund	NC State Treasurer	<u>690,000</u>	0.99%		N/A

**FUND TOTAL** 15,578,042

**TOTAL INVESTMENTS** 169,931,421

- \* 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

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

PAGE NO. 4-1998 ALL

Reserve Fund Account Description	Original Amount	Current Amount
Debt Service Reserve Fund **	15,304,900	22,133,028
General Reserve Fund	0	4,127,348
Revenue Reserve Fund	8,454,823	38,417,875
Insurance Reserve *	<u>8,991,500</u>	<u>15,578,042</u>
	<u>32,751,223</u>	<u>80,256,293</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>1,357,158,675</u>	<u>1,218,117,952</u>	<u>139,040,723</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.