SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) PAGE NO. 1-1998-02 SERIES 02 SERIES DATE: 11/01/98 SERIES SOLD: 12/02/98 GENERAL INFORMATION: LOAN PORTFOLIO CHARACTERISTICS (AS A % OF LOANS OUTSTANDING) 16.390.000 32.68% Bonds Outstanding: New Construction: 4.99% Existing Home: 67.32% Private 0.00% Bond Yield Mortgage Loan Prin Outstanding 13,832,205 FHA 85.37% Total 100.00% Mortgage Rate(s) 5.75% - 6.65% VA 3.90% Outstanding Commitments: USDA 10.73% 0 Uncommitted Lendable Funds: 0 Guaranty Fund 0.00% Fixed Rate Mortgages 100.00% Other Average Purchase Price: Graduated Pmt Mtgs (less than 80.00 LTV) 0.00% 80,595 0.00% Average Original Loan Amount: 79,097 Growing Equity Mtgs 0.00% Total 100% Total No. of Loans Originated: 418 Variable Rate Mtgs 0.00% Total No. of Loans Paid Off: 213 100.00% Total No. of Loans Outstanding: 205 Effective May 1, 2006 Trustee: The Bank of New York Trust Company, NA Type of Housing: Breakdown of Private Mortgage Insurers 10161 Centurion Parkway (List by % of total portfolio): Jacksonville, FL 32256 Single Family Detached 91.22% (904) 645-1956 Condos/Townhouses 7.80% 1998-02 Contact: Christine Boyd Manufactured/Duplexes 0.98% GEMICO 0.00% RMIC Total 100.00% 0.00% UG 0.00% Program: P.O. Box 28066 VFRFX 0.00% Raleigh, NC 27611-8066 (919) 877-5700 0.00% 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 **Current Funding Requirements:** Series of Bonds Covered: 1998 Series 02 Total Dollar Amount (\$000) \$246 As % of Initial Principal Amount of Mortgage Loans Purchased 1.40% Claims to Date 0 Maximum level of funding required over the life of the bonds (\$000) \$478 DELINQUENCY STATISTICS (AS A % OF LOANS OUTSTANDING): (AS % OF PRINCIPAL BALANCE OUTSTANDING): % # % 60 days 1.46% 3 1.71% 237,068 90 days 2 44% 5 2 60% 358,951 In Foreclosure 0.00% ٥ 0.00% n No. of Loans Foreclosed to Date since 1/1/87 Real Estate Owned Not available 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 MORTGAGE LOAN RATES (BY BOND SERIES): MORTGAGE LOAN SERVICERS: Mtg Rate # of Loans Servicer # of Loans % of Portfolio 1998 SERIES 02 147 5.75% RBC Centura 41.46% <u>58</u> 6.65% 61 29.76% BB&T 53 25.85% Total 205 Bank of America 6 2.93%

TOTAL

205

100.00%

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BOND SERIES: SERIES 02 PAGE NO. 2-1998-02

LIST OF BONDS BY MATURITY:

| CUSIP | Maturity | Bond | Interest | Original | Principal | Principal | Principal | Bond Call |
|-----------|----------|---------------------|----------|--------------|-------------|--------------|--------------|-------------------|
| Number | Date | Type | Rate | Amount | Matured | Redemptions | Outstanding | 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 | 0 | 105,000 | 270,000 | 2 |
| 65820EWY2 | 07/01/08 | Serial | 4.400% | 380,000 | 0 | 105,000 | 275,000 | 2 |
| 65820EWZ9 | 01/01/09 | Serial | 4.500% | 390,000 | 0 | 105,000 | 285,000 | 2 |
| 65820EXA3 | 07/01/09 | Serial | 4.500% | 395,000 | 0 | 105,000 | 290,000 | 2 |
| 68520EXB1 | 01/01/10 | Serial | 4.600% | 405,000 | 0 | 110,000 | 295,000 | 2 |
| 65820EXC9 | 07/01/10 | Serial | 4.600% | 420,000 | 0 | 110,000 | 310,000 | 2 |
| 65820EXD7 | 01/01/11 | Serial | 4.700% | 425,000 | 0 | 110,000 | 315,000 | 2 |
| 65820EXE5 | 07/01/11 | Serial | 4.700% | 435,000 | 0 | 115,000 | 320,000 | 2 |
| 65820EXF2 | 01/01/12 | Serial | 4.800% | 445,000 | 0 | 120,000 | 325,000 | 2 |
| 65820EXG0 | 07/01/12 | Serial | 4.800% | 460,000 | 0 | 135,000 | 325,000 | 2 |
| 65820EXH8 | 07/01/17 | Term (Note 3) | 5.100% | 5,240,000 | 0 | 1,480,000 | 3,760,000 | 2 |
| 65820EWS5 | 01/01/20 | Term (Note 4) | 5.200% | 3,145,000 | 0 | 860,000 | 2,285,000 | 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 | 735,000 | 1,810,000 | 2 |
| 65820EWV8 | 07/01/30 | Term (Note 7) | 5.250% | 8,000,000 | 0 | 2,475,000 | 5,525,000 | 2 |
| | Т | Total 1998 Series 2 | | \$35,000,000 | \$4,240,000 | \$14,370,000 | \$16,390,000 | |

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

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 |
| TOTAL | \$ <u>14,370,000</u> | | |

| INDENTURE: | SINGLE FAMILY REVENUE BONDS (1998 RESOLUTION) | PAGE NO. | 4-1998-02 |
|------------------------|---|----------|-----------|
| BOND SERIES: | SERIES 02 | | |
| Bond Call Information: | | | |

Special Redemption

The 1998 Series 2 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:

- unexpended proceeds,
- excess revenues transferred from the revenue reserve fund,
- prepayments of mortgage loans financed with the proceeds of the Series 2, and (iii)
- moneys withdrawn from the debt service reserve fund in connection with an excess over the debt service reserve requirement, and (iv)
- from prepayments of mortgage loans financed with proceeds from series of bonds issued other than the Series 2 bond and from certain moneys in (v) 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 2 bonds shall first be applied to the redemption or purchase of Series 2 Term bonds due January 1, 2025 during the periods up to the scheduled principal amounts set forth in the series resolution.

Moneys in excess of the debt service reserve requirement and from excess revenues in the revenue reserve fund shall be applied to the redemption of the Series 2 bonds in any manner. Moneys to be applied to redemption from prepayments in excess of the scheduled principal amounts or from cross call redemption sources, 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

Optional Redemption

The Series 2 bonds are redeemable at the option of the Agency, in any manner the Agency shall determine, on or after July 1, 2008, either as a whole, on any date, or in part, on any interest payment date, at the following redemption prices, plus accrued interest to the date of redemption.

| Period (Both Dates Inclusive) | Redemption Price (Expressed as a Percentage) | | |
|----------------------------------|--|--|--|
| July 1, 2008 - June 30, 2009 | 101.00% | | |
| July 1, 2009 and thereafter | 100.00% | | |