

**S.E.C. RULE 15c2-12  
ANNUAL REPORT**

The California Housing Finance Agency (the "Issuer") hereby provides its annual report for the fiscal year ended June 30, 2004 in connection with the following Bonds:

**Bond Issues:**

Home Mortgage Revenue Bonds (the "Bonds")

1995 Series E dated March 23, 1995  
1995 Series F, G & H dated May 15, 1995  
1995 Series I dated July 27, 1995  
1995 Series J & K dated July 1, 1995  
1995 Series L & M dated November 1, 1995  
1996 Series A dated May 1, 1996  
1996 Series B & C-1 dated January 1, 1996  
1996 Series C-2 & C-3 dated January 30, 1996  
1996 Series D dated April 18, 1996  
1996 Series E dated March 1, 1996  
1996 Series G, H & I dated May 15, 1996  
1996 Series J dated July 24, 1996  
1996 Series K, L & M dated July 1, 1996  
1996 Series N & P dated September 1, 1996  
1996 Series O dated October 16, 1996  
1996 Series Q, R & S dated November 1, 1996  
1997 Series A, B & C dated January 1, 1997  
1997 Series D, E & F dated May 1, 1997  
1997 Series G dated June 5, 1997  
1997 Series H, I & K dated July 1, 1997  
1997 Series L, M, & N dated November 1, 1997  
1997 Series O dated April, 23, 1998  
1998 Series A, B & D dated January 1, 1998  
1998 Series E-1 dated February 19, 1998  
1998 Series E-2 dated February 19, 1998  
1998 Series F, G & H dated May 1, 1998  
1998 Series I, J & L dated July 1, 1998  
1998 Series M dated July 30, 1998  
1998 Series N & O dated September 15, 1998  
1998 Series P dated October 15, 1998  
1998 Series Q, R & S dated December 1, 1998  
1998 Series T dated December 9, 1998  
1999 Series A & B dated April 19, 1999  
1999 Series C dated March 1, 1999  
1999 Series E, H, I & J dated June 24, 1999  
1999 Series F & G dated June 1, 1999

1999 Series K & L dated October 7, 1999  
1999 Series M dated September 1, 1999  
1999 Series N, O, P & Q dated December 9, 1999  
2000 Series A, B, C, D & E dated January 27, 2000  
2000 Series F, G & H dated April 6, 2000  
2000 Series I, J, K, L, M & N dated May 25, 2000  
2000 Series O, P, Q & R dated July 27, 2000  
2000 Series T, U & V dated October 5, 2000  
2000 Series X, Y & Z dated December 13, 2000  
2001 Series A, B, C & D dated January 25, 2001  
2001 Series E, F & G dated April 5, 2001  
2001 Series H, I, J & K dated May 31, 2001  
2001 Series L, M, N & O dated July 26, 2001  
2001 Series Q, R & S dated October 10, 2001  
2001 Series T, U & V dated December 6, 2001  
2002 Series A, B & C dated April 18, 2002  
2002 Series D, E, F & G dated June 6, 2002  
2002 Series H dated June 6, 2002 and 2002 Series J & K dated August 8, 2002  
2002 Series L & N dated August 8, 2002 and 2002 Series M dated October 17, 2002  
2002 Series O & R dated October 17, 2002 and 2002 Series P & Q dated December 12, 2002  
2002 Series S, T & V dated December 19, 2002 and 2002 Series U dated March 6, 2003  
2003 Series A dated January 30, 2003  
2003 Series B & C dated February 27, 2003 and 2003 Series D dated April 10, 2003  
2003 Series E, F & G dated June 5, 2003  
2003 Series H & I dated August 7, 2003  
2003 Series J dated July 31, 2003  
2003 Series K & L dated September 11, 2003  
2003 Series M & N dated November 20, 2003  
2004 Series A & B dated February 19, 2004  
2004 Series C dated January 29, 2004  
2004 Series D, E & F dated May 20, 2004  
2004 Series G & H dated June 3, 2004  
2004 Series I & J dated June 23, 2004

**Annual Report:**

The Issuer's "annual report" (as defined in the Continuing Disclosure Agreement, dated July 1, 1995, November 1, 1995 and January 1, 1996 as supplemented, with respect to the Bonds, hereinafter the "Disclosure Agreement") for the fiscal year ended June 30, 2004 is attached as Appendix A. In addition, attached hereto are items required under the Annual Reports section of the Disclosure Agreement in compliance with S.E.C. Rule 15c2-12.

**Other Matters:**

This annual report is provided solely for purposes of the Disclosure Agreement. The filing of this report does not constitute or imply any representation (i) that all of the information provided is material to investors, (ii) regarding any other financial or operating information about the Issuer or the Bonds, or (iii) that no changes, circumstances or events have occurred since the end of the fiscal year to which this report relates (other than as contained in this report), or that no other information exists, which may have a bearing on the Issuer's financial condition, the security for the Bonds, or an investor's decision to buy, sell, or hold the Bonds. The information contained in this report has been obtained from sources that are believed to be reliable, but such information is not guaranteed as to accuracy or completeness. No statement in this annual report should be construed as a prediction or representation about future financial performance of the Issuer.

The information provided herein may relate to bonds or other obligations of the Issuer in addition to the ones listed above.

CALIFORNIA HOUSING FINANCE AGENCY

By:   
\_\_\_\_\_  
Bruce D. Gilbertson  
Director of Financing

Date: November 24, 2004

The following information is being provided in accordance with the Continuing Disclosure Agreement for the bond issues mentioned below.

Home Mortgage Revenue Bonds (the "Bonds")

1995 Series E  
1995 Series F, G & H  
1995 Series I  
1995 Series J & K  
1995 Series L & M  
1996 Series A  
1996 Series B & C-1  
1996 Series C-2 & C-3  
1996 Series D  
1996 Series E  
1996 Series G, H & I  
1996 Series J  
1996 Series K, L & M  
1996 Series N & P  
1996 Series O  
1996 Series Q, R & S  
1997 Series A, B & C  
1997 Series D, E & F  
1997 Series G  
1997 Series H, I & K  
1997 Series L, M, & N  
1997 Series O  
1998 Series A, B & D  
1998 Series E-1  
1998 Series E-2  
1998 Series F, G & H  
1998 Series I, J & L  
1998 Series M  
1998 Series N & O  
1998 Series P  
1998 Series Q, R & S  
1998 Series T  
1999 Series A & B  
1999 Series C  
1999 Series E, H, I & J  
1999 Series F & G  
1999 Series K & L  
1999 Series M  
1999 Series N, O, P & Q  
2000 Series A, B, C, D & E  
2000 Series F, G & H  
2000 Series I, J, K, L, M & N  
2000 Series O, P, Q & R  
2000 Series T, U & V  
2000 Series X, Y & Z

2001 Series A, B, C & D  
2001 Series E, F & G  
2001 Series H, I, J & K  
2001 Series L, M, N & O  
2001 Series Q, R & S  
2001 Series T, U & V  
2002 Series A, B & C  
2002 Series D, E, F & G  
2002 Series H, J & K  
2002 Series L, M & N  
2002 Series O, P, Q & R  
2002 Series S, T, U & V  
2003 Series A  
2003 Series B, C & D  
2003 Series E, F & G  
2003 Series H & I  
2003 Series J  
2003 Series K & L  
2003 Series M & N  
2004 Series A & B  
2004 Series C  
2004 Series D, E & F  
2004 Series G & H  
2004 Series I & J

The Issuer's Audited Financial Statements are included in the Annual Report attached as Appendix A.

A description of all bonds issued by the Issuer and outstanding as of August 1, 2004 is attached as Appendix B.

Amounts in the Reserve Account are attached as Appendix C. There are no balances in the Supplementary Reserve Account for these issues.

A schedule of bond redemptions and the source of funds for such redemptions is attached as Appendix D.

The status of the Issuer's mortgage loan portfolio, including the interest rates on the Mortgage Loans and the principal amount of the current Mortgage Loan portfolio is attached as Appendix E.

A summary of the Mortgage Loan delinquencies, including the percentage of loans that are 30 days, 60 days, 90 days or 120 days delinquent or in foreclosure is attached as Appendix F.

The balance in the Issuer's Housing Loan Insurance Fund and the rating assigned it claims-paying ability, and the aggregate unpaid principal balance of the Issuer loans insured by the Fund is attached as Appendix G.

Lending with  
**PROMISE**

CALIFORNIA HOUSING FINANCE AGENCY  
2003-2004 ANNUAL REPORT

AUDITED FINANCIAL STATEMENTS

### **Viewing Instructions:**

To best view this document, the “View” setting should be “Continuous-Facing”. Should you need to adjust your “View”, use the following:

Acrobat Reader 6.0 – go to “View” then “Page Layout” then choose “Continuous-Facing”.

For older versions of Acrobat Reader – go to “View” then choose “Continuous-Facing”.

When printing this file, the Table of Contents is to be considered the cover, rather than the first page. Therefore, when assembling please refer to the page numbers at the bottom of each page and assemble back-to-back in a book format.

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
California Housing Finance Agency  
Sacramento, California

We have audited the accompanying combined balance sheets of the California Housing Finance Fund (Fund), which is administered by the California Housing Finance Agency (Agency), a component unit of the State of California, as of June 30, 2004 and 2003 and the related combined statements of revenues, expenses and changes in fund equity, and of cash flows for the years then ended. These combined financial statements are the responsibility of the management of the Agency. Our responsibility is to express an opinion on these combined financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the combined financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the combined financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, such combined financial statements present fairly, in all material respects, the financial position of the Fund as of June 30, 2004 and 2003, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Management's Discussion and Analysis is not a required part of the financial statements, but is supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of management of the Agency. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However we did not audit the information and we do not express an opinion on it.

Our audits were performed for the purpose of forming an opinion on the basic combined financial statements taken as a whole. The supplemental combining program information as of and for the year ended June 30, 2004, on pages 36 through 53 are presented for the purpose of additional analysis and are not a required part of the basic 2004 combined financial statements of the Fund. The supplemental combining program information is the responsibility of the management of the Agency. Such information has been subjected to the auditing procedures applied in our audit of the basic 2004 combined financial statements and, in our opinion, is fairly stated in all material respects when considered in relation to the basic 2004 combined financial statements taken as a whole.

In accordance with Government Auditing Standards, we have also issued our report dated October 7, 2004, on our consideration of the Agencies internal control over financial reporting and our tests of its compliance with certain provisions, loans, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing, of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting. That report is an integral part of an audit in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

*Deloitte + Touche LLP*

October 7, 2004

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**CALIFORNIA HOUSING FINANCE FUND**  
**Management Discussion and Analysis**  
**of Financial Position and Results of Operations**  
**As of and for the fiscal years ended June 2004 and 2003**

**Introduction – The California Housing Finance Agency**

The California Housing Finance Agency (“Agency”) was created in 1975 by an act of the California Legislature and commenced operations in 1976. The Agency is a component unit of the State of California (“State”) and is included in the State’s Comprehensive Annual Financial Report. The Agency is authorized to administer the activities of the California Housing Finance Fund (“Fund”), the California Housing Loan Insurance Fund (“Mortgage Insurance Fund”) and two state general obligation bond funds. The following Management Discussion and Analysis applies only to the activities of the California Housing Finance Fund and should be read in conjunction with the Fund’s combined financial statements and the notes to the combined financial statements. Operations of the Fund include the issuance of Agency bonds and notes to fund loans to qualified borrowers for single family houses and multifamily developments. The Agency is entirely self-funded and does not draw upon the general taxing authority of the State.

The combined financial statements present the totals of the Fund. The supplemental combining information of the Fund is organized by the following major categories: Homeownership Programs, Multifamily Rental Housing Programs, and Other Programs and Accounts. This information and information for specific programs and accounts is reported after the Notes to the combined financial statements.

The Homeownership Programs provide low cost mortgage capital to a network of approved lenders from whom the Agency purchases previously funded and closed loans secured by single family homes purchased by individual borrowers. The Multifamily Rental Housing Programs are typically used to directly fund loans to developers and housing sponsors for the construction or acquisition of multifamily rental housing developments. Interest rates on Agency loans are generally below market rate; however, the programs are operated to be self-supporting. The Agency issues its own bonds to provide the funding for these loan programs. Interest paid to bondholders is generally exempt from both state and federal tax; however, the Agency also issues federally-taxable bonds.

The Other Programs and Accounts category includes the Agency’s Housing Assistance Trust, funded periodically from a portion of the Fund’s operating income before transfers. The Housing Assistance Trust provides a source of funding for low or very low income multifamily developments and home buyer downpayment assistance. Loans for these purposes generally would not produce sufficient revenues to support payments to bondholders. These loans typically accrue simple interest with repayment of principal and interest deferred for the term of the loan or until certain events occur, such as a sale of the property. Also included in this category are certain State-funded programs, which the Agency has been asked to administer for the State on a contract basis. Operating expenses of the Agency’s loan and bond programs are paid from an Operating Account that is replenished from the Fund’s operating income before transfers. Other accounts maintained by the Agency provide security for the issuance of bonds, emergency contingencies, loan servicing operations and loan warehousing activities.

**Financial Highlights 2004 – 2003**

- Operating income before transfers was \$55 million for fiscal year 2004 compared to \$86 million for fiscal year 2003. The decrease in Operating income before transfers is reflective of a \$8 million decrease in the fair value of the Agency’s investments as compared to a \$11 million increase in fiscal year 2003.
- Although \$1.5 billion in new loans receivable were originated during fiscal year 2004, program loans receivable decreased \$550 million to \$5.5 billion at fiscal year end as first-time homebuyers continued to refinance their loans at a record pace resulting in \$1.8 billion of first loan prepayments.
- During the fiscal year \$39 million was transferred into the Fund by the State pursuant to the Housing and Emergency Shelter Trust Fund Act of 2002. The funds were used to make loans and grants to borrowers and homeowners through programs administered by the Agency on a contract basis.
- During fiscal year 2004, the Agency issued \$2 billion of notes and bonds.
- During fiscal year 2004 the Agency continued to actively use the interest rate swap market to provide synthetically fixed interest rates on many of the bonds issued. The Agency obtains a lower fixed cost of funds in the interest rate swap market than can be achieved by issuing fixed rate bonds. Of the \$2 billion in bonds issued, all but \$21 million was issued as variable rate debt and \$937 million of this amount was synthetically swapped to fixed.

- To better manage the basis risk that is inherent in some of the Agency's swap agreements when short-term rates are very low and BMA/LIBOR percentage is high, the Agency entered into 13 basis swaps during fiscal year 2004, with an outstanding notional amount of \$692 million. These swap agreements result in comparable fixed-rate economics but will perform better when short-term rates are low and the BMA/LIBOR percentage is high.
- The Agency continued to actively manage the Fund's interest expense and exposures within the debt portfolio, redeeming, and in some cases refunding, \$2.1 billion of bond indebtedness during fiscal year 2004.

**Condensed Financial Information:**

**Combined Balance Sheet**

The following table presents condensed combined balance sheets for the Fund as of June 30, 2004 and 2003 and the change from the prior year (dollars in millions):

**Condensed Combined Balance Sheets**

|                                   | <u>2004</u>    | <u>2003</u>    | <u>Change</u> |
|-----------------------------------|----------------|----------------|---------------|
| <b>Assets</b>                     |                |                |               |
| Cash and investments              | \$4,066        | \$3,578        | \$488         |
| Program loans receivable-net      | 5,460          | 6,010          | (550)         |
| Other                             | 155            | 189            | (34)          |
| Total Assets                      | <u>\$9,681</u> | <u>\$9,777</u> | <u>\$(96)</u> |
| <b>Liabilities</b>                |                |                |               |
| Bonds payable – net               | \$7,873        | \$8,137        | \$(264)       |
| Other                             | 689            | 615            | 74            |
| Total Liabilities                 | <u>8,562</u>   | <u>8,752</u>   | <u>(190)</u>  |
| <b>Fund Equity</b>                |                |                |               |
| Invested in capital assets        | 1              | 1              |               |
| Restricted equity                 | 1,118          | 1,024          | 94            |
| Total Fund Equity                 | <u>1,119</u>   | <u>1,025</u>   | <u>94</u>     |
| Total Liabilities and Fund Equity | <u>\$9,681</u> | <u>\$9,777</u> | <u>\$(96)</u> |

**Assets**

Of the Fund's assets, more than 98% is represented by cash and investments and program loans receivable. The Fund does not have a significant investment in capital assets.

Total assets decreased by \$96 million or 1% during fiscal year 2004. The Fund's cash and investments were \$4.1 billion as of June 30, 2004, an increase of \$488 million from June 30, 2003. The 14% increase in cash and investments is directly related to the record levels of loan prepayments from homeowners. These loan prepayments, totaling more than \$1.8 billion, have been or will be used for the following purposes: 1) to redeem bonds 2) for the direct purchase of new loans or 3) in connection with refundings of the underlying bonds to preserve the tax-exempt bond authority. In the latter case, the refunding bond proceeds, after being exchanged for a like amount of prepayments, are invested for future loan purchases.

Of the Fund's assets, 42% is in the form of cash and investments at fiscal year end. Of the Fund's investment balance, 53% is in investment agreements. Consistent with the Agency's investment policy, bond proceeds are normally invested in investment agreements with highly rated providers of such instruments because the agreements provide a low level of counterparty risk, a fixed rate of return and complete liquidity. In addition, a substantial portion of the Fund's investments are held in the State's Surplus Money Investment Fund ("SMIF") and earn a variable rate of interest.

The composition of cash and investments as of June 30, 2004 and 2003 and the changes from the prior year are shown in the table below (dollars in millions):

**Cash and Investments**

|                       | <b>2004</b>    | <b>2003</b>    | <b>Change</b> |
|-----------------------|----------------|----------------|---------------|
| Investment agreements | \$2,097        | \$1,980        | \$117         |
| SMIF                  | 1,804          | 1,398          | 406           |
| Securities            | 75             | 116            | (41)          |
| Cash                  | 90             | 84             | 6             |
| Total                 | <u>\$4,066</u> | <u>\$3,578</u> | <u>\$488</u>  |

Program loans receivable decreased by \$550 million or 9% during fiscal year 2004 compared to fiscal year 2003. The Agency had a very active year originating new program loans and processing high levels of prepayments from borrowers. Within the Fund, the Agency originated almost \$1.5 billion in new loans of which over \$1.3 billion were single family first mortgages. However many homebuyers continued to take advantage of very low loan interest rates by refinancing their Agency loans resulting in fiscal year loan prepayments in excess of \$1.8 billion during fiscal year 2004 which is comparable to \$1.8 billion of prepayments received in fiscal year 2003. The Agency does not offer home refinance opportunities to its borrowers as the homeownership loan programs are restricted to first time homebuyers. Multifamily Rental Housing Program loan originations were \$125 million during fiscal year 2004, compared to program loans originated during fiscal year 2003 of \$87 million. Special Program loan originations were \$83 million during fiscal year 2004, compared to program loans originated during fiscal year 2003 of \$62 million.

Other assets decreased by \$34 million or 18% during fiscal year 2004. Nearly all of this decrease is attributable to a decrease in loan prepayments due from outside loan servicers of homeownership loans as of June 30, 2004 when compared to June 30, 2003.

**Liabilities**

The Fund's liabilities were \$8.6 billion as of June 30, 2004, a decrease of \$190 million or 2% from June 30, 2003. Of the Fund's liabilities, over 92% is in the form of bond indebtedness. The Fund's bonds payable at June 30, 2004 decreased by \$264 million from the prior year as the \$2 billion in new issuances in 2004 were offset by scheduled principal payments and \$2.1 billion in bond redemptions, many of the bond redemptions during fiscal year 2004 were as a result of the large number of loan prepayments from homeowners. The Agency's governing statutes impose a cap of \$11.15 billion for bonds and notes issued and outstanding within the Fund. This debt cap is revisited every few years and is normally revised upward as needed.

All of the bonds issued by the Agency are reported within the Fund. The Agency issued a total of \$2 billion of Agency bonds during fiscal year 2004, a decrease from the \$2.1 billion issued during fiscal year 2003. Of the bonds issued during fiscal year 2004, all but \$21 million were issued as variable interest rate bonds, and of that amount \$937 million was swapped to provide synthetically fixed interest rates. As of June 30, 2004, the estimated "net" variable interest rate exposure of the Fund's total bond indebtedness was \$1.2 billion. The estimated "net" variable interest rate exposure excludes all variable interest rate bonds swapped to fixed interest rates or directly backed by complementary variable interest rate assets. This "net" variable interest rate exposure provides an internal hedge against today's low interest rate environment evidenced by low short-term investment rates and increased loan prepayments. Interest costs on variable interest rate bonds that are swapped to a fixed interest rate have generally provided a lower total interest cost to the Fund than interest costs of traditional fixed interest rate products.

The Agency issues both tax-exempt and federally taxable bonds. During the 2004 fiscal year federally taxable bonds increased by 11.2% and as of June 30, 2004 represent 39% of all bonds outstanding, while tax-exempt bonds decreased by 10.8% and as of June 30, 2004 represent 61% of all bonds outstanding. The use of federally taxable bonds allows the Agency to leverage its allocation of the Private Activity Bond volume cap for the Homeownership Programs. This limitation is imposed by the federal government to regulate the issuance of tax-exempt bonds for private purposes. This leveraging of tax-exempt authority allows the Agency to provide increased mortgage capital, thus increasing the number of borrowers assisted by the Agency.

Shown below are the amounts of variable and fixed rate indebtedness, by tax status, as of June 30, 2004 and 2003 and the changes from the prior year (dollars in millions):

| <b>Bonds Payable</b>          |                       |                       |                        |
|-------------------------------|-----------------------|-----------------------|------------------------|
|                               | <u>2004</u>           | <u>2003</u>           | <u>Change</u>          |
| Tax-Exempt Bonds              |                       |                       |                        |
| *Variable Rate                | \$3,216               | \$2,619               | \$ 597                 |
| Fixed Rate                    | 1,564                 | 2,740                 | (1,176)                |
| Total Tax-Exempt Bonds        | <u>\$4,780</u>        | <u>\$5,359</u>        | <u>\$ (579)</u>        |
| Federally Taxable Bonds       |                       |                       |                        |
| *Variable Rate                | \$2,684               | \$2,233               | \$ 451                 |
| Fixed Rate                    | 425                   | 562                   | (137)                  |
| Total Federally Taxable Bonds | <u>\$3,109</u>        | <u>\$2,795</u>        | <u>\$ 314</u>          |
| Total Bonds Outstanding       | <u><u>\$7,889</u></u> | <u><u>\$8,154</u></u> | <u><u>\$ (265)</u></u> |

\* Certain variable rate bonds have been swapped to fixed rate (see Note 6 to the Combined Financial Statements).

Other liabilities increased by \$74 million or 12% during fiscal year 2004. The Agency expanded its use of available short-term credit lines for loan warehousing purposes during the year, including an increase of \$50 million in borrowing from the Pooled Money Investment Board and \$30.4 million in borrowing from the revolving credit agreement increasing the total loan amount outstanding at June 30, 2004 to \$300 million and \$42 million, respectively.

#### Equity

All of the Fund's equity is restricted pursuant to trust agreements with bondholders and the Agency's enabling legislation or invested in capital assets. Total equity of the Fund grew by \$94 million or 9% as a result of operating income of the Fund, in the amount of \$55 million and transfers to the Fund in the amount of \$39 million pursuant to the Housing and Emergency Shelter Trust Fund Act of 2002.

#### Revenues, Expenses, and Changes in Fund Equity

The following table presents condensed combined statements of revenues, expenses, and changes in fund equity for the Fund for the fiscal years ended June 30, 2004 and June 30, 2003 and the changes from the prior year (dollars in millions):

#### Condensed Combined Statements of Revenues, Expenses, and Changes in Fund Equity

|                                       | <u>2004</u>         | <u>2003</u>         | <u>Change</u>        |
|---------------------------------------|---------------------|---------------------|----------------------|
| Operating Revenues                    |                     |                     |                      |
| Interest income program loans – net   | \$346               | \$424               | \$(78)               |
| Interest income investments – net     | 117                 | 98                  | 19                   |
| Increase in fair value of investments | (8)                 | 11                  | (19)                 |
| Other loan and commitment fees        | 16                  | 18                  | (2)                  |
| Other revenues                        | 78                  | 78                  | —                    |
| Total Operating Revenues              | <u>549</u>          | <u>629</u>          | <u>(80)</u>          |
| Operating Expenses                    |                     |                     |                      |
| Interest                              | 336                 | 393                 | (57)                 |
| Mortgage servicing fees               | 15                  | 19                  | (4)                  |
| Operating expenses                    | 26                  | 21                  | 5                    |
| Other expenses                        | 117                 | 110                 | 7                    |
| Total Operating Expenses              | <u>494</u>          | <u>543</u>          | <u>(49)</u>          |
| Operating Income before transfers     | <u><u>\$ 55</u></u> | <u><u>\$ 86</u></u> | <u><u>\$(31)</u></u> |

## Operating Revenues

Total operating revenues of the Fund were \$549 million during fiscal year 2004 compared to \$629 million during fiscal year 2003, a decrease of \$80 million or 12.7%.

Interest income on program loans was \$346 million during fiscal year 2004 compared to \$424 million during fiscal year 2003, a decrease of \$78 million. The decrease in interest income on program loans is a result of the reduction in the Fund's homeownership loan portfolio coupled with a decrease in the weighted average interest rate on homeownership loans. Program loans receivable decreased \$550 million or 9% at June 30, 2004 compared to June 30, 2003, of which \$532 is related to the Homeownership loan portfolio.

The Fund's investment portfolio increased by \$482 million or 14% during fiscal year 2004, interest income from investments increased 19% to \$117 million in fiscal year 2004 from \$98 million in fiscal year 2003.

The fair value of the Fund's \$75 million investment in securities decreased by \$8 million during fiscal year 2004. The decrease in the fair value is attributable to both realized and unrealized gain and losses during the fiscal year.

Other loan and commitment fees decreased \$2 million to \$16 million for fiscal year 2004 compared to \$18 million during fiscal year 2003. The decrease is primarily attributable to a \$3.3 million fee for loan prepayment as part of the refinancing of a multifamily rental housing development in fiscal year 2003.

Other revenues basically remained unchanged receiving \$78 million during fiscal year 2004 and fiscal year 2003.

## Operating Expenses

Total operating expenses of the Fund were \$494 million during fiscal year 2004 compared to \$543 million during fiscal year 2003, a decrease of \$49 million or 9%.

Bonds outstanding at June 30, 2004 decreased by \$264 million or 3.2 % from June 30, 2003 and bond interest expense, which represents 68% of the Fund's total operating expenses, decreased by \$57 million or 15% compared to fiscal year 2003. The reduction reflects the declining interest rate environment and ongoing management of the Fund's interest costs through the continued issuance of variable interest rate bonds and corresponding use of interest rate swaps to create synthetic fixed interest rates with a lower cost than if fixed rate bonds were issued.

Mortgage servicing fees decreased by 21% in 2004 over 2003 as a result of a decrease in the level of program loans receivable balances being serviced by outside servicers.

The 24% growth in operating expenses during fiscal year 2004, when compared to operating expenses for fiscal year 2003, results from an expansion of loan products offered, increased staff expenses and technology related expenses to build an infrastructure to support the growth in Agency programs.

## Operating Income before Transfers

The overall operating results of the Fund for fiscal year 2004 are reflective of the activity in the operating revenues and expenses discussed above. Operating income before transfers for fiscal year 2004 was \$55 million compared to \$86 million for fiscal year 2003. The \$31 million decrease in operating income before transfers is primarily due to the change in fair value of investments and increases in operating and other expenses.

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**CALIFORNIA HOUSING FINANCE FUND  
COMBINED BALANCE SHEETS**

**June 30, 2004 and June 30, 2003**

(Dollars in Thousands)

|  | <b>2004<br/>Combined<br/>Totals</b> | <b>2003<br/>Combined<br/>Totals</b> |
|--|-------------------------------------|-------------------------------------|
| <b>ASSETS</b>  |                                     |                                     |
| Current assets:  |                                     |                                     |
| Cash and cash equivalents                                    | \$ 89,736                           | \$ 83,824                           |
| Investments  | 3,909,294                           | 3,386,128                           |
| Current portion - program loans receivable, net of allowance | 158,950                             | 183,957                             |
| Interest receivable:   |                                     |                                     |
| Program loans  | 25,792                              | 31,629                              |
| Investments  | 45,157                              | 37,013                              |
| Accounts receivable  | 31,988                              | 61,751                              |
| Other assets   | 1,114                               | 916                                 |
| Total current assets   | <u>4,262,031</u>                    | <u>3,785,218</u>                    |
| Noncurrent assets:   |                                     |                                     |
| Investments  | 67,128                              | 108,261                             |
| Program loans receivable, net of allowance                   | 5,300,918                           | 5,825,360                           |
| Deferred financing costs                                     | 35,151                              | 40,730                              |
| Other assets   | 16,199                              | 17,096                              |
| Total noncurrent assets                                      | <u>5,419,396</u>                    | <u>5,991,447</u>                    |
| Total assets   | <u>\$ 9,681,427</u>                 | <u>\$ 9,776,665</u>                 |
| <b>LIABILITIES AND FUND EQUITY</b>                           |                                     |                                     |
| Current liabilities:   |                                     |                                     |
| Current portion - bonds payable, net                         | \$ 700,927                          | \$ 623,574                          |
| Interest payable   | 117,791                             | 135,937                             |
| Due to other Government entities, net                        | 301,784                             | 257,457                             |
| Compensated absences   | 1,659                               | 1,541                               |
| Deposits and other liabilities                               | 191,628                             | 144,579                             |
| Total current liabilities                                    | <u>1,313,789</u>                    | <u>1,163,088</u>                    |
| Noncurrent liabilities:                                      |                                     |                                     |
| Bonds payable, net   | 7,172,080                           | 7,513,296                           |
| Due to other Government entities, net                        | 27,155                              | 20,833                              |
| Deferred revenue   | 49,103                              | 54,746                              |
| Total noncurrent liabilities                                 | <u>7,248,338</u>                    | <u>7,588,875</u>                    |
| Total liabilities  | 8,562,127                           | 8,751,963                           |
| Commitments and Contingencies (Notes 10 and 12)              |                                     |                                     |
| Fund equity:   |                                     |                                     |
| Invested in capital assets                                   | 752                                 | 474                                 |
| Restricted by indenture                                      | 708,234                             | 659,429                             |
| Restricted by statute  | 410,314                             | 364,799                             |
| Total fund equity  | <u>1,119,300</u>                    | <u>1,024,702</u>                    |
| Total liabilities and fund equity                            | <u>\$ 9,681,427</u>                 | <u>\$ 9,776,665</u>                 |

See notes to combined financial statements.

**CALIFORNIA HOUSING FINANCE FUND**  
**COMBINED STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY**  
**June 30, 2004 and June 30, 2003**  
(Dollars in Thousands)

|   | <b>2004</b>          | <b>2003</b>          |
|---|----------------------|----------------------|
|   | <b>Combined</b>      | <b>Combined</b>      |
|   | <b><u>Totals</u></b> | <b><u>Totals</u></b> |
| <b>OPERATING REVENUES</b>                         |                      |                      |
| Interest income:                                  |                      |                      |
| Program loans - net                               | \$ 346,229           | \$ 424,314           |
| Investments - net                                 | 116,837              | 98,359               |
| Increase (decrease) in fair value of investments  | (8,089)              | 10,635               |
| Loan commitment fees                              | 5,378                | 4,619                |
| Other loan fees                                   | 11,183               | 12,963               |
| Other revenues                                    | <u>77,942</u>        | <u>78,237</u>        |
| Total operating revenues                          | <u>549,480</u>       | <u>629,127</u>       |
| <b>OPERATING EXPENSES</b>                         |                      |                      |
| Interest  | 336,052              | 393,004              |
| Amortization of bond discount and deferred losses |                      |                      |
| on refundings of debt                             | 1,876                | 2,104                |
| Mortgage servicing expenses                       | 15,405               | 18,428               |
| Provision for program loan losses                 | 2,431                | 6,367                |
| Operating expenses                                | 25,870               | 20,981               |
| Other expenses                                    | <u>112,933</u>       | <u>101,905</u>       |
| Total operating expenses                          | <u>494,567</u>       | <u>542,789</u>       |
| Operating income before transfers                 | 54,913               | 86,338               |
| Transfers - Interfund                             | <u>39,685</u>        | <u>18</u>            |
| Increase in fund equity                           | 94,598               | 86,356               |
| Fund equity at beginning of year                  | <u>1,024,702</u>     | <u>938,346</u>       |
| Fund equity at end of Year                        | <u>\$ 1,119,300</u>  | <u>\$ 1,024,702</u>  |

See notes to combined financial statements.

**CALIFORNIA HOUSING FINANCE FUND**  
**COMBINED STATEMENTS OF CASH FLOWS**  
**June 30, 2004 and June 30, 2003**

(Dollars in Thousands)

|   | <b>2004</b>       | <b>2003</b>         |
|---|-------------------|---------------------|
|   | <b>Combined</b>   | <b>Combined</b>     |
|   | <b>Totals</b>     | <b>Totals</b>       |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                   |                     |
| Receipts from customers   | \$ 352,067        | \$ 429,270          |
| Payments to suppliers   | (25,361)          | (26,526)            |
| Payments to employees   | (16,652)          | (13,867)            |
| Internal activity - payments to other funds   |                   | (97)                |
| Other receipts  | <u>637,304</u>    | <u>741,785</u>      |
| Net cash provided by operating activities   | <u>947,358</u>    | <u>1,130,565</u>    |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>                                  |                   |                     |
| Due to other Government entities  | <u>46,721</u>     | <u>102,656</u>      |
| Net cash provided by noncapital financing activities                                    | <u>46,721</u>     | <u>102,656</u>      |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>                         |                   |                     |
| Proceeds from sales of bonds  | 2,048,335         | 2,055,285           |
| Payment of bond principal   | (187,776)         | (171,079)           |
| Early bond redemptions  | (2,144,110)       | (1,926,669)         |
| Interest paid on debt   | (354,198)         | (402,011)           |
| Interfund transfers   | 39,685            | 18                  |
| Additions to deferred costs   | <u>(8,675)</u>    | <u>(7,457)</u>      |
| Net cash used for capital and related financing activities                              | <u>(606,739)</u>  | <u>(451,913)</u>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                   |                     |
| Proceeds from maturity and sale of investments  | 5,914,561         | 5,337,733           |
| Purchase of investments   | (6,404,682)       | (6,232,699)         |
| Interest on investments, net  | <u>108,693</u>    | <u>89,744</u>       |
| Net cash used for investing activities  | <u>(381,428)</u>  | <u>(805,222)</u>    |
| Net increase (decrease) in cash and cash equivalents                                    | 5,912             | (23,914)            |
| Cash and cash equivalents at beginning of year  | <u>83,824</u>     | <u>107,738</u>      |
| Cash and cash equivalents at end of year  | <u>\$ 89,736</u>  | <u>\$ 83,824</u>    |
| <b>Reconciliation of operating income to net cash provided by operating activities:</b> |                   |                     |
| Operating income  | \$ 54,913         | \$ 86,338           |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                   |                     |
| Interest expense on debt  | 336,052           | 393,004             |
| Interest on investments   | (116,837)         | (98,359)            |
| Changes in fair value of investments  | 8,089             | (10,635)            |
| Accretion of capital appreciation bonds   | 18,131            | 29,414              |
| Amortization of bond discount   | 650               | 848                 |
| Amortization of deferred losses on refundings of debt                                   | 1,226             | 1,255               |
| Amortization of bond issuance costs   | 13,935            | 12,823              |
| Amortization of deferred revenue  | (5,378)           | (4,618)             |
| Depreciation  | 202               | 216                 |
| Provision for program loan losses   | 2,431             | 6,367               |
| Provision for yield reduction payments  | 3,326             |                     |
| Provision for nonmortgage investment excess   | 496               | 6,784               |
| Changes in certain assets and liabilities:  |                   |                     |
| Purchase of program loans   | (1,503,465)       | (1,282,140)         |
| Collection of principal from program loans, net   | 2,051,657         | 2,004,388           |
| Interest receivable   | 5,837             | 4,956               |
| Accounts receivable   | 29,763            | (37,035)            |
| Due to other Government entities  | 105               | (23)                |
| Other assets  | (678)             | (1,091)             |
| Compensated absences  | 118               | 164                 |
| Deposits and other liabilities  | 47,050            | 17,967              |
| Deferred revenue  | <u>(265)</u>      | <u>(58)</u>         |
| Net cash provided by operating activities   | <u>\$ 947,358</u> | <u>\$ 1,130,565</u> |

See notes to combined financial statements.

**CALIFORNIA HOUSING FINANCE FUND  
NOTES TO COMBINED FINANCIAL STATEMENTS  
Fiscal Years Ended June 30, 2004 and 2003**

**Note 1 – AUTHORIZING LEGISLATION AND ORGANIZATION**

The California Housing Finance Fund (“Fund”) is one of two continuously appropriated funds administered by the California Housing Finance Agency (“Agency”). The Agency was created by the Zenovich-Moscone-Chacon Housing and Home Finance Act (“Act”), as amended, as a public instrumentality, a political subdivision and a component unit of the State of California (“State”), and administers the activities of the Fund and the California Housing Loan Insurance Fund (“Mortgage Insurance Fund”). These funds allow the Agency to carry out its purpose of financing the housing needs of persons and families of low and moderate income within the State. The Agency is authorized to issue its bonds, notes and other obligations to fund loans to qualified borrowers for single family houses and multifamily developments. The Agency has no taxing power and is exempt from Federal income taxes and state franchise taxes. Funding of loan programs on an on-going basis is derived principally from bond proceeds and interest earned on loans and investments.

The Agency may also provide administrative, consulting and technical services in connection with the financing of housing developments; act as a State representative in receiving and allocating Federal housing subsidies; and make grants, under certain circumstances, to housing sponsors (providing that grants may not be made with proceeds from the sale of bonds or notes).

The Agency is the administrator of the Home Purchase Assistance Fund, established by Section 51341 of the Health and Safety Code *et seq.* which is a state general obligation bond program, the funds of which are neither generated nor held within the Fund, and therefore, not included in the accompanying combined financial statements.

The accompanying combined financial statements are the combined financial statements of the Fund and do not include the financial position or the results of operations of the Mortgage Insurance Fund which insures loans owned by the Agency and others to finance the acquisition, new construction or rehabilitation of residential structures in California. As of December 31, 2003, the Mortgage Insurance Fund had total assets of \$50,561,000 and equity of \$47,038,000 respectively (not covered by this Independent Auditors’ Report).

As a component unit of the State the financial information of the Fund is included in the State’s Comprehensive Annual Financial Report.

Programs and accounts are as follows:

*Home Mortgage Revenue Bonds:* The Home Mortgage Revenue Bonds provide financing for the Agency’s Home Mortgage Program which purchases eligible mortgage loans, secured by trust deeds on newly constructed or existing single family homes, condominiums, planned unit developments and manufactured housing permanently attached to the land and originated and serviced by qualified lending institutions. All mortgage loans purchased under this program will be insured either by the Federal Housing Administration (“FHA”), the Mortgage Insurance Fund, the Department of Veterans Affairs (“VA”), a private mortgage guaranty insurance policy, or a combination thereof, covering a loss of up to fifty percent (50%), one hundred percent (100%) in the case of a FHA insured loan, of the outstanding principal amount of the mortgage loans.

*Single Family Mortgage Bonds 1995 Issue A:* The Single Family Mortgage Bonds 1995 Issue A provide financing for the Agency’s Home Mortgage Program which purchases eligible mortgage loans, secured by trust deeds on newly constructed or existing single family homes, condominiums, planned unit developments and manufactured housing permanently attached to the land and originated and serviced by qualified lending institutions. All mortgage loans purchased under this program will be insured either by the FHA, the Mortgage Insurance Fund, the VA or a private mortgage guaranty insurance policy covering a loss of up to fifty percent (50%), one hundred percent (100%) in the case of a FHA insured loan, of the outstanding principal amount of the mortgage loans.

*Single Family Mortgage Bonds 1995 Issue B:* The Single Family Mortgage Bonds 1995 Issue B provide financing for the Agency’s Home Mortgage Program which purchases eligible mortgage loans, secured by trust deeds on newly constructed or existing single family homes, condominiums, planned unit developments and manufactured housing permanently attached to the land and originated and serviced by qualified lending institutions. All mortgage loans purchased under this program will be insured either by the FHA, the Mortgage Insurance Fund, the VA or a private mortgage guaranty insurance policy covering a loss of up to fifty percent (50%), one hundred percent (100%) in the case of a FHA insured loan, of the outstanding principal amount of the mortgage loans.

*Single Family Mortgage Bonds II:* The Single Family Mortgage Bonds II, a parity indenture, provide financing for the Agency's Home Mortgage Program which purchases eligible mortgage loans, secured by trust deeds on newly constructed or existing single family homes, condominiums, planned unit developments and manufactured housing permanently attached to the land and originated and serviced by qualified lending institutions. All mortgage loans purchased under this program will be insured either by the FHA, the Mortgage Insurance Fund, the VA or a private mortgage guaranty insurance policy covering a loss of up to fifty percent (50%), one hundred percent (100%) in the case of a FHA insured loan, of the outstanding principal amount of the mortgage loans.

*Draw Down Bonds:* The Draw Down Bonds are a low cost means for preserving tax exempt borrowing authority; they were issued in lieu of short term notes. The bonds are unrated and are issued in variable rate form and have monthly or weekly rate resets based on certain indices. The bonds are secured solely by their proceeds which are invested in investment agreements or the SMIF. The investments bear interest rates equal to or slightly in excess of the rates on the bonds.

*Multi-Unit Rental Housing Revenue Bonds (I & II):* These bonds, issued in two phases under the Multi-Unit Rental Housing Program, provide for the permanent financing of newly constructed or substantially rehabilitated multi-unit rental housing developments. Housing developments financed under this program are designed primarily for occupancy by persons and families of low or moderate income.

*Multifamily Loan Purchase Bonds:* On July 26, 2000, the Agency purchased 278 HUD Section 236 loans with an aggregate unpaid principal balance of approximately \$270 million. The purpose of this transaction was to enhance the ability of the Agency to assist affordable housing sponsors to refinance their projects and extend the period during which the units are offered at affordable rents to very-low-income and lower-income tenants. The Agency expects to provide the financing for many of these transactions.

*Multifamily Housing Revenue Bonds:* The Multifamily Housing Revenue Bonds funded Tara Village Apartments, a multifamily residential development intended for occupancy in part by persons and families of very low income. The loan was collateralized by a Guaranteed Mortgage Pass-through Certificate issued by the Federal National Mortgage Association.

*Housing Revenue Bonds (Insured):* The Housing Revenue Bond Program provides for the construction and/or permanent financing of newly constructed or substantially rehabilitated rental housing developments and the refinancing of certain multi-unit dwellings through the issuance of Housing Revenue bonds. Housing developments financed under this program are designed in part for occupancy by persons and families of low or moderate income who need not be eligible for rental subsidy assistance.

*Multifamily Housing Revenue Bonds II:* The Multifamily Housing Revenue Bonds II are fixed rate bonds collateralized by the Government National Mortgage Association ("GNMA") mortgage-backed securities and/or FHA insured loans. The bonds were issued to provide financing for multi-unit rental housing developments which are utilized for occupancy by persons and families of low and moderate income. The loans may provide acquisition, construction (both for new construction and rehabilitation) and permanent financing for developments.

*Multifamily Housing Revenue Bonds III:* The Multifamily Housing Revenue Bonds III are fixed or variable rate bonds collateralized by GNMA mortgage-backed securities and/or FHA insured loans and/or uninsured loans. The bonds provide financing for multi-unit rental housing developments which are utilized for occupancy by persons and families of low and moderate income. The loans may provide acquisition, construction (both for new construction and rehabilitation), and permanent financing for developments.

*Housing Assistance Trust:* The Housing Assistance Trust ("HAT") is comprised of Agency investments in special purpose mortgage loans promoting both rental housing and homeownership, remaining investments in mortgage loans from fully redeemed bond indentures, and funds to assist in the development of single and multifamily projects through various low-interest loan and technical assistance programs. Also included within HAT are funds held in trust representing Earned Surplus and Financial Adjustment Factor ("FAF") Savings from HUD Section 8 projects. Earned Surplus is to be used in lowering the rents for persons and families of low or moderate income in accordance with state law. FAF Savings are to be used in providing decent, safe, and sanitary housing, which is available for very-low income families and persons qualifying in accordance with federal law.

*Contract Administration Programs:* The Agency administers loan and grant programs for the Rental Housing Construction Program, the School Facilities Fee Assistance Program, the California Homebuyer's Downpayment Assistance Program and programs offered pursuant to the Housing and Emergency Shelter Trust Fund Act of 2002. Funding of these programs was appropriated by the legislature or provided by voter authorized State bond programs to other departments and agencies within the State that have contracted with the Agency for this purpose. All monies transferred in accordance with the agreements and for the purposes of the program are considered assets of the Fund. The Fund received transfers in the amount of \$39,685,000 during fiscal year 2004.

*Revolving Credit Agreement:* The Agency entered into an agreement with a financial institution to provide a line of credit for short-term borrowings of up to \$100,000,000. Under the terms of the agreement the Agency elects a fixed or variable rate of interest dependant on the expected duration of the draw and determined on the date of the draw as a stated spread to an associated index. The line of credit is available to the Agency until February 28, 2005 and may be extended pursuant to the agreement. The proceeds of this credit facility are used for working capital purposes, including warehousing of multifamily program loans or homeownership program loans and making counterparty payments for various financial contracts. At June 30, 2004 draws totaling \$42,216,000 were outstanding.

*Supplementary Bond Security Account:* This account was established exclusively to secure issuances of bonds. This security may be accomplished by creating supplementary reserve accounts to provide for payment of the principal, interest, redemption premiums or sinking fund payments on bonds, or by insuring mortgage loans made with the proceeds of bond issues.

*Emergency Reserve Account:* This account was established by the Agency to meet its obligations and liabilities incurred in connection with its housing loan programs. This reserve is maintained at approximately one percent (1%) of the aggregate amount of the Agency's net program loans receivable.

*Loan Servicing:* The Agency services nearly all multifamily program loans, a small portion of the homeownership program loans in first lien position, all junior or subordinate lien homeownership program loans and certain other loans for the California State Teachers Retirement System. Loan servicing agreements require that the Agency hold and maintain escrow and reserve accounts, on behalf of borrowers, that are reported as "Deposits and other Liabilities".

*Loan Warehousing:* The Agency borrowed \$300,000,000 from the State's Pooled Money Investment Account for short-term warehousing of Agency loans. Homeownership loans are typically warehoused as they are purchased from originating lenders and subsequently transferred to individual bond financings on a monthly basis. The borrowing, which is reapplied for and approved in six-month intervals, requires that interest be paid on the loan at a rate equal to the earnings rate on the State's Surplus Money Investment Fund ("SMIF") on the date of the new loan.

*Operating Account:* The Operating Account was established for purposes of depositing funds available to the Agency for payment of operating and administrative expenses of the Agency and financing expenditures not associated with specific bond funds

## **Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Presentation and Accounting:* The Fund is accounted for as an enterprise fund. Accordingly, the accompanying combined financial statements have been prepared using the accrual method of accounting and on the basis of accounting principles generally accepted in the United States of America (hereinafter referred to as "Generally Accepted Accounting Principles").

*Accounting and Reporting Standards:* The Agency follows the Standards of Governmental Accounting and Financial Reporting, as promulgated by the Governmental Accounting Standards Board ("GASB"). The Agency has adopted the option under GASB No. 20 that allows the Agency to apply all GASB pronouncements and only Financial Accounting Standards Board ("FASB") pronouncements which date prior to November 30, 1989.

*Use of Estimates:* The preparation of combined financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ materially from those estimates.

*Cash and Cash Equivalents:* The Agency considers cash on hand, cash on deposit with financial institutions and cash held in money market funds to be cash and cash equivalents.

*Investments:* All investments are reported at fair value as determined by financial services providers or financial publications, except for certain non-participating fixed interest investment contracts which are valued using cost based measures. The net increase (decrease) in the fair value of investments includes both realized and unrealized gains and losses.

*Interest Rate Swap Agreements:* The Agency enters into interest rate swap agreements with swap counterparties to manage variable interest rate risk exposure resulting from the issuance of variable rate bonds. The interest rate swap agreements provide synthetic fixed rates of interest on the underlying bonds and are accounted for as matched swaps in accordance with settlement accounting. An interest rate swap is considered to be a matched swap if it is linked through designation with an asset or liability that is on the balance sheet, provided that it has the opposite interest characteristics of such balance sheet item. Under settlement accounting, periodic net cash settlements under the swap agreements are treated as an increase or decrease in interest expense of the related bond liability over the lives of the agreements.

*Program Loans Receivable:* Loans receivable are carried at their outstanding principal balances, less an allowance for loan losses.

*Allowance for Program Loan Losses:* The Agency's policy is to charge expenses for estimated probable losses which are established as an allowance for loan losses. The allowance is an amount that management believes will be adequate to absorb losses inherent in existing loans based on evaluations of collectibility and prior loss experience. The evaluations take into consideration such factors as changes in the nature and volume of the portfolio, overall portfolio quality, loan concentrations, specific problem loans, delinquencies, and anticipated economic and other conditions that may affect the borrowers' ability to repay the loans. While management uses the best information available to evaluate the adequacy of its allowance, future adjustments to the allowance may be necessary if actual experience differs from the factors used in making the evaluations.

*Other Real Estate Owned("REO"):* Property acquired by the Agency through foreclosure is recorded at the lower of estimated fair value less estimated selling costs (fair value) or the carrying value of the related loan at the date of foreclosure and is included in "Other Assets" on the accompanying combined financial statements. At the time the property is acquired, if the fair value is less than the loan amounts outstanding, any difference is charged against the allowance for loan losses. After acquisition, valuations are periodically performed and, if the carrying value of the property exceeds the current fair value, a valuation allowance is established by a charge to operations. Subsequent increases in the fair value may reduce or eliminate the allowance. Operating costs on foreclosed real estate are expensed as incurred. Costs incurred for physical improvements to foreclosed real estate are capitalized if the value is recoverable through future sale.

*Bonds Payable – net:* Bonds Payable are carried at their outstanding principal balances, less unamortized bond discounts, unamortized underwriters discounts and deferred losses on refundings.

*Bond Premium, Discount and Deferred Financing Costs:* Premium, discount and financing costs on bonds are deferred and amortized over the life of the related bond issue using the dollar-month method, which approximates the effective interest method.

*Capital Appreciation Bonds:* Capital appreciation bonds are payable upon redemption or at maturity in an amount equal to the initial principal amount of such bond plus an amount of interest which, based on semi-annual compounding from the original issuance date, will produce a yield to the stated maturity. This "Accreted Value" is accrued as bond interest, thereby increasing the original issuance amount of the capital appreciation bond which is not paid until redemption or maturity.

*Compensated Absences:* Agency employees accrue vacation or annual leave in varying amounts for each monthly period worked. Employees may accumulate leave time, subject to certain limitations, and upon retirement, termination, or death may be compensated for certain accumulated amounts at their then current rates of pay. The Agency records an expense for all accumulated leave that the Agency would be required to pay if all employees terminated their employment.

*Deferred Revenue:* Deferred revenue represents the receipt of certain loan commitment fees and other fees from lenders and borrowers, which is generally recognized as revenue over the life of the associated loans. Also included in deferred revenue is the cumulative amount by which pass-through revenues exceed expenses and allowable costs of issuance of certain programs. Such amounts are recognized as revenue to the extent that expenses exceed revenues in related Programs.

*Fund Equity:* Fund equity is classified as Invested in Capital Assets or Restricted Equity. Invested in Capital Assets represents investments in office equipment and furniture net of depreciation. Restricted Equity represents equity balances under the lien of bond indentures that are therefore pledged to bondholders. State statutes further restrict other net assets of the Fund solely for purposes of the Agency and provide for a continuing appropriation of such assets for the benefit of bondholders.

*Extinguishment of Debt:* The Agency accounts for gains and losses associated with debt refundings by deferring such gains or losses and recognizing them as revenues or expenses over the shorter of the term of the bonds extinguished or the term of the refunding bonds. Gains or losses associated with debt redemptions and maturing principal, other than refundings, are recognized as income or expense at the date of the extinguishment.

*Operating Revenues and Expenses:* The Fund's primary operating revenue is derived from the investment of bond proceeds in the loan programs and investment securities. The primary expense is interest expense on bonds outstanding. Net Interest income is an important measure of performance for the Fund. "Interest income program loans" and "interest income investments-net" are shown as operating revenues in the statements of Revenue, Expenses and Changes in Fund Equity.

*Other Operating Revenues and Expenses:* The Agency administers certain Section 8 contracts under the HUD guidelines of New Construction and Substantial Rehabilitation. Included in most contracts is an administrative fee earned by the Agency which totaled \$1,559,000 and \$1,514,000 the years ended June 30, 2004 and 2003, respectively. HUD pass-through payments aggregated \$73,050,000 and \$72,571,000 for the years ended June 30, 2004 and 2003, respectively, and are reported as other operating revenues and expenses within Other Programs and Accounts.

*Recent Accounting Pronouncements:* In March 2003, GASB issued Statement of Government Accounting Standards ("SGAS") No. 40, Deposit and Investment Risk Disclosures, an amendment of SGAS No. 3, Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements. SGAS No. 40 requires disclosures regarding additional risks to which governments may be exposed. The Agency adopted the provisions of SGAS No. 40 for the Fund effective July 1, 2004. SGAS No. 40 requires disclosure of information covering investment credit risk disclosures; interest rate disclosures that include investment maturity information; interest rate sensitivity for investments that are highly sensitive to changes in interest rates; and foreign exchange exposures that would indicate the foreign investment's denomination. This new statement will not have any impact on the Funds financial position or results of operations.

### **Note 3 – CASH, CASH EQUIVALENTS AND INVESTMENTS**

The Fund utilizes a cash and investment pool maintained by the State Treasurer's office. Each program and account's portion of this pool is included in investments on the balance sheet. In addition, other types of investments are separately held by most of the programs and accounts.

*Cash and Cash Equivalents:* At June 30, 2004 and 2003, all cash and cash equivalents, totaling \$89,736,000 and \$83,824,000, respectively, were covered by federal depository insurance or by collateral held by the Agency's agent in the Agency's name.

*Investments:* Investment of funds is restricted by the Act and the various bond resolutions and indentures of the Agency, generally, to certain types of investment securities, including direct obligations of the U.S. Government and its agencies, the State Treasurer's Pooled Money Investment Account, long term investment agreements which are issued by institutions rated within the top two ratings of a nationally recognized rating service, and other financial instruments. The Fund's investments are categorized to give an indication of the level of risk assumed by the Agency at June 30, 2004. Category 1 includes investments that are insured or registered or for which the securities are held within the Fund by the Agency's agent in the Agency's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the Agency's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the broker or dealer, or by its trust department or agency but not in the Agency's name.

Investments at June 30, 2004 and 2003 are as follows (dollars in thousands):

|   | 1                | Category<br>2       | 3           | Fair<br>Value<br>June 30,<br>2004 | Fair<br>Value<br>June 30,<br>2003 |
|---|------------------|---------------------|-------------|-----------------------------------|-----------------------------------|
| U.S. Treasury Securities                                      | \$ 1,523         |                     |             | \$ 1,523                          | \$ 10,936                         |
| U.S. Agency Securities --- GNMA's                             | 37,262           |                     |             | 37,262                            | 63,034                            |
| Federal Agency Securities                                     | 29,493           |                     |             | 29,493                            | 35,851                            |
| Commercial Paper  | 6,994            |                     |             | 6,994                             | 6,555                             |
| Investment Agreements --- Financial<br>Institutions (at cost) |                  | \$ 1,280,653        |             | 1,280,653                         | 1,084,014                         |
| Total   | <u>\$ 75,272</u> | <u>\$ 1,280,653</u> | <u>\$ -</u> |                                   |                                   |
| Other Investments (not subject to categorization):            |                  |                     |             |                                   |                                   |
| Surplus Money Investment Fund --- State of California         |                  |                     |             | 1,804,213                         | 1,397,992                         |
| Other Investment Agreements (at cost)                         |                  |                     |             | 816,284                           | 896,007                           |
| Total Investments   |                  |                     |             | <u>\$3,976,422</u>                | <u>\$3,494,389</u>                |
| Current portion   |                  |                     |             | \$3,909,294                       | \$3,386,128                       |
| Noncurrent portion  |                  |                     |             | 67,128                            | 108,261                           |
| Total   |                  |                     |             | <u>\$3,976,422</u>                | <u>\$3,494,389</u>                |

#### Note 4 – PROGRAM LOANS RECEIVABLE

Changes in program loans receivable for the years ended June 30, 2004 and 2003 are as follows (dollars in thousands):

|                                | 2004<br>Combined<br>Totals | 2003<br>Combined<br>Totals |
|--------------------------------|----------------------------|----------------------------|
| Beginning of year balance      | \$6,061,232                | \$6,783,733                |
| Loans purchased/funded         | 1,503,465                  | 1,282,140                  |
| Amortized principal repayments | (230,422)                  | (164,042)                  |
| Loan prepayments               | (1,821,235)                | (1,840,346)                |
| Chargeoffs                     | (128)                      | (253)                      |
| Subtotal                       | 5,512,912                  | 6,061,232                  |
| Transfer REO to other assets   | (158)                      | (1,332)                    |
| Allowance for loan losses      | (52,886)                   | (50,583)                   |
| End of year balance            | <u>\$5,459,868</u>         | <u>\$6,009,317</u>         |
| Current portion                | \$ 158,950                 | \$ 183,957                 |
| Noncurrent portion             | 5,300,918                  | 5,825,360                  |
| Total                          | <u>\$5,459,868</u>         | <u>\$6,009,317</u>         |

#### Note 5 – ALLOWANCE FOR PROGRAM LOAN LOSSES

Changes in the allowance for program loan losses for the year ended June 30, 2004 and 2003 are as follows (dollars in thousands):

|                                   | 2004<br>Combined<br>Totals | 2003<br>Combined<br>Totals |
|-----------------------------------|----------------------------|----------------------------|
| Beginning of year balance         | \$50,583                   | \$44,469                   |
| Provision for program loan losses | 2,431                      | 6,367                      |
| Chargeoffs                        | (128)                      | (253)                      |
| End of year balance               | <u>\$52,886</u>            | <u>\$50,583</u>            |

**Note 6 – BONDS PAYABLE AND ASSOCIATED INTEREST RATE SWAPS**

The Act empowers the Agency, on behalf of the Fund, to issue both federally taxable and tax exempt bonds and notes. Bonds and notes issued by the Agency are not debts of the State but are special and general obligations of the Agency payable solely from and collateralized by the revenues and other assets pledged under the respective indentures. The Act provides the Agency with the authority to have outstanding bonds or notes, at any one time, in the aggregate principal amount of \$11,150,000,000, excluding refunding issues and certain taxable securities.

The Agency, on behalf of the Fund, as part of its interest rate risk management program, has entered into interest rate swap agreements with various counterparties wherein the Agency has agreed to pay fixed or variable rates of interest and receive floating rate payments.

Bonds payable and the terms and outstanding notional amounts and fair value of associated interest rate swaps as of June 30, 2004 are as follows (dollars in thousands):

| <u>Bond Issue</u>            | <u>Type of Bond</u> | <u>Interest Rate Range</u> |          | <u>Bonds</u>               |                          |                             | <u>Total</u> |
|------------------------------|---------------------|----------------------------|----------|----------------------------|--------------------------|-----------------------------|--------------|
|                              |                     |                            |          | <u>Final Maturity Date</u> | <u>Outstanding Fixed</u> | <u>Outstanding Variable</u> |              |
| Home Mortgage Revenue Bonds: |                     |                            |          |                            |                          |                             |              |
| 1982 Series A                | Tax-Exempt          |                            | 10.250%  | 2014                       | \$ 2,585                 |                             | \$ 2,585     |
| 1982 Series B                | Tax-Exempt          |                            | 10.625%  | 2014                       | 815                      |                             | 815          |
| 1983 Series A                | Tax-Exempt          |                            | 10.263%  | 2015                       | 13,923                   |                             | 13,923       |
| 1983 Series B                | Tax-Exempt          |                            | 10.751%  | 2015                       | 4,561                    |                             | 4,561        |
| 1984 Series B                | Tax-Exempt          |                            | 11.493%  | 2016                       | 513                      |                             | 513          |
| 1985 Series A                | Tax-Exempt          |                            | 10.989%  | 2016                       | 544                      |                             | 544          |
| 1985 Series B                | Tax-Exempt          |                            | 9.876%   | 2017                       | 3,475                    |                             | 3,475        |
| 1993 Series B                | Tax-Exempt          | 5.000%                     | - 5.650% | 2024                       | 16,920                   |                             | 16,920       |
| 1993 Series C                | Tax-Exempt          | 5.000%                     | - 5.300% | 2006                       | 1,635                    |                             | 1,635        |
| 1993 Series E                | Tax-Exempt          | 5.000%                     | - 5.500% | 2014                       | 11,860                   |                             | 11,860       |
| 1994 Series B-1              | Tax-Exempt          | 5.900%                     | - 6.100% | 2006                       | 5,105                    |                             | 5,105        |
| 1994 Series D                | Tax-Exempt          |                            | 1.100%   | 2034                       |                          | \$ 12,300                   | 12,300       |
| 1994 Series F-3              | Tax-Exempt          | 6.100%                     | - 6.200% | 2026                       | 13,265                   |                             | 13,265       |
| 1995 Series A-2              | Tax-Exempt          |                            | 1.100%   | 2026                       |                          | 4,350                       | 4,350        |
| 1995 Series E                | Tax-Exempt          | 5.400%                     | - 6.250% | 2016                       | 14,970                   |                             | 14,970       |
| 1995 Series F                | Tax-Exempt          | 5.650%                     | - 5.950% | 2025                       | 11,460                   |                             | 11,460       |
| 1995 Series G                | Tax-Exempt          | 5.600%                     | - 5.900% | 2009                       | 14,780                   |                             | 14,780       |
| 1995 Series I                | Tax-Exempt          |                            | 1.000%   | 2035                       |                          | 17,300                      | 17,300       |
| 1995 Series L                | Tax-Exempt          | 5.250%                     | - 5.900% | 2026                       | 6,000                    |                             | 6,000        |
| 1995 Series M                | Tax-Exempt          | 5.250%                     | - 5.900% | 2026                       | 11,900                   |                             | 11,900       |
| 1996 Series C -1             | Tax-Exempt          | 5.050%                     | - 5.550% | 2009                       | 6,565                    |                             | 6,565        |
| 1996 Series E                | Tax-Exempt          | 5.200%                     | - 5.700% | 2009                       | 28,965                   |                             | 28,965       |
| 1996 Series G                | Tax-Exempt          | 5.400%                     | - 6.150% | 2026                       | 12,500                   |                             | 12,500       |
| 1996 Series H                | Tax-Exempt          | 5.400%                     | - 6.150% | 2026                       | 8,090                    |                             | 8,090        |
| 1996 Series J-1              | Tax-Exempt          | 4.750%                     | - 5.450% | 2016                       | 10,400                   |                             | 10,400       |
| 1996 Series K                | Tax-Exempt          | 5.450%                     | - 6.150% | 2016                       | 22,085                   |                             | 22,085       |
| 1996 Series L                | Tax-Exempt          | 5.450%                     | - 6.150% | 2016                       | 2,440                    |                             | 2,440        |
| 1996 Series P                | Tax-Exempt          | 5.150%                     | - 6.000% | 2014                       | 8,040                    |                             | 8,040        |
| 1996 Series Q                | Tax-Exempt          |                            | 5.850%   | 2016                       | 19,600                   |                             | 19,600       |
| 1996 Series R                | Tax-Exempt          | 5.050%                     | - 5.450% | 2016                       | 7,620                    |                             | 7,620        |
| 1997 Series A                | Tax-Exempt          |                            | 5.850%   | 2016                       | 8,775                    |                             | 8,775        |
| 1997 Series B                | Tax-Exempt          | 5.050%                     | - 5.550% | 2026                       | 11,480                   |                             | 11,480       |
| 1997 Series C                | Taxable             |                            | 7.010%   | 2028                       | 2,785                    |                             | 2,785        |
| 1997 Series D                | Tax-Exempt          | 4.900%                     | - 5.850% | 2026                       | 12,220                   |                             | 12,220       |
| 1997 Series E                | Tax-Exempt          | 4.900%                     | - 5.850% | 2026                       | 4,935                    |                             | 4,935        |
| 1997 Series F                | Taxable             |                            | 7.180%   | 2029                       | 4,345                    |                             | 4,345        |

**Swaps**

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| <b>Fixed Rate<br/>Paid By<br/><u>Agency</u></b> | <b>Floating Rate<br/>Received By<br/><u>Agency</u></b> | <b>Effective<br/><u>Date</u></b> | <b>Termination<br/><u>Date</u></b> | <b>Outstanding<br/>Notional/Applicable<br/><u>Amount</u></b> | <b>Fair<br/><u>Value</u></b> |
|---|--|----------------------------------|------------------------------------|--|------------------------------|
|---|--|----------------------------------|------------------------------------|--|------------------------------|

| <b>Bonds</b>             |                            |                                   |                                   |                                 |                                    |                     |        |
|--------------------------|----------------------------|-----------------------------------|-----------------------------------|---------------------------------|------------------------------------|---------------------|--------|
| <b><u>Bond Issue</u></b> | <b><u>Type of Bond</u></b> | <b><u>Interest Rate Range</u></b> | <b><u>Final Maturity Date</u></b> | <b><u>Outstanding Fixed</u></b> | <b><u>Outstanding Variable</u></b> | <b><u>Total</u></b> |        |
| 1997 Series G            | Taxable                    |                                   | 1.500%                            | 2017                            |                                    | 9,305               | 9,305  |
| 1997 Series H            | Tax-Exempt                 | 5.500% -                          | 6.740%                            | 2029                            | 7,740                              |                     | 7,740  |
| 1997 Series I            | Tax-Exempt                 | 4.550% -                          | 5.650%                            | 2028                            | 18,750                             |                     | 18,750 |
| 1997 Series K            | Taxable                    | 5.500% -                          | 6.740%                            | 2029                            | 5,535                              |                     | 5,535  |
| 1997 Series L            | Tax-Exempt                 | 4.300% -                          | 5.400%                            | 2025                            | 16,585                             |                     | 16,585 |
| 1997 Series M            | Tax-Exempt                 | 4.850% -                          | 5.600%                            | 2029                            | 10,830                             |                     | 10,830 |
| 1997 Series O            | Tax-Exempt                 |                                   | 5.650%                            | 2027                            | 15,900                             |                     | 15,900 |
| 1998 Series A            | Tax-Exempt                 | 4.100% -                          | 5.150%                            | 2018                            | 9,545                              |                     | 9,545  |
| 1998 Series B            | Tax-Exempt                 | 4.100% -                          | 5.150%                            | 2018                            | 19,215                             |                     | 19,215 |
| 1998 Series D            | Taxable                    |                                   | 6.100%                            | 2029                            | 4,365                              |                     | 4,365  |
| 1998 Series E-1          | Tax-Exempt                 | 4.950% -                          | 5.150%                            | 2019                            | 5,890                              |                     | 5,890  |
| 1998 Series E-2          | Tax-Exempt                 | 4.950% -                          | 5.200%                            | 2019                            | 11,660                             |                     | 11,660 |
| 1998 Series F            | Tax-Exempt                 | 4.450% -                          | 5.100%                            | 2016                            | 46,010                             |                     | 46,010 |
| 1998 Series G            | Tax-Exempt                 | 4.550% -                          | 4.650%                            | 2005                            | 4,190                              |                     | 4,190  |
| 1998 Series H            | Taxable                    | 6.330% -                          | 6.430%                            | 2028                            | 2,845                              |                     | 2,845  |
| 1998 Series J            | Tax-Exempt                 | 4.850% -                          | 5.300%                            | 2029                            | 14,035                             |                     | 14,035 |
| 1998 Series L            | Taxable                    | 6.070% -                          | 6.140%                            | 2029                            | 20,880                             |                     | 20,880 |
| 1998 Series M            | Taxable                    |                                   | 1.314%                            | 2023                            |                                    | 38,685              | 38,685 |
| 1998 Series N            | Tax-Exempt                 | 4.000% -                          | 5.150%                            | 2022                            | 19,235                             |                     | 19,235 |
| 1998 Series O            | Taxable                    |                                   | 5.570%                            | 2022                            | 14,585                             |                     | 14,585 |
| 1998 Series P            | Taxable                    |                                   | 1.095%                            | 2029                            |                                    | 36,500              | 36,500 |
| 1998 Series R            | Tax-Exempt                 | 3.950% -                          | 4.950%                            | 2024                            | 10,660                             |                     | 10,660 |
| 1998 Series S            | Taxable                    |                                   | 5.660%                            | 2026                            | 23,015                             |                     | 23,015 |
| 1998 Series T            | Taxable                    |                                   | 1.113%                            | 2029                            |                                    | 19,175              | 19,175 |
| 1999 Series A            | Tax-Exempt                 |                                   | 5.230%                            | 2029                            | 2,585                              |                     | 2,585  |
| 1999 Series B            | Tax-Exempt                 | 3.900% -                          | 5.480%                            | 2029                            | 16,610                             |                     | 16,610 |
| 1999 Series C            | Taxable                    |                                   | 6.250%                            | 2013                            | 33,050                             |                     | 33,050 |
| 1999 Series F            | Tax-Exempt                 |                                   | 5.200%                            | 2028                            | 7,747                              |                     | 7,747  |
| 1999 Series G            | Taxable                    |                                   | 6.870%                            | 2011                            | 27,880                             |                     | 27,880 |
| 1999 Series H            | Taxable                    |                                   | 1.042%                            | 2019                            |                                    | 1,875               | 1,875  |
| 1999 Series I            | Tax-Exempt                 |                                   | 0.910%                            | 2015                            |                                    | 18,245              | 18,245 |
| 1999 Series J            | Tax-Exempt                 |                                   | 1.018%                            | 2020                            |                                    | 12,595              | 12,595 |
| 1999 Series L            | Tax-Exempt                 |                                   | 5.550%                            | 2027                            | 2,398                              |                     | 2,398  |
| 1999 Series M            | Taxable                    |                                   | 7.120%                            | 2012                            | 36,550                             |                     | 36,550 |
| 1999 Series N            | Tax-Exempt                 | 4.550% -                          | 6.300%                            | 2031                            | 52,866                             |                     | 52,866 |
| 1999 Series O            | Taxable                    |                                   | 1.270%                            | 2012                            |                                    | 48,020              | 48,020 |
| 2000 Series B            | Tax-Exempt                 | 6.200% -                          | 6.850%                            | 2019                            | 9,573                              |                     | 9,573  |
| 2000 Series C            | Tax-Exempt                 |                                   | 1.079%                            | 2031                            |                                    | 41,330              | 41,330 |
| 2000 Series D            | Taxable                    |                                   | 1.315%                            | 2023                            |                                    | 55,360              | 55,360 |
| 2000 Series G            | Tax-Exempt                 |                                   | 1.133%                            | 2017                            |                                    | 7,090               | 7,090  |
| 2000 Series G            | Tax-Exempt                 |                                   | 1.133%                            | 2031                            |                                    | 55,800              | 55,800 |
| 2000 Series H            | Taxable                    |                                   | 1.250%                            | 2017                            |                                    | 78,140              | 78,140 |
| 2000 Series I            | Tax-Exempt                 | 4.950% -                          | 5.100%                            | 2006                            | 1,140                              |                     | 1,140  |
| 2000 Series J            | Tax-Exempt                 |                                   | 1.018%                            | 2031                            |                                    | 34,720              | 34,720 |
| 2000 Series K            | Taxable                    |                                   | 1.095%                            | 2031                            |                                    | 99,580              | 99,580 |
| 2000 Series L            | Tax-Exempt                 |                                   | 0.954%                            | 2015                            |                                    | 13,965              | 13,965 |
| 2000 Series N            | Tax-Exempt                 |                                   | 1.018%                            | 2031                            |                                    | 50,000              | 50,000 |
| 2000 Series Q            | Tax-Exempt                 |                                   | 1.044%                            | 2032                            |                                    | 17,010              | 17,010 |
| 2000 Series Q            | Tax-Exempt                 |                                   | 1.044%                            | 2032                            |                                    | 25,000              | 25,000 |
| 2000 Series R            | Taxable                    |                                   | 1.113%                            | 2032                            |                                    | 87,170              | 87,170 |
| 2000 Series R            | Taxable                    |                                   | 1.113%                            | 2032                            |                                    | 30,000              | 30,000 |
| 2000 Series T            | Tax-Exempt                 | 4.200% -                          | 4.500%                            | 2032                            | 12,034                             |                     | 12,034 |
| 2000 Series U            | Tax-Exempt                 |                                   | 1.047%                            | 2017                            |                                    | 37,555              | 37,555 |
| 2000 Series V            | Taxable                    |                                   | 1.310%                            | 2032                            |                                    | 82,055              | 82,055 |

Swaps

| <u>Fixed Rate<br/>Paid By<br/>Agency</u> | <u>Floating Rate<br/>Received By<br/>Agency</u> | <u>Effective<br/>Date</u> | <u>Termination<br/>Date</u> | <u>Outstanding<br/>Notional/Applicable<br/>Amount</u> | <u>Fair<br/>Value</u> |
|--|---|---------------------------|-----------------------------|---|-----------------------|
| 6.6550%                                  | LIBOR   | 12/9/99                   | 8/1/12                      | \$ 48,020   | \$ (3,421)            |
| 4.8500%                                  | LIBOR @ 65%                                     | 1/27/00                   | 2/1/17                      | 41,330  | (5,853)               |
| 7.1950%                                  | LIBOR   | 1/27/00                   | 2/1/13                      | 55,360  | (6,472)               |
| Fixed                                    | LIBOR @ 65%                                     | 4/6/00                    | 8/1/08                      | 7,090   | (2,334)               |
| 4.8000%                                  | LIBOR @ 65%                                     | 4/6/00                    | 2/1/23                      | 55,800  | (7,227)               |
| 7.2600%                                  | LIBOR   | 4/6/00                    | 8/1/10                      | 78,140  | (6,753)               |
| 4.9000%                                  | LIBOR @ 65%                                     | 5/25/00                   | 8/1/30                      | 34,720  | (4,216)               |
| 7.5000%                                  | LIBOR   | 5/25/00                   | 2/1/17                      | 99,580  | (12,898)              |
| 5.1600%                                  | LIBOR @ 65%                                     | 5/25/00                   | 8/1/22                      | 50,000  | (5,517)               |
| 4.6600%                                  | LIBOR @ 65%                                     | 7/27/00                   | 2/1/16                      | 17,010  | (2,253)               |
| 4.9500%                                  | LIBOR @ 65%                                     | 7/27/00                   | 8/1/23                      | 25,000  | (2,903)               |
| 7.1100%                                  | LIBOR   | 7/27/00                   | 8/1/22                      | 87,170  | (12,813)              |
| 7.6500%                                  | LIBOR   | 7/27/00                   | 2/1/21                      | 30,000  | (2,651)               |
| 4.5275%                                  | LIBOR @ 65%                                     | 10/5/00                   | 8/1/15                      | 37,555  | (3,359)               |
| 7.0960%                                  | 6 mo LIBOR                                      | 10/5/00                   | 8/1/14                      | 82,055  | (8,536)               |

| <b>Bonds</b>             |                            |                                   |                                   |                                 |                                    |                     |         |
|--------------------------|----------------------------|-----------------------------------|-----------------------------------|---------------------------------|------------------------------------|---------------------|---------|
| <b><u>Bond Issue</u></b> | <b><u>Type of Bond</u></b> | <b><u>Interest Rate Range</u></b> | <b><u>Final Maturity Date</u></b> | <b><u>Outstanding Fixed</u></b> | <b><u>Outstanding Variable</u></b> | <b><u>Total</u></b> |         |
| 2000 Series X-1          | Tax-Exempt                 |                                   | 0.954%                            | 2015                            |                                    | 15,725              | 15,725  |
| 2000 Series X-2          | Tax-Exempt                 |                                   | 1.018%                            | 2031                            |                                    | 36,445              | 36,445  |
| 2000 Series Y            | Tax-Exempt                 |                                   | 6.150%                            | 2020                            | 8,277                              |                     | 8,277   |
| 2000 Series Z            | Taxable                    |                                   | 1.340%                            | 2031                            |                                    | 82,660              | 82,660  |
| 2001 Series A            | Tax-Exempt                 |                                   | 4.600%                            | 2016                            | 7,000                              |                     | 7,000   |
| 2001 Series B            | Tax-Exempt                 | 3.700% -                          | 5.625%                            | 2031                            | 22,184                             |                     | 22,184  |
| 2001 Series C            | Tax-Exempt                 |                                   | 1.044%                            | 2031                            |                                    | 5,670               | 5,670   |
| 2001 Series C            | Tax-Exempt                 |                                   | 1.044%                            | 2031                            |                                    | 5,365               | 5,365   |
| 2001 Series D            | Taxable                    |                                   | 1.420%                            | 2022                            |                                    | 97,385              | 97,385  |
| 2001 Series E            | Tax-Exempt                 | 4.250% -                          | 6.000%                            | 2032                            | 21,269                             |                     | 21,269  |
| 2001 Series F            | Tax-Exempt                 |                                   | 1.040%                            | 2032                            |                                    | 25,000              | 25,000  |
| 2001 Series G            | Taxable                    |                                   | 1.360%                            | 2029                            |                                    | 87,900              | 87,900  |
| 2001 Series H            | Tax-Exempt                 | 3.650% -                          | 4.600%                            | 2010                            | 17,565                             |                     | 17,565  |
| 2001 Series J            | Tax-Exempt                 |                                   | 1.005%                            | 2032                            |                                    | 80,515              | 80,515  |
| 2001 Series K            | Taxable                    |                                   | 1.400%                            | 2032                            |                                    | 118,910             | 118,910 |
| 2001 Series L            | Tax-Exempt                 |                                   | 5.150%                            | 2017                            | 13,200                             |                     | 13,200  |
| 2001 Series M            | Tax-Exempt                 | 3.500% -                          | 6.050%                            | 2032                            | 11,784                             |                     | 11,784  |
| 2001 Series N            | Tax-Exempt                 |                                   | 0.999%                            | 2021                            |                                    | 18,920              | 18,920  |
| 2001 Series O            | Taxable                    |                                   | 1.430%                            | 2032                            |                                    | 109,685             | 109,685 |
| 2001 Series Q            | Tax-Exempt                 | 3.000% -                          | 5.750%                            | 2033                            | 17,325                             |                     | 17,325  |
| 2001 Series R            | Tax-Exempt                 |                                   | 0.997%                            | 2023                            |                                    | 17,710              | 17,710  |
| 2001 Series R            | Tax-Exempt                 |                                   | 0.997%                            | 2032                            |                                    | 7,195               | 7,195   |
| 2001 Series S            | Taxable                    |                                   | 1.470%                            | 2023                            |                                    | 72,855              | 72,855  |
| 2001 Series T            | Tax-Exempt                 | 4.800% -                          | 5.700%                            | 2032                            | 27,459                             |                     | 27,459  |
| 2001 Series U            | Tax-Exempt                 |                                   | 1.005%                            | 2032                            |                                    | 62,150              | 62,150  |
| 2001 Series V            | Taxable                    |                                   | 1.290%                            | 2031                            |                                    | 56,850              | 56,850  |
| 2002 Series A            | Tax-Exempt                 |                                   | 6.000%                            | 2033                            | 25,411                             |                     | 25,411  |
| 2002 Series B            | Tax-Exempt                 |                                   | 1.014%                            | 2033                            |                                    | 49,170              | 49,170  |
| 2002 Series C            | Taxable                    |                                   | 1.410%                            | 2033                            |                                    | 73,470              | 73,470  |
| 2002 Series D            | Taxable                    |                                   | 1.330%                            | 2030                            |                                    | 79,780              | 79,780  |
| 2002 Series E            | Taxable                    |                                   | 1.130%                            | 2033                            |                                    | 17,000              | 17,000  |
| 2002 Series F            | Tax-Exempt                 |                                   | 0.999%                            | 2033                            |                                    | 68,250              | 68,250  |
| 2002 Series G            | Tax-Exempt                 |                                   | 6.250%                            | 2022                            | 17,469                             |                     | 17,469  |
| 2002 Series H            | Taxable                    |                                   | 1.410%                            | 2022                            |                                    | 63,175              | 63,175  |
| 2002 Series J            | Tax-Exempt                 |                                   | 1.005%                            | 2033                            |                                    | 103,220             | 103,220 |
| 2002 Series K            | Tax-Exempt                 | 5.700% -                          | 6.250%                            | 2033                            | 27,264                             |                     | 27,264  |
| 2002 Series L            | Taxable                    |                                   | 1.410%                            | 2024                            |                                    | 55,720              | 55,720  |
| 2002 Series M            | Tax-Exempt                 |                                   | 0.999%                            | 2032                            |                                    | 41,600              | 41,600  |
| 2002 Series M            | Tax-Exempt                 |                                   | 0.999%                            | 2032                            |                                    | 9,775               | 9,775   |
| 2002 Series M            | Tax-Exempt                 |                                   | 0.999%                            | 2033                            |                                    | 42,465              | 42,465  |
| 2002 Series N            | Tax-Exempt                 | 1.650% -                          | 4.150%                            | 2014                            | 14,115                             |                     | 14,115  |
| 2002 Series O            | Taxable                    |                                   | 1.380%                            | 2033                            |                                    | 53,465              | 53,465  |
| 2002 Series P            | Tax-Exempt                 |                                   | 1.040%                            | 2027                            |                                    | 61,000              | 61,000  |
| 2002 Series Q            | Tax-Exempt                 |                                   | 1.040%                            | 2033                            |                                    | 41,600              | 41,600  |
| 2002 Series R            | Tax-Exempt                 | 1.650% -                          | 3.850%                            | 2013                            | 24,125                             |                     | 24,125  |
| 2002 Series S            | Taxable                    |                                   | 1.300%                            | 2019                            |                                    | 17,800              | 17,800  |
| 2002 Series T            | Taxable                    |                                   | 1.134%                            | 2032                            |                                    | 25,155              | 25,155  |
| 2002 Series U            | Tax-Exempt                 |                                   | 1.005%                            | 2031                            |                                    | 48,015              | 48,015  |
| 2002 Series U            | Tax-Exempt                 |                                   | 1.005%                            | 2032                            |                                    | 53,160              | 53,160  |
| 2002 Series V            | Tax-Exempt                 | 1.950% -                          | 4.300%                            | 2012                            | 23,735                             |                     | 23,735  |
| 2003 Series A            | Taxable                    |                                   | 1.210%                            | 2005                            |                                    | 180,300             | 180,300 |
| 2003 Series B            | Taxable                    |                                   | 1.290%                            | 2027                            |                                    | 23,405              | 23,405  |
| 2003 Series C            | Taxable                    |                                   | 1.212%                            | 2033                            |                                    | 13,750              | 13,750  |
| 2003 Series D            | Tax-Exempt                 |                                   | 1.047%                            | 2022                            |                                    | 55,385              | 55,385  |

**Swaps**

| <b>Fixed Rate<br/>Paid By<br/>Agency</b> | <b>Floating Rate<br/>Received By<br/>Agency</b> | <b>Effective<br/>Date</b> | <b>Termination<br/>Date</b> | <b>Outstanding<br/>Notional/Applicable<br/>Amount</b> | <b>Fair<br/>Value</b> |
|--|---|---------------------------|-----------------------------|---|-----------------------|
| 4.3580%                                  | LIBOR @ 64%                                     | 12/13/00                  | 8/1/15                      | 15,725  | (890)                 |
| 4.5100%                                  | LIBOR @ 65%                                     | 12/13/00                  | 8/1/31                      | 36,445  | (3,456)               |
| 6.8430%                                  | 3 mo LIBOR                                      | 12/13/00                  | 8/1/16                      | 82,660  | (8,028)               |
| 3.9000%                                  | LIBOR @ 65%                                     | 1/25/01                   | 8/1/20                      | 5,670   | (292)                 |
| Fixed                                    | LIBOR @ 65%                                     | 1/25/01                   | 8/1/16                      | 5,365   | (1,037)               |
| 6.2150%                                  | 3 mo LIBOR+.26%                                 | 1/25/01                   | 8/1/19                      | 97,385  | (6,005)               |
| 3.8700%                                  | LIBOR @ 65%                                     | 4/5/01                    | 8/1/17                      | 25,000  | (1,580)               |
| 6.0100%                                  | 3 mo LIBOR+.20%                                 | 4/5/01                    | 2/1/16                      | 87,900  | (6,411)               |
| 4.1430%                                  | LIBOR @ 65%                                     | 5/31/01                   | 8/1/24                      | 80,515  | (4,942)               |
| 3.9910%                                  | LIBOR @ 65%                                     | 7/26/01                   | 8/1/18                      | 18,920  | (1,034)               |
| 6.3600%                                  | 3 mo LIBOR+.27%                                 | 7/26/01                   | 8/1/20                      | 109,685   | (7,326)               |
| 3.6900%                                  | LIBOR @ 65%                                     | 10/10/01                  | 2/1/19                      | 17,710  | (541)                 |
| Fixed                                    | LIBOR @ 65%                                     | 10/10/01                  | 8/1/11                      | 7,195   | (896)                 |
| 5.5300%                                  | 3 mo LIBOR+.31%                                 | 10/10/01                  | 8/1/18                      | 72,855  | (1,967)               |
| 4.1300%                                  | BMA less .15%                                   | 12/6/01                   | 8/1/32                      | 62,150  | (1,400)               |
| 3.8880%                                  | LIBOR @ 65%                                     | 4/18/02                   | 8/1/27                      | 49,170  | (2,673)               |
| 5.6000%                                  | 3 mo LIBOR+.25%                                 | 5/1/02                    | 8/1/12                      | 73,470  | (4,208)               |
| 5.8000%                                  | 3 mo LIBOR+.17%                                 | 8/1/02                    | 2/1/11                      | 79,780  | (3,878)               |
| 6.1950%                                  | 1 mo LIBOR                                      | 8/1/02                    | 8/1/14                      | 17,000  | (1,585)               |
| 3.9940%                                  | LIBOR @ 65%                                     | 6/6/02                    | 2/1/24                      | 68,250  | (3,716)               |
| 5.5350%                                  | 3 mo LIBOR+.25%                                 | 11/1/02                   | 2/1/13                      | 63,175  | (2,374)               |
| 3.8630%                                  | LIBOR @ 65%                                     | 8/8/02                    | 8/1/32                      | 103,220   | (4,449)               |
| 5.1000%                                  | 3 mo LIBOR+.25%                                 | 12/1/02                   | 2/1/13                      | 55,720  | (1,314)               |
| 3.7280%                                  | LIBOR @ 65%                                     | 10/17/02                  | 8/1/22                      | 41,600  | (1,230)               |
| Fixed                                    | LIBOR @ 65%                                     | 10/17/02                  | 8/1/12                      | 9,775   | (797)                 |
| 4.4800%                                  | LIBOR @ 65%                                     | 10/17/02                  | 8/1/33                      | 42,465  | (1,504)               |
| 3.9890%                                  | 3 mo LIBOR+.22%                                 | 2/3/03                    | 2/1/12                      | 53,465  | (130)                 |
| 3.1480%                                  | LIBOR @ 65%                                     | 12/12/02                  | 8/1/22                      | 61,000  | 808                   |
| 3.8200%                                  | LIBOR @ 65%                                     | 12/12/02                  | 8/1/32                      | 41,600  | 316                   |
| 3.3500%                                  | 3 mo LIBOR+.14%                                 | 5/1/03                    | 8/1/07                      | 17,800  | (47)                  |
| 3.2400%                                  | LIBOR @ 60%+.26%                                | 3/6/03                    | 2/1/31                      | 48,015  | 254                   |
| 3.9100%                                  | LIBOR @ 60%+.26%                                | 3/6/03                    | 2/1/31                      | 53,160  | (241)                 |
| 3.1300%                                  | LIBOR @ 60%+.26%                                | 4/10/03                   | 8/1/19                      | 55,385  | 631                   |

| <b>Bonds</b>                               |                            |                                   |   |                                   |                                 |                                    |                     |
|--|----------------------------|-----------------------------------|---|-----------------------------------|---------------------------------|------------------------------------|---------------------|
| <b><u>Bond Issue</u></b>                   | <b><u>Type of Bond</u></b> | <b><u>Interest Rate Range</u></b> |   | <b><u>Final Maturity Date</u></b> | <b><u>Outstanding Fixed</u></b> | <b><u>Outstanding Variable</u></b> | <b><u>Total</u></b> |
| 2003 Series D                              | Tax-Exempt                 |                                   |   | 1.047%                            | 2033                            | 58,000                             | 58,000              |
| 2003 Series E                              | Tax-Exempt                 | 1.100%                            | - | 3.000%                            | 2010                            | 10,165                             | 10,165              |
| 2003 Series F                              | Tax-Exempt                 |                                   |   | 1.047%                            | 2034                            | 79,565                             | 79,565              |
| 2003 Series F                              | Tax-Exempt                 |                                   |   | 1.047%                            | 2022                            | 60,140                             | 60,140              |
| 2003 Series G                              | Taxable                    |                                   |   | 1.290%                            | 2034                            | 48,900                             | 48,900              |
| 2003 Series H                              | Tax-Exempt                 |                                   |   | 1.018%                            | 2032                            | 60,165                             | 60,165              |
| 2003 Series H                              | Tax-Exempt                 |                                   |   | 1.018%                            | 2033                            | 89,535                             | 89,535              |
| 2003 Series I                              | Taxable                    |                                   |   | 1.340%                            | 2033                            | 49,835                             | 49,835              |
| 2003 Series J                              | Taxable                    |                                   |   | 1.260%                            | 2005                            | 235,100                            | 235,100             |
| 2003 Series K                              | Tax-Exempt                 |                                   |   | 1.150%                            | 2033                            | 72,000                             | 72,000              |
| 2003 Series K                              | Tax-Exempt                 |                                   |   | 1.150%                            | 2034                            | 78,000                             | 78,000              |
| 2003 Series L                              | Taxable                    |                                   |   | 1.300%                            | 2034                            | 50,000                             | 50,000              |
| 2003 Series M                              | Tax-Exempt                 |                                   |   | 1.052%                            | 2024                            | 69,580                             | 69,580              |
| 2003 Series M                              | Tax-Exempt                 |                                   |   | 1.001%                            | 2034                            | 80,420                             | 80,420              |
| 2003 Series N                              | Taxable                    |                                   |   | 1.365%                            | 2034                            | 50,000                             | 50,000              |
| 2004 Series A                              | Tax-Exempt                 |                                   |   | 1.000%                            | 2033                            | 56,765                             | 56,765              |
| 2004 Series A                              | Tax-Exempt                 |                                   |   | 1.000%                            | 2034                            | 43,235                             | 43,235              |
| 2004 Series B                              | Taxable                    |                                   |   | 1.315%                            | 2034                            | 35,000                             | 35,000              |
| 2004 Series C                              | Taxable                    |                                   |   | 1.260%                            | 2006                            | 266,305                            | 266,305             |
| 2004 Series D                              | Tax-Exempt                 | 1.300%                            | - | 3.300%                            | 2010                            | 20,895                             | 20,895              |
| 2004 Series E                              | Tax-Exempt                 |                                   |   | 1.650%                            | 2035                            | 60,065                             | 60,065              |
| 2004 Series E                              | Tax-Exempt                 |                                   |   | 1.650%                            | 2035                            | 69,040                             | 69,040              |
| 2004 Series F                              | Taxable                    |                                   |   | 1.390%                            | 2035                            | 50,000                             | 50,000              |
| 2004 Series G                              | Tax-Exempt                 |                                   |   | 1.450%                            | 2034                            | 68,040                             | 68,040              |
| 2004 Series G                              | Tax-Exempt                 |                                   |   | 1.150%                            | 2035                            | 31,960                             | 31,960              |
| 2004 Series H                              | Taxable                    |                                   |   | 1.450%                            | 2035                            | 35,000                             | 35,000              |
| Single Family Mortgage Bonds 1995 Issue A: |                            |                                   |   |                                   |                                 |                                    |                     |
| 1995 Issue A-1                             | Taxable                    | 7.900%                            | - | 8.240%                            | 2014                            | 2,835                              | 2,835               |
| 1995 Issue A-2                             | Tax-Exempt                 | 5.650%                            | - | 6.450%                            | 2026                            | 13,160                             | 13,160              |
| Single Family Mortgage Bonds 1995 Issue B: |                            |                                   |   |                                   |                                 |                                    |                     |
| 1995 Issue B-2                             | Tax-Exempt                 | 5.200%                            | - | 6.300%                            | 2027                            | 15,795                             | 15,795              |
| Single Family Mortgage Bonds II:           |                            |                                   |   |                                   |                                 |                                    |                     |
| 1997 Series A-1                            | Tax-Exempt                 | 5.200%                            | - | 6.050%                            | 2026                            | 37,595                             | 37,595              |
| 1997 Series B-1                            | Tax-Exempt                 | 4.750%                            | - | 6.760%                            | 2028                            | 11,895                             | 11,895              |
| 1997 Series B-2                            | Taxable                    |                                   |   | 6.760%                            | 2011                            | 460                                | 460                 |
| 1997 Series B-3                            | Tax-Exempt                 | 4.500%                            | - | 5.400%                            | 2029                            | 21,060                             | 21,060              |
| 1997 Series B-4                            | Taxable                    |                                   |   | 6.460%                            | 2018                            | 7,630                              | 7,630               |
| 1997 Series C-1                            | Tax-Exempt                 |                                   |   | 5.050%                            | 2011                            | 3,010                              | 3,010               |
| 1997 Series C-2                            | Tax-Exempt                 | 4.900%                            | - | 5.650%                            | 2025                            | 8,785                              | 8,785               |
| 1997 Series C-3                            | Taxable                    |                                   |   | 6.790%                            | 2029                            | 9,415                              | 9,415               |
| 1997 Series C-4                            | Tax-Exempt                 | 4.900%                            | - | 5.650%                            | 2025                            | 17,130                             | 17,130              |
| 1998 Series A                              | Tax-Exempt                 | 4.300%                            | - | 5.400%                            | 2026                            | 5,625                              | 5,625               |
| 1998 Series B                              | Tax-Exempt                 | 5.150%                            | - | 5.200%                            | 2030                            | 9,240                              | 9,240               |
| 1999 Series A-1                            | Tax-Exempt                 |                                   |   | 5.000%                            | 2017                            | 2,060                              | 2,060               |
| 1999 Series A-2                            | Tax-Exempt                 | 4.800%                            | - | 5.250%                            | 2030                            | 26,400                             | 26,400              |
| 1999 Series A-3                            | Taxable                    |                                   |   | 5.880%                            | 2021                            | 20,325                             | 20,325              |
| 1999 Series A-4                            | Taxable                    |                                   |   | 1.250%                            | 2030                            | 9,150                              | 9,150               |
| 1999 Series D-2                            | Tax-Exempt                 | 5.200%                            | - | 5.920%                            | 2030                            | 9,792                              | 9,792               |
| 1999 Series D-3                            | Taxable                    |                                   |   | 6.880%                            | 2017                            | 28,180                             | 28,180              |

**Swaps**

| <b>Fixed Rate<br/>Paid By<br/>Agency</b> | <b>Floating Rate<br/>Received By<br/>Agency</b> | <b>Effective<br/>Date</b> | <b>Termination<br/>Date</b> | <b>Outstanding<br/>Notional/Applicable<br/>Amount</b> | <b>Fair<br/>Value</b> |
|--|---|---------------------------|-----------------------------|---|-----------------------|
| 3.7750%                                  | LIBOR @ 60%+.26%                                | 4/10/03                   | 8/1/33                      | 58,000  | 233                   |
| 3.7000%                                  | LIBOR @ 60%+.26%                                | 3/26/03                   | 2/1/34                      | 79,565  | 641                   |
| 3.1250%                                  | LIBOR @ 60%+.26%                                | 3/26/03                   | 2/1/18                      | 60,140  | 723                   |
| 2.6750%                                  | LIBOR @ 60%+.26%                                | 8/7/03                    | 8/1/30                      | 60,165  | 2,754                 |
| 3.4270%                                  | LIBOR @ 60%+.26%                                | 8/7/03                    | 8/1/33                      | 89,535  | 3,290                 |
| 3.2700%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 2/1/18                      | 72,000  | (134)                 |
| 4.2450%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 8/1/30                      | 78,000  | (1,506)               |
| 3.2250%                                  | LIBOR @ 60%+.26%                                | 2/2/04                    | 8/1/19                      | 69,580  | 466                   |
| 3.8900%                                  | LIBOR @ 60%+.26%                                | 2/2/04                    | 2/1/34                      | 80,420  | (300)                 |
| 3.0875%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 8/1/30                      | 56,720  | 808                   |
| 4.0450%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 2/1/34                      | 43,235  | (388)                 |
| 3.5400%                                  | LIBOR @ 60%+.26%                                | 4/1/05                    | 8/1/20                      | 60,065  | (293)                 |
| 4.1330%                                  | LIBOR @ 60%+.26%                                | 4/1/05                    | 2/1/35                      | 69,040  | (808)                 |
| 3.6100%                                  | LIBOR @ 60%+.26%                                | 2/1/05                    | 2/1/34                      | 67,995  | (602)                 |
| 4.0821%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 2/1/35                      | 31,960  | (541)                 |

| <b>Bonds</b>                                   |                     |                            |          |                            |                          |                             |              |
|--|---------------------|----------------------------|----------|----------------------------|--------------------------|-----------------------------|--------------|
| <u>Bond Issue</u>                              | <u>Type of Bond</u> | <u>Interest Rate Range</u> |          | <u>Final Maturity Date</u> | <u>Outstanding Fixed</u> | <u>Outstanding Variable</u> | <u>Total</u> |
| Draw Down Bonds:<br>Series 2003 B              | Tax-Exempt          |                            | 1.630%   | 2006                       |                          | 100,345                     | 100,345      |
| Multi-Unit Rental Housing<br>Revenue Bonds I:  |                     |                            |          |                            |                          |                             |              |
| 1979 Series A                                  | Tax-Exempt          |                            | 6.875%   | 2022                       | 9,475                    |                             | 9,475        |
| 1994 Series B                                  | Tax-Exempt          | 6.400%                     | - 7.125% | 2024                       | 12,595                   |                             | 12,595       |
| Multi-Unit Rental Housing<br>Revenue Bonds II: |                     |                            |          |                            |                          |                             |              |
| 1992 Series A                                  | Tax-Exempt          |                            | 7.550%   | 2004                       | 1,310                    |                             | 1,310        |
| 1992 Series B                                  | Tax-Exempt          | 6.500%                     | - 6.700% | 2015                       | 25,255                   |                             | 25,255       |
| 1994 Series A                                  | Tax-Exempt          | 7.350%                     | - 7.375% | 2015                       | 8,685                    |                             | 8,685        |
| Multifamily Loan<br>Purchase Bonds:            |                     |                            |          |                            |                          |                             |              |
| 2000 Series A                                  | Taxable             |                            | Variable | 2017                       | 160,223                  |                             | 160,223      |
| Multifamily Housing<br>Revenue Bonds (TAR):    |                     |                            |          |                            |                          |                             |              |
| 1994 Series A                                  | Tax-Exempt          | 6.300%                     | - 7.150% | 2024                       | 6,960                    |                             | 6,960        |
| Housing Revenue Bonds<br>(Insured):            |                     |                            |          |                            |                          |                             |              |
| 1994 Series B                                  | Tax-Exempt          |                            | 5.700%   | 2016                       | 5,490                    |                             | 5,490        |
| 1994 Series C                                  | Tax-Exempt          | 5.500%                     | - 6.250% | 2025                       | 9,550                    |                             | 9,550        |
| 1994 Series D                                  | Tax-Exempt          | 6.300%                     | - 6.400% | 2025                       | 2,625                    |                             | 2,625        |
| 1994 Series E                                  | Tax-Exempt          | 5.850%                     | - 6.750% | 2026                       | 20,535                   |                             | 20,535       |
| 1994 Series F                                  | Tax-Exempt          | 6.000%                     | - 6.900% | 2026                       | 15,545                   |                             | 15,545       |
| Multifamily Housing<br>Revenue Bonds II:       |                     |                            |          |                            |                          |                             |              |
| 1995 Series A                                  | Tax-Exempt          |                            | 6.250%   | 2037                       | 11,195                   |                             | 11,195       |
| 1995 Series B                                  | Tax-Exempt          | 5.250%                     | - 6.300% | 2026                       | 38,010                   |                             | 38,010       |
| 1995 Series C                                  | Taxable             | 6.750%                     | - 8.100% | 2037                       | 20,560                   |                             | 20,560       |
| 1996 Series A                                  | Tax-Exempt          |                            | 6.050%   | 2027                       | 16,920                   |                             | 16,920       |
| 1996 Series B                                  | Tax-Exempt          | 5.250%                     | - 6.150% | 2022                       | 30,880                   |                             | 30,880       |
| Multifamily Housing<br>Revenue Bonds III:      |                     |                            |          |                            |                          |                             |              |
| 1997 Series A                                  | Tax-Exempt          | 5.850%                     | - 6.050% | 2038                       | 69,345                   |                             | 69,345       |
| 1998 Series A                                  | Tax-Exempt          | 4.350%                     | - 5.500% | 2038                       | 35,080                   |                             | 35,080       |
| 1998 Series B                                  | Tax-Exempt          | 4.350%                     | - 5.500% | 2039                       | 84,300                   |                             | 84,300       |
| 1998 Series C                                  | Tax-Exempt          | 4.100%                     | - 5.300% | 2028                       | 15,320                   |                             | 15,320       |
| 1999 Series A                                  | Tax-Exempt          | 4.100%                     | - 5.375% | 2036                       | 40,580                   |                             | 40,580       |
| 2000 Series A                                  | Tax-Exempt          |                            | 1.054%   | 2035                       |                          | 33,335                      | 33,335       |
| 2000 Series A                                  | Tax-Exempt          |                            | 1.054%   | 2035                       |                          | 54,390                      | 54,390       |
| 2000 Series B                                  | Tax-Exempt          |                            | 0.984%   | 2031                       |                          | 8,245                       | 8,245        |
| 2000 Series C                                  | Tax-Exempt          |                            | 1.050%   | 2033                       |                          | 63,300                      | 63,300       |
| 2000 Series D                                  | Tax-Exempt          |                            | 1.000%   | 2031                       |                          | 17,680                      | 17,680       |
| 2001 Series A                                  | Tax-Exempt          |                            | 1.050%   | 2032                       |                          | 13,570                      | 13,570       |
| 2001 Series B                                  | Tax-Exempt          |                            | 1.000%   | 2033                       |                          | 8,795                       | 8,795        |
| 2001 Series C                                  | Taxable             |                            | 1.116%   | 2041                       |                          | 23,590                      | 23,590       |
| 2001 Series D                                  | Tax-Exempt          |                            | 0.954%   | 2022                       |                          | 3,080                       | 3,080        |
| 2001 Series D                                  | Tax-Exempt          |                            | 0.954%   | 2022                       |                          | 2,640                       | 2,640        |

Swaps

| <u>Fixed Rate<br/>Paid By<br/>Agency</u> | <u>Floating Rate<br/>Received By<br/>Agency</u> | <u>Effective<br/>Date</u> | <u>Termination<br/>Date</u> | <u>Outstanding<br/>Notional/Applicable<br/>Amount</u> | <u>Fair<br/>Value</u> |
|--|---|---------------------------|-----------------------------|---|-----------------------|
| 5.4550%                                  | BMA less .15%                                   | 7/12/00                   | 2/1/35                      | 33,335  | (5,311)               |
| 4.6600%                                  | LIBOR @ 65%                                     | 7/12/00                   | 2/1/26                      | 54,390  | (6,187)               |
| 4.5850%                                  | LIBOR @ 64%                                     | 7/12/00                   | 2/1/31                      | 8,245   | (859)                 |
| 4.4300%                                  | LIBOR @ 65%                                     | 11/16/00                  | 2/1/33                      | 63,300  | (6,865)               |
| 4.3950%                                  | LIBOR @ 64%                                     | 11/16/00                  | 2/1/31                      | 17,680  | (1,728)               |
| 4.6200%                                  | BMA less .15%                                   | 2/22/01                   | 2/1/32                      | 13,570  | (794)                 |
| 4.5900%                                  | BMA less .25%                                   | 2/22/01                   | 2/1/33                      | 8,795   | (574)                 |
| 4.4520%                                  | BMA less .20%                                   | 6/28/01                   | 8/1/22                      | 3,080   | (169)                 |

| <b>Bonds</b>                              |                     |                            |                            |                          |                             |              |
|---|---------------------|----------------------------|----------------------------|--------------------------|-----------------------------|--------------|
| <b>Bond Issue</b>                         | <b>Type of Bond</b> | <b>Interest Rate Range</b> | <b>Final Maturity Date</b> | <b>Outstanding Fixed</b> | <b>Outstanding Variable</b> | <b>Total</b> |
| 2001 Series E                             | Tax-Exempt          | 1.032%                     | 2036                       |                          | 54,800                      | 54,800       |
| 2001 Series E                             | Tax-Exempt          | 1.032%                     | 2036                       |                          | 13,670                      | 13,670       |
| 2001 Series F                             | Tax-Exempt          | 1.020%                     | 2032                       |                          | 18,165                      | 18,165       |
| 2001 Series G                             | Tax-Exempt          | 1.040%                     | 2036                       |                          | 46,885                      | 46,885       |
| 2001 Series G                             | Tax-Exempt          | 1.040%                     | 2036                       |                          | 10,655                      | 10,655       |
| 2001 Series G                             | Tax-Exempt          | 1.040%                     | 2036                       |                          | 15,525                      | 15,525       |
| 2001 Series H                             | Taxable             | 1.109%                     | 2036                       |                          | 15,595                      | 15,595       |
| 2002 Series A                             | Tax-Exempt          | 1.032%                     | 2037                       |                          | 19,185                      | 19,185       |
| 2002 Series A                             | Tax-Exempt          | 1.032%                     | 2037                       |                          | 13,275                      | 13,275       |
| 2002 Series A                             | Tax-Exempt          | 1.032%                     | 2037                       |                          | 15,615                      | 15,615       |
| 2002 Series B                             | Tax-Exempt          | 1.019%                     | 2035                       |                          | 32,895                      | 32,895       |
| 2002 Series C                             | Tax-Exempt          | 1.069%                     | 2037                       |                          | 14,970                      | 14,970       |
| 2002 Series C                             | Tax-Exempt          | 1.069%                     | 2037                       |                          | 17,350                      | 17,350       |
| 2002 Series C                             | Tax-Exempt          | 1.069%                     | 2037                       |                          | 5,935                       | 5,935        |
| 2002 Series D                             | Tax-Exempt          | 0.954%                     | 2035                       |                          | 12,610                      | 12,610       |
| 2002 Series D                             | Tax-Exempt          | 0.954%                     | 2035                       |                          | 105                         | 105          |
| 2002 Series E                             | Tax-Exempt          | 1.033%                     | 2037                       |                          | 16,350                      | 16,350       |
| 2002 Series E                             | Tax-Exempt          | 1.033%                     | 2037                       |                          | 42,025                      | 42,025       |
| 2002 Series E                             | Tax-Exempt          | 1.033%                     | 2037                       |                          | 12,810                      | 12,810       |
| 2003 Series A                             | Tax-Exempt          | 1.073%                     | 2038                       |                          | 29,710                      | 29,710       |
| 2003 Series A                             | Tax-Exempt          | 1.073%                     | 2038                       |                          | 28,795                      | 28,795       |
| 2003 Series A                             | Tax-Exempt          | 1.073%                     | 2038                       |                          | 5,510                       | 5,510        |
| 2003 Series B                             | Tax-Exempt          | 1.150%                     | 2038                       |                          | 9,415                       | 9,415        |
| 2003 Series B                             | Tax-Exempt          | 1.150%                     | 2038                       |                          | 15,845                      | 15,845       |
| 2003 Series B                             | Tax-Exempt          | 1.150%                     | 2038                       |                          | 9,545                       | 9,545        |
| 2003 Series B                             | Tax-Exempt          | 1.150%                     | 2038                       |                          | 34,920                      | 34,920       |
| 2003 Series C                             | Tax-Exempt          | 1.078%                     | 2038                       |                          | 16,850                      | 16,850       |
| 2003 Series C                             | Tax-Exempt          | 1.078%                     | 2038                       |                          | 17,470                      | 17,470       |
| 2003 Series C                             | Tax-Exempt          | 1.078%                     | 2038                       |                          | 19,010                      | 19,010       |
| 2003 Series C                             | Tax-Exempt          | 1.078%                     | 2038                       |                          | 43,965                      | 43,965       |
| 2004 Series A                             | Tax-Exempt          | 1.100%                     | 2034                       |                          | 23,500                      | 23,500       |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 12,950                      | 12,950       |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 7,590                       | 7,590        |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 5,680                       | 5,680        |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 16,890                      | 16,890       |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 3,060                       | 3,060        |
| 2004 Series B                             | Tax-Exempt          | 1.250%                     | 2039                       |                          | 53,340                      | 53,340       |
| Multifamily Draw Down Bonds:              |                     |                            |                            |                          |                             |              |
| Series 2002                               | Tax-Exempt          | 1.127%                     | 2005                       |                          | 21,555                      | 21,555       |
|   |                     |                            |                            | \$1,989,131              | \$5,899,515                 | 7,888,646    |
| Unamortized discount                      |                     |                            |                            |                          |                             | (1,131)      |
| Unamortized deferred losses on refundings |                     |                            |                            |                          |                             | (14,508)     |
| Total                                     |                     |                            |                            |                          |                             | \$7,873,007  |

**Swaps**

| <b>Fixed Rate<br/>Paid By<br/>Agency</b> | <b>Floating Rate<br/>Received By<br/>Agency</b> | <b>Effective<br/>Date</b> | <b>Termination<br/>Date</b> | <b>Outstanding<br/>Notional/Applicable<br/>Amount</b> | <b>Fair<br/>Value</b> |
|--|---|---------------------------|-----------------------------|---|-----------------------|
| 4.7120%                                  | BMA less .15%                                   | 6/28/01                   | 2/1/36                      | 54,800  | (3,719)               |
| 4.0290%                                  | BMA less .20%                                   | 2/1/02                    | 2/1/32                      | 18,165  | (451)                 |
| 4.2050%                                  | BMA less .15%                                   | 2/1/02                    | 8/1/36                      | 46,885  | (1,124)               |
| 4.5950%                                  | BMA less .15%                                   | 2/1/04                    | 2/1/34                      | 10,655  | (697)                 |
| 4.5000%                                  | BMA less .15%                                   | 8/1/02                    | 8/1/32                      | 19,185  | (875)                 |
| 4.8900%                                  | BMA less .15%                                   | 2/2/04                    | 2/1/37                      | 13,275  | (1,095)               |
| 4.0370%                                  | BMA less .20%                                   | 2/1/03                    | 2/1/35                      | 32,895  | (564)                 |
| 4.4050%                                  | BMA less .15%                                   | 2/1/04                    | 2/1/37                      | 14,970  | (626)                 |
| 4.6380%                                  | BMA less .15%                                   | 8/1/05                    | 8/1/37                      | 17,350  | (417)                 |
| 4.0850%                                  | BMA less .20%                                   | 2/3/03                    | 2/1/35                      | 12,610  | (160)                 |
| 4.1510%                                  | BMA less .15%                                   | 2/3/03                    | 2/1/34                      | 16,350  | (203)                 |
| 4.5710%                                  | BMA less .15%                                   | 11/1/04                   | 8/1/37                      | 42,025  | (1,309)               |
| 4.2950%                                  | BMA less .15%                                   | 9/1/05                    | 2/1/38                      | 29,710  | 795                   |
| 3.3850%                                  | BMA less .15%                                   | 8/1/03                    | 8/1/36                      | 28,795  | 1,352                 |
| 3.8830%                                  | LIBOR @ 60%+.26%                                | 12/1/04                   | 8/1/38                      | 9,415   | (235)                 |
| 3.9680%                                  | LIBOR @ 60%+.26%                                | 7/1/05                    | 2/1/36                      | 15,845  | (375)                 |
| 4.0600%                                  | LIBOR @ 60%+.26%                                | 2/1/06                    | 8/1/38                      | 9,545   | (237)                 |
| 3.5560%                                  | LIBOR @ 60%+.26%                                | 2/1/04                    | 8/1/35                      | 16,850  | (214)                 |
| 4.0260%                                  | LIBOR @ 60%+.26%                                | 8/1/05                    | 8/1/35                      | 17,470  | (251)                 |
| 4.1770%                                  | LIBOR @ 60%+.26%                                | 2/1/06                    | 8/1/38                      | 19,010  | (306)                 |
| 3.0590%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 8/1/34                      | 23,900  | 836                   |
| 3.6920%                                  | LIBOR @ 60%+.26%                                | 8/1/06                    | 8/1/36                      | 12,950  | 284                   |
| 3.3860%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 8/1/34                      | 7,590   | 167                   |
| 3.3300%                                  | LIBOR @ 60%+.26%                                | 8/1/04                    | 8/1/34                      | 5,680   | 171                   |
| 4.9783%                                  | BMA less .15%                                   | 8/1/06                    | 2/1/39                      | 16,890  | (510)                 |
| 4.5390%                                  | BMA less .15%                                   | 8/1/04                    | 8/1/34                      | 3,060   | (107)                 |
|  |   |                           |                             | <u>\$4,102,750</u>                                    | <u>\$(187,162)</u>    |

Changes in bonds payable for the year ended June 30, 2004 and 2003 are as follows (dollars in thousands):

|   | <b>2004</b>        | <b>2003</b>        |
|---|--------------------|--------------------|
|   | <b>Combined</b>    | <b>Combined</b>    |
|   | <b>Totals</b>      | <b>Totals</b>      |
| Beginning of year balance                 | \$8,136,870        | \$8,148,211        |
| New bonds issued                          | 2,048,335          | 2,055,285          |
| Scheduled maturities                      | (187,776)          | (171,079)          |
| Redemptions                               | (2,144,110)        | (1,926,669)        |
| Bond accretions                           | 18,131             | 29,414             |
| Unamortized discount                      | 650                | 848                |
| Unamortized deferred loss                 | 1,226              | 1,255              |
| Additions to deferred costs               | (428)              | (517)              |
| Reclassified discount as<br>deferred loss | 109                | 122                |
| End of year balance                       | <u>\$7,873,007</u> | <u>\$8,136,870</u> |
| Current portion                           | \$ 700,927         | \$ 623,574         |
| Noncurrent portion                        | <u>7,172,080</u>   | <u>7,513,296</u>   |
| Total                                     | <u>\$7,873,007</u> | <u>\$8,136,870</u> |

The Agency's variable rate debt is typically related to common indices such as the Bond Market Association ("BMA") or the London Inter-Bank Offered Rate ("LIBOR") and resets periodically. The interest calculations shown in the table below are based on the variable rate in effect at June 30, 2004, and may not be indicative of the actual interest expense that will be incurred by the Fund. As rates vary, variable rate bond interest payments and net swap payments will vary. The table below provides a summary of debt service requirements and net swap payments for the next five years and in five years increments thereafter (dollars in thousands):

| <b>Fiscal Year</b><br><b>Ending June 30</b> | <b>Fixed/Variable</b> |                     | <b>Variable</b>     |                   | <b>Interest Rate</b><br><b>Swaps, Net</b> | <b>Total</b>         |
|---|-----------------------|---------------------|---------------------|-------------------|---|----------------------|
|   | <b>Unswapped</b>      |                     | <b>Swapped</b>      |                   |   |                      |
|   | <b>Principal</b>      | <b>Interest</b>     | <b>Principal</b>    | <b>Interest</b>   |   |                      |
| 2005  | \$ 628,127            | \$ 98,542           | \$ 72,820           | \$ 40,405         | \$ 133,733                                | \$ 973,627           |
| 2006  | 106,432               | 86,151              | 80,175              | 43,015            | 137,490                                   | 453,263              |
| 2007  | 374,727               | 81,654              | 88,135              | 41,241            | 131,400                                   | 717,157              |
| 2008  | 120,343               | 76,765              | 94,255              | 38,664            | 122,836                                   | 452,863              |
| 2009  | 132,433               | 73,589              | 98,100              | 35,998            | 113,347                                   | 453,467              |
| 2010-2014                                   | 603,174               | 322,835             | 533,340             | 143,614           | 443,801                                   | 2,046,764            |
| 2015-2019                                   | 589,074               | 238,028             | 621,150             | 92,564            | 283,680                                   | 1,824,496            |
| 2020-2024                                   | 321,451               | 170,160             | 730,875             | 57,369            | 177,499                                   | 1,457,354            |
| 2025-2029                                   | 370,494               | 120,785             | 863,910             | 33,638            | 104,695                                   | 1,493,522            |
| 2030-2034                                   | 237,931               | 48,520              | 822,440             | 12,475            | 38,818                                    | 1,160,184            |
| 2035-2039                                   | 277,560               | 28,737              | 97,240              | 1,092             | 3,586                                     | 408,215              |
| 2040-2041                                   | 24,460                | 499                 |                     |                   |   | 24,959               |
| Total                                       | <u>\$ 3,786,206</u>   | <u>\$ 1,346,265</u> | <u>\$ 4,102,440</u> | <u>\$ 540,075</u> | <u>\$ 1,690,885</u>                       | <u>\$ 11,465,871</u> |

**Objective of the Interest Rate Swaps:** In order to protect against rising rates, the Agency primarily entered into swaps to establish synthetic fixed rates for a like amount of the Agency's variable rate bond obligations. The majority of the Agency's interest rate swap transactions are structured for the Agency to pay a fixed interest rate while receiving a variable interest rate (fixed payer swaps), the exceptions are listed below under Basis Risk Associated with Interest Rate Swaps. Synthetic fixed rates provide the Agency with a significantly lower fixed cost of funds compared to issuing fixed-rate bonds.

**Terms, Fair Value and Credit Risk of Interest Rate Swaps:** The terms of the outstanding fixed payer swaps as of June 30, 2004 are summarized in the table above. The terms of the outstanding basis swaps are summarized in the table under Basis Risk Associated with Interest Rate Swaps. The Agency has also entered into three anticipatory swaps with a total notional amount of \$57,190,000, these Swaps were not effective at June 30, 2004.

All notional amounts (or “applicable amounts”) of the fixed payer swaps match the principal amounts of the associated debt with the following exceptions (dollars in thousands):

| <u>Bond Issue</u>            | <u>Bonds Outstanding</u> | <u>Swaps Notional Amount</u> | <u>Unmatched Swaps</u> | <u>Fair Value</u> |
|------------------------------|--------------------------|------------------------------|------------------------|-------------------|
| Home Mortgage Revenue Bonds: |                          |                              |                        |                   |
| 2000 Series C *              | \$ 41,330                | \$ 42,500                    | \$ 1,170               | \$ (167)          |
| 2000 Series G                | 55,800                   | 60,000                       | 4,200                  | (506)             |
| 2000 Series Q                | 17,010                   | 19,395                       | 2,385                  | (277)             |
| 2002 Series M                | 42,465                   | 44,080                       | 1,615                  | (55)              |
| 2003 Series D                | 55,385                   | 57,865                       | 2,480                  | 27                |
| 2003 Series H                | 60,165                   | 60,280                       | 115                    | 5                 |
| Total                        | <u>\$ 272,155</u>        | <u>\$ 284,120</u>            | <u>\$ 11,965</u>       | <u>\$ (973)</u>   |

\*Includes Basis Swaps.

As of June 30, 2004 the fair value of the unmatched swaps is reported in the combined balance sheets as “Deposits and other liabilities” or “Accounts receivable” and as a gain or loss on the fair value of the swaps as “Other Revenues” or “Other Expenses” in the combined statements of revenues, expenses and changes in Fund equity. The Agency did not pay or receive any cash when the swap transactions were initiated.

The Agency utilizes ten highly-creditworthy counterparties for its interest rate swap transactions. Eighty percent of the notional amount outstanding at June 30, 2004 is with four of the counterparties. The largest single exposure to any one counterparty is \$1,186,065,000. The Agency negotiated “asymmetrical” credit requirements for all interest rate swap transactions. These asymmetrical provisions impose higher credit standards on the counterparties than on the Agency. Counterparties are required to collateralize their exposure to the Agency when their credit ratings fall from double-A to the highest single-A category (A1/A+), whereas the Agency is not required to provide collateralization until its ratings fall to the mid-single-A category (A2/A).

Because interest rates have generally declined, the aggregate fair value of the Agency’s fixed payer swap agreements had a negative fair value of \$187,162,000 as of June 30, 2004. Fair values are as reported by the Agency’s dealer counterparties and are estimated using the zero-coupon method.

As of June 30, 2004, the Agency’s swap portfolio has an aggregate negative fair value and the Agency is not exposed to credit risk. However, should interest rates begin to rise; the negative fair value of the swap portfolio would be reduced and could eventually become positive. At this point, the Agency would become exposed to the counterparties’ credit, since the counterparties would be obligated to make payments to the Agency in the event of termination.

The table below shows the number of fixed payer swaps and outstanding notional amounts by the counterparties’ respective credit ratings (dollars in thousands).

| <u>Moody’s</u> | <u>Standard &amp; Poors</u> | <u>Outstanding Notional Amount</u> | <u>Number of Swap Transactions</u> |
|----------------|-----------------------------|------------------------------------|------------------------------------|
| Aaa            | AAA                         | \$1,205,985                        | 26                                 |
| Aaa            | AAA <sup>1</sup>            | 599,390                            | 17                                 |
| Aaa            | AA+                         | 167,145                            | 4                                  |
| Aa3            | AA-                         | 146,175                            | 6                                  |
| Aa3            | A+                          | 862,520                            | 18                                 |
| Aa2            | AA+                         | 91,635                             | 2                                  |
| Aa2            | AA                          | 99,955                             | 2                                  |
| Aa1            | AA-                         | 941,910                            | 22                                 |
|                |                             | <u>\$4,114,715</u>                 | <u>97</u>                          |

**Basis Risk Associated with Interest Rate Swaps:** All of the Agency’s interest rate swaps contain an element of basis risk, the risk that the floating rate component of the swap will not match the floating rate of the underlying bonds. This risk arises because floating rates paid by swap counterparties are based on indices, which consist of market-wide averages, while interest paid on the Agency’s variable rate bonds is specific to individual bond issues.

Historically, the Agency's variable rate tax-exempt bonds trade at a slight discount to the BMA index. For those swaps associated with tax-exempt bonds for which the Agency receives a variable rate payment based on a percentage of LIBOR, the Agency is exposed to basis risk should the relationship between BMA and LIBOR converge.

Based on the historic relationship between short-term tax-exempt and taxable rates, the Agency initially chose to enter into many swaps at a ratio of 65% of LIBOR. However, with short-term rates at historic lows, the historic relationship between tax-exempt and taxable rates has not been maintained. Therefore, after considerable study of California tax-exempt variable rate history, the Agency settled on a new formula (60% of LIBOR plus a spread, currently .26%) that results in comparable fixed-rate economics but performs better when short-term rates are low and the BMA/LIBOR percentage is high. As of June 30, 2004, the BMA rate was 1.05%, 65 percent of one-month LIBOR was 0.8897% and 60 percent of one-month LIBOR plus 26 basis points was 1.0813%. Since December of 2002 the Agency has used this new formula, and the Agency expects to continue to use this formula for LIBOR based swaps exclusively. In addition, the Agency entered into 13 basis swaps as a means to change the variable rate formula received for \$691,585,000 outstanding notional amount. These basis swaps changed the variable rate formula received from counterparties from 65% of LIBOR to those described in the table below (dollars in thousands):

| <u>Bond Issue</u>                      | <u>Variable Rate Paid By Agency</u> | <u>Floating Rate Received By Agency</u> **/** | <u>Effective Date</u> | <u>Termination Date</u> | <u>Outstanding Notional/Applicable Amount</u> | <u>Fair Value</u> |
|--|-------------------------------------|---|-----------------------|-------------------------|---|-------------------|
| Home Mortgage Revenue Bonds:           |                                     |   |                       |                         |   |                   |
| 2000 Series C                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 2/1/17                  | \$ 42,500                                     | \$ (208)          |
| 2000 Series J                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/30                  | 34,720  | (280)             |
| 2000 Series U                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/15                  | 37,555  | (116)             |
| 2000 Series X-2                        | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/31                  | 36,445  | (288)             |
| 2001 Series J                          | LIBOR @ 65%                         | LIBOR @ 50.6%+0.494%                          | 2/1/04                | 8/1/24                  | 80,515  | (512)             |
| 2001 Series N                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/18                  | 18,920  | (63)              |
| 2002 Series B                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/27                  | 49,170  | (465)             |
| 2002 Series F                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 2/1/24                  | 68,250  | (451)             |
| 2002 Series J                          | LIBOR @ 65%                         | LIBOR @ 50.6%+0.494%                          | 2/1/04                | 8/1/32                  | 103,220                                       | (748)             |
| 2002 Series M                          | LIBOR @ 65%                         | LIBOR @ 79%-0.019%                            | 2/1/04                | 8/1/22                  | 41,600  | (413)             |
| 2002 Series P                          | LIBOR @ 65%                         | LIBOR @ 50.6%+0.494%                          | 2/1/04                | 8/1/22                  | 61,000  | (515)             |
| Multifamily Housing Revenue Bonds III: |                                     |   |                       |                         |   |                   |
| 2000 Series A                          | LIBOR @ 65%                         | LIBOR @ 50.6%+0.494%                          | 2/1/04                | 2/1/26                  | 54,390  | (500)             |
| 2000 Series C                          | LIBOR @ 65%                         | LIBOR @ 50.6%+0.506%                          | 2/1/04                | 2/1/23                  | 63,300  | (566)             |
|  |                                     |   |                       |                         | <u>\$ 691,585</u>                             | <u>\$ (5,125)</u> |

\*the notional amount and the amortization of these swaps mirror the initial 65% of LIBOR swaps, basically overlaying the swaps so that the effective rate received from the counterparties are the rates shown in the table above.

\*\*the variable interest rate received by the counterparties is dependent on the LIBOR interest rate at the time of settlement. the rate shown in the table is the effective rate at 6/30/04.

In addition, the Multifamily Housing Revenue Bonds III Series 2000 C has two associated interest rate swaps, one for \$63,300,000, the total amount of the bonds outstanding, and the second on \$12,900,000 of the same bonds (the second swap is not reflected in the interest rate swap table above). Under the terms of the first swap the Agency pays a fixed interest rate and receives a variable interest rate; while under the second swap, the Agency elected to pay a variable rate of interest based on a percentage of LIBOR and receive a variable rate of interest based on BMA.

**Termination Risk associated with Interest Rate Swaps:** Counterparties to the Agency's interest rate swap agreements have ordinary termination rights that require settlement payments by the Agency or the counterparty based on the fair value of the swap at the date of termination. As of June 30, 2004, no termination events have occurred.

**Rollover Risk Associated with Interest Rate Swaps:** The Agency's interest rate swap agreements have limited rollover risk as the swap agreements contain scheduled reductions to outstanding notional amounts that are expected to follow scheduled and anticipated reductions in the associated bonds payable. Twenty-eight swap agreements contain par termination rights to accommodate unexpected faster pay-down of the associated bonds from higher rates of prepayment of the homeownership loan portfolio.

#### Note 7 – NONMORTGAGE INVESTMENT EXCESS

In accordance with Federal law, the Agency is required to rebate to the Internal Revenue Service (“IRS”) the excess of the amount actually earned on all nonmortgage investments (derived from investing the bond proceeds) over the amount that would have been earned had those investments borne a rate equal to the yield on the bond issue, plus any income attributable to such excess. As of June 30, 2004 and 2003, the Fund had liabilities to the IRS totaling \$23,829,000 and \$23,332,000, respectively reported in the combined balance sheets as “Due to other Government entities”. The net effect of changes in the liability account has been recorded as a reduction of “Interest income from Investments” in the combined statements of revenues, expenses and changes in Fund equity.

#### Note 8 – EXTINGUISHMENT OF DEBT

On December 10, 2003 the Agency issued Multifamily Housing Revenue Bonds III 2003 Series C on February 2, 2004 a portion of the proceeds were used to refund Multi-Unit Rental Housing Revenue Bonds 1993 Series A. The loss from the debt refundings was deferred and will be amortized as a component of interest expense over the shorter of the term of the bonds extinguished or the term of the refunding bonds.

A summary of the loss from the extinguishment of the Multifamily Rental Housing Programs’ debt for the year ended June 30, 2004 is as follows (dollars in thousands):

|                                    |                 |
|------------------------------------|-----------------|
| Unmatured principal                | \$13,690        |
| Unamortized bond issuance costs    | (45)            |
| Unamortized underwriter's discount | (109)           |
| Net obligation defeased            | 13,536          |
| Less proceeds disbursed            | 13,690          |
| Less premiums disbursed            | 274             |
| Deferred loss on defeasance        | <u>\$ (428)</u> |

The refunding will decrease the debt service cash outflow for Multifamily Programs by approximately \$4,384,257. The refunding may also provide for an economic gain (present value of the difference between new and old debt service requirements) for Multifamily Programs, which is estimated to be approximately \$2,412,799.

#### Note 9 – PENSION PLAN

The Fund contributes to the Public Employees’ Retirement Fund (“PERF”) as part of the State of California, the primary government. The PERF is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employment Retirement System (“CalPERS”). CalPERS provides retirement, death, disability and post retirement health care benefits to members as established by state statute. CalPERS issues a publicly available Comprehensive Annual Financial Report (“CAFR”) that includes financial statements and required supplementary information for the Public Employees’ Retirement Fund. A copy of that report may be obtained from CalPERS, Central Supply, P.O. Box 942715, Sacramento, CA 95229-2715 or via the internet at [www.calpers.ca.gov](http://www.calpers.ca.gov).

The State of California, pursuant to the Memoranda of Understanding with the employee unions, agreed to a temporary cessation of employee retirement contributions for the 2003 fiscal year and also extended the temporary cessation of employment retirement contributions for the 2004 fiscal year for State miscellaneous and industrial employees. As a result, the contribution rates were reduced from the statutory 5% or 6% to 0%.

For the CalPERS fiscal years ended June 30, 2004 and 2003 the employer contribution rates were 10.265% - 14.843% and 2.813% - 7.413%, respectively.

The Fund’s contributions to the PERF for the years ended June 30, 2004, 2003 and 2002 were \$1,802,204, \$783,792 and \$373,684 respectively, equal to the required contributions for each fiscal year.

Required contributions are determined by actuarial valuation using the individual entry age normal actuarial cost method. The most recent actuarial valuation available is as of June 30, 2002 which actuarial assumptions included (a) 8.25% investment rate of return compounded annually, (b) projected salary increases that vary based on duration of service, and (c) overall payroll growth factor of 3.75% annually. Both (a) and (c) included an inflation component of 3.5% and a .25% per annum productivity increase assumption. The amortization method is based on a level percentage of payroll closed. The remaining amortization at June 30, 2002 was 13 to 30 years.

The most recent actuarial valuation of the PERF indicated that there was an unfunded actuarial accrued liability. The amount of the under funded liability applicable to each agency or department cannot be determined. Trend information, which presents CalPERS progress in accumulating sufficient assets to pay benefits when due is presented in the June 30, 2003 CalPERS CAFR.

**Note 10 – COMMITMENTS**

As of June 30, 2004, the Agency had outstanding commitments and conditionally approved loan reservations to fund Homeownership Program loans totaling \$ 43,475,805 and had outstanding commitments to fund Multifamily Program loans totaling \$251,599,528. As of June 30, 2004, the Agency had proceeds available from bonds issued to fund \$657,190,803 of Homeownership Program loans and \$354,791,437 of Multifamily Program loans.

**Note 11 – ARRANGEMENTS WITH THE MORTGAGE INSURANCE FUND**

All operating and administrative expenses of the Agency are initially paid from the Fund including certain operating and administrative expenses in support of mortgage guarantee insurance programs which are reported in the Mortgage Insurance Fund. Quarterly the Fund charges the Mortgage Insurance Fund for these expenses.

The Agency Board of Directors approved Resolution 03-19 on March 20, 2003 authorizing the Agency to utilize the resources of the fund to support the mortgage guaranty insurance programs of the Agency in the following two ways: 1) the Executive Director of the Agency is authorized to create one or more supplementary reserve accounts within the Supplementary Bond Security Account of the Fund to indemnify the Mortgage Insurance Fund for losses incurred or to pay claims against the Mortgage Insurance Fund in connection with loans financed by the Agency, and 2) the Executive Director of the Agency may establish an inter-fund credit agreement by which the Mortgage Insurance Fund may borrow such sums from the Fund as may be required to maintain the claims paying rating of any credit rating service.

Subsequently, the Agency Executive Director established an inter-fund credit agreement in the amount of \$100,000,000 in which the Mortgage Insurance Fund may borrow from the Fund as needed for the purpose of paying claims arising out of policies of mortgage guarantee insurance and costs and expenses related to the payment of such claims. Interest rate(s) and repayment terms are determined upon receipt of a request to draw on this credit facility. The Mortgage Insurance Fund had not requested a draw on this credit through June 30, 2004.

**Note 12 – LITIGATION**

Certain lawsuits and claims arising in the ordinary course of business have been filed or are pending against the Agency. Based upon information available to the Agency, its review of such lawsuits and claims and consultation with counsel, the Agency believes the liability relating to these actions, if any, would not have a material adverse effect on the Fund’s combined financial statements.

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**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING BALANCE SHEET**

**June 30, 2004**

(Dollars in Thousands)

|  | <u>Homeownership<br/>Programs</u> | <u>Multifamily<br/>Rental<br/>Housing<br/>Programs</u> | <u>Other<br/>Programs<br/>and<br/>Accounts</u> | <u>Combined<br/>Totals</u> |
|--|-----------------------------------|--|--|----------------------------|
| <b>ASSETS</b>  |                                   |  |  |                            |
| Current assets:  |                                   |  |  |                            |
| Cash and cash equivalents                                    | \$ 30,444                         | \$ 10,842  | \$ 48,450                                      | \$ 89,736                  |
| Investments  | 2,879,128                         | 555,583  | 474,583  | 3,909,294                  |
| Current portion - program loans receivable, net of allowance | 75,091                            | 76,160   | 7,699  | 158,950                    |
| Interest receivable:   |                                   |  |  |                            |
| Program loans  | 18,715                            | 5,739  | 1,338  | 25,792                     |
| Investments  | 39,585                            | 3,719  | 1,853  | 45,157                     |
| Accounts receivable  | 31,071                            | 32   | 885  | 31,988                     |
| Due from (to) other funds                                    | (19,392)                          | (10,944)   | 30,336   |                            |
| Other assets   | 478                               | 526  | 110  | 1,114                      |
| Total current assets   | <u>3,055,120</u>                  | <u>641,657</u>   | <u>565,254</u>                                 | <u>4,262,031</u>           |
| Noncurrent assets:   |                                   |  |  |                            |
| Investments  | 31,761                            | 34,491   | 876  | 67,128                     |
| Program loans receivable, net of allowance                   | 3,714,295                         | 1,238,174  | 348,449  | 5,300,918                  |
| Due from (to) other funds                                    | (11,850)                          |  | 11,850   |                            |
| Deferred financing costs                                     | 26,766                            | 8,252  | 133  | 35,151                     |
| Other assets   | 158                               | 15,289   | 752  | 16,199                     |
| Total noncurrent assets                                      | <u>3,761,130</u>                  | <u>1,296,206</u>                                       | <u>362,060</u>                                 | <u>5,419,396</u>           |
| Total assets   | <u>\$ 6,816,250</u>               | <u>\$ 1,937,863</u>                                    | <u>\$ 927,314</u>                              | <u>\$ 9,681,427</u>        |
| <b>LIABILITIES AND FUND EQUITY</b>                           |                                   |  |  |                            |
| Current liabilities:   |                                   |  |  |                            |
| Current portion - bonds payable, net                         | \$ 658,054                        | \$ 42,873  |  | \$ 700,927                 |
| Interest payable   | 95,448                            | 20,328   | \$ 2,015                                       | 117,791                    |
| Due to other Government entities, net                        |                                   |  | 301,784  | 301,784                    |
| Compensated absences   |                                   |  | 1,659  | 1,659                      |
| Deposits and other liabilities                               | 4,729                             | 266  | 186,633  | 191,628                    |
| Total current liabilities                                    | <u>758,231</u>                    | <u>63,467</u>  | <u>492,091</u>                                 | <u>1,313,789</u>           |
| Noncurrent liabilities:                                      |                                   |  |  |                            |
| Bonds payable, net   | 5,596,627                         | 1,575,453  |  | 7,172,080                  |
| Due to other Government entities                             | 24,580                            | 2,575  |  | 27,155                     |
| Deferred revenue   | 24,909                            | 37   | 24,157   | 49,103                     |
| Total noncurrent liabilities                                 | <u>5,646,116</u>                  | <u>1,578,065</u>                                       | <u>24,157</u>                                  | <u>7,248,338</u>           |
| Total liabilities  | 6,404,347                         | 1,641,532  | 516,248  | 8,562,127                  |
| Fund equity:   |                                   |  |  |                            |
| Invested in capital assets                                   |                                   |  | 752  | 752                        |
| Restricted by indenture                                      | 411,903                           | 296,331  |  | 708,234                    |
| Restricted by statute  |                                   |  | 410,314  | 410,314                    |
| Total fund equity  | <u>411,903</u>                    | <u>296,331</u>   | <u>411,066</u>                                 | <u>1,119,300</u>           |
| Total liabilities and fund equity                            | <u>\$ 6,816,250</u>               | <u>\$ 1,937,863</u>                                    | <u>\$ 927,314</u>                              | <u>\$ 9,681,427</u>        |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY**  
**Fiscal Year Ended June 30, 2004**  
(Dollars in Thousands)

|  | <u>Homeownership<br/>Programs</u> | <u>Multifamily<br/>Rental<br/>Housing<br/>Programs</u> | <u>Other<br/>Programs<br/>and<br/>Accounts</u> | <u>Combined<br/>Totals</u> |
|--|-----------------------------------|--|--|----------------------------|
| <b>OPERATING REVENUES</b>  |                                   |  |  |                            |
| Interest income:   |                                   |  |  |                            |
| Program loans - net  | \$ 243,651                        | \$ 96,699  | \$ 5,879                                       | \$ 346,229                 |
| Investments - net  | 93,692                            | 12,470   | 10,675   | 116,837                    |
| Decrease in fair value of investments                                      | (2,111)                           | (5,936)  | (42)   | (8,089)                    |
| Loan commitment fees   | 4,438                             | 5  | 935  | 5,378                      |
| Other loan fees  | 2,276                             | 256  | 8,651  | 11,183                     |
| Other revenues   | 121                               | 1,725  | 76,096   | 77,942                     |
| Total operating revenues   | <u>342,067</u>                    | <u>105,219</u>   | <u>102,194</u>                                 | <u>549,480</u>             |
| <b>OPERATING EXPENSES</b>  |                                   |  |  |                            |
| Interest   | 262,917                           | 68,000   | 5,135  | 336,052                    |
| Amortization of bond discount and deferred losses<br>on refundings of debt | 1,326                             | 550  |  | 1,876                      |
| Mortgage servicing expenses  | 15,278                            | 9  | 118  | 15,405                     |
| Provision (reversal) for program loan losses                               | (695)                             | 1,145  | 1,981  | 2,431                      |
| Operating expenses   |                                   |  | 25,870   | 25,870                     |
| Other expenses   | 22,724                            | 4,268  | 85,941   | 112,933                    |
| Total operating expenses   | <u>301,550</u>                    | <u>73,972</u>  | <u>119,045</u>                                 | <u>494,567</u>             |
| Operating income (loss) before transfers                                   | 40,517                            | 31,247   | (16,851)                                       | 54,913                     |
| Transfers - Interfund  |                                   |  | 39,685   | 39,685                     |
| Transfers - Intrafund  | (13,140)                          | (9,819)  | 22,959   |                            |
| Increase in fund equity  | 27,377                            | 21,428   | 45,793   | 94,598                     |
| Fund equity at beginning of year   | 384,526                           | 274,903  | 365,273  | 1,024,702                  |
| Fund equity at end of Year   | <u>\$ 411,903</u>                 | <u>\$ 296,331</u>                                      | <u>\$ 411,066</u>                              | <u>\$ 1,119,300</u>        |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS**  
**Fiscal Year Ended June 30, 2004**

(Dollars in Thousands)

|  | <u>Homeownership<br/>Programs</u> | <u>Multifamily<br/>Rental<br/>Housing<br/>Programs</u> | <u>Other<br/>Programs<br/>and<br/>Accounts</u> | <u>Combined<br/>Totals</u> |
|--|-----------------------------------|--|--|----------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |                                   |  |  |                            |
| Receipts from customers  | \$ 249,366                        | \$ 96,072  | \$ 6,629                                       | \$ 352,067                 |
| Payments to suppliers  | (16,338)                          | (232)  | (8,791)  | (25,361)                   |
| Payments to employees  |                                   |  | (16,652)                                       | (16,652)                   |
| Other receipts (payments)  | 579,647                           | (7,552)  | 65,209   | 637,304                    |
| Net cash provided by operating activities  | <u>812,675</u>                    | <u>88,288</u>  | <u>46,395</u>                                  | <u>947,358</u>             |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>   |                                   |  |  |                            |
| Intrafund transfers  | (13,140)                          | (9,819)  | 22,959   |                            |
| Due to (from) other Government entities  | (5)                               |  | 46,726   | 46,721                     |
| Net cash provided by (used for) noncapital financing activities                                | <u>(13,145)</u>                   | <u>(9,819)</u>   | <u>69,685</u>                                  | <u>46,721</u>              |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>                                |                                   |  |  |                            |
| Proceeds from sales of bonds   | 1,736,750                         | 311,585  |  | 2,048,335                  |
| Payment of bond principal  | (143,865)                         | (43,911)   |  | (187,776)                  |
| Early bond redemptions   | (2,048,920)                       | (95,190)   |  | (2,144,110)                |
| Interest paid on debt  | (279,998)                         | (68,835)   | (5,365)  | (354,198)                  |
| Interfund transfers  |                                   |  | 39,685   | 39,685                     |
| Additions to deferred costs  | (6,402)                           | (2,273)  |  | (8,675)                    |
| Net cash provided by (used for) capital and related financing activities                       | <u>(742,435)</u>                  | <u>101,376</u>   | <u>34,320</u>                                  | <u>(606,739)</u>           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |                                   |  |  |                            |
| Proceeds from maturity and sale of investments   | 4,191,447                         | 417,592  | 1,305,522                                      | 5,914,561                  |
| Purchase of investments  | (4,351,369)                       | (609,172)  | (1,444,141)                                    | (6,404,682)                |
| Interest on investments, net   | 85,821                            | 12,004   | 10,868   | 108,693                    |
| Net cash used for investing activities   | <u>(74,101)</u>                   | <u>(179,576)</u>                                       | <u>(127,751)</u>                               | <u>(381,428)</u>           |
| Net increase (decrease) in cash and cash equivalents   | (17,006)                          | 269  | 22,649   | 5,912                      |
| Cash and cash equivalents at beginning of year   | 47,450                            | 10,573   | 25,801   | 83,824                     |
| Cash and cash equivalents at end of year   | <u>\$ 30,444</u>                  | <u>\$ 10,842</u>                                       | <u>\$ 48,450</u>                               | <u>\$ 89,736</u>           |
| <b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b> |                                   |  |  |                            |
| Operating income (loss)  | \$ 40,517                         | \$ 31,247  | \$ (16,851)                                    | \$ 54,913                  |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: |                                   |  |  |                            |
| Interest expense on debt   | 262,917                           | 68,000   | 5,135  | 336,052                    |
| Interest on investments  | (93,692)                          | (12,470)   | (10,675)                                       | (116,837)                  |
| Changes in fair value of investments   | 2,111                             | 5,936  | 42   | 8,089                      |
| Accretion of capital appreciation bonds  | 18,131                            |  |  | 18,131                     |
| Amortization of bond discount  | 345                               | 305  |  | 650                        |
| Amortization of deferred losses on refundings of debt  | 982                               | 244  |  | 1,226                      |
| Amortization of bond issuance costs  | 13,276                            | 627  | 32   | 13,935                     |
| Amortization of deferred revenue   | (4,438)                           | (5)  | (935)  | (5,378)                    |
| Depreciation   |                                   |  | 202  | 202                        |
| Provision (reversal) for program loan losses   | (695)                             | 1,453  | 1,673  | 2,431                      |
| Provision for yield reduction payments   | 3,326                             |  |  | 3,326                      |
| Provision for nonmortgage investment excess  | 15                                | 481  |  | 496                        |
| Changes in certain assets and liabilities:   |                                   |  |  |                            |
| Purchase of program loans  | (1,294,998)                       | (125,479)  | (82,988)                                       | (1,503,465)                |
| Collection of principal from program loans, net  | 1,828,876                         | 108,383  | 114,398  | 2,051,657                  |
| Interest receivable  | 5,714                             | (627)  | 750  | 5,837                      |
| Accounts receivable  | 28,677                            | (25)   | 1,111  | 29,763                     |
| Due from (to) other funds  | 4,268                             | 10,275   | (14,543)                                       |                            |
| Due from other Government entities   |                                   |  | 105  | 105                        |
| Other assets   | (196)                             | (15)   | (467)  | (678)                      |
| Compensated absences   |                                   |  | 118  | 118                        |
| Deposits and other liabilities   | 987                               | (42)   | 46,105   | 47,050                     |
| Deferred revenue   | (3,448)                           |  | 3,183  | (265)                      |
| Net cash provided by operating activities  | <u>\$ 812,675</u>                 | <u>\$ 88,288</u>                                       | <u>\$ 46,395</u>                               | <u>\$ 947,358</u>          |

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING BALANCE SHEET -  
HOMEOWNERSHIP PROGRAMS**

**June 30, 2004**

(Dollars in Thousands)

|  | Home<br>Mortgage<br>Revenue<br>Bonds | Single<br>Family<br>Mortgage<br>Bonds<br>1995 Issue A | Single<br>Family<br>Mortgage<br>Bonds<br>1995 Issue B | Single<br>Family<br>Mortgage<br>Bonds II | Draw<br>Down<br>Bonds | Total<br>Homeownership<br>Programs |
|--|--------------------------------------|---|---|--|-----------------------|------------------------------------|
| <b>ASSETS</b>  |                                      |   |   |  |                       |                                    |
| Current assets:  |                                      |   |   |  |                       |                                    |
| Cash and cash equivalents                                    | \$ 26,797                            | \$ 148  | \$ 111  | \$ 3,295                                 | \$ 93                 | \$ 30,444                          |
| Investments  | 2,690,299                            | 5,836   | 5,167   | 77,440                                   | 100,386               | 2,879,128                          |
| Current portion - program loans receivable, net of allowance | 71,186                               | 303   | 304   | 3,298                                    |                       | 75,091                             |
| Interest receivable:   |                                      |   |   |  |                       |                                    |
| Program loans  | 17,625                               | 98  | 71  | 921                                      |                       | 18,715                             |
| Investments  | 37,671                               | 118   | 89  | 1,347                                    | 360                   | 39,585                             |
| Accounts receivable  | 28,238                               | 203   | 189   | 2,441                                    |                       | 31,071                             |
| Due to other funds   | (19,120)                             | (10)  | (18)  | (112)                                    | (132)                 | (19,392)                           |
| Other assets   | 474                                  |   |   | 4  |                       | 478                                |
| Total current assets   | <u>2,853,170</u>                     | <u>6,696</u>  | <u>5,913</u>  | <u>88,634</u>                            | <u>100,707</u>        | <u>3,055,120</u>                   |
| Noncurrent assets:   |                                      |   |   |  |                       |                                    |
| Investments  | 28,573                               |   |   | 3,188                                    |                       | 31,761                             |
| Program loans receivable, net of allowance                   | 3,524,853                            | 12,247  | 11,455  | 165,740                                  |                       | 3,714,295                          |
| Due to other funds   | (11,850)                             |   |   |  |                       | (11,850)                           |
| Deferred financing costs                                     | 24,917                               | 104   | 110   | 1,635                                    |                       | 26,766                             |
| Other assets   | 158                                  |   |   |  |                       | 158                                |
| Total noncurrent assets                                      | <u>3,566,651</u>                     | <u>12,351</u>   | <u>11,565</u>   | <u>170,563</u>                           | <u>-</u>              | <u>3,761,130</u>                   |
| Total assets   | <u>\$ 6,419,821</u>                  | <u>\$ 19,047</u>                                      | <u>\$ 17,478</u>                                      | <u>\$ 259,197</u>                        | <u>\$ 100,707</u>     | <u>\$ 6,816,250</u>                |
| <b>LIABILITIES AND FUND EQUITY</b>                           |                                      |   |   |  |                       |                                    |
| Current liabilities:   |                                      |   |   |  |                       |                                    |
| Current portion - bonds payable, net                         | \$ 548,985                           | \$ 365  | \$ 705  | \$ 7,654                                 | \$ 100,345            | \$ 658,054                         |
| Interest payable   | 89,194                               | 445   | 404   | 5,135                                    | 270                   | 95,448                             |
| Due to other Government entities, net                        |                                      |   |   |  |                       |                                    |
| Compensated absences   |                                      |   |   |  |                       |                                    |
| Deposits and other liabilities                               | 4,650                                | 6   | 8   | 65                                       |                       | 4,729                              |
| Total current liabilities                                    | <u>642,829</u>                       | <u>816</u>  | <u>1,117</u>  | <u>12,854</u>                            | <u>100,615</u>        | <u>758,231</u>                     |
| Noncurrent liabilities:                                      |                                      |   |   |  |                       |                                    |
| Bonds payable, net   | 5,346,127                            | 15,630  | 15,090  | 219,780                                  |                       | 5,596,627                          |
| Due to other Government entities, net                        | 21,272                               |   |   | 3,216                                    | 92                    | 24,580                             |
| Deferred revenue   | 23,471                               |   |   | 1,438                                    |                       | 24,909                             |
| Total noncurrent liabilities                                 | <u>5,390,870</u>                     | <u>15,630</u>   | <u>15,090</u>   | <u>224,434</u>                           | <u>92</u>             | <u>5,646,116</u>                   |
| Total liabilities  | <u>6,033,699</u>                     | <u>16,446</u>   | <u>16,207</u>   | <u>237,288</u>                           | <u>100,707</u>        | <u>6,404,347</u>                   |
| Fund equity:   |                                      |   |   |  |                       |                                    |
| Invested in capital assets                                   |                                      |   |   |  |                       |                                    |
| Restricted by indenture                                      | 386,122                              | 2,601   | 1,271   | 21,909                                   |                       | 411,903                            |
| Restricted by statute  |                                      |   |   |  |                       |                                    |
| Total fund equity  | <u>386,122</u>                       | <u>2,601</u>  | <u>1,271</u>  | <u>21,909</u>                            | <u>-</u>              | <u>411,903</u>                     |
| Total liabilities and fund equity                            | <u>\$ 6,419,821</u>                  | <u>\$ 19,047</u>                                      | <u>\$ 17,478</u>                                      | <u>\$ 259,197</u>                        | <u>\$ 100,707</u>     | <u>\$ 6,816,250</u>                |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY -**  
**HOMEOWNERSHIP PROGRAMS**  
**Fiscal Year Ended June 30, 2004**  
(Dollars in Thousands)

|  | <u>Home<br/>Mortgage<br/>Revenue<br/>Bonds</u> | <u>Single<br/>Family<br/>Mortgage<br/>Bonds<br/>1995 Issue A</u> | <u>Single<br/>Family<br/>Mortgage<br/>Bonds<br/>1995 Issue B</u> | <u>Single<br/>Family<br/>Mortgage<br/>Bonds II</u> | <u>Draw<br/>Down<br/>Bonds</u> | <u>Total<br/>Homeownership<br/>Programs</u> |
|--|--|--|--|--|--------------------------------|---|
| <b>OPERATING REVENUES</b>  |  |  |  |  |                                |   |
| Interest income:   |  |  |  |  |                                |   |
| Program loans - net  | \$ 226,930                                     | \$ 1,332   | \$ 1,117   | \$ 14,272  |                                | \$ 243,651                                  |
| Investments - net  | 85,932   | 638  | 420  | 4,715  | \$ 1,987                       | 93,692                                      |
| Decrease in fair value of investments                                      | (1,943)  |  |  | (168)  |                                | (2,111)                                     |
| Loan commitment fees   | 4,173  |  |  | 265  |                                | 4,438                                       |
| Other loan fees  | 2,276  |  |  |  |                                | 2,276                                       |
| Other revenues   | 105  | 7  |  | 9  |                                | 121   |
| Total operating revenues   | <u>317,473</u>                                 | <u>1,977</u>   | <u>1,537</u>   | <u>19,093</u>                                      | <u>1,987</u>                   | <u>342,067</u>                              |
| <b>OPERATING EXPENSES</b>  |  |  |  |  |                                |   |
| Interest   | 242,161  | 1,559  | 1,317  | 15,893   | 1,987                          | 262,917                                     |
| Amortization of bond discount and deferred losses<br>on refundings of debt | 1,273  |  |  | 53   |                                | 1,326                                       |
| Mortgage servicing expenses  | 14,340   | 62   | 58   | 818  |                                | 15,278                                      |
| Reversal for program loan losses   | (521)  | (12)   | (11)   | (151)  |                                | (695)                                       |
| Operating expenses   | 20,750   | 241  | 197  | 1,347  | 189                            | 22,724                                      |
| Other expenses   | 278,003  | 1,850  | 1,561  | 17,960   | 2,176                          | 301,550                                     |
| Total operating expenses   | <u>278,003</u>                                 | <u>1,850</u>   | <u>1,561</u>   | <u>17,960</u>                                      | <u>2,176</u>                   | <u>301,550</u>                              |
| Operating income (loss) before transfers                                   | 39,470   | 127  | (24)   | 1,133  | (189)                          | 40,517                                      |
| Transfers - Interfund  |  |  |  |  |                                |   |
| Transfers - Intrafund  | (13,204)                                       |  |  | (125)  | 189                            | (13,140)                                    |
| Increase (decrease) in fund equity   | 26,266   | 127  | (24)   | 1,008  | -                              | 27,377                                      |
| Fund equity at beginning of year   | 359,856  | 2,474  | 1,295  | 20,901   |                                | 384,526                                     |
| Fund equity at end of Year   | <u>\$ 386,122</u>                              | <u>\$ 2,601</u>  | <u>\$ 1,271</u>  | <u>\$ 21,909</u>                                   | <u>\$ -</u>                    | <u>\$ 411,903</u>                           |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -**  
**HOMEOWNERSHIP PROGRAMS**

**Fiscal Year Ended June 30, 2004**

(Dollars in Thousands)

|  | Home<br>Mortgage<br>Revenue<br>Bonds | Single<br>Family<br>Mortgage<br>Bonds<br>1995 Issue A | Single<br>Family<br>Mortgage<br>Bonds<br>1995 Issue B | Single<br>Family<br>Mortgage<br>Bonds<br>Bonds II | Draw<br>Down<br>Bonds | Total<br>Homeownership<br>Programs |
|--|--------------------------------------|---|---|---|-----------------------|------------------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>  |                                      |   |   |   |                       |                                    |
| Receipts from customers  | \$ 231,756                           | \$ 1,400  | \$ 1,185  | \$ 15,025   |                       | \$ 249,366                         |
| Payments to suppliers  | (15,291)                             | (69)  | (66)  | (912)   |                       | (16,338)                           |
| Payments to employees  |                                      |   |   |   |                       |                                    |
| Internal activity - payments to other funds  |                                      |   |   |   |                       |                                    |
| Other receipts (payments)  | 431,315                              | 12,012  | 9,900   | 126,620   | \$ (200)              | 579,647                            |
| Net cash provided by (used for) operating activities   | <u>647,780</u>                       | <u>13,343</u>   | <u>11,019</u>   | <u>140,733</u>                                    | <u>(200)</u>          | <u>812,675</u>                     |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>   |                                      |   |   |   |                       |                                    |
| Intrafund transfers  | (13,204)                             |   |   | (125)   | 189                   | (13,140)                           |
| Due to other Government entities   | (5)                                  |   |   |   |                       | (5)                                |
| Net cash provided by (used for) noncapital financing activities  | <u>(13,209)</u>                      | <u>-</u>  | <u>-</u>  | <u>(125)</u>                                      | <u>189</u>            | <u>(13,145)</u>                    |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>  |                                      |   |   |   |                       |                                    |
| Proceeds from sales of bonds   | 1,649,250                            |   |   |   | 87,500                | 1,736,750                          |
| Payment of bond principal  | (132,660)                            | (420)   | (335)   | (10,450)  |                       | (143,865)                          |
| Early bond redemptions   | (1,396,284)                          | (23,540)  | (17,075)  | (174,476)   | (437,545)             | (2,048,920)                        |
| Interest paid on debt  | (254,422)                            | (2,217)   | (1,764)   | (19,533)  | (2,062)               | (279,998)                          |
| Interfund transfers  |                                      |   |   |   |                       |                                    |
| Additions to deferred costs  | (6,212)                              |   |   |   | (190)                 | (6,402)                            |
| Net cash used for capital and related financing activities   | <u>(140,328)</u>                     | <u>(26,177)</u>                                       | <u>(19,174)</u>                                       | <u>(204,459)</u>                                  | <u>(352,297)</u>      | <u>(742,435)</u>                   |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>  |                                      |   |   |   |                       |                                    |
| Proceeds from maturity and sale of investments   | 3,506,565                            | 26,222  | 18,617  | 200,644   | 439,399               | 4,191,447                          |
| Purchase of investments  | (4,091,600)                          | (14,594)  | (10,923)  | (144,857)   | (89,395)              | (4,351,369)                        |
| Interest on investments, net   | 76,864                               | 869   | 564   | 5,540   | 1,984                 | 85,821                             |
| Net cash provided by (used for) investing activities   | <u>(508,171)</u>                     | <u>12,497</u>   | <u>8,258</u>  | <u>61,327</u>                                     | <u>351,988</u>        | <u>(74,101)</u>                    |
| Net increase (decrease) in cash and cash equivalents   | (13,928)                             | (337)   | 103   | (2,524)   | (320)                 | (17,006)                           |
| Cash and cash equivalents at beginning of year   | 40,725                               | 485   | 8   | 5,819   | 413                   | 47,450                             |
| Cash and cash equivalents at end of year   | <u>\$ 26,797</u>                     | <u>\$ 148</u>   | <u>\$ 111</u>   | <u>\$ 3,295</u>                                   | <u>\$ 93</u>          | <u>\$ 30,444</u>                   |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b>        |                                      |   |   |   |                       |                                    |
| Operating income (loss)  | \$ 39,470                            | \$ 127  | \$ (24)   | \$ 1,133  | \$ (189)              | \$ 40,517                          |
| <b>Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:</b> |                                      |   |   |   |                       |                                    |
| Interest expense on debt   | 242,161                              | 1,559   | 1,317   | 15,893  | 1,987                 | 262,917                            |
| Interest on investments  | (85,932)                             | (638)   | (420)   | (4,715)   | (1,987)               | (93,692)                           |
| Changes in fair value of investments   | 1,943                                |   |   | 168   |                       | 2,111                              |
| Accretion of capital appreciation bonds  | 17,634                               |   |   | 497   |                       | 18,131                             |
| Amortization of bond discount  | 337                                  |   |   | 8   |                       | 345                                |
| Amortization of deferred losses on refundings of debt  | 937                                  |   |   | 45  |                       | 982                                |
| Amortization of bond issuance costs  | 10,902                               | 184   | 145   | 1,855   | 190                   | 13,276                             |
| Amortization of deferred revenue   | (4,173)                              |   |   | (265)   |                       | (4,438)                            |
| Depreciation   |                                      |   |   |   |                       |                                    |
| Reversal for program loan losses   | (521)                                | (12)  | (11)  | (151)   |                       | (695)                              |
| Provision for yield reduction payments   | 3,326                                |   |   |   |                       | 3,326                              |
| Provision for nonmortgage investment excess  | (107)                                | (71)  |   | 205   | (12)                  | 15                                 |
| <b>Changes in certain assets and liabilities:</b>  |                                      |   |   |   |                       |                                    |
| Purchase of program loans  | (1,294,986)                          |   |   | (12)  |                       | (1,294,998)                        |
| Collection of principal from program loans, net  | 1,683,578                            | 11,993  | 9,527   | 123,778   |                       | 1,828,876                          |
| Interest receivable  | 4,825                                | 68  | 68  | 753   |                       | 5,714                              |
| Accounts receivable  | 25,284                               | 147   | 444   | 2,802   |                       | 28,677                             |
| Due from (to) other funds  | 4,770                                | (11)  | (21)  | (281)   | (189)                 | 4,268                              |
| Due to other Government entities   |                                      |   |   |   |                       |                                    |
| Other assets   | (198)                                |   |   | 2   |                       | (196)                              |
| Compensated absences   |                                      |   |   |   |                       |                                    |
| Deposits and other liabilities   | 1,046                                | (3)   | (6)   | (50)  |                       | 987                                |
| Deferred revenue   | (2,516)                              |   |   | (932)   |                       | (3,448)                            |
| Net cash provided by (used for) operating activities   | <u>\$ 647,780</u>                    | <u>\$ 13,343</u>                                      | <u>\$ 11,019</u>                                      | <u>\$ 140,733</u>                                 | <u>\$ (200)</u>       | <u>\$ 812,675</u>                  |

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING BALANCE SHEET -  
MULTIFAMILY RENTAL HOUSING PROGRAMS**

**June 30, 2004**

(Dollars in Thousands)

|  | <u>Multi-Unit<br/>Rental Housing<br/>Revenue Bonds I</u> | <u>Multi-Unit<br/>Rental Housing<br/>Revenue Bonds II</u> | <u>Multifamily<br/>Housing Revenue<br/>Refunding Bonds</u> | <u>Multifamily<br/>Loan Purchase<br/>Bonds</u> | <u>Multifamily<br/>Housing<br/>Revenue Bonds</u> | <u>Housing<br/>Revenue<br/>Bonds<br/>(Insured)</u> |
|--|--|---|--|--|--|--|
| <b>ASSETS</b>  |  |   |  |  |  |  |
| Current assets:  |  |   |  |  |  |  |
| Cash and cash equivalents                                    | \$ 3   | \$ 380  | \$ 29  | \$ 3,945                                       | \$ 62  | \$ 762   |
| Investments  | 21,772   | 20,778  |  |  | 226  | 18,199   |
| Current portion - program loans receivable, net of allowance | 4,334  | 5,075   |  | 23,333   |  | 1,247  |
| Interest receivable:   |  |   |  |  |  |  |
| Program loans  | 94   | 138   |  |  |  | 326  |
| Investments  | 94   | 397   |  | 1  | 41   | 358  |
| Accounts receivable  |  |   |  |  | 4  |  |
| Due from (to) other funds                                    | (655)  |   |  | (4)  |  | 972  |
| Other assets   | 29   |   |  |  |  | 10   |
| Total current assets   | <u>25,671</u>  | <u>26,768</u>   | <u>29</u>  | <u>27,275</u>                                  | <u>333</u>                                       | <u>21,874</u>                                      |
| Noncurrent assets:   |  |   |  |  |  |  |
| Investments  | 1,206  | 1,001   |  |  | 6,829  |  |
| Program loans receivable, net of allowance                   | 128,765  | 101,694   |  | 133,988  |  | 56,436   |
| Due from (to) other funds                                    |  |   |  |  |  |  |
| Deferred financing costs                                     | 51   | 146   |  |  |  | 465  |
| Other assets   |  |   |  |  |  | 11,540   |
| Total noncurrent assets                                      | <u>130,022</u>   | <u>102,841</u>  | <u>-</u>   | <u>133,988</u>                                 | <u>6,829</u>                                     | <u>68,441</u>                                      |
| Total assets   | <u>\$ 155,693</u>  | <u>\$ 129,609</u>   | <u>\$ 29</u>   | <u>\$ 161,263</u>                              | <u>\$ 7,162</u>                                  | <u>\$ 90,315</u>                                   |
| <b>LIABILITIES AND FUND EQUITY</b>                           |  |   |  |  |  |  |
| Current liabilities:   |  |   |  |  |  |  |
| Current portion - bonds payable, net                         | \$ 285   | \$ 3,365  |  |  | \$ 140   | \$ 1,245   |
| Interest payable   | 641  | 1,011   |  | \$ 1,038                                       | 41   | 1,455  |
| Due to other Government entities, net                        |  |   |  |  |  |  |
| Compensated absences   |  |   |  |  |  |  |
| Deposits and other liabilities                               | 4  | 4   | \$ 29  | 2  | 2  | 6  |
| Total current liabilities                                    | <u>930</u>   | <u>4,380</u>  | <u>29</u>  | <u>1,040</u>                                   | <u>183</u>                                       | <u>2,706</u>                                       |
| Noncurrent liabilities:                                      |  |   |  |  |  |  |
| Bonds payable, net   | 21,608   | 31,848  |  | 160,223  | 6,820  | 52,500   |
| Due to other Government entities, net                        |  |   |  |  |  | 786  |
| Deferred revenue   |  |   |  |  |  |  |
| Total noncurrent liabilities                                 | <u>21,608</u>  | <u>31,848</u>   | <u>-</u>   | <u>160,223</u>                                 | <u>6,820</u>                                     | <u>53,286</u>                                      |
| Total liabilities  | <u>22,538</u>  | <u>36,228</u>   | <u>29</u>  | <u>161,263</u>                                 | <u>7,003</u>                                     | <u>55,992</u>                                      |
| Fund equity:   |  |   |  |  |  |  |
| Invested in capital assets                                   |  |   |  |  |  |  |
| Restricted by indenture                                      | 133,155  | 93,381  |  |  | 159  | 34,323   |
| Restricted by statute  |  |   |  |  |  |  |
| Total fund equity  | <u>133,155</u>   | <u>93,381</u>   | <u>-</u>   | <u>-</u>                                       | <u>159</u>                                       | <u>34,323</u>                                      |
| Total liabilities and fund equity                            | <u>\$ 155,693</u>  | <u>\$ 129,609</u>   | <u>\$ 29</u>   | <u>\$ 161,263</u>                              | <u>\$ 7,162</u>                                  | <u>\$ 90,315</u>                                   |

| <b>Multifamily<br/>Housing<br/>Revenue<br/>Bonds II</b> | <b>Multifamily<br/>Housing<br/>Revenue<br/>Bonds III</b> | <b>Multifamily<br/>Draw<br/>Down<br/>Bonds</b> | <b>Total<br/>Multifamily<br/>Rental<br/>Housing<br/>Programs</b> |
|---|--|--|--|
| \$ 66   | \$ 5,589   | \$ 6   | \$ 10,842  |
| 11,011  | 462,042  | 21,555   | 555,583  |
| 1,281   | 40,890   |  | 76,160   |
| 659   | 4,522  |  | 5,739  |
| 299   | 2,509  | 20   | 3,719  |
|   | 28   |  | 32   |
|   | (11,251)   | (6)  | (10,944)   |
| 174   | 313  |  | 526  |
| <u>13,490</u>   | <u>504,642</u>   | <u>21,575</u>                                  | <u>641,657</u>   |
| 8,601   | 16,854   |  | 34,491   |
| 102,917   | 714,374  |  | 1,238,174  |
| 173   | 7,417  |  | 8,252  |
|   | 3,749  |  | 15,289   |
| <u>111,691</u>  | <u>742,394</u>   | <u>-</u>                                       | <u>1,296,206</u>   |
| <u>\$ 125,181</u>                                       | <u>\$ 1,247,036</u>                                      | <u>\$ 21,575</u>                               | <u>\$ 1,937,863</u>  |
| \$ 2,279  | \$ 14,004  | \$ 21,555                                      | \$ 42,873  |
| 3,150   | 12,972   | 20   | 20,328   |
| 5   | 214  |  | 266  |
| <u>5,434</u>  | <u>27,190</u>  | <u>21,575</u>                                  | <u>63,467</u>  |
| 114,437   | 1,188,017  |  | 1,575,453  |
|   | 1,789  |  | 2,575  |
|   | 37   |  | 37   |
| <u>114,437</u>  | <u>1,189,843</u>   | <u>-</u>                                       | <u>1,578,065</u>   |
| 119,871   | 1,217,033  | 21,575   | 1,641,532  |
| 5,310   | 30,003   |  | 296,331  |
| <u>5,310</u>  | <u>30,003</u>  | <u>-</u>                                       | <u>296,331</u>   |
| <u>\$ 125,181</u>                                       | <u>\$ 1,247,036</u>                                      | <u>\$ 21,575</u>                               | <u>\$ 1,937,863</u>  |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY -**  
**MULTIFAMILY RENTAL HOUSING PROGRAMS**  
**Fiscal Year Ended June 30, 2004**  
(Dollars in Thousands)

|  | <u>Multi-Unit<br/>Rental Housing<br/>Revenue Bonds I</u> | <u>Multi-Unit<br/>Rental Housing<br/>Revenue Bonds II</u> | <u>Multifamily<br/>Housing Revenue<br/>Refunding Bonds</u> | <u>Multifamily<br/>Loan Purchase<br/>Bonds</u> | <u>Multifamily<br/>Housing<br/>Revenue Bonds</u> | <u>Housing<br/>Revenue<br/>Bonds<br/>(Insured)</u> |
|--|--|---|--|--|--|--|
| <b>OPERATING REVENUES</b>  |  |   |  |  |  |  |
| Interest income:   |  |   |  |  |  |  |
| Program loans - net  | \$ 14,053  | \$ 10,266   | \$ 19  | \$ 12,758                                      |  | \$ 4,854   |
| Investments - net  | 878  | 891   |  | 8  | \$ 495   | 798  |
| Decrease in fair value of investments                                      | (667)  | (115)   |  |  | (1,557)  |  |
| Loan commitment fees   |  |   |  |  |  |  |
| Other loan fees  | 180  |   |  |  |  |  |
| Other revenues   |  |   |  |  |  | 1,366  |
| Total operating revenues   | <u>14,444</u>  | <u>11,042</u>   | <u>19</u>  | <u>12,766</u>                                  | <u>(1,062)</u>                                   | <u>7,018</u>                                       |
| <b>OPERATING EXPENSES</b>  |  |   |  |  |  |  |
| Interest   | 3,046  | 2,800   | 19   | 12,697   | 494  | 3,502  |
| Amortization of bond discount and deferred losses<br>on refundings of debt | 246  | 6   |  |  |  |  |
| Mortgage servicing expenses  |  |   |  |  |  |  |
| Provision (reversal) for program loan losses                               | (1,079)  | (44)  |  |  |  | (116)  |
| Operating expenses   |  |   |  |  |  |  |
| Other expenses   | 128  | 247   |  | 69   | 6  | 222  |
| Total operating expenses   | <u>2,341</u>   | <u>3,009</u>  | <u>19</u>  | <u>12,766</u>                                  | <u>500</u>                                       | <u>3,608</u>                                       |
| Operating income (loss) before transfers                                   | 12,103   | 8,033   | -  | -  | (1,562)  | 3,410  |
| Transfers - Interfund  |  |   |  |  |  |  |
| Transfers - Intrafund  | (8,309)  | 12,260  |  |  |  | (5,228)  |
| Increase (decrease) in fund equity   | 3,794  | 20,293  | -  | -  | (1,562)  | (1,818)  |
| Fund equity at beginning of year   | 129,361  | 73,088  |  |  | 1,721  | 36,141   |
| Fund equity at end of Year   | <u>\$ 133,155</u>  | <u>\$ 93,381</u>  | <u>\$ -</u>  | <u>\$ -</u>                                    | <u>\$ 159</u>                                    | <u>\$ 34,323</u>                                   |

| <b>Multifamily<br/>Housing<br/>Revenue<br/>Bonds II</b> | <b>Multifamily<br/>Housing<br/>Revenue<br/>Bonds III</b> | <b>Multifamily<br/>Draw<br/>Down<br/>Bonds</b> | <b>Total<br/>Multifamily<br/>Rental<br/>Housing<br/>Programs</b> |
|---|--|--|--|
| \$ 8,082  | \$ 46,667  |  | \$ 96,699  |
| 1,203   | 8,123  | \$ 74  | 12,470   |
| (2,242)   | (1,355)  |  | (5,936)  |
|   | 5  |  | 5  |
|   | 76   |  | 256  |
|   | 359  |  | 1,725  |
| <u>7,043</u>  | <u>53,875</u>  | <u>74</u>                                      | <u>105,219</u>   |
| 7,597   | 37,771   | 74   | 68,000   |
| 54  | 244  |  | 550  |
|   | 9  |  | 9  |
| 614   | 1,770  |  | 1,145  |
| <u>398</u>  | <u>3,172</u>   | <u>26</u>                                      | <u>4,268</u>   |
| <u>8,663</u>  | <u>42,966</u>  | <u>100</u>                                     | <u>73,972</u>  |
| (1,620)   | 10,909   | (26)   | 31,247   |
|   | (8,568)  | 26   | (9,819)  |
| (1,620)   | 2,341  | -  | 21,428   |
| <u>6,930</u>  | <u>27,662</u>  |  | <u>274,903</u>   |
| <u>\$ 5,310</u>   | <u>\$ 30,003</u>   | <u>\$ -</u>                                    | <u>\$ 296,331</u>  |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -**  
**MULTIFAMILY RENTAL HOUSING PROGRAMS**

**Fiscal Year Ended June 30, 2004**

(Dollars in Thousands)

|   | Multi-Unit<br>Rental Housing<br>Revenue Bonds I | Multi-Unit<br>Rental Housing<br>Revenue Bonds II | Multifamily<br>Housing Revenue<br>Refunding Bonds | Multifamily<br>Loan Purchase<br>Bonds | Multifamily<br>Housing<br>Revenue Bonds | Housing<br>Revenue<br>Bonds<br>(Insured) |
|---|---|--|---|---------------------------------------|---|--|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |   |  |   |                                       |   |  |
| Receipts from customers   | \$ 14,242                                       | \$ 10,131  | \$ 23   | \$ 12,758                             |   | \$ 4,888                                 |
| Payments to suppliers   | (37)  | (11)   |   | (20)                                  | \$ (4)                                  | (22)                                     |
| Payments to employees   |   |  |   |                                       |   |  |
| Internal activity - payments to other funds   |   |  |   |                                       |   |  |
| Other receipts (payments)   | 31,330  | 7,957  | 9,409   | 23,284                                |   | 5,404                                    |
| Net cash provided by (used for) operating activities  | <u>45,535</u>                                   | <u>18,077</u>                                    | <u>9,432</u>                                      | <u>36,022</u>                         | <u>(4)</u>                              | <u>10,270</u>                            |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>  |   |  |   |                                       |   |  |
| Intrafund transfers   | (8,309)   | 12,260   |   |                                       |   | (5,228)                                  |
| Due to other Government entities  |   |  |   |                                       |   |  |
| Net cash provided by (used for) noncapital financing activities   | <u>(8,309)</u>                                  | <u>12,260</u>                                    | <u>-</u>  | <u>-</u>                              | <u>-</u>                                | <u>(5,228)</u>                           |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>   |   |  |   |                                       |   |  |
| Proceeds from sales of bonds  |   |  |   |                                       |   |  |
| Payment of bond principal   | (770)   | (5,170)  | (100)   | (24,051)                              | (130)                                   | (1,160)                                  |
| Early bond redemptions  | (52,085)  | (18,945)   | (9,530)   |                                       |   |  |
| Interest paid on debt   | (4,443)   | (3,556)  | (23)  | (12,868)                              | (494)                                   | (3,528)                                  |
| Interfund transfers   |   |  |   |                                       |   |  |
| (Additions) deductions to deferred costs  | 154   |  |   |                                       |   |  |
| Net cash provided by (used for) capital and related financing activities                                  | <u>(57,144)</u>                                 | <u>(27,671)</u>                                  | <u>(9,653)</u>                                    | <u>(36,919)</u>                       | <u>(624)</u>                            | <u>(4,688)</u>                           |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |   |  |   |                                       |   |  |
| Proceeds from maturity and sale of investments  | 168,186   | 18,717   |   |                                       | 646                                     | 8,887                                    |
| Purchase of investments   | (149,304)                                       | (21,901)   |   |                                       | (466)                                   | (10,099)                                 |
| Interest on investments, net  | 1,036   | 769  |   | 8                                     | 500                                     | 858                                      |
| Net cash provided by (used for) investing activities  | <u>19,918</u>                                   | <u>(2,415)</u>                                   | <u>-</u>  | <u>8</u>                              | <u>680</u>                              | <u>(354)</u>                             |
| Net increase (decrease) in cash and cash equivalents  | -   | 251  | (221)   | (889)                                 | 52                                      | -  |
| Cash and cash equivalents at beginning of year  | 3   | 129  | 250   | 4,834                                 | 10                                      | 762                                      |
| Cash and cash equivalents at end of year  | <u>\$ 3</u>                                     | <u>\$ 380</u>                                    | <u>\$ 29</u>                                      | <u>\$ 3,945</u>                       | <u>\$ 62</u>                            | <u>\$ 762</u>                            |
| <b>Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:</b> |   |  |   |                                       |   |  |
| Operating income (loss)   | \$ 12,103                                       | \$ 8,033   |   |                                       | \$ (1,562)                              | \$ 3,410                                 |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: |   |  |   |                                       |   |  |
| Interest expense on debt  | 3,046   | 2,800  | \$ 19   | \$ 12,697                             | 494                                     | 3,502                                    |
| Interest on investments   | (878)   | (891)  |   | (8)                                   | (495)                                   | (798)                                    |
| Changes in fair value of investments  | 667   | 115  |   |                                       | 1,557                                   |  |
| Accretion of capital appreciation bonds   |   |  |   |                                       |   |  |
| Amortization of bond discount   | 245   | 6  |   |                                       |   |  |
| Amortization of deferred losses on refundings of debt   |   |  |   |                                       |   |  |
| Amortization of bond issuance costs   | 26  | 106  |   |                                       |   | 37                                       |
| Amortization of deferred revenue  |   |  |   |                                       |   |  |
| Depreciation  |   |  |   |                                       |   |  |
| Provision (reversal) for program loan losses  | (1,457)   | (44)   |   |                                       |   | (116)                                    |
| Provision for yield reduction payments  |   |  |   |                                       |   |  |
| Provision for nonmortgage investment excess   |   |  |   |                                       |   | 118                                      |
| Changes in certain assets and liabilities:  |   |  |   |                                       |   |  |
| Purchase of program loans   | 15,508  |  |   |                                       |   | (18)                                     |
| Collection of principal from program loans, net   | 16,767  | 8,086  | 9,526   | 23,333                                |   | 3,714                                    |
| Interest receivable   | 189   | (135)  | 5   |                                       |   | 33                                       |
| Accounts receivable   |   |  |   |                                       |   | 3  |
| Due from (to) other funds   | (693)   |  |   |                                       |   | 376                                      |
| Due to other Government entities  |   |  |   |                                       |   |  |
| Other assets  | 13  |  |   |                                       |   | 9  |
| Compensated absences  |   |  |   |                                       |   |  |
| Deposits and other liabilities  | (1)   | 1  | (118)   |                                       | 2                                       |  |
| Deferred revenue  |   |  |   |                                       |   |  |
| Net cash provided by (used for) operating activities  | <u>\$ 45,535</u>                                | <u>\$ 18,077</u>                                 | <u>\$ 9,432</u>                                   | <u>\$ 36,022</u>                      | <u>\$ (4)</u>                           | <u>\$ 10,270</u>                         |

| Multifamily<br>Housing<br>Revenue<br>Bonds II | Multifamily<br>Housing<br>Revenue<br>Bonds III | Multifamily<br>Draw<br>Down<br>Bonds | Total<br>Multifamily<br>Rental<br>Housing<br>Programs |
|---|--|--------------------------------------|---|
| \$ 8,108<br>(21)                              | \$ 45,922<br>(117)                             |                                      | \$ 96,072<br>(232)                                    |
| 921   | (85,863)                                       | \$ 6                                 | (7,552)   |
| <u>9,008</u>                                  | <u>(40,058)</u>                                | <u>6</u>                             | <u>88,288</u>   |
|   | (8,568)  | 26                                   | (9,819)   |
| <u>-</u>                                      | <u>(8,568)</u>                                 | <u>26</u>                            | <u>(9,819)</u>  |
|   | 290,030  | 21,555                               | 311,585   |
| (2,165)                                       | (10,365)                                       |                                      | (43,911)  |
|   | (14,630)                                       |                                      | (95,190)  |
| (7,645)                                       | (36,224)                                       | (54)                                 | (68,835)  |
|   | (2,401)  | (26)                                 | (2,273)   |
| <u>(9,810)</u>                                | <u>226,410</u>                                 | <u>21,475</u>                        | <u>101,376</u>  |
| 9,588   | 211,568  |                                      | 417,592   |
| (9,974)                                       | (395,873)                                      | (21,555)                             | (609,172)   |
| 1,191   | 7,588  | 54                                   | 12,004  |
| <u>805</u>                                    | <u>(176,717)</u>                               | <u>(21,501)</u>                      | <u>(179,576)</u>                                      |
| 3   | 1,067  | 6                                    | 269   |
| 63  | 4,522  |                                      | 10,573  |
| <u>\$ 66</u>                                  | <u>\$ 5,589</u>                                | <u>\$ 6</u>                          | <u>\$ 10,842</u>                                      |
| \$ (1,620)                                    | \$ 10,909                                      | \$ (26)                              | \$ 31,247   |
| 7,597   | 37,771   | 74                                   | 68,000  |
| (1,203)                                       | (8,123)  | (74)                                 | (12,470)  |
| 2,242   | 1,355  |                                      | 5,936   |
| 54  |  |                                      | 305   |
|   | 244  |                                      | 244   |
| 11  | 421  | 26                                   | 627   |
|   | (5)  |                                      | (5)   |
| 614   | 2,456  |                                      | 1,453   |
|   | 363  |                                      | 481   |
|   | (140,969)                                      |                                      | (125,479)   |
| 1,284   | 45,673   |                                      | 108,383   |
| 27  | (746)  |                                      | (627)   |
|   | (28)   |                                      | (25)  |
|   | 10,586   | 6                                    | 10,275  |
| 2   | (39)   |                                      | (15)  |
|   | 74   |                                      | (42)  |
| <u>\$ 9,008</u>                               | <u>\$ (40,058)</u>                             | <u>\$ 6</u>                          | <u>\$ 88,288</u>                                      |

**CALIFORNIA HOUSING FINANCE FUND  
SUPPLEMENTAL COMBINING BALANCE SHEET -  
OTHER PROGRAMS AND ACCOUNTS**

**June 30, 2004**

(Dollars in Thousands)

|  | Housing<br>Assistance<br>Trust | Contract<br>Administration<br>Programs | Revolving<br>Credit<br>Agreement | Supplementary<br>Bonds<br>Security<br>Account | Emergency<br>Reserve<br>Account | Loan<br>Servicing |
|--|--------------------------------|--|----------------------------------|---|---------------------------------|-------------------|
| <b>ASSETS</b>  |                                |  |                                  |   |                                 |                   |
| Current assets:  |                                |  |                                  |   |                                 |                   |
| Cash and cash equivalents                                    | \$ 1,139                       | \$ 943                                 | \$ 794                           |   | \$ 500                          | \$ 21,586         |
| Investments  | 74,731                         | 38,140                                 | 585                              | \$ 37,703                                     | 52,328                          | 119,806           |
| Current portion - program loans receivable, net of allowance | 4,604                          |  | 460                              |   |                                 |                   |
| Interest receivable:   |                                |  |                                  |   |                                 |                   |
| Program loans  | 952                            | (11)                                   | 101                              |   |                                 |                   |
| Investments  | 247                            | 140                                    | 2                                | 137   | 187                             | 432               |
| Accounts receivable  | 30                             |  |                                  |   | 7                               | 727               |
| Due from (to) other funds                                    | 178                            | (1,265)                                |                                  | 7,493   | 6,347                           | (6,042)           |
| Other assets   | 1                              |  |                                  |   |                                 |                   |
| Total current assets   | <u>81,882</u>                  | <u>37,947</u>                          | <u>1,942</u>                     | <u>45,333</u>                                 | <u>59,369</u>                   | <u>136,509</u>    |
| Noncurrent assets:   |                                |  |                                  |   |                                 |                   |
| Investments  | 876                            |  |                                  |   |                                 |                   |
| Program loans receivable, net of allowance                   | 104,187                        | 40,446                                 | 40,084                           |   |                                 |                   |
| Due from other funds   |                                |  |                                  | 11,850  |                                 |                   |
| Deferred financing costs                                     |                                |  |                                  |   |                                 |                   |
| Other assets   |                                |  |                                  |   |                                 |                   |
| Total noncurrent assets                                      | <u>105,063</u>                 | <u>40,446</u>                          | <u>40,084</u>                    | <u>11,850</u>                                 | <u>-</u>                        | <u>-</u>          |
| Total assets   | <u>\$ 186,945</u>              | <u>\$ 78,393</u>                       | <u>\$ 42,026</u>                 | <u>\$ 57,183</u>                              | <u>\$ 59,369</u>                | <u>\$ 136,509</u> |
| <b>LIABILITIES AND FUND EQUITY</b>                           |                                |  |                                  |   |                                 |                   |
| Current liabilities:   |                                |  |                                  |   |                                 |                   |
| Current portion - bonds payable, net                         |                                |  |                                  |   |                                 |                   |
| Interest payable   |                                |  | \$ 25                            |   |                                 |                   |
| Due to (from) other Government entities, net                 | \$ 319                         | \$ 1,686                               |                                  |   |                                 |                   |
| Compensated absences   |                                |  |                                  |   |                                 |                   |
| Deposits and other liabilities                               | 1                              | 5,211                                  | 42,244                           | \$ 130  |                                 | \$ 135,263        |
| Total current liabilities                                    | <u>320</u>                     | <u>6,897</u>                           | <u>42,269</u>                    | <u>130</u>                                    | <u>-</u>                        | <u>135,263</u>    |
| Noncurrent liabilities:                                      |                                |  |                                  |   |                                 |                   |
| Bonds payable, net   |                                |  |                                  |   |                                 |                   |
| Due from other Government entities                           |                                |  |                                  |   |                                 |                   |
| Deferred revenue   |                                |  |                                  |   |                                 |                   |
| Total noncurrent liabilities                                 | <u>-</u>                       | <u>-</u>                               | <u>-</u>                         | <u>-</u>                                      | <u>-</u>                        | <u>-</u>          |
| Total liabilities  | <u>320</u>                     | <u>6,897</u>                           | <u>42,269</u>                    | <u>130</u>                                    | <u>-</u>                        | <u>135,263</u>    |
| Fund Equity:   |                                |  |                                  |   |                                 |                   |
| Invested in capital assets                                   |                                |  |                                  |   |                                 |                   |
| Restricted by indenture                                      |                                |  |                                  |   |                                 |                   |
| Restricted by statute  | 186,625                        | 71,496                                 | (243)                            | 57,053  | 59,369                          | 1,246             |
| Total fund equity  | <u>186,625</u>                 | <u>71,496</u>                          | <u>(243)</u>                     | <u>57,053</u>                                 | <u>59,369</u>                   | <u>1,246</u>      |
| Total liabilities and fund equity                            | <u>\$ 186,945</u>              | <u>\$ 78,393</u>                       | <u>\$ 42,026</u>                 | <u>\$ 57,183</u>                              | <u>\$ 59,369</u>                | <u>\$ 136,509</u> |

| <u>Loan<br/>Warehousing</u> | <u>Operating<br/>Account</u> | <u>Total<br/>Other<br/>Programs<br/>and<br/>Accounts</u> |
|-----------------------------|------------------------------|--|
| \$ 23,308                   | \$ 180                       | \$ 48,450  |
| 117,732                     | 33,558                       | 474,583  |
| 2,635                       |                              | 7,699  |
| 296                         |                              | 1,338  |
| 573                         | 135                          | 1,853  |
| 95                          | 26                           | 885  |
| (5,732)                     | 29,357                       | 30,336   |
|                             | 109                          | 110  |
| <u>138,907</u>              | <u>63,365</u>                | <u>565,254</u>   |
|                             |                              | 876  |
| 163,732                     |                              | 348,449  |
|                             |                              | 11,850   |
|                             | 133                          | 133  |
|                             | 752                          | 752  |
| <u>163,732</u>              | <u>885</u>                   | <u>362,060</u>   |
| <u>\$ 302,639</u>           | <u>\$ 64,250</u>             | <u>\$ 927,314</u>  |
|                             |                              |  |
| \$ 1,990                    |                              | \$ 2,015   |
| 300,000                     | \$ (221)                     | 301,784  |
|                             | 1,659                        | 1,659  |
| 99                          | 3,685                        | 186,633  |
| <u>302,089</u>              | <u>5,123</u>                 | <u>492,091</u>   |
|                             |                              |  |
| 334                         | 23,823                       | 24,157   |
| 334                         | 23,823                       | 24,157   |
| 302,423                     | 28,946                       | 516,248  |
|                             | 752                          | 752  |
| 216                         | 34,552                       | 410,314  |
| 216                         | 35,304                       | 411,066  |
| <u>\$ 302,639</u>           | <u>\$ 64,250</u>             | <u>\$ 927,314</u>  |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY -**  
**OTHER PROGRAMS AND ACCOUNTS**  
**Fiscal Year Ended June 30, 2004**  
(Dollars in Thousands)

|  | <u>Housing<br/>Assistance<br/>Trust</u> | <u>Contract<br/>Administration<br/>Programs</u> | <u>Revolving<br/>Credit<br/>Agreement</u> | <u>Supplementary<br/>Bonds<br/>Security<br/>Account</u> | <u>Emergency<br/>Reserve<br/>Account</u> | <u>Loan<br/>Servicing</u> |
|--|---|---|---|---|--|---------------------------|
| <b>OPERATING REVENUES</b>  |   |   |   |   |  |                           |
| Interest income:   |   |   |   |   |  |                           |
| Program loans - net  | \$ 2,714                                | \$ 735  | \$ 880                                    |   |  |                           |
| Investments - net  | 961                                     | 502   | 5   | \$ 865  | \$ 1,323                                 | \$ 43                     |
| Decrease in fair value of investments                                      | (42)                                    |   |   |   |  |                           |
| Loan commitment fees   |   |   |   |   |  |                           |
| Other loan fees  |   | 118   |   |   |  | 2,439                     |
| Other revenues   | <u>2,731</u>                            |   |   |   |  | <u>73,422</u>             |
| Total operating revenues   | <u>6,364</u>                            | <u>1,355</u>                                    | <u>885</u>                                | <u>865</u>  | <u>1,323</u>                             | <u>75,904</u>             |
| <b>OPERATING EXPENSES</b>  |   |   |   |   |  |                           |
| Interest   |   |   | 322                                       |   |  |                           |
| Amortization of bond discount and deferred losses<br>on refundings of debt |   |   |   |   |  |                           |
| Mortgage servicing expenses  | 15                                      |   |   |   |  |                           |
| Provision (reversal) for program loan losses                               | 1,338                                   | 1,283   | 851                                       |   |  |                           |
| Operating expenses   |   |   |   |   |  |                           |
| Other expenses   | <u>397</u>                              | <u>5,530</u>                                    | <u>147</u>                                | <u>130</u>  |  | <u>77,368</u>             |
| Total operating expenses   | <u>1,750</u>                            | <u>6,813</u>                                    | <u>1,320</u>                              | <u>130</u>  | <u>-</u>                                 | <u>77,368</u>             |
| Operating income (loss) before transfers                                   | 4,614                                   | (5,458)   | (435)                                     | 735   | 1,323                                    | (1,464)                   |
| Transfers - Interfund  |   | 39,685  |   |   |  |                           |
| Transfers - Intrafund  | <u>(150)</u>                            | <u>(371)</u>                                    | <u>307</u>                                |   | <u>(2,914)</u>                           | <u>1,520</u>              |
| Increase (decrease) in fund equity   | 4,464                                   | 33,856  | (128)                                     | 735   | (1,591)                                  | 56                        |
| Fund equity at beginning of year   | <u>182,161</u>                          | <u>37,640</u>                                   | <u>(115)</u>                              | <u>56,318</u>   | <u>60,960</u>                            | <u>1,190</u>              |
| Fund equity (deficit) at end of Year                                       | <u>\$ 186,625</u>                       | <u>\$ 71,496</u>                                | <u>\$ (243)</u>                           | <u>\$ 57,053</u>  | <u>\$ 59,369</u>                         | <u>\$ 1,246</u>           |

| <u>Loan<br/>Warehousing</u> | <u>Operating<br/>Account</u> | <u>Total<br/>Other<br/>Programs<br/>and<br/>Accounts</u> |
|-----------------------------|------------------------------|--|
| \$ 1,550                    |                              | \$ 5,879   |
| 6,438                       | \$ 538                       | 10,675   |
|                             | 935                          | (42)   |
| 7                           | 6,087                        | 935  |
|                             | (57)                         | 8,651  |
| <u>7,995</u>                | <u>7,503</u>                 | <u>76,096</u>  |
| 4,813                       |                              | 102,194  |
| 103                         |                              | 5,135  |
| (1,491)                     |                              | 118  |
|                             | 25,870                       | 1,981  |
| 1,454                       | 915                          | 25,870   |
| <u>4,879</u>                | <u>26,785</u>                | <u>85,941</u>  |
| 3,116                       | (19,282)                     | 119,045  |
|                             |                              | (16,851)   |
| 168                         | 24,399                       | 39,685   |
| <u>3,284</u>                | <u>5,117</u>                 | <u>22,959</u>  |
| (3,068)                     | 30,187                       | 45,793   |
| <u>\$ 216</u>               | <u>\$ 35,304</u>             | <u>\$ 411,066</u>  |

**CALIFORNIA HOUSING FINANCE FUND**  
**SUPPLEMENTAL COMBINING STATEMENT OF CASH FLOWS -**  
**OTHER PROGRAMS AND ACCOUNTS**

**Fiscal Year Ended June 30, 2004**

(Dollars in Thousands)

|   | Housing<br>Assistance<br>Trust | Contract<br>Administration<br>Programs | Revolving<br>Credit<br>Agreement | Supplementary<br>Bonds<br>Security<br>Account | Emergency<br>Reserve<br>Account | Loan<br>Servicing |
|---|--------------------------------|--|----------------------------------|---|---------------------------------|-------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>   |                                |  |                                  |   |                                 |                   |
| Receipts from customers   | \$ 2,989                       | \$ 746                                 | \$ 832                           |   |                                 |                   |
| Payments to suppliers   | (15)                           |  |                                  |   |                                 |                   |
| Payments to employees   |                                |  |                                  |   |                                 |                   |
| Internal activity - payments to other funds   |                                |  |                                  |   |                                 |                   |
| Other receipts (payments)   | 30,495                         | (24,946)                               | 294                              | \$ (1,250)                                    | \$ 13,546                       | \$ 14,597         |
| Net cash provided by (used for) operating activities  | <u>33,469</u>                  | <u>(24,200)</u>                        | <u>1,126</u>                     | <u>(1,250)</u>                                | <u>13,546</u>                   | <u>14,597</u>     |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>  |                                |  |                                  |   |                                 |                   |
| Intrafund transfers   | (150)                          | (371)                                  | 307                              |   | (2,914)                         | 1,520             |
| Due to (from) other Government entities   | 2,523                          | (5,099)                                |                                  |   | 99                              | (430)             |
| Net cash provided by (used for) noncapital financing activities   | <u>2,373</u>                   | <u>(5,470)</u>                         | <u>307</u>                       | <u>-</u>                                      | <u>(2,815)</u>                  | <u>1,090</u>      |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>   |                                |  |                                  |   |                                 |                   |
| Proceeds from sales of bonds  |                                |  |                                  |   |                                 |                   |
| Payment of bond principal   |                                |  |                                  |   |                                 |                   |
| Early bond redemptions  |                                |  |                                  |   |                                 |                   |
| Interest paid on debt   |                                |  | (311)                            |   |                                 |                   |
| Interfund transfers   |                                | 39,685                                 |                                  |   |                                 |                   |
| (Additions) deductions to deferred costs  |                                |  |                                  |   |                                 |                   |
| Net cash provided by (used for) capital and related financing activities                                  | <u>-</u>                       | <u>39,685</u>                          | <u>(311)</u>                     | <u>-</u>                                      | <u>-</u>                        | <u>-</u>          |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>   |                                |  |                                  |   |                                 |                   |
| Proceeds from maturity and sale of investments  | 43,527                         | 40,460                                 | 604                              | 1,311   | 18,392                          | 42,072            |
| Purchase of investments   | (82,128)                       | (51,364)                               | (937)                            | (1,125)                                       | (30,440)                        | (54,599)          |
| Interest on investments, net  | 878                            | 476                                    | 4                                | 1,063   | 1,316                           | 84                |
| Net cash provided by (used for) investing activities  | <u>(37,723)</u>                | <u>(10,428)</u>                        | <u>(329)</u>                     | <u>1,249</u>                                  | <u>(10,732)</u>                 | <u>(12,443)</u>   |
| Net increase (decrease) in cash and cash equivalents  | (1,881)                        | (413)                                  | 793                              | (1)   | (1)                             | 3,244             |
| Cash and cash equivalents at beginning of year  | 3,020                          | 1,356                                  | 1                                | 1   | 501                             | 18,342            |
| Cash and cash equivalents at end of year  | <u>\$ 1,139</u>                | <u>\$ 943</u>                          | <u>\$ 794</u>                    | <u>\$ -</u>                                   | <u>\$ 500</u>                   | <u>\$ 21,586</u>  |
| Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:        |                                |  |                                  |   |                                 |                   |
| Operating income (loss)   | \$ 4,614                       | \$ (5,458)                             | \$ (435)                         | \$ 735  | \$ 1,323                        | \$ (1,464)        |
| Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities: |                                |  |                                  |   |                                 |                   |
| Interest expense on debt  |                                |  | 322                              |   |                                 |                   |
| Interest on investments   | (961)                          | (502)                                  | (5)                              | (865)   | (1,323)                         | (43)              |
| Changes in fair value of investments  | 42                             |  |                                  |   |                                 |                   |
| Accretion of capital appreciation bonds   |                                |  |                                  |   |                                 |                   |
| Amortization of bond discount   |                                |  |                                  |   |                                 |                   |
| Amortization of deferred losses on refundings of debt   |                                |  |                                  |   |                                 |                   |
| Amortization of bond issuance costs   |                                |  |                                  |   |                                 |                   |
| Amortization of deferred revenue  |                                |  |                                  |   |                                 |                   |
| Depreciation  |                                |  |                                  |   |                                 |                   |
| Provision (reversal) for program loan losses  | 1,338                          | 1,403                                  | 543                              |   |                                 |                   |
| Provision for yield reduction payments  |                                |  |                                  |   |                                 |                   |
| Provision for nonmortgage investment excess   |                                |  |                                  |   |                                 |                   |
| Changes in certain assets and liabilities:  |                                |  |                                  |   |                                 |                   |
| Purchase of program loans   | (31,528)                       | (30,623)                               | (41,387)                         |   |                                 |                   |
| Collection of principal from program loans, net   | 40,237                         | 9,599                                  | 11,717                           |   |                                 |                   |
| Interest receivable   | 275                            | 11                                     | (48)                             |   |                                 |                   |
| Accounts receivable   | 264                            |  |                                  |   | 4                               | 738               |
| Due from (to) other funds   | 19,073                         | 1,563                                  |                                  | (1,250)                                       | 13,542                          | (21)              |
| Due to other Government entities  | 105                            |  |                                  |   |                                 |                   |
| Other assets  | 11                             |  |                                  |   |                                 |                   |
| Compensated absences  |                                |  |                                  |   |                                 |                   |
| Deposits and other liabilities  | (1)                            | (193)                                  | 30,419                           | 130   |                                 | 15,387            |
| Deferred revenue  |                                |  |                                  |   |                                 |                   |
| Net cash provided by (used for) operating activities  | <u>\$ 33,469</u>               | <u>\$ (24,200)</u>                     | <u>\$ 1,126</u>                  | <u>\$ (1,250)</u>                             | <u>\$ 13,546</u>                | <u>\$ 14,597</u>  |

| <u>Loan<br/>Warehousing</u> | <u>Operating<br/>Account</u> | <u>Total<br/>Other<br/>Programs<br/>and<br/>Accounts</u> |
|-----------------------------|------------------------------|--|
| \$ 2,062                    |                              | \$ 6,629   |
| (141)                       | \$ (8,635)                   | (8,791)  |
|                             | (16,652)                     | (16,652)   |
| <u>28,395</u>               | <u>4,078</u>                 | <u>65,209</u>  |
| <u>30,316</u>               | <u>(21,209)</u>              | <u>46,395</u>  |
| 168                         | 24,399                       | 22,959   |
| 49,999                      | (366)                        | 46,726   |
| <u>50,167</u>               | <u>24,033</u>                | <u>69,685</u>  |
| (5,054)                     |                              | (5,365)  |
|                             |                              | 39,685   |
| <u>(5,054)</u>              | <u>-</u>                     | <u>34,320</u>  |
| 1,102,292                   | 56,864                       | 1,305,522  |
| (1,163,206)                 | (60,342)                     | (1,444,141)  |
| 6,499                       | 548                          | 10,868   |
| <u>(54,415)</u>             | <u>(2,930)</u>               | <u>(127,751)</u>   |
| 21,014                      | (106)                        | 22,649   |
| 2,294                       | 286                          | 25,801   |
| <u>\$ 23,308</u>            | <u>\$ 180</u>                | <u>\$ 48,450</u>   |
| \$ 3,116                    | \$ (19,282)                  | \$ (16,851)  |
| 4,813                       |                              | 5,135  |
| (6,438)                     | (538)                        | (10,675)   |
|                             |                              | 42   |
|                             | 32                           | 32   |
|                             | (935)                        | (935)  |
|                             | 202                          | 202  |
| (1,611)                     |                              | 1,673  |
| 20,550                      |                              | (82,988)   |
| 52,845                      |                              | 114,398  |
| 512                         |                              | 750  |
| 129                         | (24)                         | 1,111  |
| (43,234)                    | (4,216)                      | (14,543)   |
|                             |                              | 105  |
|                             | (478)                        | (467)  |
|                             | 118                          | 118  |
| (485)                       | 848                          | 46,105   |
| 119                         | 3,064                        | 3,183  |
| <u>\$ 30,316</u>            | <u>\$ (21,209)</u>           | <u>\$ 46,395</u>   |

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
California Housing Finance Agency  
Sacramento, California

We have audited the accompanying balance sheets of the California Housing Loan Insurance Fund (Fund), which is administered by the California Housing Finance Agency (Agency), a component unit of the State of California, as of December 31, 2003 and 2002, and the related statements of revenues, expenses and changes in fund equity, and of cash flows for the year then ended. These financial statements are the responsibility of the management of the Agency. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the Fund as of December 31, 2003 and 2002, and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis is not a required part of the financial statements, but is supplementary information required by the Governmental Accounting Standards Board. This supplementary information is the responsibility of the Agency's management. We have applied certain limited procedures, which consisted primarily of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit such information and we do not express an opinion on it.



April 23, 2004

**CALIFORNIA HOUSING LOAN INSURANCE FUND**  
**Management Discussion and Analysis**  
**of Financial Position and Results of Operations**  
**As of and for the fiscal years ended December 2003 and 2002**

**Introduction – The California Housing Finance Agency**

The California Housing Finance Agency (“Agency”) was created in 1975 by an act of the California Legislature and commenced operations in 1976. The Agency is a component unit of the State of California (“State”) and is included in the State’s Comprehensive Annual Financial Report. The Agency is authorized to administer the activities of the California Housing Loan Insurance Fund (“Fund”), the California Housing Finance Fund (“CHFF”) and two State general obligation bond funds. The following Management Discussion and Analysis applies only to the activities of the California Housing Loan Insurance Fund and should be read in conjunction with the Fund’s financial statements and the notes to the financial statements. The Agency is entirely self-funded and does not draw upon the general taxing authority of the State.

The Agency is authorized to use the Fund’s assets as at-risk capital in support of mortgage insurance programs which finance the acquisition, new construction or rehabilitation of residential structures in California. The Fund insures loans made by the Agency; loans made by lenders for securitization by the Federal National Mortgage Association (FNMA) and Federal Home Loan Mortgage Corporation (FHLMC); and loans made by localities, non-profit agencies and the California State Teachers’ Retirement System. In conducting business the Agency is authorized to reinsure any risk undertaken by the Fund.

While the Fund is subject to the same statutory requirements as private mortgage insurance companies in respect to the maintenance of policyholders’ surpluses, the Fund is exempt from regulatory control by the State Department of Insurance. The claims-paying ability of the Fund has been assigned a rating of A+ by Standard & Poor’s.

Underwriting, acquisition and issuance expenses are charged directly to the Fund as well as loss and loss adjustment expenses. Certain administrative and operating expenses, including office space, business services and supplies, legal services, accounting services, information technology support and human resource support services, are provided by the Agency and indirectly charged to the Fund.

**Financial Highlights 2003 – 2002**

- Insurance in force has decreased by \$525 million, or 38%, to \$866 million as of December 31, 2003. This large decrease in insured loans is primarily due to the number of policy cancellations from the prepayment of the underlying loans as borrowers took advantage of historic low mortgage rates during the year to refinance their homes.
- New insurance written was \$341 million during fiscal year 2003 compared to \$639 million during fiscal year 2002. The \$298 million decrease is primarily a result of the suspension by the State Teachers’ Retirement System of their two mortgage programs which previously accounted for approximately 40% of the volume. In addition the FNMA and FHLMC programs for a lender to meet agency guidelines were restructured which reduced the volume.
- Continuing the trend of fiscal years 2002 and 2001 and largely due to the rapid price appreciation of homes in California, insurance claims activity remained at very low levels. Insurance claim payments were \$22,000 and \$164,000 in fiscal year 2003 and 2002, respectively.
- Effective March 1, 2003 management entered into a reinsurance treaty and administrative services agreement with General Electric Mortgage Insurance Corporation (GEMICO). This insurance treaty cedes to GEMICO a 75% quota share of the insurance risk and 64.5% of the premium collected for most loans insured by the Fund.
- Although operating income decreased \$5.3 million or 58% to \$3.9 million during fiscal year 2003 compared to \$9.2 million during fiscal year 2002, the Fund remains financially strong and has fund equity of \$47 million. Most of the reduction in operating income is a result of the decrease of earned premiums due to insurance cancellations from prepayments and the decrease in new insurance written. The Fund is actively soliciting new partners and developing new programs.
- During 2003, the Agency’s management decided to transfer all loans receivable within the Fund to CHFF and as of November 1, 2003, CHFF purchased the loans receivable based on the then unpaid principal balance of the loans plus accrued interest.

## Condensed Financial Information:

### Balance Sheet

The following table presents condensed balance sheets for the Fund as of December 31, 2003 and 2002 and the change from the prior year (dollars in thousands):

#### Condensed Balance Sheet

|  | <u>2003</u>     | <u>2002</u>     | <u>Change</u>    |
|--|-----------------|-----------------|------------------|
| Assets                                     |                 |                 |                  |
| Cash and investments                       | \$48,648        | \$36,666        | \$11,982         |
| Deposit with reinsurer                     |                 | 8,482           | (8,482)          |
| Program loans receivable – net             |                 | 4,828           | (4,828)          |
| Other Assets                               | 1,913           | 3,370           | (1,457)          |
| Total assets                               | <u>\$50,561</u> | <u>\$53,346</u> | <u>\$(2,785)</u> |
| Liabilities                                |                 |                 |                  |
| Unpaid losses and loss adjustment expenses | \$810           | \$1,641         | \$(831)          |
| Unearned premiums                          | 1,306           | 1,936           | (630)            |
| Accounts payable and other liabilities     | 1,408           | 6,636           | (5,228)          |
| Total liabilities                          | <u>3,524</u>    | <u>10,213</u>   | <u>(6,689)</u>   |
| Equity                                     |                 |                 |                  |
| Invested in capital assets                 | 13              | 12              | 1                |
| Restricted by statute                      | 47,024          | 43,121          | 3,903            |
| Total fund equity                          | <u>47,037</u>   | <u>43,133</u>   | <u>3,904</u>     |
| Total liabilities and fund equity          | <u>\$50,561</u> | <u>\$53,346</u> | <u>\$(2,785)</u> |

#### Assets

Total assets of the Fund were \$50.6 million as of December 31, 2003, a decrease of \$2.8 million or 5% from December 31, 2002. Of the Fund's assets, more than 96% are represented by cash and investments. The Fund does not have a significant investment in capital assets.

Cash and investments were \$48.6 million as of December 31, 2003, an increase of \$12 million from December 31, 2002. The increase is primarily related to the return of the deposit from Hannover Ruckversicherungs-Aktiengesellschaft of \$8.5 million in January 2003 as the result of the Agency's termination of that reinsurance agreement effective December 31, 2002. Also contributing to the increase was the positive cash flow from mortgage insurance operations. The Agency invests the Fund's cash in the State's Surplus Money Investment Fund ("SMIF"). SMIF provides the Fund a variable rate of return and complete liquidity. Cash invested in SMIF is deposited within the State's Centralized Treasury System and managed by the State Treasurer.

As of November 1, 2003 all remaining outstanding loans receivable were purchased by the CHFF based on the then unpaid principal balance of the loans, which in conjunction with the increased prepayment activity resulted in a decrease in loans receivable of \$4.8 million.

Other assets were \$1.9 million as of December 31, 2003, a decrease of \$1.5 million from December 31, 2002. The decrease is primarily due to two factors: (1) at December 31, 2002 there was an accounts receivable of \$222,000 for accrued interest receivable on loans receivable, whereas, there was none at December 31, 2003 and (2) the amount due from servicers at December 31, 2002 of \$1.5 million decreased to \$562,000 at December 31, 2003, primarily as a result of a greater percentage of premiums being collected monthly as opposed to annually and increased efficiencies in the administration of the portfolio.

## Liabilities

The Fund's liabilities were \$3.5 million as of December 31, 2003, a decrease of \$6.7 million or 66% from December 31, 2002.

Unpaid losses and loss adjustment expenses were \$810,000 as of December 31, 2003, a decrease of \$831,000 from December 31, 2002. The decrease in the loss reserve is the result of the Agency entering into a reinsurance contract with GEMICO under which the level of reinsurance has been increased over the prior contract resulting in a reduction in required reserves. GEMICO assumes 75% of the risk on the loans under reinsurance which represent 98% of the insured loans at December 31, 2003. As of December 31, 2003, 147 insured loans with balances aggregating \$19.4 million were either reported as delinquent by the lender or, delinquent but not reported, while 146 insured loans with balances aggregating \$18.1 million were reported or delinquent and not reported by lenders as of December 31, 2002.

Unearned premiums were \$1.3 million as of December 31, 2003, a decrease of \$630,000 from December 31, 2002. The decrease in unearned premiums is the continuation of an expected trend due to a change in premium collection practices. Beginning in 1996 management adopted the mortgage insurance industry norm of collecting monthly premium payments in arrears for newly established loan insurance products as compared to past practices of collecting annual premiums in advance. As a result, each year a greater percentage of insured loans require monthly premium payments, which are earned when received, rather than annual payments which are received in advance and deferred and earned over a one year period. During the fiscal year ending December 31, 2003 the Fund experienced high levels of prepayments of its older loan portfolio which also contributed to the decrease in unearned premiums.

Accounts payable and other liabilities were \$1.4 million as of December 31, 2003, a decrease of \$5.2 million from December 31, 2002. This decrease is largely attributable to two factors: (1) management's decision to repay the notes to Allstate Insurance Company, which resulted in a \$2.8 million decrease in notes payable and (2) management's decision to repay the \$2.5 million loan from CHFF for the purchase of downpayment assistance loans.

All of the Fund's equity is restricted or invested in capital assets. The Fund's equity is restricted pursuant to the Agency's enabling legislation. Total equity of the Fund grew by \$3.9 million as a result of operating income.

## Revenues, Expenses and Changes in Fund Equity

The following table presents condensed statements of revenues, expenses and changes in fund equity for the Fund for the fiscal years ended December 31, 2003 and December 31, 2002 and the changes from the prior year (dollars in thousands):

### Condensed Statements of Revenues, Expenses and Changes in Fund Equity

|                                   | <u>2003</u>    | <u>2002</u>    | <u>Change</u>    |
|-----------------------------------|----------------|----------------|------------------|
| OPERATING REVENUES                |                |                |                  |
| Premiums earned                   | \$9,205        | \$13,037       | \$(3,832)        |
| Investment income                 | 795            | 882            | (87)             |
| Other revenues                    | 372            | 340            | 32               |
| Total operating revenues          | <u>10,372</u>  | <u>14,259</u>  | <u>(3,887)</u>   |
| OPERATING EXPENSES                |                |                |                  |
| Loss and loss adjustment expenses | (803)          | 361            | (1,164)          |
| Operating expenses                | 7,688          | 4,341          | 3,347            |
| Other (benefits) / expenses       | (417)          | 342            | (759)            |
| Total operating expenses          | <u>6,468</u>   | <u>5,044</u>   | <u>1,424</u>     |
| Operating income                  | <u>\$3,904</u> | <u>\$9,215</u> | <u>\$(5,311)</u> |

## Operating Revenues

Operating revenues were \$10.4 million during fiscal year 2003 compared to \$14.3 million during fiscal year 2002, a decrease of \$3.9 million or 27%.

Premiums earned in fiscal year 2003 decreased by \$3.8 million, or 29%, compared to premiums earned in fiscal year 2002. The decrease in premiums earned corresponds with the decrease in insurance in force. Insurance in force was \$866 million and \$1.39 billion in fiscal years 2003 and 2002 respectively.

Although the Fund's investment portfolio increased during fiscal year 2003, investment income decreased \$87,000 to \$795,000 in fiscal year 2003 from \$882,000 in fiscal year 2002. The increase in the level of the investments was not enough to offset the impact of the continuing drop in the rates earned. For the past two years, the SMIF paid interest at the rates and for the periods as shown in the following table:

| <u>Interest Payment Periods</u> | <u>Fiscal Year 2003</u> | <u>Fiscal Year 2002</u> |
|---------------------------------|-------------------------|-------------------------|
| January 1 to June 30            | 1.859 %                 | 2.853 %                 |
| July 1 to December 31           | 1.590 %                 | 2.468 %                 |

## Operating Expenses

Operating expenses were \$6.4 million during fiscal year 2003 compared to \$5.0 million during fiscal year 2002, an increase of \$1.4 million or 28%.

Loss and loss adjustment expenses decreased by \$1.2 million. The decrease is attributable to the decrease in the loss reserve as a result of the Agency entering into a reinsurance contract with GEMICO in which GEMICO assumes 75% of the insured risk on most loans insured by the Fund thus decreasing the Fund's exposure to claim losses.

The Fund's operating expenses were \$7.7 million during fiscal year 2003 compared to \$4.3 during fiscal year 2002, an increase of \$3.4 million or 78%. The increase is primarily attributable to the increase in premiums ceded and administrative fees of \$5.5 million during fiscal year 2003 compared to \$2.5 million during fiscal year 2002.

Other expenses in fiscal year 2003 decreased by \$759,000 when compared to other expenses incurred in fiscal year 2002. The decrease is largely attributable to a decrease in the provision for loan losses of approximately \$655,000, which is due to the high level of prepayments in the mortgage loan portfolio during fiscal year 2003 and the purchase of the remaining loans as of November 1, 2003 by the California Housing Finance Fund.

## Operating Income

Operating income for fiscal year 2003 was \$3.9 million compared to \$9.2 million in fiscal year 2002, a decrease of \$5.3 million or 58%. This decrease in income is primarily a result of the GEMICO reinsurance treaty which provides for a true transfer of risk of a greater quota share of claims in exchange for a higher share of the premiums.

**CALIFORNIA HOUSING LOAN INSURANCE FUND**  
**BALANCE SHEETS**  
**December 31, 2003 and 2002**

| ASSETS   | <u>2003</u>         | <u>2002</u>         |
|--|---------------------|---------------------|
| Current assets:  |                     |                     |
| Cash and cash equivalents                                | \$ 64,059           | \$ 1,341,956        |
| Investment in Surplus Money Investment Fund (SMIF)       | 48,584,000          | 35,324,000          |
| Interest receivable                                      | 384,831             | 420,808             |
| Due from California Housing Finance Fund                 | 311,807             | 816,856             |
| Deposit with reinsurer                                   |                     | 8,481,553           |
| Other assets   | 950,854             | 1,984,890           |
| Total current assets                                     | <u>50,295,551</u>   | <u>48,370,063</u>   |
| Noncurrent assets:                                       |                     |                     |
| Program loans receivable, less allowance for loan losses |                     | 4,828,248           |
| Other assets   | 265,313             | 453,636             |
| Total noncurrent assets                                  | <u>265,313</u>      | <u>5,281,884</u>    |
| Total assets   | <u>\$50,560,864</u> | <u>\$53,651,947</u> |
| <br>   |                     |                     |
| LIABILITIES AND FUND EQUITY                              |                     |                     |
| Current liabilities                                      |                     |                     |
| Reserves for unpaid losses and loss adjustment expenses  | \$ 809,989          | \$ 1,640,643        |
| Unearned premiums  | 1,124,250           | 1,632,389           |
| Reinsurance Payable                                      | 303,425             | 19,630              |
| Accounts payable and other liabilities                   | 741,337             | 358,771             |
| Due to California Housing Finance Fund                   | 362,970             | 305,763             |
| Total current liabilities                                | <u>3,341,971</u>    | <u>3,957,196</u>    |
| Noncurrent liabilities                                   |                     |                     |
| Unearned premiums  | 181,114             | 303,380             |
| Due to California Housing Finance Fund                   |                     | 2,669,043           |
| Notes payable  |                     | 2,818,141           |
| Accounts payable and other liabilities                   |                     | 770,746             |
| Total noncurrent liabilities                             | <u>181,114</u>      | <u>6,561,310</u>    |
| Total liabilities  | <u>3,523,085</u>    | <u>10,518,506</u>   |
| <br>   |                     |                     |
| Contingencies (Note 9)                                   |                     |                     |
| <br>   |                     |                     |
| Fund equity  |                     |                     |
| Invested in capital assets                               | 13,389              | 12,066              |
| Restricted by statute                                    | 47,024,390          | 43,121,375          |
| Total fund equity  | <u>47,037,779</u>   | <u>43,133,441</u>   |
| Total liabilities and fund equity                        | <u>\$50,560,864</u> | <u>\$53,651,947</u> |

See notes to financial statements

**CALIFORNIA HOUSING LOAN INSURANCE FUND**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY**  
**Fiscal Years Ended December 31, 2003 and 2002**

|  | <u><b>2003</b></u>  | <u><b>2002</b></u>  |
|--|---------------------|---------------------|
| <b>OPERATING REVENUES</b>                        |                     |                     |
| Premiums earned                                  | \$ 9,204,693        | \$13,036,714        |
| Investment income                                | 795,097             | 881,622             |
| Other revenues                                   | 372,420             | 340,496             |
| Total operating revenues                         | <u>10,372,210</u>   | <u>14,258,832</u>   |
| <b>OPERATING EXPENSES</b>                        |                     |                     |
| Loss and loss adjustment expenses / (recoveries) | (803,753)           | 361,043             |
| Operating expenses                               | 7,688,441           | 4,340,481           |
| Other (benefits)/ expenses                       | (416,816)           | 341,975             |
| Total operating expenses                         | <u>6,467,872</u>    | <u>5,043,499</u>    |
| Operating income                                 | 3,904,338           | 9,215,333           |
| Fund equity at beginning of year                 | 43,133,441          | 33,918,108          |
| Fund equity at end of year                       | <u>\$47,037,779</u> | <u>\$43,133,441</u> |

See notes to financial statements

**CALIFORNIA HOUSING LOAN INSURANCE FUND**  
**STATEMENTS OF CASH FLOWS**  
**Fiscal Years Ended December 31, 2003 and 2002**

| CASH FLOWS FROM OPERATING ACTIVITIES  | <u>2003</u>         | <u>2002</u>        |
|---|---------------------|--------------------|
| Receipts from customers   | \$ 9,644,971        | \$ 9,147,783       |
| Payments to suppliers   | (6,113,833)         | (1,366,345)        |
| Payments to employees   | (880,190)           | (814,535)          |
| Internal activity – payments from/(to) other funds                                      | 300,398             | (389,380)          |
| Other receipts (payments)   | 11,096,066          | (1,587,375)        |
| Net cash provided by operating activities   | <u>14,047,412</u>   | <u>4,990,148</u>   |
| <br>  |                     |                    |
| CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES   |                     |                    |
| Repayment of notes payable  | (2,818,141)         | (2,747,898)        |
| Interest paid on notes payable  | (71,516)            | (274,165)          |
| Net cash used for noncapital financing activities                                       | <u>(2,889,657)</u>  | <u>(3,022,063)</u> |
| <br>  |                     |                    |
| CASH FLOWS FROM INVESTING ACTIVITIES  |                     |                    |
| Proceeds from sale of investments   | 8,557,000           | 7,480,000          |
| Purchase of investments   | (21,817,000)        | (9,861,000)        |
| Interest on investments   | 824,348             | 1,103,061          |
| Net cash used for investing activities  | <u>(12,435,652)</u> | <u>(1,277,939)</u> |
| <br>  |                     |                    |
| Net increase (decrease) in cash and cash equivalents                                    | (1,277,897)         | 690,146            |
| Cash and cash equivalents at beginning of year  | 1,341,956           | 651,810            |
| Cash and cash equivalents at end of year  | <u>\$ 64,059</u>    | <u>\$1,341,956</u> |
| <br>  |                     |                    |
| Reconciliation of operating income to net cash provided by operating activities:        |                     |                    |
| Operating income  | \$3,904,338         | \$9,215,333        |
| Adjustments to reconcile operating income to net cash provided by operating activities: |                     |                    |
| Interest expense on borrowings from notes   | 52,035              | 252,495            |
| Interest on investments   | (795,097)           | (881,622)          |
| Benefit for program loan losses   | (654,944)           | (161,984)          |
| Unpaid loss and loss adjustment expense   | (830,653)           | 196,570            |
| Depreciation expense  | 3,795               | 2,734              |
| Amortization of deferred policy acquisition expense                                     | 327,659             | 154,040            |
| Changes in certain assets and liabilities:  |                     |                    |
| Interest receivable   | 6,726               | 3,784              |
| Deposit with reinsurer  | 8,481,553           | (2,099,748)        |
| Program loans receivable  | 5,483,192           | 1,468,114          |
| Other assets  | 890,904             | (1,953,957)        |
| Unearned premiums   | (630,405)           | (92,964)           |
| Reinsurance payable   | 283,795             | (729,555)          |
| Accounts payable and other liabilities  | (368,700)           | 28,238             |
| Due to/from California Housing Finance Fund   | (2,106,786)         | (411,330)          |
| Net cash provided by operating activities   | <u>\$14,047,412</u> | <u>\$4,990,148</u> |

See notes to financial statements

**CALIFORNIA HOUSING LOAN INSURANCE FUND  
NOTES TO FINANCIAL STATEMENTS  
For the Years Ended December 31, 2003 and 2002**

**Note 1 – AUTHORIZING LEGISLATION AND ORGANIZATION**

The California Housing Loan Insurance Fund (“Fund”) is one of two continuously appropriated funds administered by the California Housing Finance Agency (“Agency”). The Agency was created by the Zenovich-Moscone-Chacon Housing and Home Finance Act (“Act”), as amended, as a public instrumentality, a political subdivision and a component unit of the State of California (“State”), and is in the State’s California Annual Financial Report, and administers the activities of the Fund and the California Housing Finance Fund (“CHFF”). These funds allow the Agency to carry out its purpose of meeting the housing needs of persons and families of low and moderate income within the State. The Agency is authorized to insure mortgage loans, and to issue bonds, notes and other obligations to fund loans to qualified borrowers for single family houses and multifamily developments. The Agency has no taxing power and is exempt from Federal income taxes and state franchise taxes.

The accompanying financial statements are the statements of the Fund and do not include the financial position or the results of operations of the CHFF. As of June 30, 2003 the CHFF had total assets of \$9,776,665,000 and fund equity of \$1,024,702,000 (not covered by this Independent Auditors’ Report).

The Agency is also authorized to use the Fund to provide mortgage insurance for loans made by the Agency and others which finance the acquisition, new construction or rehabilitation of residential structures in California. Total risk in-force was \$390,810,000 and \$627,322,000 at December 31, 2003 and 2002, respectively. Over 95% of the insured first mortgage loans outstanding at December 31, 2003 have loan to value ratios, measured as of the funding date of the loan, equal to or greater than 90%.

**Note 2 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

*Basis of Presentation and Accounting:* The Fund is accounted for as an enterprise fund. Accordingly the accompanying financial statements have been prepared using the accrual method of accounting and on the basis of accounting principles generally accepted in the United States of America (hereinafter referred to as “Generally Accepted Accounting Principles”) which differ from statutory accounting practices followed by insurance companies in reporting to insurance regulatory authorities.

*Accounting and Reporting Standards:* The Agency follows the Standards of Governmental Accounting and Financial Reporting, as promulgated by the Governmental Accounting Standards Board (“GASB”). The Agency has adopted the option under GASB No. 20 which allows the Agency to apply all GASB pronouncements and only Financial Accounting Standards Board (“FASB”) pronouncements which date prior to November 30, 1989.

*Use of Estimates:* The preparation of financial statements in conformity with Generally Accepted Accounting Principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ materially from those estimates.

*Cash and cash equivalents:* The Agency considers cash on hand and cash on deposit with the State Controller’s office other than the investment in the SMIF to be cash and cash equivalents.

*Investments:* The Agency invests the Fund’s cash in the State’s Surplus Money Investment Fund (“SMIF”). SMIF represents a portion of the State’s Pooled Money Investment account (“PMIA”). These PMIA funds are on deposit within the State’s Centralized Treasury System and are managed in compliance with the California Government Code, according to a statement of investment policy which sets forth permitted investment vehicles, liquidity parameters and maximum maturity of investments. Investments in SMIF are recorded at fair value and are not required to be categorized under GASB Statement No. 3. The office of the State Treasurer of California issues a Pooled Money Investment Board Report with information on the PMIA’s portfolio composition. A copy of that report may be obtained from the Office of the State Treasurer, 915 Capitol Mall, Room 106, Sacramento, CA 95814 or via the internet at [www.treasurer.ca.gov](http://www.treasurer.ca.gov).

*Program Loans Receivable:* Loans receivable for fiscal year 2002 are carried at their outstanding principal balances, less of an allowance for loan losses. As of November 1, 2003 all outstanding program loans were purchased by the CHFF.

*Allowance for Program Loan Losses:* The Agency’s policy is to charge expense for estimated probable losses which are established as an allowance for loan losses. As of November 1, 2003 all outstanding loans receivable were sold to the CHFF based on the carrying amount of the loans and the related allowance for program loan losses of \$654,944 was reversed and included as a benefit in other expenses

*Deferred Policy Acquisition Costs:* The Fund defers certain costs related to the acquisition of new insurance policies and amortizes these costs over the expected life of the policies. These costs are associated with the acquisition, underwriting and processing of new policies. Deferred Policy Acquisition Costs were \$469,721 and \$376,654 for the years ended December 31, 2003 and 2002, respectively, and are included as part of Other Assets on the Balance Sheets.

*Reserves for Unpaid Losses and Loss Adjustment Expenses:* The Fund establishes reserves for losses and loss adjustment expenses, to recognize the estimated liability for potential losses and related loss expenses in connection with borrower default on mortgage payments. The liability for unpaid losses and loss adjustment expenses resulting from mortgage insurance is an estimate based upon the unpaid delinquent balance on mortgage loans reported by lenders as of the close of the accounting period, estimates of incurred but not reported (IBNR) claims and historical and expected frequency and loss severity information.

There is a high level of uncertainty inherent in the evaluation of the required loss and loss adjustment expense reserves. Management has selected frequency of claims paid and severity loss ratios that it believes are reasonable and reflective of anticipated ultimate experience. The ultimate costs of claims are dependent upon future events, the outcomes of which are affected by many factors. The Agency's claim reserving procedures and settlement practices, economic inflation, court rulings, real estate market conditions and many other economic, scientific, legal, political, and social factors all can have significant effects on the ultimate cost of claims.

Changes in operations and management practices may also cause actual developments to vary from past experience. Since the emergence and disposition of claims are subject to uncertainties, the net amounts that will ultimately be paid to settle the liability may vary significantly from the estimated amounts provided for in the accompanying financial statements. Any adjustments, which may be material, to reserves are reflected in the operating results of the periods in which they are made.

*Fund Equity:* Fund equity is classified as invested in Capital Assets or Restricted Equity. Invested in Capital Assets represents investments in office equipment and furniture net of depreciation. Restricted Equity represents equity that is restricted pursuant to the Agency's enabling legislation.

*Operating Revenues and Expenses:* The Fund's primary operating revenue is derived from premiums earned on private mortgage insurance written. The primary expenses are the expenses associated with the underwriting, acquisition, issuance, administration and the reinsurance of private mortgage insurance products and policies.

*Recognition of Premium Income:* Primary mortgage insurance policies are contracts that are generally non-cancelable by the insurer, and provide payment of premiums on a monthly, annual or single basis. Premiums written on a monthly basis are earned as coverage is provided. Premiums written on an annual basis are deferred as unearned premiums and amortized on a monthly pro rata basis over the year of coverage. Primary mortgage insurance premiums written on policies covering more than one year is referred to as single premiums. A portion of single premiums is recognized immediately in earnings, and the remaining portion is deferred as unearned premiums and amortized over the expected life of the policy.

*Other Expenses:* Included in other expenses is the benefit or the loan losses associated with the downpayment assistance program loans, purchased by CHFF in November 2003, interest expense on the notes payable to Allstate, interest expense on the interfund transfer agreement between the Agency and the Fund and guarantee fees paid to the Agency for a deposit and pledge of the Agency's equity.

*Reinsurance:* Effective March 1, 2003, the Agency entered into a reinsurance treaty and administrative services agreement with General Electric Mortgage Insurance Corporation (GEMICO). This agreement cedes to GEMICO a 75% quota share of the insurance risk for most loans insured by the Fund and provides for certain administrative services to be performed by GEMICO. The Fund uses reinsurance to reduce net risk in force and optimize capital allocation.

*Recent Accounting Pronouncements:* In March 2003, GASB issued Statement of Governmental Accounting Standards ("SGAS") No. 40, *Deposit and Investment Risk Disclosures, an amendment of SGAS No. 3, Deposits with Financial Institutions, Investments (including Repurchase Agreements), and Reverse Repurchase Agreements*. SGAS No. 40 requires disclosures regarding additional risks to which governments may be exposed. The Agency plans to adopt the provisions of SGAS No. 40 for the Fund effective January 1, 2005. SGAS No. 40 requires disclosure of information covering investment credit risk disclosures; interest rate disclosures that include investment maturity information; interest rate sensitivity for investments that are highly sensitive to changes in interest rates; and foreign exchange exposures that would indicate the foreign investment's denomination. Management does not believe the adoption of this statement will have a significant impact on its financial position or results of operations.

*Reclassifications:* Certain amounts in the 2002 financial statements have been reclassified to conform to the 2003 presentation.

### Note 3 – ALLOWANCE FOR PROGRAM LOAN LOSSES

Changes in the allowance for program loan losses for the years ended December 31, 2003 and 2002 are as follows:

|                                 | <u>2003</u> | <u>2002</u>      |
|---------------------------------|-------------|------------------|
| Beginning of year balance       | \$658,397   | \$836,506        |
| Loans charged-off               | (3,453)     | (16,125)         |
| Benefit for program loan losses | (654,944)   | (161,984)        |
| End of year balance             | <u>\$ -</u> | <u>\$658,397</u> |

As of November 1, 2003 all of the Fund's outstanding loans receivable were purchased by the CHFF based on the carrying amount of the loans and the related allowance for program loan losses of \$654,944 was reversed as a benefit in other expenses.

### Note 4 – RESERVES FOR UNPAID LOSSES AND LOSS ADJUSTMENT EXPENSES

Changes in the reserves for unpaid losses and loss adjustment expenses for the years ended December 31, 2003 and 2002 are summarized as follows:

|                                     | <u>2003</u>      | <u>2002</u>        |
|-------------------------------------|------------------|--------------------|
| Beginning of year balance           | \$1,640,643      | \$1,444,073        |
| Incurring / (recovered) related to: |                  |                    |
| Current year                        | 1,724,971        | 1,260,140          |
| Prior years                         | (1,215,086)      | (899,097)          |
| Total incurred                      | <u>509,885</u>   | <u>361,043</u>     |
| Paid related to:                    |                  |                    |
| Current year                        |                  | 17,812             |
| Prior years                         | 22,257           | 146,661            |
| Total paid                          | <u>22,257</u>    | <u>164,473</u>     |
| Risk ceded to GEMICO                | (1,318,282)      |                    |
| End of Year Balance                 | <u>\$809,989</u> | <u>\$1,640,643</u> |

Reserves for loss and loss adjustment expenses incurred for the current year relate to delinquent loans at December 31, 2003 and 2002 and represent the estimated ultimate amount of losses to be paid on such delinquencies. Current year losses incurred have increased from 2002 as a result of a decline in overall economic conditions, an increase in the unpaid principal balance of the underlying mortgage loan portfolio and a change in the delinquency status of the underlying mortgage loan portfolio. The credits included in reserves for losses and loss adjustment expenses incurred related to insured events of prior years represent the favorable development of reserves as a result of actual claim rates and claim amounts being lower than those estimated when originally establishing reserves. Such estimates were based on historical experience which management believed was representative of expected future losses at the time of estimation. As a result of the extended period of time that may exist between the report of a delinquency and claim payment thereon, significant uncertainty and variation exist with respect to the ultimate amount to be paid because economic conditions and real estate markets will change.

### Note 5 – REINSURANCE

Through December 31, 2002, the Agency had a quota share reinsurance agreement with Hannover Ruckversicherungs-Aktiengesellschaft, a major reinsurer ("Hannover"). Under the agreement a portion of premiums received by the Fund were remitted to Hannover. Because of the lack of significant insurance risk assumed by the reinsurer under the terms of the agreement, the Fund accounted for the net amounts remitted to Hannover as a deposit. Such deposit represented amounts held by Hannover to pay the reinsurer's share of future claims; excess amounts to be refunded to the Fund in the event of commutation of the agreement. On August 27, 2002 the Agency provided notice to Hannover that it would terminate the quota share reinsurance agreement effective midnight December 31, 2002. On January 31, 2003 the Agency received the \$8,481,553 deposit held by Hannover.

Effective March 1, 2003, the fund entered into a 75% quota-share reinsurance agreement with GEMICO to reinsure 98% of the Funds portfolio. Under the terms of this agreement, the reinsurer will indemnify the Fund for 75% of all losses paid on the insured loans to which the Fund cedes 64.5% of the related premiums. The Agency's reinsurance agreement typically provides for a recovery of a proportionate level of claim expenses from the reinsurer. The Fund remains liable to its policyholders if the reinsurer is unable to satisfy their obligations under the reinsurance agreement. As of December 31, 2003 the amount ceded to GEMICO was \$5,420,148.

Claims during the period of January 1, 2003 through February 28, 2003, when no reinsurance agreement was in force, were not significant.

**Note 6 – NOTES PAYABLE**

Notes payable at December 31, 2002 consisted of three notes payable to Allstate Insurance Company for use in purchasing loans as a part of the Fund's downpayment assistance loan program. The notes accrue interest at the 15-year Treasury rate on the funding date plus .50% which is payable on a semiannual basis and are collateralized by loans receivable. In May of 2003 the Agency repaid the notes and all accrued interest.

Notes Payable at December 31, 2003 and 2002 are as follows:

| <u>Notes Payable</u>       | <u>Date Issued</u> | <u>Interest Rate</u> | <u>Final Maturity Date</u> | <u>Amounts Outstanding</u> |             |
|----------------------------|--------------------|----------------------|----------------------------|----------------------------|-------------|
|                            |                    |                      |                            | <u>2003</u>                | <u>2002</u> |
| Allstate insurance Company | 5/17/2000          | 6.90%                | 9/15/2013                  |                            | \$444,993   |
| Allstate insurance Company | 4/17/2001          | 6.21%                | 9/15/2013                  |                            | 874,965     |
| Allstate insurance Company | 11/15/2001         | 5.21%                | 9/15/2013                  |                            | 1,498,183   |
| Total Notes Payable        |                    |                      |                            | \$ -                       | \$2,818,141 |

**Note 7– ARRANGEMENTS WITH THE CALIFORNIA HOUSING FINANCE FUND**

Certain of the administrative and operating expenses charged to the Fund are provided by the Agency. These expenses, initially paid from the CHFF, include office space, business services, legal services, accounting services, information systems support and human resource support services. The Fund is charged quarterly for these expenses. Amounts payable to the CHFF were \$362,970 and \$274,227 at December 31, 2003 and 2002, respectively. For the years ended December 31, 2003 and 2002, total expenses allocated to the Fund by the Agency were \$1,336,649 and \$1,094,031 respectively. For the years ending December 31, 2003 and 2002, management determined that CHFF should participate in certain legal and consulting expenses originally paid by the Fund. The amount due to the Fund from the CHFF for these expenses was \$311,807 and \$185,699 at December 31, 2003 and 2002 respectively and is included in the Due from California Housing Finance Fund.

At December 31, 2002 the Fund insured a loan portfolio on behalf of the Agency in the amount of \$2,334,651. Any loss was indemnified by the Agency with assets of CHFF. The excess of funds advanced by CHFF to the Fund was \$169,043 at December 31, 2002 and is included in the Due to California Housing Finance Fund. During 2003, the Agency determined that the loan portfolio represents an insured risk of the Fund and the \$169,043 was returned to CHFF.

At December 31, 2002 the Fund received fees in connection with insurance coverage that supplemented or replaced other primary mortgage insurance to maintain the Agency's requirement that all loans assigned to the Home Mortgage Revenue bond Indenture have 50% coverage for the life of the loan. Amounts payable to the Fund for these fees were \$92,815 at December 31, 2002. During 2003, the Management determined that since the Fund was indemnified against loss by the Agency with assets of the CHFF the Fund would no longer receive fees from the CHFF.

At December 31, 2002 the Agency serviced the downpayment assistance loans on behalf of the Fund. Amounts collected from borrowers were deposited into the CHFF and transferred to the Fund monthly, amounts deposited in the CHFF and payable to the Fund were \$538,341 at December 31, 2002. As of November 1, 2003 the loans were sold to the CHFF and therefore, there are no amounts payable at December 31, 2003.

An Interfund Agreement provided for the transfer of \$2,500,000, from CHFF to the Fund to be used to purchase downpayment assistance loans. Interest on the amount transferred was paid periodically at the prevailing earnings rate on deposits in SMIF. For the years ended December 31, 2003 and 2002, total interest expense was \$42,551 and \$67,396, respectively. Amounts payable to CHFF for interest on the transfer was \$31,536 at December 31, 2002 and none at December 31, 2003. The Fund repaid the transfer amount of \$2,500,000 to CHFF in December 2003.

The Agency Board of Directors approved Resolution 03-19 on March 20, 2003 authorizing the Agency to utilize the resources of CHFF to support the mortgage guaranty insurance programs of the Agency in the following two ways: 1) the Executive Director of the Agency is authorized to create one or more supplementary reserve accounts within the Supplementary Bond Security Account of CHFF to indemnify the Mortgage Insurance fund for losses incurred or to pay claims against the Mortgage Insurance Fund in connection with loans financed by the Agency, and 2) the Executive Director of the Agency may establish an inter-fund credit agreement by which the Fund may borrow such sums from CHFF as may be required to maintain the claims paying rating of any credit rating service.

Subsequently, the Agency Executive Director established an inter-fund credit agreement in the amount of \$100,000,000 in which the Fund may borrow from CHFF as needed for the purpose of paying claims arising out of policies of mortgage guarantee insurance and costs and expenses related to the payment of such claims. Interest rates and repayment terms are determined upon receipt of a request to draw on this credit facility. The Fund had not requested a draw on this credit through December 31, 2003.

**Note 8 – PENSION PLAN**

The Fund contributes to the Public Employees’ Retirement Fund (“PERF”) as part of the State of California, the primary government. The PERF is a cost-sharing multiple-employer defined benefit pension plan administered by the California Public Employment Retirement System (“CalPERS”). CalPERS provides retirement, death, disability and post retirement health care benefits to members as established by state statute. CalPERS issues a publicly available Comprehensive Annual Financial Report (“CAFR”) that includes financial statements and required supplementary information for the Public Employees’ Retirement Fund. A copy of that report may be obtained from CalPERS, Central Supply, and P.O. Box 942175, Sacramento, CA 95229-2715 or via the internet at [www.calpers.ca.gov](http://www.calpers.ca.gov).

The State of California, pursuant to the Memoranda of Understanding with the employee unions, agreed to a temporary cessation of employee retirement contributions for the 2003 fiscal year and also extended the temporary cessation of employment retirement contributions for the 2004 fiscal year for State miscellaneous and industrial employees. As a result, the contribution rates were reduced from the statutory 5% or 6% to 0%.

For the CalPERS fiscal years ended June 30, 2003 and 2002 the employer contribution rates were 2.813% to 7.413% and .036% to 4.166% respectively. For the CalPERS fiscal year beginning July 1, 2003, which covers the period July 1, to December 31, 2003, the employer contribution rates were 10.265 % to 14.843%.

The Fund’s contributions to the PERF for the years ended December 31, 2003, 2002 and 2001 were \$87,784, \$29,358 and \$11,996 respectively, equal to the required contributions for each fiscal year.

Required contributions are determined by actuarial valuation using the individual entry age normal cost method. The most recent actuarial valuation available is as of June 30, 2002, which actuarial assumptions included (a) 8.25% investment rate of return compounded annually, (b) projected salary increases that vary by duration of service, and (c) overall payroll growth factor of 3.75% annually. Both (a) and (c) included an inflation component of 3.5% and a .25% per annum productivity increase assumption. The amortization method is based on a level percentage of payroll closed. The remaining amortization at June 30, 2002 was 13 to 30 years.

The most recent actuarial valuation of the PERF indicated that there was an unfunded actuarial accrued liability. The amount of the under funded liability applicable to each agency or department cannot be determined. Trend information, which presents CalPERS progress in accumulating sufficient assets to pay benefits when due is presented in the June 30, 2003 CalPERS CAFR.

**Note 9 – LITIGATION**

Certain lawsuits and claims arising in the ordinary course of business have been filed or are pending against the Agency. Based upon information available to the Agency, its review of such lawsuits and claims and consultation with counsel, the Agency believes the liability relating to these actions, if any, would not have a material adverse effect on the Fund’s financial statements.

\* \* \* \* \*

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series  | Type of Bond                       | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2   |
|---|------------------------------------|----------|---------------|---------------------|--------------------------|-----------------|
| <b>SINGLE FAMILY PROGRAM BONDS:</b>                       |                                    |          |               |                     |                          |                 |
| <b>Single Family Mortgage Purchase Program Bonds:</b>     |                                    |          |               |                     |                          |                 |
| 1976 Series A   | Non-AMT                            | 12/1/76  | 12/8/76       | 1978-2008           | \$ 100,000,000.00        | \$ 0.00         |
| 1983 Series A   | Non-AMT                            | 8/1/83   | 9/27/83       | 2003                | 6,680,000.00             | 0.00            |
|   |                                    |          |               |                     | \$ 106,680,000.00        | \$ 0.00         |
| <b>Home Ownership and Home Improvement Revenue Bonds:</b> |                                    |          |               |                     |                          |                 |
| 1978 Series A   | Non-AMT                            | 1/1/78   | 1/5/78        | 1980-2012           | \$ 25,000,000.00         | \$ 0.00         |
| 1978 Series B   | Non-AMT                            | 4/1/78   | 4/13/78       | 1980-2012           | 50,000,000.00            | 0.00            |
| 1978 Series C   | Non-AMT                            | 7/1/78   | 7/20/78       | 1980-2012           | 50,000,000.00            | 0.00            |
| 1978 Series D   | Non-AMT                            | 11/1/78  | 11/8/78       | 1980-2013           | 50,000,000.00            | 0.00            |
| 1979 Series A   | Non-AMT                            | 2/1/79   | 2/8/79        | 1981-2014           | 75,000,000.00            | 0.00            |
| 1979 Series B   | Non-AMT                            | 10/1/79  | 10/24/79      | 1982-2014           | 70,000,000.00            | 0.00            |
| 1979 Series C   | Non-AMT                            | 1/1/80   | 1/3/80        | 1982-2014           | 85,000,000.00            | 0.00            |
| 1982 Series A   | Non-AMT                            | 7/1/82   | 8/17/82       | 1997-2014           | 31,500,000.00            | 0.00            |
| 1983 Series A   | Non-AMT                            | 8/1/83   | 9/27/83       | 2003                | 10,220,000.00            | 0.00            |
| 1991 Series A   | Non-AMT                            | 12/1/91  | 1/22/92       | 2002-2032           | 127,939,542.40           | 0.00            |
|   |                                    |          |               |                     | \$ 574,659,542.40        | \$ 0.00         |
| <b>Home Ownership Mortgage Bonds:</b>                     |                                    |          |               |                     |                          |                 |
| 1985 Series A   | Non-AMT                            | 10/15/85 | 11/21/85      | 1988-2017           | \$ 174,277,050.67        | \$ 0.00         |
| <b>Home Mortgage Revenue Bonds:</b>                       |                                    |          |               |                     |                          |                 |
| 1982 Series A   | Non-AMT                            | 10/1/82  | 11/9/82       | 1984-2014           | \$ 212,000,000.00        | \$ 2,505,000.00 |
| 1982 Series B   | Non-AMT                            | 12/1/82  | 12/29/82      | 1984-2014           | 101,775,000.00           | 795,000.00      |
| 1983 Series A   | Non-AMT                            | 10/1/83  | 11/16/83      | 1986-2015           | 226,999,840.00           | 14,037,082.40   |
| 1983 Series B   | Non-AMT                            | 12/1/83  | 12/30/83      | 1986-2015           | 84,999,938.00            | 4,599,787.54    |
| 1984 Series A   | Non-AMT                            | 8/1/84   | 9/26/84       | 1986-2016           | 300,004,252.00           | 0.00            |
| 1984 Series B   | Non-AMT                            | 11/1/84  | 12/18/84      | 1987-2016           | 121,435,704.00           | 517,912.56      |
| 1985 Series A   | Non-AMT                            | 4/1/85   | 5/8/85        | 1986-2016           | 200,001,466.00           | 548,448.12      |
| 1985 Series B   | Non-AMT                            | 7/1/85   | 8/29/85       | 1988-2017           | 125,002,002.50           | 3,475,000.00    |
| 1986 Series A   | Non-AMT                            | 6/1/86   | 7/17/86       | 1989-2016           | 241,945,000.00           | 0.00            |
| 1986 Series B   | Non-AMT                            | 12/1/86  | 1/15/87       | 1990-2016           | 196,651,464.16           | 0.00            |
| 1987 Series A   | Non-AMT                            | 6/1/87   | 7/16/87       | 1991-2017           | 178,445,000.00           | 0.00            |
| 1988 Series A   | Non-AMT                            | 1/1/88   | 1/28/88       | 1991-2019           | 56,850,000.00            | 0.00            |
| 1988 Series B   | AMT                                | 1/1/88   | 1/28/88       | 1991-2019           | 143,150,000.00           | 0.00            |
| 1988 Series C   | AMT                                | 4/1/88   | 5/24/88       | 1992-2019           | 175,000,000.00           | 0.00            |
| 1988 Series D   | Non-AMT                            | 6/1/88   | 7/27/88       | 1992-2019           | 74,400,000.00            | 0.00            |
| 1988 Series E   | AMT                                | 6/1/88   | 7/27/88       | 1992-2019           | 172,930,000.00           | 0.00            |
| 1988 Series F   | Non-AMT                            | 9/1/88   | 9/28/88       | 1992-2019           | 36,700,000.00            | 0.00            |
| 1988 Series G   | AMT                                | 9/1/88   | 9/28/88       | 1992-2019           | 81,050,000.00            | 0.00            |
| 1989 Series A   | Non-AMT                            | 4/1/89   | 5/10/89       | 1993-2017           | 80,000,000.00            | 0.00            |
| 1989 Series B   | AMT                                | 4/1/89   | 5/10/89       | 1993-2029           | 125,000,000.00           | 0.00            |
| 1989 Series C   | Non-AMT                            | 6/1/89   | 7/12/89       | 1993-2017           | 23,000,000.00            | 0.00            |
| 1989 Series D   | AMT                                | 6/1/89   | 7/12/89       | 1993-2029           | 100,000,000.00           | 0.00            |
| 1989 Series E   | AMT                                | 10/1/89  | 10/26/89      | 1993-2029           | 79,214,438.12            | 0.00            |
| 1989 Series F   | Non-AMT                            | 12/1/89  | 12/28/89      | 1993-2017           | 100,000,000.00           | 0.00            |
| 1989 Series G   | AMT                                | 12/1/89  | 12/28/89      | 2023                | 12,000,000.00            | 0.00            |
| 1990 Series A   | AMT                                | 3/1/90   | 4/4/90        | 1997-2030           | 99,999,924.80            | 0.00            |
| 1990 Series B   | Non-AMT                            | 7/1/90   | 7/26/90       | 2001-2017           | 81,860,278.15            | 0.00            |
| 1990 Series C   | AMT                                | 7/1/90   | 7/26/90       | 2030                | 161,830,000.00           | 0.00            |
| 1990 Series D   | AMT                                | 9/1/90   | 9/27/90       | 2001-2031           | 184,999,823.15           | 0.00            |
| 1991 Series A   | Non-AMT                            | 1/1/91   | 1/30/91       | 1995-2017           | 80,999,421.15            | 0.00            |
| 1991 Series B   | AMT                                | 1/1/91   | 1/30/91       | 2020                | 16,000,000.00            | 0.00            |
| 1991 Series C   | AMT                                | 3/1/91   | 4/24/91       | 1995-2031           | 199,999,516.25           | 0.00            |
| 1991 Series D   | Non-AMT                            | 6/1/91   | 7/24/91       | 1995-2017           | 61,500,000.00            | 0.00            |
| 1991 Series E   | AMT                                | 6/1/91   | 7/24/91       | 1995-2031           | 154,999,631.20           | 0.00            |
| 1991 Series F   | Non-AMT                            | 11/1/91  | 12/11/91      | 1995-2017           | 60,245,000.00            | 0.00            |
| 1991 Series G   | AMT                                | 11/1/91  | 12/11/91      | 1995-2027           | 120,220,000.00           | 0.00            |
| 1991 Series H   | Non-AMT                            | 12/1/92  | 12/1/92       | 1993                | 25,040,000.00            | 0.00            |
| 1991 Series I   | AMT                                | 12/1/92  | 12/1/92       | 1993                | 49,960,000.00            | 0.00            |
| 1993 Series A   | TAXABLE                            | 5/14/93  | 5/14/93       | 1993                | 257,220,000.00           | 0.00            |
| 1993 Series B   | Non-AMT                            | 12/1/93  | 1/27/94       | 1994-2025           | 150,115,000.00           | 12,145,000.00   |
| 1993 Series C   | Non-AMT                            | 12/1/93  | 1/27/94       | 1995-2017           | 16,700,000.00            | 1,325,000.00    |
| 1993 Series D   | AMT                                | 12/1/93  | 1/27/94       | 2022-2023           | 21,050,000.00            | 0.00            |
| 1993 Series E   | Non-AMT                            | 12/1/93  | 1/27/94       | 1995-2017           | 22,135,000.00            | 8,690,000.00    |
| 1993 Series F   | AMT (\$4,760,000 Remarketed 12/94) | 12/30/93 | 12/30/93      | 1996-2023           | 257,220,000.00           | 0.00            |
| 1994 Series A   | Non-AMT                            | 4/1/94   | 5/17/94       | 2026                | 32,755,000.00            | 0.00            |

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                                 | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2 |
|--|--------------|----------|---------------|---------------------|--------------------------|---------------|
| 1994 Series B-1                                | AMT          | 4/1/94   | 5/17/94       | 1995-2016           | 107,955,000.00           | 0.00          |
| 1994 Series B-2 (RIBS)                         | AMT          | 5/17/94  | 5/17/94       | 2023                | 43,300,000.00            | 0.00          |
| 1994 Series B-3 (SAVRS)                        | AMT          | 5/17/94  | 5/17/94       | 2023                | 43,300,000.00            | 0.00          |
| 1994 Series C                                  | AMT          | 5/1/94   | 6/23/94       | 1995-2025           | 80,500,000.00            | 0.00          |
| 1994 Series D (SAVRS)                          | AMT          | 9/21/94  | 9/21/94       | 2034                | 20,600,000.00            | 9,300,000.00  |
| 1994 Series E                                  | AMT          | 9/1/94   | 10/26/94      | 1996-2025           | 83,615,000.00            | 0.00          |
| 1994 Series F-1                                | AMT          | 10/1/94  | 11/3/94       | 1996-2026           | 121,985,000.00           | 0.00          |
| 1994 Series F-2 (MUNICIPAL FORWARDS)           | AMT          | 4/26/95  | 4/26/95       | 2016-2026           | 31,480,000.00            | 0.00          |
| 1994 Series F-3 (\$43,475,000 Remarketed 6/95) | AMT          | 10/19/94 | 10/19/94      | 2015-2026           | 43,475,000.00            | 9,410,000.00  |
| 1994 Series G                                  | Non-AMT      | 12/1/94  | 12/15/94      | 1997-2017           | 58,470,000.00            | 0.00          |
| 1994 Series H                                  | AMT          | 12/1/94  | 12/15/94      | 2019-2025           | 82,785,000.00            | 0.00          |
| 1995 Series A-1 (SAVRS)                        | Non-AMT      | 1/24/95  | 1/24/95       | 2017                | 5,000,000.00             | 0.00          |
| 1995 Series A-2 (SAVRS)                        | AMT          | 1/24/95  | 1/24/95       | 2026                | 15,000,000.00            | 0.00          |
| 1995 Series B                                  | AMT          | 1/1/95   | 1/24/95       | 2021-2026           | 26,280,000.00            | 0.00          |
| 1995 Series C                                  | Non-AMT      | 1/1/95   | 1/24/95       | 1996-2017           | 26,575,000.00            | 0.00          |
| 1995 Series D                                  | TAXABLE      | 1/1/95   | 1/24/95       | 2004-2026           | 26,840,000.00            | 0.00          |
| 1995 Series E (\$75,875,000 Remarketed 10/96)  | AMT          | 3/23/95  | 3/23/95       | 2027                | 200,000,000.00           | 10,690,000.00 |
| 1995 Series F                                  | Non-AMT      | 5/15/95  | 6/29/95       | 2014-2017           | 22,000,000.00            | 4,850,000.00  |
| 1995 Series G                                  | AMT          | 5/15/95  | 6/29/95       | 2006-2027           | 117,465,000.00           | 14,560,000.00 |
| 1995 Series H                                  | TAXABLE      | 5/15/95  | 6/29/95       | 2005                | 20,500,000.00            | 0.00          |
| 1995 Series I (SAVRS)                          | AMT          | 7/27/95  | 7/27/95       | 2035                | 20,900,000.00            | 14,300,000.00 |
| 1995 Series J                                  | Non-AMT      | 7/1/95   | 7/27/95       | 2017                | 17,745,000.00            | 0.00          |
| 1995 Series K                                  | AMT          | 7/1/95   | 7/27/95       | 1997-2027           | 61,355,000.00            | 0.00          |
| 1995 Series L                                  | Non-AMT      | 11/1/95  | 12/6/95       | 2017                | 14,000,000.00            | 3,760,000.00  |
| 1995 Series M                                  | AMT          | 11/1/95  | 12/6/95       | 1998-2027           | 86,000,000.00            | 9,790,000.00  |
| 1996 Series A                                  | Non-AMT      | 5/1/96   | 5/8/96        | 1997-2016           | 112,805,000.00           | 0.00          |
| 1996 Series B                                  | Non-AMT      | 1/1/96   | 1/30/96       | 2016                | 7,020,000.00             | 0.00          |
| 1996 Series C-1                                | AMT          | 1/1/96   | 1/30/96       | 1997-2019           | 23,230,000.00            | 0.00          |
| 1996 Series C-2 (RIBS)                         | AMT          | 1/30/96  | 1/30/96       | 2027                | 11,800,000.00            | 0.00          |
| 1996 Series C-3 (SAVRS)                        | AMT          | 1/30/96  | 1/30/96       | 2027                | 11,800,000.00            | 0.00          |
| 1996 Series D (\$14,000,000 Remarketed 12/96)  | AMT          | 4/18/96  | 4/18/96       | 2028                | 65,000,000.00            | 0.00          |
| 1996 Series E                                  | AMT          | 3/1/96   | 4/18/96       | 2001-2027           | 165,000,000.00           | 14,565,000.00 |
| 1996 Series F                                  | TAXABLE      | 4/18/96  | 4/18/96       | 2001                | 15,000,000.00            | 0.00          |
| 1996 Series G                                  | Non-AMT      | 5/15/96  | 6/20/96       | 2007-2015           | 12,500,000.00            | 10,465,000.00 |
| 1996 Series H                                  | AMT          | 5/15/96  | 6/20/96       | 1997-2027           | 105,200,000.00           | 5,050,000.00  |
| 1996 Series I                                  | TAXABLE      | 5/15/96  | 6/20/96       | 2002-2011           | 22,300,000.00            | 0.00          |
| 1996 Series J (Remrkt 7/97, 6/98 & 7/98)       | AMT          | 7/24/96  | 7/24/96       | 2028                | 76,625,000.00            | 0.00          |
| 1996 Series J-1                                | AMT          | 7/24/96  | 6/11/98       | 2028                | (Orig.Issue 1996J)       | 4,960,000.00  |
| 1996 Series J-2                                | AMT          | 7/24/96  | 7/30/98       | 2006-2028           | (Orig.Issue 1996J)       | 0.00          |
| 1996 Series K                                  | Non-AMT      | 7/1/96   | 7/24/96       | 2007-2016           | 23,370,000.00            | 16,745,000.00 |
| 1996 Series L                                  | AMT          | 7/1/96   | 7/24/96       | 1998-2027           | 79,775,000.00            | 1,715,000.00  |
| 1996 Series M                                  | TAXABLE      | 7/1/96   | 7/24/96       | 2002-2016           | 23,355,000.00            | 0.00          |
| 1996 Series N                                  | AMT          | 9/1/96   | 10/16/96      | 1998-2027           | 23,480,000.00            | 0.00          |
| 1996 Series O                                  | TAXABLE      | 10/16/96 | 10/16/96      | 2002-2028           | 52,085,000.00            | 0.00          |
| 1996 Series P                                  | Non-AMT      | 9/1/96   | 10/16/96      | 2003-2014           | 8,560,000.00             | 7,490,000.00  |
| 1996 Series Q                                  | Non-AMT      | 11/1/96  | 12/11/96      | 2016                | 20,000,000.00            | 14,215,000.00 |
| 1996 Series R                                  | AMT          | 11/1/96  | 12/11/96      | 1998-2027           | 76,000,000.00            | 6,230,000.00  |
| 1996 Series S                                  | TAXABLE      | 11/1/96  | 12/11/96      | 2003-2028           | 30,000,000.00            | 0.00          |
| 1997 Series A                                  | Non-AMT      | 1/1/97   | 1/30/97       | 2016                | 11,475,000.00            | 4,875,000.00  |
| 1997 Series B                                  | AMT          | 1/1/97   | 1/30/97       | 1998-2028           | 87,275,000.00            | 8,970,000.00  |
| 1997 Series C                                  | TAXABLE      | 1/1/97   | 1/30/97       | 2004-2028           | 30,000,000.00            | 1,975,000.00  |
| 1997 Series D                                  | Non-AMT      | 5/1/97   | 6/5/97        | 2005-2017           | 19,780,000.00            | 8,585,000.00  |
| 1997 Series E                                  | AMT          | 5/1/97   | 6/5/97        | 1998-2029           | 62,220,000.00            | 3,455,000.00  |
| 1997 Series F                                  | TAXABLE      | 5/1/97   | 6/5/97        | 2006-2029           | 33,000,000.00            | 3,235,000.00  |
| 1997 Series G (Variable)                       | TAXABLE      | 6/5/97   | 6/5/97        | 2017                | 53,045,000.00            | 7,675,000.00  |
| 1997 Series H                                  | Non-AMT      | 7/1/97   | 7/30/97       | 2017                | 7,740,000.00             | 7,740,000.00  |
| 1997 Series I                                  | AMT          | 7/1/97   | 7/30/97       | 1999-2029           | 76,160,000.00            | 12,030,000.00 |
| 1997 Series J                                  | AMT          | 7/30/97  | 7/30/97       | 1998                | 26,000,000.00            | 0.00          |
| 1997 Series K                                  | TAXABLE      | 7/1/97   | 7/30/97       | 2005-2029           | 50,000,000.00            | 4,205,000.00  |
| 1997 Series L                                  | Non-AMT      | 11/1/97  | 12/11/97      | 1999-2024           | 18,435,000.00            | 16,085,000.00 |
| 1997 Series M                                  | AMT          | 11/1/97  | 12/11/97      | 2017-2029           | 46,565,000.00            | 5,335,000.00  |
| 1997 Series N                                  | TAXABLE      | 11/1/97  | 12/11/97      | 2007-2029           | 35,000,000.00            | 0.00          |
| 1997 Series O                                  | AMT          | 4/23/98  | 4/23/98       | 2027                | 22,085,000.00            | 13,610,000.00 |
| 1998 Series A                                  | Non-AMT      | 1/1/98   | 1/29/98       | 2012-2017           | 9,545,000.00             | 9,545,000.00  |
| 1998 Series B                                  | AMT          | 1/1/98   | 1/29/98       | 2009-2028           | 58,605,000.00            | 14,285,000.00 |
| 1998 Series C                                  | AMT          | 1/29/98  | 1/29/98       | 1999                | 21,455,000.00            | 0.00          |
| 1998 Series D                                  | TAXABLE      | 1/1/98   | 1/29/98       | 1999-2029           | 40,000,000.00            | 3,175,000.00  |
| 1998 Series E                                  | AMT          | 2/19/98  | 2/19/98       | 2033                | 127,000,000.00           | 0.00          |
| 1998 Series E-1                                | AMT          | 2/19/98  | 10/15/98      | 2014-2023           | (Orig.Issue 1998E)       | 0.00          |
| 1998 Series E-2                                | AMT          | 2/19/98  | 12/9/98       | 2014-2023           | (Orig.Issue 1998E)       | 3,765,000.00  |

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series             | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2  |
|----------------------------|--------------|----------|---------------|---------------------|--------------------------|----------------|
| 1998 Series F              | Non-AMT      | 5/1/98   | 6/11/98       | 2005-2016           | 85,415,000.00            | 38,905,000.00  |
| 1998 Series G              | AMT          | 5/1/98   | 6/11/98       | 1999-2030           | 29,089,270.96            | 2,740,000.00   |
| 1998 Series H              | TAXABLE      | 5/1/98   | 6/11/98       | 2006-2028           | 51,500,000.00            | 2,280,000.00   |
| 1998 Series I              | Non-AMT      | 7/1/98   | 7/30/98       | 2017                | 8,075,000.00             | 0.00           |
| 1998 Series J              | AMT          | 7/1/98   | 7/30/98       | 2000-2029           | 58,200,000.00            | 12,160,000.00  |
| 1998 Series K              | AMT          | 7/30/98  | 7/30/98       | 1999                | 27,945,000.00            | 0.00           |
| 1998 Series L              | TAXABLE      | 7/1/98   | 7/30/98       | 2007-2029           | 72,690,000.00            | 16,300,000.00  |
| 1998 Series M (Variable)   | TAXABLE      | 7/30/98  | 7/30/98       | 2019-2023           | 100,000,000.00           | 30,310,000.00  |
| 1998 Series N              | AMT          | 9/15/98  | 10/15/98      | 2000-2029           | 70,000,000.00            | 13,685,000.00  |
| 1998 Series O              | TAXABLE      | 9/15/98  | 10/15/98      | 2022                | 48,490,000.00            | 10,955,000.00  |
| 1998 Series P (Variable)   | TAXABLE      | 10/15/98 | 10/15/98      | 2029                | 36,500,000.00            | 36,500,000.00  |
| 1998 Series Q              | Non-AMT      | 12/1/98  | 12/9/98       | 2017-2024           | 10,000,000.00            | 0.00           |
| 1998 Series R              | AMT          | 12/1/98  | 12/9/98       | 2000-2026           | 30,000,000.00            | 7,990,000.00   |
| 1998 Series S              | TAXABLE      | 12/1/98  | 12/9/98       | 2026                | 50,000,000.00            | 19,910,000.00  |
| 1998 Series T (Variable)   | TAXABLE      | 12/9/98  | 12/9/98       | 2029                | 20,000,000.00            | 19,175,000.00  |
| 1999 Series A              | Non-AMT      | 4/14/99  | 4/14/99       | 2016                | 13,738,054.80            | 0.00           |
| 1999 Series B              | AMT          | 4/14/99  | 4/14/99       | 2000-2030           | 48,761,927.88            | 11,258,256.96  |
| 1999 Series C              | TAXABLE      | 3/1/99   | 4/14/99       | 2013                | 62,500,000.00            | 29,725,000.00  |
| 1999 Series D              | AMT          | 4/14/99  | 4/14/99       | 2000                | 33,860,000.00            | 0.00           |
| 1999 Series E              | Non-AMT      | 6/24/99  | 6/24/99       | 2017                | 5,999,233.68             | 0.00           |
| 1999 Series F              | AMT          | 6/1/99   | 6/24/99       | 2001-2030           | 44,000,542.55            | 6,970,028.13   |
| 1999 Series G              | TAXABLE      | 6/1/99   | 6/24/99       | 2011                | 50,000,000.00            | 24,925,000.00  |
| 1999 Series H (Variable)   | TAXABLE      | 6/24/99  | 6/24/99       | 2019                | 35,265,000.00            | 1,375,000.00   |
| 1999 Series I (Variable)   | Non-AMT      | 6/24/99  | 6/24/99       | 2015                | 22,460,000.00            | 17,730,000.00  |
| 1999 Series J (Variable)   | AMT          | 6/24/99  | 6/24/99       | 2020                | 105,250,000.00           | 1,590,000.00   |
| 1999 Series K              | Non-AMT      | 10/7/99  | 10/7/99       | 2024                | 20,204,625.00            | 0.00           |
| 1999 Series L              | AMT          | 10/7/99  | 10/7/99       | 2001-2031           | 54,793,737.00            | 1,432,305.77   |
| 1999 Series M              | TAXABLE      | 9/1/99   | 10/7/99       | 2012                | 75,000,000.00            | 27,165,000.00  |
| 1999 Series N              | AMT          | 12/9/99  | 12/9/99       | 2001-2031           | 85,000,240.07            | 40,467,232.71  |
| 1999 Series O (Variable)   | TAXABLE      | 12/9/99  | 12/9/99       | 2012                | 85,000,000.00            | 42,660,000.00  |
| 1999 Series P (Variable)   | Non-AMT      | 12/9/99  | 12/9/99       | 2015                | 25,135,000.00            | 0.00           |
| 1999 Series Q (Variable)   | AMT          | 12/9/99  | 12/9/99       | 2020                | 26,485,000.00            | 0.00           |
| 2000 Series A              | Non-AMT      | 1/27/00  | 1/27/00       | 2005-2011           | 7,985,000.00             | 0.00           |
| 2000 Series B              | AMT          | 1/27/00  | 1/27/00       | 2002-2031           | 34,514,877.75            | 8,827,529.60   |
| 2000 Series C (Variable)   | AMT          | 1/27/00  | 1/27/00       | 2031                | 42,500,000.00            | 39,670,000.00  |
| 2000 Series D (Variable)   | TAXABLE      | 1/27/00  | 1/27/00       | 2023                | 85,000,000.00            | 50,240,000.00  |
| 2000 Series E              | TAXABLE      | 1/27/00  | 1/27/00       | 2031                | 4,800,000.00             | 0.00           |
| 2000 Series F              | AMT          | 4/6/00   | 4/6/00        | 2001-2031           | 49,999,940.40            | 0.00           |
| 2000 Series G (Variable)   | AMT          | 4/6/00   | 4/6/00        | 2031                | 70,000,000.00            | 60,720,000.00  |
| 2000 Series H (Variable)   | TAXABLE      | 4/6/00   | 4/6/00        | 2017                | 120,000,000.00           | 70,625,000.00  |
| 2000 Series I              | AMT          | 5/25/00  | 5/25/00       | 2001-2031           | 121,593,951.90           | 545,000.00     |
| 2000 Series J (Variable)   | AMT          | 5/25/00  | 5/25/00       | 2031                | 36,460,000.00            | 34,085,000.00  |
| 2000 Series K (Variable)   | TAXABLE      | 5/25/00  | 5/25/00       | 2031                | 120,000,000.00           | 93,870,000.00  |
| 2000 Series L (Variable)   | Non-AMT      | 5/25/00  | 5/25/00       | 2015                | 35,685,000.00            | 5,400,000.00   |
| 2000 Series M (Variable)   | AMT          | 5/25/00  | 5/25/00       | 2019                | 65,265,000.00            | 0.00           |
| 2000 Series N (Variable)   | AMT          | 5/25/00  | 5/25/00       | 2031                | 50,000,000.00            | 50,000,000.00  |
| 2000 Series O              | Non-AMT      | 7/27/00  | 7/27/00       | 2002-2017           | 11,885,000.00            | 0.00           |
| 2000 Series P              | AMT          | 7/27/00  | 7/27/00       | 2019                | 3,115,000.00             | 0.00           |
| 2000 Series Q (Variable)   | AMT          | 7/27/00  | 7/27/00       | 2032                | 45,000,000.00            | 40,965,000.00  |
| 2000 Series R (Variable)   | TAXABLE      | 7/27/00  | 7/27/00       | 2032                | 140,000,000.00           | 111,740,000.00 |
| 2000 Series S              | AMT          | 7/27/00  | 7/27/00       | 2001                | 78,285,000.00            | 0.00           |
| 2000 Series T              | AMT          | 10/5/00  | 10/5/00       | 2002-2032           | 28,797,899.40            | 10,214,384.12  |
| 2000 Series U (Variable)   | AMT          | 10/5/00  | 10/5/00       | 2017                | 39,200,000.00            | 37,085,000.00  |
| 2000 Series V (Variable)   | TAXABLE      | 10/5/00  | 10/5/00       | 2032                | 102,000,000.00           | 76,820,000.00  |
| 2000 Series W              | AMT          | 10/5/00  | 10/5/00       | 2001                | 15,275,000.00            | 0.00           |
| 2000 Series X-1 (Variable) | Non-AMT      | 12/13/00 | 12/13/00      | 2015                | 21,085,000.00            | 14,470,000.00  |
| 2000 Series X-2 (Variable) | AMT          | 12/13/00 | 12/13/00      | 2031                | 36,445,000.00            | 36,445,000.00  |
| 2000 Series Y              | AMT          | 12/13/00 | 12/13/00      | 2020-2031           | 31,555,595.70            | 4,822,123.16   |
| 2000 Series Z (Variable)   | TAXABLE      | 12/13/00 | 12/13/00      | 2031                | 102,000,000.00           | 77,570,000.00  |
| 2001 Series A              | Non-AMT      | 1/25/01  | 1/25/01       | 2016                | 7,000,000.00             | 2,285,000.00   |
| 2001 Series B              | AMT          | 1/25/01  | 1/25/01       | 2002-2031           | 28,933,417.80            | 8,730,000.00   |
| 2001 Series C (Variable)   | AMT          | 1/25/01  | 1/25/01       | 2022-2031           | 12,070,000.00            | 10,610,000.00  |
| 2001 Series D (Variable)   | TAXABLE      | 1/25/01  | 1/25/01       | 2022                | 112,000,000.00           | 92,770,000.00  |
| 2001 Series E              | AMT          | 4/5/01   | 4/5/01        | 2009-2032           | 19,999,564.15            | 8,000,000.00   |
| 2001 Series F (Variable)   | AMT          | 4/5/01   | 4/5/01        | 2032                | 25,000,000.00            | 25,000,000.00  |
| 2001 Series G (Variable)   | TAXABLE      | 4/5/01   | 4/5/01        | 2029                | 105,000,000.00           | 82,010,000.00  |
| 2001 Series H              | Non-AMT      | 5/31/01  | 5/31/01       | 2002-2015           | 43,514,371.20            | 8,025,000.00   |
| 2001 Series I              | AMT          | 5/31/01  | 5/31/01       | 2021-2032           | 245,279,308.84           | 0.00           |
| 2001 Series J (Variable)   | AMT          | 5/31/01  | 5/31/01       | 2032                | 86,300,000.00            | 78,690,000.00  |
| 2001 Series K (Variable)   | TAXABLE      | 5/31/01  | 5/31/01       | 2032                | 144,000,000.00           | 111,355,000.00 |

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                   | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2       |
|----------------------------------|--------------|----------|---------------|---------------------|--------------------------|---------------------|
| 2001 Series L                    | Non-AMT      | 7/26/01  | 7/26/01       | 2017                | 13,200,000.00            | 0.00                |
| 2001 Series M                    | AMT          | 7/26/01  | 7/26/01       | 2003-2032           | 20,964,493.05            | 6,785,000.00        |
| 2001 Series N (Variable)         | AMT          | 7/26/01  | 7/26/01       | 2021                | 19,835,000.00            | 18,575,000.00       |
| 2001 Series O (Variable)         | TAXABLE      | 7/26/01  | 7/26/01       | 2032                | 126,000,000.00           | 103,700,000.00      |
| 2001 Series P                    | AMT          | 7/26/01  | 7/26/01       | 2002                | 97,930,000.00            | 0.00                |
| 2001 Series Q                    | AMT          | 10/10/01 | 10/10/01      | 2003-2033           | 23,974,166.75            | 7,795,000.00        |
| 2001 Series R (Variable)         | AMT          | 10/10/01 | 10/10/01      | 2023-2032           | 25,280,000.00            | 24,660,000.00       |
| 2001 Series S (Variable)         | TAXABLE      | 10/10/01 | 10/10/01      | 2023                | 80,745,000.00            | 69,390,000.00       |
| 2001 Series T                    | AMT          | 12/6/01  | 12/6/01       | 2015-2032           | 35,939,118.89            | 11,470,000.00       |
| 2001 Series U (Variable)         | AMT          | 12/6/01  | 12/6/01       | 2032                | 63,060,000.00            | 61,675,000.00       |
| 2001 Series V (Variable)         | TAXABLE      | 12/6/01  | 12/6/01       | 2031                | 66,000,000.00            | 52,680,000.00       |
| 2002 Series A                    | AMT          | 4/18/02  | 4/18/02       | 2022-2033           | 32,999,945.55            | 23,473,459.05       |
| 2002 Series B (Variable)         | AMT          | 4/18/02  | 4/18/02       | 2033                | 49,500,000.00            | 48,960,000.00       |
| 2002 Series C (Variable)         | TAXABLE      | 2/7/02   | 2/7/02        | 2033                | 82,500,000.00            | 68,805,000.00       |
| 2002 Series D (Variable)         | TAXABLE      | 4/18/02  | 4/18/02       | 2030                | 88,000,000.00            | 74,350,000.00       |
| 2002 Series E (Variable) (STARS) | TAXABLE      | 4/18/02  | 4/18/02       | 2033                | 17,000,000.00            | 17,000,000.00       |
| 2002 Series F (Variable)         | AMT          | 6/6/02   | 6/6/02        | 2033                | 70,000,000.00            | 67,230,000.00       |
| 2002 Series G                    | AMT          | 6/6/02   | 6/6/02        | 2022-2033           | 34,999,647.00            | 10,289,438.40       |
| 2002 Series H (Variable)         | TAXABLE      | 6/6/02   | 6/6/02        | 2022                | 70,000,000.00            | 58,530,000.00       |
| 2002 Series J (Variable)         | AMT          | 8/8/02   | 8/8/02        | 2033                | 103,570,000.00           | 102,960,000.00      |
| 2002 Series K                    | AMT          | 8/8/02   | 8/8/02        | 2015-2033           | 26,429,545.24            | 25,038,271.36       |
| 2002 Series L (Variable)         | TAXABLE      | 8/8/02   | 8/8/02        | 2024                | 59,500,000.00            | 52,975,000.00       |
| 2002 Series M (Variable)         | AMT          | 10/17/02 | 10/17/02      | 2025-2033           | 95,680,000.00            | 93,440,000.00       |
| 2002 Series N                    | Non-AMT      | 8/8/02   | 8/8/02        | 2003-2014           | 14,820,000.00            | 10,230,000.00       |
| 2002 Series O (Variable)         | TAXABLE      | 10/17/02 | 10/17/02      | 2033                | 56,000,000.00            | 50,815,000.00       |
| 2002 Series P (Variable)         | AMT          | 12/12/02 | 12/12/02      | 2027                | 61,000,000.00            | 61,000,000.00       |
| 2002 Series Q (Variable)         | AMT          | 12/12/02 | 12/12/02      | 2033                | 41,600,000.00            | 41,600,000.00       |
| 2002 Series R                    | AMT          | 10/17/02 | 10/17/02      | 2003-2014           | 31,400,000.00            | 17,315,000.00       |
| 2002 Series S (Variable)         | TAXABLE      | 12/19/02 | 12/19/02      | 2019                | 19,845,000.00            | 15,670,000.00       |
| 2002 Series T (Variable)         | TAXABLE      | 12/19/02 | 12/19/02      | 2032                | 25,155,000.00            | 25,155,000.00       |
| 2002 Series U (Variable)         | AMT          | 3/6/03   | 3/6/03        | 2031-2032           | 101,295,000.00           | 98,895,000.00       |
| 2002 Series V                    | AMT          | 12/19/02 | 12/19/02      | 2004-2014           | 33,705,000.00            | 22,925,000.00       |
| 2003 Series A (Variable)         | TAXABLE      | 1/30/03  | 1/30/03       | 2005                | 295,300,000.00           | 0.00                |
| 2003 Series B (Variable)         | TAXABLE      | 2/27/03  | 2/27/03       | 2027                | 25,000,000.00            | 21,310,000.00       |
| 2003 Series C (Variable)         | TAXABLE      | 2/27/03  | 2/27/03       | 2033                | 13,750,000.00            | 13,750,000.00       |
| 2003 Series D (Variable)         | AMT          | 4/10/03  | 4/10/03       | 2022-2033           | 116,250,000.00           | 109,745,000.00      |
| 2003 Series E                    | Non-AMT      | 6/5/03   | 6/5/03        | 2004-2010           | 10,165,000.00            | 9,445,000.00        |
| 2003 Series F (Variable)         | AMT          | 6/5/03   | 6/5/03        | 2022-2034           | 139,835,000.00           | 138,960,000.00      |
| 2003 Series G (Variable)         | TAXABLE      | 6/5/03   | 6/5/03        | 2034                | 50,000,000.00            | 48,390,000.00       |
| 2003 Series H (Variable)         | AMT          | 8/7/03   | 8/7/03        | 2032-2033           | 150,000,000.00           | 148,155,000.00      |
| 2003 Series I (Variable)         | TAXABLE      | 8/7/03   | 8/7/03        | 2033                | 50,000,000.00            | 49,430,000.00       |
| 2003 Series J (Variable)         | TAXABLE      | 7/31/03  | 7/31/03       | 2005                | 312,945,000.00           | 0.00                |
| 2003 Series K (Variable)         | AMT          | 9/11/03  | 9/11/03       | 2033-2034           | 150,000,000.00           | 144,000,000.00      |
| 2003 Series L (Variable)         | TAXABLE      | 9/11/03  | 9/11/03       | 2034                | 50,000,000.00            | 50,000,000.00       |
| 2003 Series M (Variable)         | AMT          | 11/20/03 | 11/20/03      | 2024-2034           | 150,000,000.00           | 149,720,000.00      |
| 2003 Series N (Variable)         | TAXABLE      | 11/20/03 | 11/20/03      | 2034                | 50,000,000.00            | 48,235,000.00       |
| 2004 Series A (Variable)         | AMT          | 2/19/04  | 2/19/04       | 2033-2034           | 100,000,000.00           | 99,960,000.00       |
| 2004 Series B (Variable)         | TAXABLE      | 2/19/04  | 2/19/04       | 2034                | 35,000,000.00            | 34,815,000.00       |
| 2004 Series C (Variable)         | TAXABLE      | 1/29/04  | 1/29/04       | 2006                | 266,305,000.00           | 266,305,000.00      |
| 2004 Series D                    | Non-AMT      | 5/20/04  | 5/20/04       | 2005-2010           | 20,895,000.00            | 20,895,000.00       |
| 2004 Series E (Variable)         | AMT          | 5/20/04  | 5/20/04       | 2023-2035           | 129,195,000.00           | 129,105,000.00      |
| 2004 Series F (Variable)         | TAXABLE      | 5/20/04  | 5/20/04       | 2035                | 50,000,000.00            | 50,000,000.00       |
| 2004 Series G (Variable)         | AMT          | 6/3/04   | 6/3/04        | 2034-2035           | 100,000,000.00           | 100,000,000.00      |
| 2004 Series H (Variable)         | TAXABLE      | 6/3/04   | 6/3/04        | 2035                | 35,000,000.00            | 35,000,000.00       |
| 2004 Series I (Variable)         | AMT          | 7/15/04  | 7/15/04       | 2034-2035           | 30,000,000.00            | 30,000,000.00       |
| 2004 Series J (Variable)         | TAXABLE      | 7/15/04  | 7/15/04       | 2035                | 10,000,000.00            | 10,000,000.00       |
|                                  |              |          |               |                     | \$ 16,327,196,175.04     | \$ 5,053,681,259.88 |
| Home Mortgage Revenue Bonds II:  |              |          |               |                     |                          |                     |
| 1994 Series 1                    | Non-AMT      | 7/28/94  | 7/28/94       | 2017                | \$ 68,245,000.00         | \$ 0.00             |
| 1994 Series 2                    | AMT          | 7/28/94  | 7/28/94       | 2026                | 182,760,000.00           | 0.00                |
|                                  |              |          |               |                     | \$ 251,005,000.00        | \$ 0.00             |
| Single Family Mortgage Bonds:    |              |          |               |                     |                          |                     |
| 1995 Issue A-1                   | TAXABLE      | 5/17/95  | 5/17/95       | 2005-2020           | \$ 50,000,000.00         | \$ 1,810,000.00     |
| 1995 Issue A-2                   | AMT          | 4/15/95  | 5/17/95       | 2005-2026           | 100,000,000.00           | 10,395,000.00       |

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                                 | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2       |
|--|--------------|----------|---------------|---------------------|--------------------------|---------------------|
| 1995 Issue B-1                                 | TAXABLE      | 10/5/95  | 10/5/95       | 2004                | 10,970,000.00            | 0.00                |
| 1995 Issue B-2                                 | AMT          | 9/15/95  | 10/5/95       | 2004-2027           | 74,030,000.00            | 12,105,000.00       |
|  |              |          |               |                     | \$ 235,000,000.00        | \$ 24,310,000.00    |
| Single Family Mortgage Bonds II:               |              |          |               |                     |                          |                     |
| 1997 Series A-1                                | AMT          | 3/1/97   | 4/3/97        | 2007-2028           | \$ 112,000,000.00        | \$ 34,055,000.00    |
| 1997 Series A-2                                | TAXABLE      | 3/1/97   | 4/3/97        | 2007-2025           | 48,000,000.00            | 0.00                |
| 1997 Series B (Partial Remrkt 10/97 & 3/98)... | AMT          | 4/3/97   | 4/3/97        | 2029                | 61,540,000.00            | 0.00                |
| 1997 Series B-1                                | AMT          | 10/16/97 | 10/16/97      | 2007-2028           | (Orig.Issue 1997B)       | 9,330,000.00        |
| 1997 Series B-2                                | TAXABLE      | 9/1/97   | 10/16/97      | 2007-2025           | 10,715,000.00            | 0.00                |
| 1997 Series C-1                                | Non-AMT      | 9/1/97   | 10/16/97      | 2001-2011           | 15,000,000.00            | 2,455,000.00        |
| 1997 Series C-2                                | AMT          | 9/1/97   | 10/16/97      | 1999-2025           | 41,785,000.00            | 6,900,000.00        |
| 1997 Series C-3                                | TAXABLE      | 9/1/97   | 10/16/97      | 2029                | 22,940,000.00            | 8,185,000.00        |
| 1997 Series C-4                                | Non-AMT      | 5/6/98   | 5/6/98        | 2002-2017           | 74,670,000.00            | 9,805,000.00        |
| 1997 Series B-3                                | AMT          | 3/31/98  | 3/31/98       | 2007-2028           | (Orig.Issue 1997B)       | 16,915,000.00       |
| 1997 Series B-4                                | TAXABLE      | 3/1/98   | 3/31/98       | 2007-2029           | 36,540,000.00            | 5,860,000.00        |
| 1998 Series A                                  | AMT          | 3/1/98   | 3/31/98       | 2000-2026           | 15,220,000.00            | 4,095,000.00        |
| 1998 Series B (\$28,440,000 Remarketed 1/99)   | AMT          | 3/31/98  | 3/31/98       | 2019-2030           | 39,765,000.00            | 5,865,000.00        |
| 1999 Series A-1                                | Non-AMT      | 1/1/99   | 1/28/99       | 2017                | 8,180,000.00             | 585,000.00          |
| 1999 Series A-2                                | AMT          | 1/1/99   | 1/28/99       | 2012-2030           | 43,380,000.00            | 22,255,000.00       |
| 1999 Series A-3                                | TAXABLE      | 1/1/99   | 1/28/99       | 2021                | 50,000,000.00            | 17,480,000.00       |
| 1999 Series A-4 (PARS).....                    | TAXABLE      | 1/28/99  | 1/28/99       | 2030                | 30,000,000.00            | 5,775,000.00        |
| 1999 Series B                                  | AMT          | 1/28/99  | 1/28/99       | 2000                | 42,330,000.00            | 0.00                |
| 1999 Series C                                  | TAXABLE      | 1/28/99  | 1/28/99       | 2031                | 4,800,000.00             | 0.00                |
| 1999 Series D-1                                | Non-AMT      | 7/1/99   | 7/29/99       | 2005-2011           | 9,510,000.00             | 0.00                |
| 1999 Series D-2                                | AMT          | 7/1/99   | 7/29/99       | 2001-2031           | 40,488,074.20            | 5,030,000.00        |
| 1999 Series D-3                                | TAXABLE      | 7/1/99   | 7/29/99       | 2017                | 50,000,000.00            | 22,130,000.00       |
| 1999 Series E                                  | AMT          | 7/29/99  | 7/29/99       | 2000                | 251,560,000.00           | 0.00                |
| 1999 Series F                                  | TAXABLE      | 7/29/99  | 7/29/99       | 2031                | 6,600,000.00             | 0.00                |
|  |              |          |               |                     | \$ 1,015,023,074.20      | \$ 176,720,000.00   |
| Single Family Mortgage Revenue Bonds:          |              |          |               |                     |                          |                     |
| Draw Down Series 2002 A.....                   | Non-AMT      | 1/11/02  | 1/28/02       | 2005                | \$ 14,820,000.00         | \$ 0.00             |
| Draw Down Series 2002 B.....                   | AMT          | 1/11/02  | 1/28/02       | 2005                | 183,845,000.00           | 0.00                |
| Draw Down Series 2002 B.....                   | AMT          | 1/11/02  | 6/3/02        | 2005                | 78,240,000.00            | 0.00                |
| Draw Down Series 2002 B.....                   | AMT          | 1/11/02  | 7/26/02       | 2005                | 143,155,000.00           | 0.00                |
| Draw Down Series 2002 C.....                   | Non-AMT      | 6/27/02  | 7/26/02       | 2005                | 15,475,000.00            | 0.00                |
| Draw Down Series 2002 D.....                   | AMT          | 6/27/02  | 6/27/02       | 2005                | 266,400,000.00           | 0.00                |
| Draw Down Series 2002 D.....                   | AMT          | 6/27/02  | 7/26/02       | 2005                | 86,500,000.00            | 0.00                |
| Draw Down Series 2003B.....                    | AMT          | 6/19/03  | 6/19/03       | 2006                | 270,000,000.00           | 0.00                |
| Draw Down Series 2003B.....                    | AMT          | 6/19/03  | 12/18/03      | 2006                | 87,500,000.00            | 0.00                |
| Draw Down Series 2004 A.....                   | Non-AMT      | 7/29/04  | 7/29/04       | 2007                | 62,585,000.00            | 62,585,000.00       |
| Draw Down Series 2004 B-1.....                 | AMT          | 7/29/04  | 7/29/04       | 2007                | 475,000,000.00           | 475,000,000.00      |
| Draw Down Series 2004 B-2.....                 | AMT          | 7/29/04  | 7/29/04       | 2007                | 75,725,000.00            | 75,725,000.00       |
|  |              |          |               |                     | \$ 1,759,245,000.00      | \$ 613,310,000.00   |
| Subtotal: Single Family Program Bonds . . .    |              |          |               |                     | \$ 20,443,085,842.31     | \$ 5,868,021,259.88 |

1 Certain series of bonds include non-current interest bonds, tender option bonds and certain other bonds which are dated the date of delivery of such series of bonds.

2 Includes increase in accreted value of non-current interest bonds and discounted bonds.

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                                   | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2    |
|--|--------------|----------|---------------|---------------------|--------------------------|------------------|
| <b>MULTIFAMILY HOUSING PROGRAM BONDS:</b>        |              |          |               |                     |                          |                  |
| Multi-Family Revenue Bonds(Fed.Insured Loans):   |              |          |               |                     |                          |                  |
| 1979 Series A .....                              | Non-AMT      | 8/1/79   | 8/1/79        | 1983-2022           | \$ 20,000,000.00         | \$ 0.00          |
| 1979 Series B .....                              | Non-AMT      | 11/1/79  | 11/28/79      | 1988-2022           | 3,705,000.00             | 0.00             |
|  |              |          |               |                     | \$ 23,705,000.00         | \$ 0.00          |
| Multi-Unit Rental Housing Revenue Bonds:         |              |          |               |                     |                          |                  |
| 1979 Series A .....                              | Non-AMT      | 8/1/79   | 8/28/79       | 1981-2022           | \$ 100,000,000.00        | \$ 0.00          |
| 1980 Series A .....                              | Non-AMT      | 6/1/80   | 6/24/80       | 1982-2021           | 36,000,000.00            | 0.00             |
| 1981 Series A .....                              | Non-AMT      | 3/1/81   | 3/11/81       | 1982-2021           | 36,300,000.00            | 0.00             |
| 1981 Series B .....                              | Non-AMT      | 7/1/81   | 7/8/81        | 1982-2021           | 27,500,000.00            | 0.00             |
| 1981 Series C .....                              | Non-AMT      | 12/1/81  | 12/29/81      | 1983-2022           | 29,300,000.00            | 0.00             |
| 1992 Series A .....                              | AMT          | 12/1/92  | 1/13/93       | 1995-2024           | 23,070,000.00            | 0.00             |
| 1993 Series A .....                              | AMT          | 8/1/93   | 9/30/93       | 1996-2025           | 23,840,000.00            | 0.00             |
| 1994 Series A .....                              | AMT          | 2/1/94   | 3/24/94       | 1996-2025           | 9,065,000.00             | 0.00             |
| 1994 Series B .....                              | Non-AMT      | 11/1/94  | 11/17/94      | 1996-2024           | 14,355,000.00            | 12,310,000.00    |
|  |              |          |               |                     | \$ 299,430,000.00        | \$ 12,310,000.00 |
| Rental Housing Revenue Bonds(FHA Insured Loans): |              |          |               |                     |                          |                  |
| 1982 Series A .....                              | Non-AMT      | 6/1/82   | 6/22/82       | 1986-2024           | \$ 45,600,000.00         | \$ 0.00          |
| Multi-Unit Rental Housing Revenue Bonds II:      |              |          |               |                     |                          |                  |
| 1982 Series A .....                              | Non-AMT      | 9/1/82   | 9/29/82       | 1983-2024           | \$ 54,289,526.00         | \$ 0.00          |
| 1982 Series B .....                              | Non-AMT      | 11/1/82  | 12/16/82      | 1983-2014           | 29,139,575.00            | 0.00             |
| 1983 Series A .....                              | Non-AMT      | 3/1/83   | 4/28/83       | 1984-2014           | 34,998,600.00            | 0.00             |
| 1984 Series A .....                              | Non-AMT      | 6/1/84   | 6/28/84       | 1985-2015           | 41,003,056.00            | 0.00             |
| 1985 Series A .....                              | Non-AMT      | 7/1/85   | 8/28/85       | 1987-2016           | 4,530,000.00             | 0.00             |
| 1992 Series A .....                              | Non-AMT      | 6/2/92   | 6/2/92        | 1993-2023           | 91,425,000.00            | 0.00             |
| 1992 Series B .....                              | Non-AMT      | 5/1/92   | 6/3/92        | 1993-2015           | 37,930,000.00            | 23,660,000.00    |
| 1992 Series C .....                              | AMT          | 5/1/92   | 6/3/92        | 1995-2024           | 25,225,000.00            | 0.00             |
| 1994 Series A .....                              | Non-AMT      | 6/2/94   | 6/2/94        | 1995-2015           | 11,655,000.00            | 8,225,000.00     |
|  |              |          |               |                     | \$ 330,195,757.00        | \$ 31,885,000.00 |
| Multifamily Rehabilitation Revenue Bonds:        |              |          |               |                     |                          |                  |
| 1983 Issue A .....                               | Non-AMT      | 12/1/83  | 12/15/83      | 1986-2010           | \$ 19,570,000.00         | \$ 0.00          |
| 1985 Issue A .....                               | Non-AMT      | 3/1/85   | 3/28/85       | 1988-2011           | 23,590,000.00            | 0.00             |
|  |              |          |               |                     | \$ 43,160,000.00         | \$ 0.00          |
| Multifamily Housing Revenue Bonds:               |              |          |               |                     |                          |                  |
| Insured Letter of Credit, 1984 Issue I.....      | Non-AMT      | 4/1/84   | 5/2/84        | 1994                | \$ 16,830,000.00         | \$ 0.00          |
| Multifamily Housing Revenue Refunding Bonds:     |              |          |               |                     |                          |                  |
| Variable Rate Demand Bonds:                      |              |          |               |                     |                          |                  |
| 1993 Issue A (Oakbrook Ridge Apartments)...      | Non-AMT      | 7/14/93  | 7/14/93       | 2013                | \$ 4,830,000.00          | \$ 0.00          |
| 1993 Issue B (Camino Colony Apartments)....      | Non-AMT      | 7/14/93  | 7/14/93       | 2013                | 5,600,000.00             | 0.00             |
| 1993 Issue C (Hidden Hills Apartments).....      | Non-AMT      | 7/14/93  | 7/14/93       | 2013                | 6,400,000.00             | 0.00             |
|  |              |          |               |                     | \$ 16,830,000.00         | \$ 0.00          |
| Housing Revenue Bonds (Insured):                 |              |          |               |                     |                          |                  |
| 1984 Series A .....                              | Non-AMT      | 7/1/84   | 8/22/84       | 1985-2016           | \$ 27,770,000.00         | \$ 0.00          |
| 1985 Series A .....                              | Non-AMT      | 5/1/85   | 6/6/85        | 1986-2018           | 50,000,000.00            | 0.00             |
| 1985 Series B .....                              | Non-AMT      | 11/15/85 | 12/11/85      | 1987-2019           | 79,998,934.00            | 0.00             |
| 1987 Series A .....                              | AMT          | 11/1/87  | 12/10/87      | 1990-2019           | 12,240,000.00            | 0.00             |
| 1988 Series A .....                              | AMT          | 6/1/88   | 8/9/88        | 1991-2020           | 16,125,000.00            | 0.00             |
| 1989 Series A .....                              | AMT          | 8/1/89   | 9/14/89       | 2024                | 9,150,000.00             | 0.00             |
| 1990 Series A .....                              | AMT          | 10/1/90  | 11/7/90       | 2010-2025           | 14,415,000.00            | 0.00             |
| 1991 Series A .....                              | AMT          | 5/1/91   | 6/11/91       | 1996-2026           | 19,500,000.00            | 0.00             |
| 1991 Series B .....                              | Non-AMT      | 9/1/91   | 10/16/91      | 1996-2023           | 18,785,000.00            | 0.00             |
| 1991 Series C .....                              | AMT          | 9/1/91   | 10/16/91      | 1996-2023           | 9,425,000.00             | 0.00             |
| 1991 Series D .....                              | Non-AMT      | 11/15/91 | 12/10/91      | 2012-2023           | 2,355,000.00             | 0.00             |
| 1991 Series E .....                              | AMT          | 11/15/91 | 12/10/91      | 2012-2026           | 11,025,000.00            | 0.00             |
| 1994 Series A .....                              | Non-AMT      | 1/1/94   | 2/10/94       | 1996-2024           | 32,940,000.00            | 0.00             |
| 1994 Series B .....                              | Non-AMT      | 7/27/94  | 7/27/94       | 2004-2016           | 7,785,000.00             | 0.00             |

**CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS**

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                                | Type of Bond | Dated 1  | Delivery Date | Original Maturities | Issued/Sold but Unissued | Outstanding 2       |
|---|--------------|----------|---------------|---------------------|--------------------------|---------------------|
| 1994 Series C                                 | Non-AMT      | 6/1/94   | 6/22/94       | 1996-2025           | 11,300,000.00            | 3,460,000.00        |
| 1994 Series D                                 | AMT          | 6/1/94   | 6/22/94       | 2014-2025           | 2,625,000.00             | 0.00                |
| 1994 Series E                                 | Non-AMT      | 10/1/94  | 11/9/94       | 1996-2026           | 22,565,000.00            | 20,145,000.00       |
| 1994 Series F                                 | AMT          | 10/1/94  | 11/9/94       | 1996-2026           | 17,265,000.00            | 15,275,000.00       |
|   |              |          |               |                     | \$ 365,268,934.00        | \$ 38,880,000.00    |
| <b>Housing Revenue Bonds II (Insured):</b>    |              |          |               |                     |                          |                     |
| 1992 Series A                                 | TAXABLE      | 7/15/92  | 7/29/92       | 1993-1998           | \$ 15,000,000.00         | \$ 0.00             |
| <b>Multifamily Housing Revenue Bonds:</b>     |              |          |               |                     |                          |                     |
| 1994 Series A (Tara Village Apartments)       | Non-AMT      | 11/1/94  | 11/29/94      | 1995-2024           | \$ 7,875,000.00          | \$ 6,960,000.00     |
| <b>Multifamily Housing Revenue Bonds:</b>     |              |          |               |                     |                          |                     |
| 1995 Series A (FHA Insured) (Variable)        | AMT          | 2/16/95  | 2/16/95       | 2026                | \$ 6,100,000.00          | \$ 0.00             |
| <b>Multifamily Housing Revenue Bonds II:</b>  |              |          |               |                     |                          |                     |
| 1995 Series A                                 | Non-AMT      | 10/1/95  | 11/14/95      | 2037                | \$ 11,195,000.00         | \$ 11,195,000.00    |
| 1995 Series B                                 | AMT          | 10/1/95  | 11/14/95      | 1998-2026           | 44,105,000.00            | 37,450,000.00       |
| 1995 Series C                                 | TAXABLE      | 10/1/95  | 11/14/95      | 2006-2037           | 25,355,000.00            | 20,490,000.00       |
| 1996 Series A                                 | Non-AMT      | 10/1/96  | 10/24/96      | 2027                | 16,920,000.00            | 16,920,000.00       |
| 1996 Series B                                 | AMT          | 10/1/96  | 10/24/96      | 1998-2022           | 37,200,000.00            | 30,385,000.00       |
|   |              |          |               |                     | \$ 134,775,000.00        | \$ 116,440,000.00   |
| <b>Multifamily Housing Revenue Bonds III:</b> |              |          |               |                     |                          |                     |
| 1997 Series A                                 | AMT          | 3/1/97   | 3/26/97       | 2017-2038           | \$ 70,660,000.00         | \$ 68,745,000.00    |
| 1997 Series B (Variable)                      | AMT          | 5/22/97  | 5/22/97       | 2039                | 45,620,000.00            | 0.00                |
| 1997 Series C (Variable)                      | AMT          | 7/23/97  | 7/23/97       | 2039                | 31,295,000.00            | 0.00                |
| 1998 Series A                                 | AMT          | 4/1/98   | 4/23/98       | 2000-2039           | 42,435,000.00            | 33,275,000.00       |
| 1998 Series B                                 | AMT          | 4/1/98   | 5/7/98        | 1999-2039           | 98,750,000.00            | 81,110,000.00       |
| 1998 Series C                                 | Non-AMT      | 4/1/98   | 5/7/98        | 1999-2028           | 17,615,000.00            | 14,820,000.00       |
| 1998 Series D (Variable)                      | AMT          | 10/8/98  | 10/8/98       | 2033                | 13,625,000.00            | 0.00                |
| 1999 Series A                                 | AMT          | 5/1/99   | 5/20/99       | 2000-2036           | 44,535,000.00            | 36,560,000.00       |
| 2000 Series A (Variable)                      | AMT          | 7/12/00  | 7/12/00       | 2037                | 91,000,000.00            | 86,995,000.00       |
| 2000 Series B (Variable)                      | Non-AMT      | 7/12/00  | 7/12/00       | 2031                | 9,200,000.00             | 8,100,000.00        |
| 2000 Series C (Variable)                      | AMT          | 11/16/00 | 11/16/00      | 2033                | 63,300,000.00            | 63,300,000.00       |
| 2000 Series D (Variable)                      | Non-AMT      | 11/16/00 | 11/16/00      | 2031                | 19,520,000.00            | 17,350,000.00       |
| 2001 Series A (Variable)                      | AMT          | 2/22/01  | 2/22/01       | 2032                | 17,240,000.00            | 13,325,000.00       |
| 2001 Series B (Variable)                      | Non-AMT      | 2/22/01  | 2/22/01       | 2033                | 9,170,000.00             | 8,690,000.00        |
| 2001 Series C (Variable)                      | TAXABLE      | 2/22/01  | 2/22/01       | 2041                | 23,590,000.00            | 23,590,000.00       |
| 2001 Series D (Variable)                      | Non-AMT      | 6/28/01  | 6/28/01       | 2022                | 6,070,000.00             | 5,645,000.00        |
| 2001 Series E (Variable)                      | AMT          | 6/28/01  | 6/28/01       | 2036                | 78,735,000.00            | 68,155,000.00       |
| 2001 Series F (Variable)                      | Non-AMT      | 11/15/01 | 11/15/01      | 2032                | 19,040,000.00            | 17,915,000.00       |
| 2001 Series G (Variable)                      | AMT          | 11/15/01 | 11/15/01      | 2025-2036           | 73,975,000.00            | 64,030,000.00       |
| 2001 Series H (Variable)                      | TAXABLE      | 11/15/01 | 11/15/01      | 2036                | 15,595,000.00            | 15,595,000.00       |
| 2002 Series A (Variable)                      | AMT          | 6/5/02   | 6/5/02        | 2037                | 48,350,000.00            | 47,895,000.00       |
| 2002 Series B (Variable)                      | Non-AMT      | 9/10/02  | 9/10/02       | 2035                | 33,520,000.00            | 32,575,000.00       |
| 2002 Series C (Variable)                      | AMT          | 9/10/02  | 9/10/02       | 2027-2037           | 38,255,000.00            | 38,155,000.00       |
| 2002 Series D (Variable)                      | Non-AMT      | 12/18/02 | 12/18/02      | 2035                | 12,760,000.00            | 12,690,000.00       |
| 2002 Series E (Variable)                      | AMT          | 12/18/02 | 12/18/02      | 2037                | 71,305,000.00            | 71,100,000.00       |
| 2003 Series A (Variable)                      | AMT          | 6/4/03   | 6/4/03        | 2038                | 64,015,000.00            | 64,015,000.00       |
| 2003 Series B (Variable)                      | AMT          | 9/10/03  | 9/10/03       | 2038                | 69,725,000.00            | 69,695,000.00       |
| 2003 Series C (Variable)                      | AMT          | 12/10/03 | 12/10/03      | 2038                | 97,295,000.00            | 97,175,000.00       |
| 2004 Series A (Variable)                      | Non-AMT      | 6/24/04  | 6/24/04       | 2034                | 23,500,000.00            | 23,460,000.00       |
| 2004 Series B (Variable)                      | AMT          | 6/24/04  | 6/24/04       | 2039                | 99,510,000.00            | 99,475,000.00       |
|   |              |          |               |                     | \$ 1,349,205,000.00      | \$ 1,183,435,000.00 |
| <b>Multifamily Loan Purchase Bonds:</b>       |              |          |               |                     |                          |                     |
| 2000 Issue A                                  | TAXABLE      | 7/26/00  | 7/26/00       | 2017                | \$ 269,023,710.88        | \$ 155,930,089.01   |
| <b>Multifamily Mortgage Revenue Bonds:</b>    |              |          |               |                     |                          |                     |
| Draw Down Series 2002                         | AMT          | 1/11/02  | 4/4/02        | 2005                | \$ 1,700,000.00          | \$ 0.00             |
| Draw Down Series 2002                         | AMT          | 1/11/02  | 3/10/04       | 2005                | 21,555,000.00            | 0.00                |
|   |              |          |               |                     | 23,255,000.00            | 0.00                |

CALIFORNIA HOUSING FINANCE AGENCY  
OUTSTANDING INDEBTEDNESS

The following table describes the bonds of the Agency issued and outstanding as of August 1, 2004

| Program/Series                      | Type of<br>Bond | Dated 1 | Delivery<br>Date | Original<br>Maturities | Issued/Sold<br>but Unissued | Outstanding 2       |
|-------------------------------------|-----------------|---------|------------------|------------------------|-----------------------------|---------------------|
| Subtotal: Multifamily Program Bonds |                 |         |                  |                        | \$ 2,946,253,401.88         | \$ 1,545,840,089.01 |
| Total Bonds Issued and Outstanding  |                 |         |                  |                        | \$ 23,389,339,244.19        | \$ 7,413,861,348.89 |

1 Certain series of bonds include non-current interest bonds, tender option bonds and certain other bonds which are dated the date of delivery of such series of bonds.

2 Includes increase in accreted value of non-current interest bonds and discounted bonds.

(AS OF 8/1/2004)

Balances as of June 30, 2004

|                               | Bond Reserve |
|-------------------------------|--------------|
| 1995 Series F, G & H          | \$ 798,000   |
| 1995 Series I, J & K          | 538,635      |
| 1995 Series L & M             | 673,940      |
| 1996 Series A                 | 1,015,140    |
| 1996 Series B & C             | 330,416      |
| 1996 Series E                 | 1,125,857    |
| 1996 Series G, H & I          | 727,670      |
| 1996 Series K, L & M          | 764,466      |
| 1996 Series N, O & P          | 721,424      |
| 1996 Series Q, R & S          | 837,670      |
| 1997 Series A, B & C          | 800,000      |
| 1997 Series G                 | 1,021,903    |
| 1997 Series H, I & K          | 1,110,000    |
| 1997 Series L, M, & N         | 867,621      |
| 1997 Series O                 | 503,252      |
| 1998 Series A, B & D          | 1,070,000    |
| 1998 Series F, G & H          | 2,025,367    |
| 1998 Series I, J, L & M       | 2,373,074    |
| 1998 Series N, O & P          | 2,439,087    |
| 1998 Series Q, R, S & T       | 2,078,932    |
| 1999 Series A, B & C          | 1,628,305    |
| 1999 Series E, F, G, H, I & J | 1,791,555    |
| 1999 Series K, L & M          | 1,303,534    |
| 1999 Series N, O, P & Q       | 2,904,177    |
| 2000 Series A, B, C, D & E    | 2,589,870    |
| 2000 Series F, G & H          | 2,680,290    |
| 2000 Series I, J, K, L, M & N | 5,880,492    |
| 2000 Series O, P, Q & R       | 2,091,810    |
| 2000 Series T, U & V          | 3,863,780    |
| 2000 Series X, Y & Z          | 4,298,822    |
| 2001 Series A, B, C & D       | 4,038,990    |
| 2001 Series E, F & G          | 3,823,919    |
| 2001 Series H, I, J & K       | 6,573,018    |
| 2001 Series L, M, N & O       | 4,575,329    |
| 2001 Series Q, R & S          | 3,508,925    |
| 2001 Series T, U & V          | 4,505,800    |
| 2002 Series A, B & C          | 4,505,824    |
| 2002 Series D, E, F & G       | 5,481,495    |
| 2002 Series H, J & K          | 5,825,229    |
| 2002 Series L, M & N          | 4,951,456    |
| 2002 Series O, P, Q & R       | 5,533,981    |
| 2002 Series S, T, U & V       | 5,137,718    |
| 2003 Series B & C             | 4,514,563    |

|                      |           |
|----------------------|-----------|
| 2003 Series E, F & G | 5,825,243 |
| 2003 Series H & I    | 5,825,243 |
| 2003 Series J        | 5,825,243 |
| 2003 Series K & L    | 5,825,243 |
| 2003 Series M & N    | 5,825,243 |
| 2004 Series A & B    | 3,932,039 |
| 2004 Series C        | 5,825,243 |
| 2004 Series D, E & F | 5,825,243 |
| 2004 Series G & H    | 3,932,039 |
| 2004 Series I & J    | 1,165,049 |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1982 Series A | 8/1/86          | \$6,145,000       | \$0                                 | \$0                 | \$5,970,000             | \$175,000             | \$0                |
|   | 2/1/87          | 14,420,000        | 0                                   | 0                   | 13,165,454              | 1,254,546             | 0                  |
|   | 8/1/87          | 13,965,000        | 0                                   | 0                   | 13,543,340              | 421,660               | 0                  |
|   | 2/1/88          | 16,760,000        | 0                                   | 0                   | 16,601,000              | 159,000               | 0                  |
|   | 8/1/88          | 11,600,000        | 0                                   | 0                   | 11,100,000              | 0                     | 500,000            |
|   | 11/1/88         | 10,050,000        | 0                                   | 0                   | 8,000,000               | 550,000               | 1,500,000          |
|   | 8/1/89          | 23,385,000        | 0                                   | 0                   | 21,815,000              | 770,000               | 800,000            |
|   | 2/1/90          | 13,170,000        | 0                                   | 0                   | 11,814,922              | 399,078               | 956,000            |
|   | 8/1/90          | 13,420,000        | 0                                   | 0                   | 12,350,000              | 388,000               | 682,000            |
|   | 3/1/91          | 10,220,000        | 0                                   | 0                   | 9,260,000               | 300,000               | 660,000            |
|   | 8/1/91          | 8,140,000         | 0                                   | 0                   | 7,090,000               | 255,000               | 795,000            |
|   | 2/1/92          | 8,730,000         | 0                                   | 0                   | 8,500,000               | 230,000               | 0                  |
|   | 8/1/92          | 21,425,000        | 0                                   | 0                   | 19,500,000              | 575,000               | 1,350,000          |
|   | 2/1/93          | 3,460,000         | 0                                   | 0                   | 3,100,000               | 95,000                | 265,000            |
|   | 2/1/93 *        | 17,600,000        | 0                                   | 0                   | 17,600,000              | 0                     | 0                  |
|   | 8/1/93          | 1,310,000         | 0                                   | 0                   | 1,050,000               | 40,000                | 220,000            |
|   | 2/1/94          | 1,110,000         | 0                                   | 0                   | 800,000                 | 25,000                | 285,000            |
|   | 8/1/94          | 770,000           | 0                                   | 0                   | 650,000                 | 20,000                | 100,000            |
|   | 2/1/95          | 295,000           | 0                                   | 0                   | 175,000                 | 10,000                | 110,000            |
|   | Subtotal        | \$195,975,000     | \$0                                 | \$0                 | \$182,084,716           | \$5,667,284           | \$8,223,000        |
| HOME MORTGAGE REVENUE BONDS 1982 Series B | 12/1/85         | \$2,725,000       | \$0                                 | \$2,725,000         | \$0                     | \$0                   | \$0                |
|   | 8/1/86          | 2,710,000         | 0                                   | 0                   | 2,635,000               | 75,000                | 0                  |
|   | 2/1/87          | 7,225,000         | 0                                   | 0                   | 6,896,186               | 328,814               | 0                  |
|   | 8/1/87          | 8,225,000         | 0                                   | 0                   | 7,972,032               | 252,968               | 0                  |
|   | 2/1/88          | 7,750,000         | 0                                   | 0                   | 7,570,000               | 180,000               | 0                  |
|   | 8/1/88          | 4,745,000         | 0                                   | 0                   | 4,658,139               | 86,861                | 0                  |
|   | 11/1/88         | 5,700,000         | 0                                   | 0                   | 5,700,000               | 0                     | 0                  |
|   | 8/1/89          | 10,690,000        | 0                                   | 0                   | 9,960,000               | 440,000               | 290,000            |
|   | 2/1/90          | 7,200,000         | 0                                   | 0                   | 6,532,275               | 332,725               | 335,000            |
|   | 8/1/90          | 6,030,000         | 0                                   | 0                   | 5,300,000               | 156,000               | 574,000            |
|   | 2/1/91          | 3,805,000         | 0                                   | 0                   | 3,410,000               | 130,000               | 265,000            |
|   | 8/1/91          | 4,020,000         | 0                                   | 0                   | 3,685,000               | 120,000               | 215,000            |
|   | 2/1/92          | 4,305,000         | 0                                   | 0                   | 4,200,000               | 105,000               | 0                  |
|   | 8/1/92          | 9,870,000         | 0                                   | 0                   | 9,200,000               | 270,000               | 400,000            |
|   | 2/1/93          | 980,000           | 0                                   | 0                   | 830,000                 | 40,000                | 110,000            |
|   | 2/1/93 *        | 6,500,000         | 0                                   | 0                   | 6,500,000               | 0                     | 0                  |
|   | 8/1/93          | 465,000           | 0                                   | 0                   | 360,000                 | 20,000                | 85,000             |
|   | 2/1/94          | 570,000           | 0                                   | 0                   | 285,000                 | 0                     | 285,000            |
|   | 8/1/94          | 200,000           | 0                                   | 0                   | 145,000                 | 0                     | 55,000             |
|   | 2/1/95          | 300,000           | 0                                   | 0                   | 200,000                 | 25,000                | 75,000             |
|   | Subtotal        | \$94,015,000      | \$0                                 | \$2,725,000         | \$86,038,632            | \$2,562,368           | \$2,689,000        |
| HOME MORTGAGE REVENUE BONDS 1983 Series A | 8/1/86          | \$31,750,336      | \$0                                 | \$28,646,919        | \$1,803,417             | \$1,300,000           | \$0                |
|   | 2/1/87          | 7,375,000         | 0                                   | 0                   | 7,053,379               | 321,621               | 0                  |
|   | 8/1/87          | 5,170,000         | 0                                   | 0                   | 4,946,663               | 223,337               | 0                  |
|   | 2/1/88          | 14,040,000        | 0                                   | 0                   | 13,430,000              | 610,000               | 0                  |
|   | 8/1/88          | 10,630,000        | 0                                   | 0                   | 10,330,000              | 300,000               | 0                  |
|   | 11/1/88         | 9,850,000         | 0                                   | 0                   | 7,000,000               | 350,000               | 2,500,000          |
|   | 8/1/89          | 23,440,000        | 0                                   | 0                   | 21,310,000              | 915,000               | 1,215,000          |
|   | 2/1/90          | 14,290,000        | 0                                   | 0                   | 12,771,027              | 537,973               | 981,000            |
|   | 8/1/90          | 12,990,000        | 0                                   | 0                   | 11,350,000              | 480,000               | 1,160,000          |
|   | 2/1/91          | 10,670,000        | 0                                   | 0                   | 9,215,000               | 415,000               | 1,040,000          |
|   | 8/1/91          | 10,620,000        | 0                                   | 0                   | 9,090,000               | 380,000               | 1,150,000          |
|   | 2/1/92          | 7,350,000         | 0                                   | 0                   | 6,500,000               | 305,000               | 545,000            |
|   | 8/1/92          | 22,480,000        | 0                                   | 0                   | 20,000,000              | 780,000               | 1,700,000          |
|   | 2/1/93          | 8,725,000         | 0                                   | 0                   | 7,000,000               | 725,000               | 1,000,000          |
|   | 2/1/93 *        | 23,132,336        | 0                                   | 0                   | 17,532,336              | 0                     | 5,600,000          |
|   | 8/1/93          | 2,720,043         | 0                                   | 0                   | 1,650,000               | 15,000                | 1,055,043          |
|   | 2/1/94          | 1,705,136         | 0                                   | 0                   | 1,400,000               | 85,000                | 220,136            |
|   | 8/1/94          | 2,045,141         | 0                                   | 0                   | 1,375,000               | 40,000                | 630,141            |
|   | 2/1/95          | 1,510,396         | 0                                   | 0                   | 500,000                 | 50,000                | 960,396            |
|   | Subtotal        | \$220,493,388     | \$0                                 | \$28,646,919        | \$164,256,822           | \$7,832,931           | \$19,756,716       |
| HOME MORTGAGE REVENUE BONDS 1983 Series B | 8/1/86          | \$15,886,524      | \$0                                 | \$14,926,009        | \$475,140               | \$485,375             | \$0                |
|   | 2/1/87          | 1,735,000         | 0                                   | 0                   | 1,678,606               | 56,394                | 0                  |
|   | 8/1/87          | 3,450,000         | 0                                   | 0                   | 3,342,916               | 107,084               | 0                  |
|   | 2/1/88          | 4,780,000         | 0                                   | 0                   | 4,620,000               | 160,000               | 0                  |
|   | 8/1/88          | 3,225,000         | 0                                   | 0                   | 2,760,000               | 65,000                | 400,000            |
|   | 11/1/88         | 4,280,000         | 0                                   | 0                   | 2,800,000               | 80,000                | 1,400,000          |
|   | 8/1/89          | 7,180,000         | 0                                   | 0                   | 6,305,000               | 175,000               | 700,000            |
|   | 2/1/90          | 5,600,000         | 0                                   | 0                   | 5,168,078               | 233,922               | 198,000            |
|   | 8/1/90          | 5,235,000         | 0                                   | 0                   | 4,700,000               | 121,000               | 414,000            |
|   | 2/1/91          | 3,505,000         | 0                                   | 0                   | 2,945,000               | 100,000               | 460,000            |
|   | 8/1/91          | 3,975,000         | 0                                   | 0                   | 3,375,000               | 105,000               | 495,000            |
|   | 2/1/92          | 3,235,000         | 0                                   | 0                   | 2,750,000               | 90,000                | 395,000            |
|   | 8/1/92          | 10,215,000        | 0                                   | 0                   | 9,300,000               | 250,000               | 665,000            |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS             |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                         | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1983 Series B<br>(Continued)                    | 2/1/93          | 2,500,297         | 0                                   | 0                   | 1,815,000               | 85,000                | 600,297            |
|   | 2/1/93 *        | 8,139,706         | 0                                   | 0                   | 4,939,706               | 0                     | 3,200,000          |
|   | 8/1/93          | 1,225,454         | 0                                   | 0                   | 775,000                 | 10,000                | 440,454            |
|   | 2/1/94          | 625,138           | 0                                   | 0                   | 520,000                 | 25,000                | 80,138             |
|   | 8/1/94          | 710,315           | 0                                   | 0                   | 465,000                 | 20,000                | 225,315            |
|   | 2/1/95          | 440,570           | 0                                   | 0                   | 100,000                 | 10,000                | 330,570            |
|   | Subtotal        |                   | \$85,943,004                        | \$0                 | \$14,926,009            | \$58,834,446          | \$2,178,775        |
| HOME MORTGAGE<br>REVENUE BONDS<br>1984 Series A | 8/1/86          | \$185,224,158     | \$0                                 | \$177,822,389       | \$51,769                | \$7,350,000           | \$0                |
|   | 2/1/87          | 3,400,000         | 0                                   | 0                   | 2,217,349               | 1,182,651             | 0                  |
|   | 8/1/87          | 4,065,000         | 0                                   | 0                   | 3,937,339               | 127,661               | 0                  |
|   | 2/1/88          | \$5,680,000       | \$0                                 | \$0                 | \$5,500,000             | \$180,000             | \$0                |
|   | 8/1/88          | 14,000,000        | 0                                   | 0                   | 7,200,000               | 200,000               | 6,600,000          |
|   | 11/1/88         | 6,230,000         | 0                                   | 0                   | 4,100,000               | 130,000               | 2,000,000          |
|   | 8/1/89          | 12,040,000        | 0                                   | 0                   | 10,550,000              | 290,000               | 1,200,000          |
|   | 2/1/90          | 7,865,000         | 0                                   | 0                   | 6,528,544               | 268,456               | 1,068,000          |
|   | 8/1/90          | 8,200,000         | 0                                   | 0                   | 6,900,000               | 215,000               | 1,085,000          |
|   | 2/1/91          | 6,125,000         | 0                                   | 0                   | 4,880,000               | 155,000               | 1,090,000          |
|   | 8/1/91          | 5,370,000         | 0                                   | 0                   | 4,110,000               | 130,000               | 1,130,000          |
|   | 2/1/92          | 6,945,000         | 0                                   | 0                   | 6,000,000               | 215,000               | 730,000            |
|   | 8/1/92          | 20,390,000        | 0                                   | 0                   | 18,400,000              | 520,000               | 1,470,000          |
|   | 2/1/93          | 5,520,225         | 0                                   | 0                   | 3,800,000               | 120,000               | 1,600,225          |
|   | 2/1/93 *        | 7,232,733         | 0                                   | 0                   | 7,232,733               | 0                     | 0                  |
|   | 8/1/93          | 1,620,020         | 0                                   | 0                   | 820,000                 | 0                     | 800,020            |
|   | 2/1/94          | 965,213           | 0                                   | 0                   | 700,000                 | 55,000                | 210,213            |
| 8/1/94  | 1,045,096       | 0                 | 0                                   | 680,000             | 20,000                  | 345,096               |                    |
| 2/1/95  | 412,558         | 0                 | 0                                   | 55,000              | 20,000                  | 337,558               |                    |
| Subtotal  |                 | \$302,330,003     | \$0                                 | \$177,822,389       | \$93,662,734            | \$11,178,768          | \$19,666,112       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1984 Series B | 5/1/86          | \$111,458,790     | \$0                                 | \$107,085,587       |                         | \$4,373,203           | \$0                |
|   | 8/1/87          | 990,000           | 0                                   | 0                   | 949,263                 | 40,737                | 0                  |
|   | 2/1/88          | 385,000           | 0                                   | 0                   | 370,000                 | 15,000                | 0                  |
|   | 8/1/88          | 1,550,000         | 0                                   | 0                   | 345,000                 | 0                     | 1,205,000          |
|   | 8/1/89          | 965,000           | 0                                   | 0                   | 800,000                 | 45,000                | 120,000            |
|   | 2/1/90          | 1,175,000         | 0                                   | 0                   | 692,822                 | 38,178                | 444,000            |
|   | 8/1/90          | 510,000           | 0                                   | 0                   | 383,500                 | 13,000                | 113,500            |
|   | 2/1/91          | 670,000           | 0                                   | 0                   | 495,000                 | 0                     | 175,000            |
|   | 8/1/91          | 645,000           | 0                                   | 0                   | 530,000                 | 40,000                | 75,000             |
|   | 2/1/92          | 605,000           | 0                                   | 0                   | 500,000                 | 30,000                | 75,000             |
|   | 8/1/92          | 2,035,000         | 0                                   | 0                   | 1,950,000               | 0                     | 85,000             |
|   | 2/1/93          | 1,237,219         | 0                                   | 0                   | 867,000                 | 120,000               | 250,219            |
|   | 8/1/93          | 280,027           | 0                                   | 0                   | 165,000                 | 5,000                 | 110,027            |
|   | 2/1/94          | 160,194           | 0                                   | 0                   | 120,000                 | 0                     | 40,194             |
|   | 8/1/94          | 125,340           | 0                                   | 0                   | 70,000                  | 0                     | 55,340             |
| 2/1/95  | 80,069          | 0                 | 0                                   | 0                   | 10,000                  | 70,069                |                    |
| Subtotal  |                 | \$122,871,639     | \$0                                 | \$107,085,587       | \$8,237,585             | \$4,730,118           | \$2,818,349        |
| HOME MORTGAGE<br>REVENUE BONDS<br>1985 Series A | 2/1/87          | \$150,973,792     | \$0                                 | \$138,000,000       | \$150,000               | \$12,823,792          | \$0                |
|   | 8/1/87          | 1,656,014         | 0                                   | 752,228             | 770,000                 | 133,786               | 0                  |
|   | 2/1/88          | 1,749,900         | 0                                   | 361,371             | 1,242,140               | 146,389               | 0                  |
|   | 8/1/88          | 2,392,226         | 0                                   | 0                   | 1,500,000               | 255,000               | 637,226            |
|   | 8/1/89          | 8,490,081         | 0                                   | 0                   | 7,150,081               | 330,000               | 1,010,000          |
|   | 2/1/90          | 4,917,207         | 0                                   | 0                   | 3,679,929               | 603,071               | 634,207            |
|   | 8/1/90          | 1,475,000         | 0                                   | 0                   | 1,475,000               | 0                     | 0                  |
|   | 2/1/91          | 4,530,003         | 0                                   | 0                   | 3,290,000               | 430,000               | 810,003            |
|   | 8/1/91          | \$1,495,024       | \$0                                 | \$0                 | \$1,125,000             | \$90,000              | \$280,024          |
|   | 2/1/92          | 1,265,403         | 0                                   | 0                   | 400,000                 | 55,000                | 810,403            |
|   | 8/1/92          | 5,647,662         | 0                                   | 0                   | 4,300,000               | 370,000               | 977,662            |
|   | 2/1/93          | 3,396,901         | 0                                   | 0                   | 1,400,000               | 1,197,000             | 799,901            |
|   | 2/1/93 *        | 5,979,876         | 0                                   | 0                   | 1,300,000               | 0                     | 4,679,876          |
| 8/1/93  | 890,226         | 0                 | 0                                   | 330,000             | 70,000                  | 490,226               |                    |
| 2/1/94  | 630,142         | 0                 | 0                                   | 380,000             | 20,000                  | 230,142               |                    |
| 8/1/94  | 645,361         | 0                 | 0                                   | 475,000             | 0                       | 170,361               |                    |
| 2/1/95  | 490,487         | 0                 | 0                                   | 95,000              | 30,000                  | 365,487               |                    |
| Subtotal  |                 | \$196,625,305     | \$0                                 | \$139,113,599       | \$29,062,150            | \$16,554,038          | \$11,895,518       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1985 Series B | 8/1/87          | \$48,107,241      | \$0                                 | \$43,540,207        | \$322,587               | \$4,244,447           | \$0                |
|   | 2/1/88          | 380,000           | 0                                   | 0                   | 302,000                 | 78,000                | 0                  |
|   | 8/1/88          | 10,784,874        | 0                                   | 7,335,709           | 170,000                 | 459,165               | 2,820,000          |
|   | 2/1/89          | 3,440,000         | 0                                   | 0                   | 2,990,000               | 0                     | 450,000            |
|   | 8/1/89          | 2,110,000         | 0                                   | 0                   | 1,510,000               | 300,000               | 300,000            |
|   | 2/1/90          | 4,175,000         | 0                                   | 0                   | 3,718,116               | 322,884               | 134,000            |
|   | 8/1/90          | 3,250,000         | 0                                   | 0                   | 3,250,000               | 0                     | 0                  |
| 2/1/91  | 3,050,000       | 0                 | 0                                   | 2,415,000           | 385,000                 | 250,000               |                    |
| 8/1/91  | 1,325,000       | 0                 | 0                                   | 1,110,000           | 75,000                  | 140,000               |                    |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |             |
|-------------------------------------|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|-------------|
| Indenture & Bond Series             | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |             |
| 1985 Series B<br>(Continued)        | 2/1/92          | 2,545,000         | 0                                   | 0                   | 2,300,000               | 245,000               | 0                  |             |
|                                     | 8/1/92          | 7,120,000         | 0                                   | 0                   | 6,000,000               | 520,000               | 600,000            |             |
|                                     | 2/1/93          | 9,215,000         | 0                                   | 0                   | 6,600,000               | 2,315,000             | 300,000            |             |
|                                     | 2/1/93 *        | 13,600,000        | 0                                   | 0                   | 12,500,000              | 0                     | 1,100,000          |             |
|                                     | 8/1/93          | 4,829,113         | 0                                   | 0                   | 3,540,000               | 210,000               | 1,079,113          |             |
|                                     | 8/1/93 *        | 4,892,472         | 0                                   | 0                   | 4,892,472               | 0                     | 0                  |             |
|                                     | 2/1/94          | 3,435,495         | 0                                   | 0                   | 3,100,000               | 130,000               | 205,495            |             |
|                                     | 8/1/94          | 1,575,550         | 0                                   | 0                   | 1,220,000               | 50,000                | 305,550            |             |
|                                     | Subtotal        |                   | \$123,834,745                       | \$0                 | \$50,875,916            | \$55,940,175          | \$9,334,496        | \$7,684,158 |
| HOME MORTGAGE REVENUE BONDS         | 8/1/87          | \$120,000         | \$0                                 | \$0                 | \$120,000               | \$0                   | \$0                |             |
|                                     | 2/1/88          | 90,000            | 0                                   | 0                   | 90,000                  | 0                     | 0                  |             |
| 1986 Series A                       | 8/1/88          | 220,000           | 0                                   | 0                   | 220,000                 | 0                     | 0                  |             |
|                                     | 2/1/89          | 1,620,000         | 0                                   | 0                   | 1,620,000               | 0                     | 0                  |             |
|                                     | 8/1/89          | 3,680,000         | 0                                   | 0                   | 3,680,000               | 0                     | 0                  |             |
|                                     | 2/1/90          | 4,600,000         | 0                                   | 0                   | 4,600,000               | 0                     | 0                  |             |
|                                     | 8/1/90          | 5,600,000         | 0                                   | 0                   | 5,600,000               | 0                     | 0                  |             |
|                                     | 2/1/91          | 5,465,000         | 0                                   | 0                   | 5,465,000               | 0                     | 0                  |             |
|                                     | 8/1/91          | 3,760,000         | 0                                   | 0                   | 3,760,000               | 0                     | 0                  |             |
|                                     | 2/1/92          | 5,300,000         | 0                                   | 0                   | 5,300,000               | 0                     | 0                  |             |
|                                     | 8/1/92          | 7,800,000         | 0                                   | 0                   | 7,800,000               | 0                     | 0                  |             |
|                                     | 2/1/93          | 8,500,000         | 0                                   | 0                   | 8,500,000               | 0                     | 0                  |             |
|                                     | 8/1/93          | 9,025,000         | 0                                   | 0                   | 9,025,000               | 0                     | 0                  |             |
|                                     | 2/1/94          | 17,000,000        | 0                                   | 0                   | 17,000,000              | 0                     | 0                  |             |
|                                     | 8/1/94          | \$7,425,000       | \$0                                 | \$0                 | \$7,425,000             | \$0                   | \$0                |             |
|                                     | 8/1/96 +        | 92,870,000        | 0                                   | 0                   | 0                       | 0                     | 92,870,000         |             |
| 8/1/96                              | 40,940,000      | 0                 | 0                                   | 33,165,000          | 0                       | 7,775,000             |                    |             |
| Subtotal                            |                 | \$214,015,000     | \$0                                 | \$0                 | \$113,370,000           | \$0                   | \$100,645,000      |             |
| HOME MORTGAGE REVENUE BONDS         | 3/1/97          | \$15,825,000      | \$0                                 | \$0                 | \$13,695,000            | \$2,130,000           | \$0                |             |
|                                     | 8/1/98 +        | 150,016,172       | 0                                   | 0                   | 0                       | 0                     | 150,016,172        |             |
| 1986 Series B                       | Subtotal        | \$165,841,172     | \$0                                 | \$0                 | \$13,695,000            | \$2,130,000           | \$150,016,172      |             |
| HOME MORTGAGE REVENUE BONDS         | 8/1/88          | \$90,000          | \$0                                 | \$0                 | \$90,000                | \$0                   | \$0                |             |
|                                     | 2/1/89          | 265,000           | 0                                   | 0                   | 265,000                 | 0                     | 0                  |             |
|                                     | 1987 Series A   | 8/1/89            | 2,125,000                           | 0                   | 0                       | 2,125,000             | 0                  | 0           |
|                                     |                 | 2/1/90            | 2,670,000                           | 0                   | 0                       | 2,670,000             | 0                  | 0           |
|                                     | 8/1/90          | 7,900,000         | 0                                   | 0                   | 7,900,000               | 0                     | 0                  |             |
|                                     | 2/1/91          | 5,095,000         | 0                                   | 0                   | 5,095,000               | 0                     | 0                  |             |
|                                     | 8/1/91          | 3,470,000         | 0                                   | 0                   | 3,470,000               | 0                     | 0                  |             |
|                                     | 2/1/92          | 10,775,000        | 0                                   | 0                   | 5,100,000               | 0                     | 5,675,000          |             |
|                                     | 8/1/92          | 8,700,000         | 0                                   | 0                   | 8,700,000               | 0                     | 0                  |             |
|                                     | 2/1/93          | 11,000,000        | 0                                   | 0                   | 11,000,000              | 0                     | 0                  |             |
|                                     | 8/1/93          | 13,180,000        | 0                                   | 34,297              | 13,145,703              | 0                     | 0                  |             |
|                                     | 2/1/94          | 4,730,000         | 0                                   | 0                   | 4,730,000               | 0                     | 0                  |             |
|                                     | 8/1/97          | 12,000,000        | 0                                   | 0                   | 12,000,000              | 0                     | 0                  |             |
|                                     | 8/1/97 +        | 53,045,000        | 0                                   | 0                   | 0                       | 0                     | 53,045,000         |             |
| 1/1/98                              | 15,000,000      | 0                 | 0                                   | 15,000,000          | 0                       | 0                     |                    |             |
| 2/1/98                              | 10,170,000      | 0                 | 0                                   | 10,170,000          | 0                       | 0                     |                    |             |
| Subtotal                            |                 | \$160,215,000     | \$0                                 | \$34,297            | \$101,460,703           | \$0                   | \$58,720,000       |             |
| HOME MORTGAGE REVENUE BONDS         | 2/1/90          | \$585,000         | \$0                                 | \$0                 | \$585,000               | \$0                   | \$0                |             |
|                                     | 8/1/90          | 1,580,000         | 0                                   | 0                   | 1,080,000               | 115,000               | 385,000            |             |
|                                     | 2/1/91          | 2,080,000         | 0                                   | 0                   | 1,255,000               | 50,000                | 775,000            |             |
|                                     | 8/1/91          | 1,320,000         | 0                                   | 0                   | 1,140,000               | 105,000               | 75,000             |             |
|                                     | 2/1/92          | 1,825,000         | 0                                   | 0                   | 1,710,000               | 115,000               | 0                  |             |
|                                     | 8/1/92          | 3,515,000         | 0                                   | 0                   | 2,850,000               | 155,000               | 510,000            |             |
|                                     | 2/1/93          | 2,875,000         | 0                                   | 0                   | 2,705,000               | 170,000               | 0                  |             |
|                                     | 8/1/93          | 4,730,000         | 0                                   | 0                   | 4,370,000               | 250,000               | 110,000            |             |
|                                     | 2/1/94          | 9,000,000         | 0                                   | 0                   | 8,545,000               | 455,000               | 0                  |             |
|                                     | 8/1/94          | 6,675,000         | 0                                   | 0                   | 5,980,000               | 285,000               | 410,000            |             |
|                                     | 2/1/95          | 250,000           | 0                                   | 0                   | 245,000                 | 5,000                 | 0                  |             |
|                                     | 8/1/95          | 1,485,000         | 0                                   | 0                   | 1,395,000               | 90,000                | 0                  |             |
|                                     | 2/1/96          | 1,260,000         | 0                                   | 0                   | 1,180,000               | 60,000                | 20,000             |             |
|                                     | 8/1/96          | 850,000           | 0                                   | 0                   | 780,000                 | 70,000                | 0                  |             |
|                                     | 2/1/97          | 1,215,000         | 0                                   | 0                   | 1,075,000               | 60,000                | 80,000             |             |
|                                     | 8/1/97          | 880,000           | 0                                   | 0                   | 835,000                 | 45,000                | 0                  |             |
|                                     | 2/1/98          | 1,080,000         | 0                                   | 0                   | 1,020,000               | 60,000                | 0                  |             |
|                                     | 8/1/98          | 1,480,000         | 0                                   | 0                   | 1,405,000               | 75,000                | 0                  |             |
|                                     | 9/1/98 +        | 11,125,000        | 0                                   | 0                   | 0                       | 0                     | 11,125,000         |             |
| Subtotal                            |                 | \$53,810,000      | \$0                                 | \$0                 | \$38,155,000            | \$2,165,000           | \$13,490,000       |             |
| HOME MORTGAGE REVENUE BONDS         | 2/1/90          | \$1,465,000       | \$0                                 | \$0                 | \$1,465,000             | \$0                   | \$0                |             |
|                                     | 8/1/90          | 3,970,000         | 0                                   | 0                   | 2,720,000               | 285,000               | 965,000            |             |
|                                     | 2/1/91          | 5,220,000         | 0                                   | 0                   | 3,145,000               | 125,000               | 1,950,000          |             |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|-------------------------------------|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series             | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1988 Series B<br>(Continued)        | 8/1/91          | 3,310,000         | 0                                   | 0                   | 2,860,000               | 260,000               | 190,000            |
|                                     | 2/1/92          | 4,580,000         | 0                                   | 0                   | 4,290,000               | 290,000               | 0                  |
|                                     | 8/1/92          | 8,825,000         | 0                                   | 0                   | 7,150,000               | 385,000               | 1,290,000          |
|                                     | 2/1/93          | 7,225,000         | 0                                   | 0                   | 6,795,000               | 430,000               | 0                  |
|                                     | 8/1/93          | 11,890,000        | 0                                   | 0                   | 10,980,000              | 635,000               | 275,000            |
|                                     | 2/1/94          | 22,600,000        | 0                                   | 0                   | 21,455,000              | 1,145,000             | 0                  |
|                                     | 8/1/94          | 16,770,000        | 0                                   | 0                   | 15,020,000              | 715,000               | 1,035,000          |
|                                     | 2/1/95          | 635,000           | 0                                   | 0                   | 615,000                 | 20,000                | 0                  |
|                                     | 8/1/95          | 3,740,000         | 0                                   | 0                   | 3,505,000               | 235,000               | 0                  |
|                                     | 2/1/96          | 3,185,000         | 0                                   | 0                   | 2,980,000               | 150,000               | 55,000             |
|                                     | 8/1/96          | 2,155,000         | 0                                   | 0                   | 1,970,000               | 185,000               | 0                  |
|                                     | 2/1/97          | 3,070,000         | 0                                   | 0                   | 2,705,000               | 160,000               | 205,000            |
|                                     | 8/1/97          | 2,230,000         | 0                                   | 0                   | 2,110,000               | 120,000               | 0                  |
|                                     | 2/1/98          | 2,720,000         | 0                                   | 0                   | 2,565,000               | 155,000               | 0                  |
|                                     | 8/1/98          | 3,730,000         | 0                                   | 0                   | 3,535,000               | 195,000               | 0                  |
|                                     | 9/1/98 +        | 28,685,000        | 0                                   | 0                   | 0                       | 0                     | 28,685,000         |
|                                     | Subtotal        |                   | \$136,005,000                       | \$0                 | \$0                     | \$95,865,000          | \$5,490,000        |
| HOME MORTGAGE REVENUE BONDS         | 2/1/90          | \$1,145,000       | \$0                                 | \$0                 | \$1,145,000             | \$0                   | \$0                |
| 1988 Series C                       | 8/1/90          | 3,500,000         | 0                                   | 0                   | 3,100,000               | 300,000               | 100,000            |
|                                     | 2/1/91          | 5,000,000         | 0                                   | 0                   | 2,700,000               | 140,000               | 2,160,000          |
|                                     | 8/1/91          | 4,845,000         | 0                                   | 0                   | 3,565,000               | 250,000               | 1,030,000          |
|                                     | 2/1/92          | 5,325,000         | 0                                   | 0                   | 4,600,000               | 725,000               | 0                  |
|                                     | 8/1/92          | 7,980,000         | 0                                   | 880,000             | 6,800,000               | 0                     | 300,000            |
|                                     | 2/1/93          | 9,400,000         | 0                                   | 0                   | 8,400,000               | 500,000               | 500,000            |
|                                     | 8/1/93          | 11,550,000        | 0                                   | 9,498               | 10,635,000              | 630,000               | 275,502            |
|                                     | 2/1/94          | 25,300,000        | 0                                   | 0                   | 23,000,000              | 1,300,000             | 1,000,000          |
|                                     | 8/1/94          | 20,815,000        | 0                                   | 0                   | 18,780,000              | 900,000               | 1,135,000          |
|                                     | 8/1/95          | 3,850,000         | 0                                   | 0                   | 3,575,000               | 275,000               | 0                  |
|                                     | 8/1/95 *        | 11,725,000        | 0                                   | 0                   | 0                       | 0                     | 11,725,000         |
|                                     | 2/1/96          | 5,295,000         | 0                                   | 0                   | 3,675,000               | 175,000               | 1,445,000          |
|                                     | 2/1/96 *        | 1,500,000         | 0                                   | 0                   | 0                       | 0                     | 1,500,000          |
|                                     | 8/1/96          | 2,830,000         | 0                                   | 0                   | 2,640,000               | 190,000               | 0                  |
|                                     | 2/1/97          | 3,785,000         | 0                                   | 0                   | 3,535,000               | 250,000               | 0                  |
|                                     | 8/1/97          | 3,285,000         | 0                                   | 0                   | 3,100,000               | 185,000               | 0                  |
|                                     | 1/1/98          | 5,000             | 0                                   | 0                   | 5,000                   | 0                     | 0                  |
|                                     | 2/1/98          | 3,630,000         | 0                                   | 0                   | 3,405,000               | 225,000               | 0                  |
|                                     | 8/1/98          | 5,330,000         | 0                                   | 0                   | 5,080,000               | 250,000               | 0                  |
|                                     | 2/1/99          | 5,235,000         | 0                                   | 0                   | 4,950,000               | 285,000               | 0                  |
|                                     | 8/1/99          | 22,345,000        | 0                                   | 0                   | 6,775,000               | 1,835,000             | 13,735,000 +       |
| Subtotal                            |                 | \$163,675,000     | \$0                                 | \$889,498           | \$119,465,000           | \$8,415,000           | \$34,905,502       |
| HOME MORTGAGE REVENUE BONDS         | 2/1/90          | \$170,000         | \$0                                 | \$0                 | \$170,000               | \$0                   | \$0                |
| 1988 Series D                       | 8/1/90          | 1,505,000         | 0                                   | 0                   | 1,205,000               | 0                     | 300,000            |
|                                     | 2/1/91          | 1,985,000         | 0                                   | 0                   | 1,115,000               | 105,000               | 765,000            |
|                                     | 8/1/91          | 1,955,000         | 0                                   | 0                   | 1,840,000               | 115,000               | 0                  |
|                                     | 2/1/92          | 2,760,000         | 0                                   | 1,025,000           | 1,355,000               | 380,000               | 0                  |
|                                     | 8/1/92          | 2,495,000         | 0                                   | 0                   | 2,315,000               | 0                     | 180,000            |
|                                     | 2/1/93          | 3,610,000         | 0                                   | 0                   | 3,550,000               | 60,000                | 0                  |
|                                     | 5/1/93          | 1,565,000         | 0                                   | 1,385,000           | 0                       | 180,000               | 0                  |
|                                     | 8/1/93          | 5,080,000         | 0                                   | 13,572              | 4,815,000               | 200,000               | 51,428             |
|                                     | 2/1/94          | 10,705,000        | 0                                   | 0                   | 9,625,000               | 480,000               | 600,000            |
|                                     | 8/1/94          | 8,370,000         | 0                                   | 0                   | 7,640,000               | 360,000               | 370,000            |
|                                     | 2/1/95          | 55,000            | 0                                   | 0                   | 55,000                  | 0                     | 0                  |
|                                     | 8/1/95          | 1,880,000         | 0                                   | 0                   | 1,775,000               | 105,000               | 0                  |
|                                     | 2/1/96          | 1,620,000         | 0                                   | 0                   | 1,540,000               | 80,000                | 0                  |
|                                     | 8/1/96          | 870,000           | 0                                   | 0                   | 790,000                 | 80,000                | 0                  |
|                                     | 2/1/97          | 1,895,000         | 0                                   | 0                   | 1,805,000               | 90,000                | 0                  |
|                                     | 8/1/97          | 1,615,000         | 0                                   | 0                   | 1,530,000               | 85,000                | 0                  |
|                                     | 2/1/98          | 1,320,000         | 0                                   | 0                   | 1,250,000               | 70,000                | 0                  |
|                                     | 8/1/98          | 1,725,000         | 0                                   | 0                   | 1,650,000               | 75,000                | 0                  |
|                                     | 9/1/98 +        | 18,725,000        | 0                                   | 0                   | 0                       | 0                     | 18,725,000         |
| Subtotal                            |                 | \$69,905,000      | \$0                                 | \$2,423,572         | \$44,025,000            | \$2,465,000           | \$20,991,428       |
| HOME MORTGAGE REVENUE BONDS         | 2/1/90          | \$395,000         | \$0                                 | \$0                 | \$395,000               | \$0                   | \$0                |
| 1988 Series E                       | 8/1/90          | 3,495,000         | 0                                   | 0                   | 2,795,000               | 0                     | 700,000            |
|                                     | 2/1/91          | 4,610,000         | 0                                   | 0                   | 2,585,000               | 245,000               | 1,780,000          |
|                                     | 8/1/91          | 4,550,000         | 0                                   | 0                   | 4,285,000               | 265,000               | 0                  |
|                                     | 2/1/92          | 6,410,000         | 0                                   | 2,375,000           | 3,145,000               | 890,000               | 0                  |
|                                     | 8/1/92          | 5,805,000         | 0                                   | 0                   | 5,385,000               | 0                     | 420,000            |
|                                     | 2/1/93          | 8,390,000         | 0                                   | 0                   | 8,250,000               | 140,000               | 0                  |
|                                     | 5/1/93          | 3,635,000         | 0                                   | 3,215,000           | 0                       | 420,000               | 0                  |
|                                     | 8/1/93          | 11,805,000        | 0                                   | 31,545              | 11,185,000              | 470,000               | 118,455            |
|                                     | 2/1/94          | 24,895,000        | 0                                   | 0                   | 22,375,000              | 1,120,000             | 1,400,000          |
|                                     | 8/1/94          | 19,460,000        | 0                                   | 0                   | 17,760,000              | 840,000               | 860,000            |
|                                     | 2/1/95          | 135,000           | 0                                   | 0                   | 130,000                 | 5,000                 | 0                  |
|                                     | 8/1/95          | 4,365,000         | 0                                   | 0                   | 4,125,000               | 240,000               | 0                  |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS             |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                         | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1988 Series E<br>(Continued)                    | 2/1/96          | 3,765,000         | 0                                   | 0                   | 3,575,000               | 190,000               | 0                  |
|   | 8/1/96          | 2,025,000         | 0                                   | 0                   | 1,835,000               | 190,000               | 0                  |
|   | 2/1/97          | 4,405,000         | 0                                   | 0                   | 4,195,000               | 210,000               | 0                  |
|   | 8/1/97          | 3,745,000         | 0                                   | 0                   | 3,555,000               | 190,000               | 0                  |
|   | 2/1/98          | 3,070,000         | 0                                   | 0                   | 2,910,000               | 160,000               | 0                  |
|   | 8/1/98          | 4,020,000         | 0                                   | 0                   | 3,835,000               | 185,000               | 0                  |
|   | 9/1/98          | 44,155,000        | 0                                   | 0                   | 0                       | 0                     | 44,155,000 +       |
|   | Subtotal        | \$163,135,000     | \$0                                 | \$5,621,545         | \$102,320,000           | \$5,760,000           | \$49,433,455       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1988 Series F | 8/1/90          | \$390,000         | \$0                                 | \$0                 | \$200,000               | \$0                   | \$190,000          |
|   | 2/1/91          | 530,000           | 0                                   | 0                   | 530,000                 | 0                     | 0                  |
|   | 8/1/91          | 720,000           | 0                                   | 0                   | 615,000                 | 20,000                | 85,000             |
|   | 2/1/92          | 1,240,000         | 0                                   | 530,000             | 590,000                 | 120,000               | 0                  |
|   | 8/1/92          | 1,645,000         | 0                                   | 0                   | 1,280,000               | 55,000                | 310,000            |
|   | 2/1/93          | 1,315,000         | 0                                   | 0                   | 1,245,000               | 70,000                | 0                  |
|   | 8/1/93          | 1,915,000         | 0                                   | 40,900              | 1,720,000               | 120,000               | 34,100             |
|   | 2/1/94          | 5,115,000         | 0                                   | 0                   | 4,675,000               | 220,000               | 220,000            |
|   | 8/1/94          | 4,910,000         | 0                                   | 0                   | 4,490,000               | 220,000               | 200,000            |
|   | 8/1/95          | 865,000           | 0                                   | 0                   | 810,000                 | 55,000                | 0                  |
|   | 2/1/96          | 795,000           | 0                                   | 0                   | 730,000                 | 45,000                | 20,000             |
|   | 8/1/96          | 870,000           | 0                                   | 0                   | 810,000                 | 60,000                | 0                  |
|   | 2/1/97          | 850,000           | 0                                   | 0                   | 815,000                 | 35,000                | 0                  |
|   | 8/1/97          | 805,000           | 0                                   | 0                   | 755,000                 | 50,000                | 0                  |
|   | 2/1/98          | 740,000           | 0                                   | 0                   | 705,000                 | 35,000                | 0                  |
|   | 8/1/98          | 950,000           | 0                                   | 0                   | 900,000                 | 50,000                | 0                  |
|   | 2/1/99          | 1,275,000         | 0                                   | 0                   | 1,220,000               | 55,000                | 0                  |
| 8/1/99  | 8,685,000       | 0                 | 0                                   | 1,685,000           | 355,000                 | 6,645,000 +           |                    |
| Subtotal  | \$33,615,000    | \$0               | \$570,900                           | \$23,775,000        | \$1,565,000             | \$7,704,100           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1988 Series G | 8/1/90          | \$865,000         | \$0                                 | \$0                 | \$440,000               | \$0                   | \$425,000          |
|   | 2/1/91          | 1,170,000         | 0                                   | 0                   | 1,170,000               | 0                     | 0                  |
|   | 8/1/91          | 1,600,000         | 0                                   | 0                   | 1,365,000               | 50,000                | 185,000            |
|   | 2/1/92          | 2,750,000         | 0                                   | 1,170,000           | 1,310,000               | 270,000               | 0                  |
|   | 8/1/92          | 3,625,000         | 0                                   | 0                   | 2,820,000               | 115,000               | 690,000            |
|   | 2/1/93          | 2,910,000         | 0                                   | 0                   | 2,755,000               | 155,000               | 0                  |
|   | 8/1/93          | 4,225,000         | 0                                   | 90,325              | 3,800,000               | 265,000               | 69,675             |
|   | 2/1/94          | 11,285,000        | 0                                   | 0                   | 10,325,000              | 480,000               | 480,000            |
|   | 8/1/94          | 10,825,000        | 0                                   | 0                   | 9,910,000               | 480,000               | 435,000            |
|   | 8/1/95          | 1,905,000         | 0                                   | 0                   | 1,790,000               | 115,000               | 0                  |
|   | 2/1/96          | 1,745,000         | 0                                   | 0                   | 1,610,000               | 95,000                | 40,000             |
|   | 8/1/96          | 1,920,000         | 0                                   | 0                   | 1,790,000               | 130,000               | 0                  |
|   | 2/1/97          | 1,890,000         | 0                                   | 0                   | 1,805,000               | 85,000                | 0                  |
|   | 8/1/97          | 1,780,000         | 0                                   | 0                   | 1,670,000               | 110,000               | 0                  |
|   | 2/1/98          | 1,645,000         | 0                                   | 0                   | 1,560,000               | 85,000                | 0                  |
|   | 8/1/98          | 2,090,000         | 0                                   | 0                   | 1,985,000               | 105,000               | 0                  |
|   | 2/1/99          | 2,820,000         | 0                                   | 0                   | 2,695,000               | 125,000               | 0                  |
| 8/1/99  | 19,455,000      | 0                 | 0                                   | 3,790,000           | 780,000                 | 14,885,000 +          |                    |
| Subtotal  | \$74,505,000    | \$0               | \$1,260,325                         | \$52,590,000        | \$3,445,000             | \$17,209,675          |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1989 Series A | 2/1/92          | \$4,035,000       | \$0                                 | \$0                 | \$3,900,000             | \$135,000             | \$0                |
|   | 8/1/92          | 1,800,000         | 0                                   | 0                   | 0                       | 0                     | 1,800,000          |
|   | 8/1/93          | 2,005,000         | 0                                   | 197,786             | 1,807,214               | 0                     | 0                  |
|   | 2/1/94          | 3,635,000         | 0                                   | 0                   | 3,635,000               | 0                     | 0                  |
|   | 6/1/94          | 15,915,000        | 0                                   | 0                   | 15,915,000              | 0                     | 0                  |
|   | 8/1/94          | 930,000           | 0                                   | 0                   | 900,000                 | 30,000                | 0                  |
|   | 2/1/95          | 1,160,000         | 0                                   | 0                   | 1,125,000               | 35,000                | 0                  |
|   | 8/1/95          | 1,510,000         | 0                                   | 0                   | 1,510,000               | 0                     | 0                  |
|   | 9/1/95          | 3,230,000         | 0                                   | 0                   | 0                       | 0                     | 3,230,000          |
|   | 9/1/95 *        | 4,515,000         | 0                                   | 0                   | 0                       | 0                     | 4,515,000          |
|   | 2/1/96          | 2,080,000         | 0                                   | 0                   | 1,275,000               | 805,000               | 0                  |
|   | 8/1/96          | 1,500,000         | 0                                   | 0                   | 1,500,000               | 0                     | 0                  |
|   | 11/1/96         | 1,835,000         | 0                                   | 0                   | 1,780,000               | 55,000                | 0                  |
|   | 2/1/97          | 1,115,000         | 0                                   | 0                   | 1,115,000               | 0                     | 0                  |
|   | 8/1/97          | 1,435,000         | 0                                   | 0                   | 1,435,000               | 0                     | 0                  |
|   | 2/1/98          | 2,000,000         | 0                                   | 0                   | 2,000,000               | 0                     | 0                  |
|   | 8/1/98          | 635,000           | 0                                   | 0                   | 635,000                 | 0                     | 0                  |
|   | 10/1/98         | 1,420,000         | 0                                   | 0                   | 1,420,000               | 0                     | 0                  |
|   | 2/1/99          | 2,240,000         | 0                                   | 0                   | 2,240,000               | 0                     | 0                  |
| 5/1/99  | 1,860,000       | 0                 | 0                                   | 1,315,000           | 0                       | 545,000               |                    |
| 8/1/99  | 1,445,000       | 0                 | 0                                   | 1,090,000           | 355,000                 | 0                     |                    |
| 8/1/99  | 15,760,000      | 0                 | 0                                   | 0                   | 0                       | 15,760,000 +          |                    |
| Subtotal  | \$72,060,000    | \$0               | \$197,786                           | \$44,597,214        | \$1,415,000             | \$25,850,000          |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1989 Series B | 2/1/92          | \$15,735,000      | \$0                                 | \$13,200,000        | \$2,000,000             | \$535,000             | \$0                |
|   | 8/1/92          | 2,700,000         | 0                                   | 0                   | 0                       | 0                     | 2,700,000          |
|   | 6/1/94          | 25,185,000        | 0                                   | 0                   | 25,185,000              | 0                     | 0                  |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS          |  |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |              |
|--|--|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|--------------|
| Indenture & Bond Series                      | Redemption Date                              | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |              |
| 1989 Series B<br>(Continued)                 | 8/1/94                                       | 10,980,000        | 0                                   | 0                   | 10,660,000              | 320,000               | 0                  |              |
|  | 6/1/96                                       | 9,240,000         | 0                                   | 0                   | 8,980,000               | 260,000               | 0                  |              |
|  | 9/1/96                                       | 120,000           | 0                                   | 0                   | 120,000                 | 0                     | 0                  |              |
|  | 2/1/97                                       | 5,945,000         | 0                                   | 0                   | 4,065,000               | 1,880,000             | 0                  |              |
|  | 8/1/97                                       | 3,995,000         | 0                                   | 0                   | 2,970,000               | 75,000                | 950,000            |              |
|  | 2/1/98                                       | 4,075,000         | 0                                   | 0                   | 3,770,000               | 305,000               | 0                  |              |
|  | 8/1/98                                       | 1,180,000         | 0                                   | 0                   | 1,180,000               | 0                     | 0                  |              |
|  | 10/1/98                                      | 4,085,000         | 0                                   | 0                   | 2,735,000               | 150,000               | 1,200,000          |              |
|  | 2/1/99                                       | 3,470,000         | 0                                   | 0                   | 3,250,000               | 220,000               | 0                  |              |
|  | 5/1/99                                       | 3,480,000         | 0                                   | 0                   | 2,625,000               | 0                     | 855,000            |              |
|  | 8/1/99                                       | 2,960,000         | 0                                   | 0                   | 2,595,000               | 365,000               | 0                  |              |
|  | 8/1/99                                       | 28,190,000        | 0                                   | 0                   | 0                       | 0                     | 28,190,000 +       |              |
|  | Subtotal                                     |                   | \$121,340,000                       | \$0                 | \$13,200,000            | \$70,135,000          | \$4,110,000        | \$33,895,000 |
|  | HOME MORTGAGE REVENUE BONDS<br>1989 Series C | 8/1/92            | \$450,000                           | \$0                 | \$0                     | \$0                   | \$0                | \$450,000    |
|  | 8/1/93                                       | 330,000           | 0                                   | 6,187               | 323,000                 | 0                     | 813                |              |
|  | 2/1/94                                       | 250,000           | 0                                   | 0                   | 250,000                 | 0                     | 0                  |              |
|  | 6/1/94                                       | 3,760,000         | 0                                   | 0                   | 3,475,085               | 0                     | 284,915            |              |
|  | 8/1/94                                       | 325,000           | 0                                   | 0                   | 315,000                 | 10,000                | 0                  |              |
|  | 2/1/95                                       | 65,000            | 0                                   | 0                   | 65,000                  | 0                     | 0                  |              |
|  | 8/1/95                                       | 285,000           | 0                                   | 0                   | 285,000                 | 0                     | 0                  |              |
|  | 2/1/96                                       | 260,000           | 0                                   | 0                   | 260,000                 | 0                     | 0                  |              |
|  | 8/1/96                                       | 420,000           | 0                                   | 0                   | 420,000                 | 0                     | 0                  |              |
|  | 11/1/96                                      | 2,485,000         | 0                                   | 0                   | 2,410,000               | 75,000                | 0                  |              |
|  | 2/1/97                                       | 435,000           | 0                                   | 0                   | 140,000                 | 295,000               | 0                  |              |
|  | 8/1/97                                       | 600,000           | 0                                   | 0                   | 600,000                 | 0                     | 0                  |              |
|  | 2/1/98                                       | 680,000           | 0                                   | 0                   | 635,000                 | 45,000                | 0                  |              |
|  | 8/1/98                                       | 635,000           | 0                                   | 0                   | 635,000                 | 0                     | 0                  |              |
|  | 10/1/98                                      | 760,000           | 0                                   | 0                   | 650,000                 | 20,000                | 90,000             |              |
|  | 2/1/99                                       | 540,000           | 0                                   | 0                   | 515,000                 | 25,000                | 0                  |              |
|  | 5/1/99                                       | 770,000           | 0                                   | 0                   | 655,000                 | 0                     | 115,000            |              |
|  | 8/1/99                                       | 580,000           | 0                                   | 0                   | 550,000                 | 30,000                | 0                  |              |
|  | 8/1/99                                       | 6,700,000         | 0                                   | 0                   | 0                       | 0                     | 6,700,000 +        |              |
| Subtotal                                     |  | \$20,330,000      | \$0                                 | \$6,187             | \$12,183,085            | \$500,000             | \$7,640,728        |              |
| HOME MORTGAGE REVENUE BONDS<br>1989 Series D | 8/1/92                                       | \$1,950,000       | \$0                                 | \$0                 | \$0                     | \$0                   | \$1,950,000        |              |
|  | 8/1/93                                       | 1,430,000         | 0                                   | 26,900              | 1,400,000               | 0                     | 3,100              |              |
|  | 2/1/94                                       | 1,080,000         | 0                                   | 0                   | 1,080,000               | 0                     | 0                  |              |
|  | 6/1/94                                       | 16,340,000        | 0                                   | 0                   | 15,101,834              | 0                     | 1,238,166          |              |
|  | 8/1/94                                       | 1,405,000         | 0                                   | 0                   | 1,365,000               | 40,000                | 0                  |              |
|  | 2/1/95                                       | 295,000           | 0                                   | 0                   | 285,000                 | 10,000                | 0                  |              |
|  | 8/1/95                                       | 1,250,000         | 0                                   | 0                   | 1,250,000               | 0                     | 0                  |              |
|  | 2/1/96                                       | 1,620,000         | 0                                   | 0                   | 1,620,000               | 0                     | 0                  |              |
|  | 8/1/96                                       | 1,835,000         | 0                                   | 0                   | 1,835,000               | 0                     | 0                  |              |
|  | 11/1/96                                      | 10,805,000        | 0                                   | 0                   | 10,485,000              | 320,000               | 0                  |              |
|  | 2/1/97                                       | 1,880,000         | 0                                   | 0                   | 610,000                 | 1,270,000             | 0                  |              |
|  | 8/1/97                                       | 2,615,000         | 0                                   | 0                   | 2,615,000               | 0                     | 0                  |              |
|  | 2/1/98                                       | 2,985,000         | 0                                   | 0                   | 2,780,000               | 205,000               | 0                  |              |
|  | 8/1/98                                       | 5,000             | 0                                   | 0                   | 5,000                   | 0                     | 0                  |              |
|  | 10/1/98                                      | 3,310,000         | 0                                   | 0                   | 2,845,000               | 80,000                | 385,000            |              |
|  | 2/1/99                                       | 2,345,000         | 0                                   | 0                   | 2,240,000               | 105,000               | 0                  |              |
|  | 5/1/99                                       | 3,340,000         | 0                                   | 0                   | 2,855,000               | 0                     | 485,000            |              |
|  | 8/1/99                                       | 3,230,000         | 0                                   | 0                   | 2,950,000               | 280,000               | 0                  |              |
|  | 8/1/99                                       | 38,295,000        | 0                                   | 0                   | 0                       | 0                     | 38,295,000 +       |              |
| Subtotal                                     |  | \$96,015,000      | \$0                                 | \$26,900            | \$51,321,834            | \$2,310,000           | \$42,356,266       |              |
| HOME MORTGAGE REVENUE BONDS<br>1989 Series E | 8/1/92                                       | \$900,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$900,000          |              |
|  | 2/1/93                                       | 6,695,086         | 0                                   | 6,476,464           | 0                       | 195,086               | 23,536             |              |
|  | 6/1/94                                       | 7,500,000         | 0                                   | 0                   | 5,941,545               | 0                     | 1,558,455          |              |
|  | 6/1/96                                       | 7,880,000         | 0                                   | 0                   | 6,910,000               | 205,000               | 765,000            |              |
|  | 2/1/97                                       | 3,825,000         | 0                                   | 0                   | 3,445,000               | 380,000               | 0                  |              |
|  | 8/1/97                                       | 1,815,000         | 0                                   | 0                   | 1,790,000               | 25,000                | 0                  |              |
|  | 6/1/98                                       | 3,700,000         | 0                                   | 0                   | 3,700,000               | 0                     | 0                  |              |
|  | 10/1/98                                      | 2,400,000         | 0                                   | 0                   | 1,550,000               | 225,000               | 625,000            |              |
|  | 2/1/99                                       | 1,540,000         | 0                                   | 0                   | 1,465,000               | 75,000                | 0                  |              |
|  | 8/1/99                                       | 41,379,729        | 0                                   | 0                   | 2,529,729               | 85,000                | 38,765,000 +       |              |
| Subtotal                                     |  | 77,634,815        | 0                                   | 6,476,464           | 27,331,274              | 1,190,086             | 42,636,991         |              |
| HOME MORTGAGE REVENUE BONDS<br>1989 Series F | 8/1/92                                       | \$2,945,000       | \$0                                 | \$0                 | \$1,250,000             | \$90,000              | \$1,605,000        |              |
|  | 2/1/93                                       | 2,205,000         | 0                                   | 0                   | 1,515,000               | 0                     | 690,000            |              |
|  | 5/1/93                                       | 13,255,000        | 0                                   | 12,320,000          | 580,000                 | 355,000               | 0                  |              |
|  | 8/1/93                                       | 2,535,000         | 0                                   | 220,000             | 1,365,000               | 115,000               | 835,000            |              |
|  | 2/1/94                                       | 5,580,000         | 0                                   | 0                   | 4,820,000               | 145,000               | 615,000            |              |
|  | 8/1/94                                       | 4,640,000         | 0                                   | 0                   | 4,530,000               | 110,000               | 0                  |              |
|  | 2/1/95                                       | 2,945,000         | 0                                   | 0                   | 2,605,000               | 85,000                | 255,000            |              |
|  | 8/1/95                                       | 2,080,000         | 0                                   | 0                   | 1,965,000               | 115,000               | 0                  |              |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS             |   |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |              |
|---|---|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|--------------|
| Indenture & Bond Series                         | Redemption Date                                 | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |              |
| 1989 Series F<br>(Continued)                    | 2/1/96  | 1,390,000         | 0                                   | 0                   | 1,325,000               | 65,000                | 0                  |              |
|   | 8/1/96  | 2,855,000         | 0                                   | 0                   | 2,855,000               | 0                     | 0                  |              |
|   | 11/1/96   | 2,320,000         | 0                                   | 0                   | 2,250,000               | 70,000                | 0                  |              |
|   | 2/1/97  | 1,005,000         | 0                                   | 0                   | 860,000                 | 145,000               | 0                  |              |
|   | 8/1/97  | 3,445,000         | 0                                   | 0                   | 3,325,000               | 120,000               | 0                  |              |
|   | 2/1/98  | 2,445,000         | 0                                   | 0                   | 2,350,000               | 95,000                | 0                  |              |
|   | 8/1/98  | 4,070,000         | 0                                   | 0                   | 3,435,000               | 100,000               | 535,000            |              |
|   | 2/1/99  | 2,665,000         | 0                                   | 0                   | 2,550,000               | 115,000               | 0                  |              |
|   | 8/1/99  | 4,455,000         | 0                                   | 0                   | 4,330,000               | 125,000               | 0                  |              |
|   | 2/1/00  | 29,765,000        | 0                                   | 0                   | 4,391,371               | 238,629               | 25,135,000 +       |              |
|   | Subtotal  |                   | \$90,600,000                        | \$0                 | \$12,540,000            | \$46,301,371          | \$2,088,629        | \$29,670,000 |
|   | HOME MORTGAGE<br>REVENUE BONDS<br>1989 Series G | 8/1/92            | \$355,000                           | \$0                 | \$0                     | \$150,000             | \$10,000           | \$195,000    |
| 2/1/93  |   | 265,000           | 0                                   | 0                   | 185,000                 | 80,000                | 0                  |              |
| 5/1/93  |   | 1,595,000         | 0                                   | 1,480,000           | 70,000                  | 45,000                | 0                  |              |
| 8/1/93  |   | 305,000           | 0                                   | 26,068              | 165,000                 | 15,000                | 98,932             |              |
| 2/1/94  |   | 670,000           | 0                                   | 0                   | 580,000                 | 15,000                | 75,000             |              |
| 8/1/94  |   | 560,000           | 0                                   | 0                   | 545,000                 | 15,000                | 0                  |              |
| 2/1/95  |   | 355,000           | 0                                   | 0                   | 315,000                 | 10,000                | 30,000             |              |
| 8/1/95  |   | 250,000           | 0                                   | 0                   | 235,000                 | 15,000                | 0                  |              |
| 2/1/96  |   | 165,000           | 0                                   | 0                   | 160,000                 | 5,000                 | 0                  |              |
| 8/1/96  |   | 345,000           | 0                                   | 0                   | 345,000                 | 0                     | 0                  |              |
| 11/1/96   |   | 280,000           | 0                                   | 0                   | 270,000                 | 10,000                | 0                  |              |
| 2/1/97  |   | 120,000           | 0                                   | 0                   | 100,000                 | 20,000                | 0                  |              |
| 8/1/97  |   | 415,000           | 0                                   | 0                   | 400,000                 | 15,000                | 0                  |              |
| 2/1/98  |   | 290,000           | 0                                   | 0                   | 280,000                 | 10,000                | 0                  |              |
| 8/1/98  |   | 490,000           | 0                                   | 0                   | 410,000                 | 15,000                | 65,000             |              |
| 2/1/99  |   | 320,000           | 0                                   | 0                   | 305,000                 | 15,000                | 0                  |              |
| 8/1/99  | 545,000   | 0                 | 0                                   | 525,000             | 20,000                  | 0                     |                    |              |
| 2/1/00  | 4,675,000                                       | 0                 | 0                                   | 666,835             | 33,165                  | 3,975,000 +           |                    |              |
| Subtotal  |   | \$12,000,000      | \$0                                 | \$1,506,068         | \$5,706,835             | \$348,165             | \$4,438,932        |              |
| HOME MORTGAGE<br>REVENUE BONDS<br>1990 Series A | 2/1/93  | \$20,600,159      | \$0                                 | \$19,852,478        | \$0                     | \$600,159             | \$147,522          |              |
|   | 6/1/94  | 30,400,345        | 0                                   | 0                   | 17,938,453              | 0                     | 12,461,892         |              |
|   | 6/1/96  | 12,880,000        | 0                                   | 0                   | 9,510,000               | 285,000               | 3,085,000          |              |
|   | 2/1/97  | 8,255,000         | 0                                   | 0                   | 6,105,000               | 150,000               | 2,000,000          |              |
|   | 6/1/98  | 5,900,635         | 0                                   | 0                   | 4,400,000               | 0                     | 1,500,635          |              |
|   | 10/1/98   | 2,150,000         | 0                                   | 0                   | 1,300,000               | 250,000               | 600,000            |              |
|   | 2/1/99  | 2,500,663         | 0                                   | 0                   | 2,420,663               | 80,000                | 0                  |              |
|   | 8/1/99  | 4,418,293         | 0                                   | 0                   | 3,525,000               | 105,000               | 788,293            |              |
|   | 2/1/00  | 26,614,111        | 0                                   | 0                   | 3,957,975               | 146,137               | 22,510,000 +       |              |
|   | Subtotal  |                   | \$113,719,206                       | \$0                 | \$19,852,478            | \$49,157,090          | \$1,616,296        | \$43,093,342 |
| HOME MORTGAGE<br>REVENUE BONDS<br>1990 Series B | 8/1/92  | \$1,000,000       | \$0                                 | \$0                 | \$1,000,000             | \$0                   | \$0                |              |
|   | 12/1/92   | 9,865,486         | 0                                   | 9,550,187           | 0                       | 315,299               | 0                  |              |
|   | 2/1/93  | 1,275,000         | 0                                   | 0                   | 1,275,000               | 0                     | 0                  |              |
|   | 8/1/93  | 8,833,478         | 0                                   | 12,077              | 3,790,000               | 485,000               | 4,546,401          |              |
|   | 2/1/94  | 15,895,509        | 0                                   | 0                   | 13,000,000              | 400,000               | 2,495,509          |              |
|   | 8/1/94  | 8,030,000         | 0                                   | 0                   | 7,050,000               | 180,000               | 800,000            |              |
|   | 2/1/95  | 895,000           | 0                                   | 0                   | 870,000                 | 25,000                | 0                  |              |
|   | 8/1/95  | 7,600,000         | 0                                   | 0                   | 3,750,000               | 255,000               | 3,595,000          |              |
|   | 2/1/96  | 1,830,000         | 0                                   | 0                   | 1,830,000               | 0                     | 0                  |              |
|   | 8/1/96  | 1,575,000         | 0                                   | 0                   | 1,575,000               | 0                     | 0                  |              |
|   | 11/1/96   | 1,920,000         | 0                                   | 0                   | 1,865,000               | 55,000                | 0                  |              |
|   | 2/1/97  | 1,505,000         | 0                                   | 0                   | 1,505,000               | 0                     | 0                  |              |
|   | 8/1/00  | 4,250,779         | 0                                   | 0                   | 0                       | 0                     | 4,250,779          |              |
|   | 8/1/00  | 35,685,000        | 0                                   | 0                   | 0                       | 0                     | 35,685,000 +       |              |
|   | Subtotal  |                   | \$100,160,252                       | \$0                 | \$9,562,264             | \$37,510,000          | \$1,715,299        | \$51,372,689 |
| HOME MORTGAGE<br>REVENUE BONDS<br>1990 Series C | 12/1/92   | \$57,000,000      | \$0                                 | \$55,340,000        |                         | \$1,660,000           | \$0                |              |
|   | 8/1/94  | 16,085,000        | 0                                   | 0                   | 14,100,000              | 370,000               | 1,615,000          |              |
|   | 2/1/96  | 4,255,000         | 0                                   | 0                   | 2,365,000               | 155,000               | 1,735,000          |              |
|   | 8/1/96  | 1,575,000         | 0                                   | 0                   | 0                       | 0                     | 1,575,000          |              |
|   | 2/1/97  | 4,515,000         | 0                                   | 0                   | 4,215,000               | 300,000               | 0                  |              |
|   | 8/1/97  | 5,740,000         | 0                                   | 0                   | 5,505,000               | 235,000               | 0                  |              |
|   | 2/1/98  | 4,155,000         | 0                                   | 0                   | 4,030,000               | 125,000               | 0                  |              |
|   | 8/1/98  | 2,415,000         | 0                                   | 0                   | 2,415,000               | 0                     | 0                  |              |
|   | 10/1/98   | 9,100,000         | 0                                   | 0                   | 6,020,000               | 180,000               | 2,900,000          |              |
|   | 2/1/99  | 6,850,000         | 0                                   | 0                   | 6,580,000               | 270,000               | 0                  |              |
|   | 8/1/99  | 9,445,000         | 0                                   | 0                   | 9,125,000               | 320,000               | 0                  |              |
|   | 2/1/00  | 5,905,000         | 0                                   | 0                   | 5,705,000               | 200,000               | 0                  |              |
|   | 8/1/00  | 7,325,000         | 0                                   | 0                   | 6,083,746               | 224,366               | 1,016,888          |              |
| 8/1/00  | 27,465,000                                      | 0                 | 0                                   | 0                   | 0                       | 27,465,000 +          |                    |              |
| Subtotal  |   | \$161,830,000     | \$0                                 | \$55,340,000        | \$66,143,746            | \$4,039,366           | \$36,306,888       |              |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1990 Series D | 2/1/92          | \$78,150,000      | \$0                                 | \$75,000,000        | \$0                     | \$2,250,000           | \$900,000          |
|   | 2/1/93          | 2,759,935         | 0                                   | 0                   | 500,000                 | 85,000                | 2,174,935          |
|   | 8/1/93          | 11,050,000        | 0                                   | 8,692,890           | 645,000                 | 310,000               | 1,402,110          |
|   | 2/1/94          | 5,180,000         | 0                                   | 0                   | 3,610,000               | 100,000               | 1,470,000          |
|   | 8/1/94          | 6,230,000         | 0                                   | 0                   | 4,690,000               | 100,000               | 1,440,000          |
|   | 8/1/95          | 2,925,000         | 0                                   | 0                   | 2,750,000               | 175,000               | 0                  |
|   | 2/1/96          | 4,755,000         | 0                                   | 0                   | 2,980,000               | 100,000               | 1,675,000          |
|   | 11/1/96         | 2,270,000         | 0                                   | 0                   | 2,200,000               | 70,000                | 0                  |
|   | 12/1/96         | 510,000           | 0                                   | 0                   | 495,145                 | 14,855                | 0                  |
|   | 2/1/97          | 6,155,000         | 0                                   | 0                   | 3,070,000               | 125,000               | 2,960,000          |
|   | 8/1/97          | 3,145,000         | 0                                   | 0                   | 3,045,000               | 100,000               | 0                  |
|   | 2/1/98          | 2,469,970         | 0                                   | 0                   | 2,365,000               | 104,970               | 0                  |
|   | 8/1/98 *        | 730,373           | 0                                   | 0                   | 0                       | 0                     | 730,373            |
|   | 8/1/98          | 732               | 0                                   | 0                   | 0                       | 0                     | 732                |
|   | 10/1/98         | 6,550,000         | 0                                   | 0                   | 3,000,000               | 50,000                | 3,500,000          |
|   | 10/1/98 *       | 5,000,000         | 0                                   | 0                   | 0                       | 0                     | 5,000,000          |
|   | 2/1/99          | 3,630,381         | 0                                   | 0                   | 3,465,381               | 165,000               | 0                  |
|   | 8/1/99          | 4,175,217         | 0                                   | 0                   | 2,535,217               | 90,000                | 1,550,000          |
|   | 8/1/99 *        | 6,330,000         | 0                                   | 0                   | 0                       | 0                     | 6,330,000          |
|   | 2/1/00          | 5,525,000         | 0                                   | 0                   | 3,890,000               | 135,000               | 1,500,000          |
|   | 2/1/00 *        | 2,000,000         | 0                                   | 0                   | 0                       | 0                     | 2,000,000          |
|   | 8/1/00          | 6,514,959         | 0                                   | 0                   | 3,653,716               | 345,252               | 2,515,991          |
|   | 8/1/00          | 37,800,000        | 0                                   | 0                   | 0                       | 0                     | 37,800,000 +       |
|   | Subtotal        | \$203,856,568     | \$0                                 | \$83,692,890        | \$42,894,459            | \$4,320,077           | \$72,949,141       |
| HOME MORTGAGE REVENUE BONDS 1991 Series A | 12/1/92         | \$36,861,923      | \$0                                 | \$35,424,771        | \$259,584               | \$1,079,657           | \$97,911           |
|   | 8/1/93          | 230,000           | 0                                   | 0                   | 230,000                 | 0                     | 0                  |
|   | 2/1/94          | 915,000           | 0                                   | 0                   | 915,000                 | 0                     | 0                  |
|   | 8/1/94          | 3,705,000         | 0                                   | 0                   | 3,170,000               | 85,000                | 450,000            |
|   | 8/1/95          | 795,000           | 0                                   | 0                   | 750,000                 | 45,000                | 0                  |
|   | 2/1/96          | 925,000           | 0                                   | 0                   | 900,000                 | 25,000                | 0                  |
|   | 8/1/96          | 210,000           | 0                                   | 0                   | 145,000                 | 65,000                | 0                  |
|   | 2/1/97          | 1,125,000         | 0                                   | 0                   | 1,095,000               | 30,000                | 0                  |
|   | 8/1/97          | 410,000           | 0                                   | 0                   | 410,000                 | 0                     | 0                  |
|   | 2/1/98          | 945,000           | 0                                   | 0                   | 905,000                 | 40,000                | 0                  |
|   | 8/1/98          | 1,040,000         | 0                                   | 0                   | 1,005,000               | 35,000                | 0                  |
|   | 2/1/99          | 2,490,000         | 0                                   | 0                   | 2,410,000               | 80,000                | 0                  |
|   | 8/1/99          | 1,965,000         | 0                                   | 0                   | 1,945,000               | 20,000                | 0                  |
|   | 2/1/00          | 1,160,000         | 0                                   | 0                   | 1,070,000               | 90,000                | 0                  |
|   | 8/1/00          | 1,670,000         | 0                                   | 0                   | 1,610,000               | 60,000                | 0                  |
|   | 2/1/01          | 780,234           | 0                                   | 0                   | 673,924                 | 106,310               | 0                  |
|   | 2/1/01          | 21,085,000        | 0                                   | 0                   | 0                       | 0                     | 21,085,000 +       |
|   | Subtotal        | \$76,312,157      | \$0                                 | \$35,424,771        | \$17,493,508            | \$1,760,967           | \$21,632,911       |
| HOME MORTGAGE REVENUE BONDS 1991 Series B | 12/1/92         | \$7,205,000       | \$0                                 | \$6,945,000         | \$50,000                | \$210,000             | \$0                |
|   | 8/1/93          | 2,400,000         | 0                                   | 29,226              | 495,000                 | 60,000                | 1,815,774          |
|   | 2/1/94          | 2,585,000         | 0                                   | 0                   | 1,985,000               | 90,000                | 510,000            |
|   | 8/1/94          | 730,000           | 0                                   | 0                   | 625,000                 | 15,000                | 90,000             |
|   | 2/1/95          | 690,000           | 0                                   | 0                   | 590,000                 | 20,000                | 80,000             |
|   | 8/1/95          | 160,000           | 0                                   | 0                   | 150,000                 | 10,000                | 0                  |
|   | 2/1/96          | 180,000           | 0                                   | 0                   | 175,000                 | 5,000                 | 0                  |
|   | 8/1/96          | 750,000           | 0                                   | 0                   | 750,000                 | 0                     | 0                  |
|   | 8/1/97          | 1,300,000         | 0                                   | 0                   | 1,245,000               | 55,000                | 0                  |
|   | Subtotal        | \$16,000,000      | \$0                                 | \$6,974,226         | \$6,065,000             | \$465,000             | \$2,495,774        |
| HOME MORTGAGE REVENUE BONDS 1991 Series C | 6/1/93          | \$133,900,195     | \$0                                 | \$130,000,195       | \$0                     | \$3,900,000           | \$0                |
|   | 8/1/93          | 2,501,653         | 0                                   | 0                   | 490,000                 | 120,000               | 1,891,653          |
|   | 2/1/94          | 9,670,458         | 0                                   | 5,505,519           | 3,000,000               | 230,000               | 934,939            |
|   | 8/1/94          | 7,845,000         | 0                                   | 0                   | 5,320,000               | 150,000               | 2,375,000          |
|   | 8/1/95          | 775,000           | 0                                   | 0                   | 695,000                 | 80,000                | 0                  |
|   | 2/1/96          | 955,000           | 0                                   | 0                   | 880,000                 | 40,000                | 35,000             |
|   | 8/1/96          | 1,245,000         | 0                                   | 0                   | 1,195,000               | 50,000                | 0                  |
|   | 2/1/97          | 2,575,000         | 0                                   | 0                   | 2,485,000               | 90,000                | 0                  |
|   | 8/1/97          | 1,680,000         | 0                                   | 0                   | 1,635,000               | 45,000                | 0                  |
|   | 2/1/98          | 1,424,988         | 0                                   | 0                   | 1,380,000               | 44,988                | 0                  |
|   | 8/1/98          | 2,520,225         | 0                                   | 0                   | 2,455,000               | 65,225                | 0                  |
|   | 2/1/99          | 2,895,180         | 0                                   | 0                   | 2,780,180               | 115,000               | 0                  |
|   | 8/1/99          | 4,434,543         | 0                                   | 0                   | 4,309,543               | 125,000               | 0                  |
|   | 2/1/00          | 1,934,625         | 0                                   | 0                   | 1,865,000               | 69,625                | 0                  |
|   | 8/1/00          | 1,685,287         | 0                                   | 0                   | 1,630,287               | 55,000                | 0                  |
|   | 2/1/01          | 901,027           | 0                                   | 0                   | 861,027                 | 40,000                | 0                  |
|   | 8/1/01          | 2,025,000         | 0                                   | 0                   | 1,842,629               | 182,371               | 0                  |
|   | 8/1/01          | 15,655,000        | 0                                   | 0                   | 0                       | 0                     | 15,655,000 +       |
|   | Subtotal        | \$194,623,180     | \$0                                 | \$135,505,714       | \$32,823,665            | \$5,402,209           | \$20,891,592       |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1991 Series D | 8/1/93          | \$775,000         | \$0                                 | \$0                 | \$85,000                | \$115,000             | \$575,000          |
|   | 2/1/94          | 1,050,000         | 0                                   | 0                   | 650,000                 | 15,000                | 385,000            |
|   | 6/1/94          | 13,135,000        | 0                                   | 13,135,000          | 0                       | 0                     | 0                  |
|   | 8/1/94          | 2,915,000         | 0                                   | 0                   | 455,000                 | 450,000               | 2,010,000          |
|   | 2/1/95          | 250,000           | 0                                   | 0                   | 170,000                 | 5,000                 | 75,000             |
|   | 8/1/95          | 105,000           | 0                                   | 0                   | 90,000                  | 15,000                | 0                  |
|   | 2/1/96          | 405,000           | 0                                   | 0                   | 400,000                 | 5,000                 | 0                  |
|   | 8/1/96          | 430,000           | 0                                   | 0                   | 410,000                 | 20,000                | 0                  |
|   | 2/1/97          | 2,315,000         | 0                                   | 0                   | 2,240,000               | 75,000                | 0                  |
|   | 8/1/97          | 1,735,000         | 0                                   | 0                   | 1,685,000               | 50,000                | 0                  |
|   | 2/1/98          | 1,905,000         | 0                                   | 0                   | 1,820,000               | 85,000                | 0                  |
|   | 8/1/98          | 1,755,000         | 0                                   | 0                   | 1,680,000               | 75,000                | 0                  |
|   | 2/1/99          | 3,880,000         | 0                                   | 0                   | 3,745,000               | 135,000               | 0                  |
|   | 8/1/99          | 4,380,000         | 0                                   | 0                   | 4,130,000               | 150,000               | 100,000            |
|   | 2/1/00          | 2,830,000         | 0                                   | 0                   | 2,725,000               | 105,000               | 0                  |
|   | 8/1/00          | 1,750,000         | 0                                   | 0                   | 1,665,000               | 85,000                | 0                  |
|   | 2/1/01          | 2,020,000         | 0                                   | 0                   | 1,940,000               | 80,000                | 0                  |
|   | 8/1/01          | 15,000            | 0                                   | 0                   | 0                       | 15,000                | 0                  |
|   | 8/1/01          | 13,400,000        | 0                                   | 0                   | 0                       | 0                     | 13,400,000 +       |
|   | Subtotal        | \$55,050,000      | \$0                                 | \$13,135,000        | \$23,890,000            | \$1,480,000           | \$16,545,000       |
| HOME MORTGAGE REVENUE BONDS 1991 Series E | 6/1/93          | \$123,321,246     | \$0                                 | \$120,001,246       | \$0                     | \$3,320,000           | \$0                |
|   | 8/1/93          | 745,000           | 0                                   | 0                   | 180,000                 | 295,000               | 270,000            |
|   | 2/1/94          | 1,350,000         | 0                                   | 0                   | 1,350,000               | 0                     | 0                  |
|   | 8/1/94          | 945,000           | 0                                   | 0                   | 945,000                 | 0                     | 0                  |
|   | 2/1/95          | 565,000           | 0                                   | 0                   | 350,000                 | 15,000                | 200,000            |
|   | 8/1/95          | 260,000           | 0                                   | 0                   | 220,000                 | 40,000                | 0                  |
|   | 2/1/96          | 665,000           | 0                                   | 0                   | 570,000                 | 25,000                | 70,000             |
|   | 8/1/96          | 905,000           | 0                                   | 0                   | 850,000                 | 55,000                | 0                  |
|   | 8/1/97          | 130,000           | 0                                   | 0                   | 130,000                 | 0                     | 0                  |
|   | 2/1/98          | 540,000           | 0                                   | 0                   | 540,000                 | 0                     | 0                  |
|   | 8/1/98          | 495,000           | 0                                   | 0                   | 495,000                 | 0                     | 0                  |
|   | 2/1/99          | 460,000           | 0                                   | 0                   | 460,000                 | 0                     | 0                  |
|   | 8/1/99          | 435,000           | 0                                   | 0                   | 435,000                 | 0                     | 0                  |
|   | 2/1/00          | 415,000           | 0                                   | 0                   | 415,000                 | 0                     | 0                  |
|   | 8/1/00          | 385,000           | 0                                   | 0                   | 385,000                 | 0                     | 0                  |
|   | 2/1/01          | 370,000           | 0                                   | 0                   | 370,000                 | 0                     | 0                  |
|   | 8/1/01          | 4,065,000         | 0                                   | 0                   | 3,912,934               | 152,066               | 0                  |
|   | 8/1/01          | 19,870,000        | 0                                   | 0                   | 0                       | 0                     | 19,870,000 +       |
|   | Subtotal        | \$155,921,246     | \$0                                 | \$120,001,246       | \$11,607,934            | \$3,902,066           | \$20,410,000       |
| HOME MORTGAGE REVENUE BONDS 1991 Series F | 2/1/94          | \$10,960,000      | \$0                                 | \$9,235,000         | \$305,000               | \$1,420,000           | \$0                |
|   | 8/1/94          | 1,110,000         | 0                                   | 0                   | 570,000                 | 15,000                | 525,000            |
|   | 2/1/95          | 1,090,000         | 0                                   | 0                   | 90,000                  | 25,000                | 975,000            |
|   | 8/1/95          | 765,000           | 0                                   | 0                   | 425,000                 | 5,000                 | 335,000            |
|   | 2/1/96          | 1,165,000         | 0                                   | 0                   | 1,060,000               | 30,000                | 75,000             |
|   | 8/1/96          | 835,000           | 0                                   | 0                   | 795,000                 | 40,000                | 0                  |
|   | 2/1/97          | 1,180,000         | 0                                   | 0                   | 1,180,000               | 0                     | 0                  |
|   | 8/1/97          | 895,000           | 0                                   | 0                   | 895,000                 | 0                     | 0                  |
|   | 2/1/98          | 850,000           | 0                                   | 0                   | 850,000                 | 0                     | 0                  |
|   | 8/1/98          | 805,000           | 0                                   | 0                   | 805,000                 | 0                     | 0                  |
|   | 2/1/99          | 760,000           | 0                                   | 0                   | 760,000                 | 0                     | 0                  |
|   | 8/1/99          | 725,000           | 0                                   | 0                   | 725,000                 | 0                     | 0                  |
|   | 2/1/00          | 680,000           | 0                                   | 0                   | 680,000                 | 0                     | 0                  |
|   | 8/1/00          | 645,000           | 0                                   | 0                   | 645,000                 | 0                     | 0                  |
|   | 2/1/01          | 610,000           | 0                                   | 0                   | 610,000                 | 0                     | 0                  |
|   | 8/1/01          | 75,629            | 0                                   | 0                   | 0                       | 75,629                | 0                  |
|   | 8/1/01          | 30,114,371        | 0                                   | 0                   | 0                       | 0                     | 30,114,371 +       |
|   | Subtotal        | \$53,265,000      | \$0                                 | \$9,235,000         | \$10,395,000            | \$1,610,629           | \$32,024,371       |
| HOME MORTGAGE REVENUE BONDS 1991 Series G | 2/1/94          | \$51,290,000      | \$0                                 | \$50,465,000        | \$445,000               | \$380,000             | \$0                |
|   | 8/1/94          | 2,095,000         | 0                                   | 0                   | 830,000                 | 35,000                | 1,230,000          |
|   | 2/1/95          | 1,665,000         | 0                                   | 0                   | 135,000                 | 55,000                | 1,475,000          |
|   | 8/1/95          | 1,325,000         | 0                                   | 0                   | 855,000                 | 10,000                | 460,000            |
|   | 2/1/96          | 1,470,000         | 0                                   | 0                   | 1,410,000               | 60,000                | 0                  |
|   | 8/1/96          | 1,240,000         | 0                                   | 0                   | 1,155,000               | 85,000                | 0                  |
|   | 2/1/97          | 2,615,000         | 0                                   | 0                   | 2,520,000               | 95,000                | 0                  |
|   | 8/1/97          | 3,010,000         | 0                                   | 0                   | 2,905,000               | 105,000               | 0                  |
|   | 2/1/98          | 2,195,000         | 0                                   | 0                   | 2,070,000               | 125,000               | 0                  |
|   | 8/1/98          | 3,440,000         | 0                                   | 0                   | 3,325,000               | 115,000               | 0                  |
|   | 2/1/99          | 4,320,000         | 0                                   | 0                   | 4,155,000               | 165,000               | 0                  |
|   | 8/1/99          | 5,050,000         | 0                                   | 0                   | 4,765,000               | 185,000               | 100,000            |
|   | 2/1/00          | 3,705,000         | 0                                   | 0                   | 3,555,000               | 150,000               | 0                  |
|   | 8/1/00          | 1,810,000         | 0                                   | 0                   | 1,680,000               | 130,000               | 0                  |
|   | 2/1/01          | 3,920,000         | 0                                   | 0                   | 3,780,000               | 140,000               | 0                  |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1991 Series G                             | 8/1/01          | 6,335,000         | 0                                   | 0                   | 5,915,262               | 105,854               | 313,884            |
| (Continued)                               | 8/1/01          | 21,280,000        | 0                                   | 0                   | 0                       | 0                     | 21,280,000 +       |
|   | Subtotal        | \$116,765,000     | \$0                                 | \$50,465,000        | \$39,500,262            | \$1,940,854           | \$24,858,884       |
| HOME MORTGAGE REVENUE BONDS 1991 Series H | 6/1/93          | \$25,040,000      | \$25,040,000                        | \$0                 | \$0                     | \$0                   | \$0                |
| HOME MORTGAGE REVENUE BONDS 1991 Series I | 6/1/93          | \$49,960,000      | \$49,960,000                        | \$0                 | \$0                     | \$0                   | \$0                |
| HOME MORTGAGE REVENUE BONDS 1993 Series A | 12/31/93        | \$257,220,000     | \$257,220,000                       | \$0                 | \$0                     | \$0                   | \$0                |
| HOME MORTGAGE REVENUE BONDS 1993 Series B | 8/1/94          | \$9,110,000       | \$0                                 | \$0                 | \$8,810,000             | \$300,000             | \$0                |
|   | 2/1/95          | 4,070,000         | 0                                   | 0                   | 2,950,000               | 120,000               | 1,000,000          |
|   | 8/1/95          | 4,490,000         | 0                                   | 0                   | 3,910,000               | 420,000               | 160,000            |
|   | 2/1/96          | 8,890,000         | 0                                   | 0                   | 8,710,000               | 180,000               | 0                  |
|   | 2/1/97          | 2,850,000         | 0                                   | 0                   | 2,830,000               | 20,000                | 0                  |
|   | 8/1/97          | 5,700,000         | 0                                   | 0                   | 4,035,000               | 165,000               | 1,500,000          |
|   | 2/1/98          | 3,465,000         | 0                                   | 0                   | 3,275,000               | 190,000               | 0                  |
|   | 8/1/98          | 3,670,000         | 0                                   | 0                   | 3,510,000               | 160,000               | 0                  |
|   | 2/1/99          | 3,770,000         | 0                                   | 0                   | 3,615,000               | 155,000               | 0                  |
|   | 8/1/99          | 4,885,000         | 0                                   | 0                   | 4,400,000               | 185,000               | 300,000            |
|   | 2/1/00          | 3,675,000         | 0                                   | 0                   | 3,625,000               | 50,000                | 0                  |
|   | 8/1/00          | 3,080,000         | 0                                   | 0                   | 2,495,000               | 585,000               | 0                  |
|   | 2/1/01          | 2,215,000         | 0                                   | 0                   | 2,215,000               | 0                     | 0                  |
|   | 8/1/01          | 2,720,000         | 0                                   | 0                   | 2,720,000               | 0                     | 0                  |
|   | 2/1/02          | 4,635,000         | 0                                   | 0                   | 4,500,000               | 135,000               | 0                  |
|   | 8/1/02          | 6,725,000         | 0                                   | 0                   | 6,500,000               | 225,000               | 0                  |
|   | 2/1/03          | 4,310,000         | 0                                   | 0                   | 4,200,000               | 110,000               | 0                  |
|   | 8/1/03          | 6,775,000         | 0                                   | 0                   | 6,775,000               | 0                     | 0                  |
|   | 2/1/04          | 7,065,000         | 0                                   | 0                   | 5,500,000               | 475,000               | 1,090,000          |
|   | 8/1/04          | 3,800,000         | 0                                   | 0                   | 3,800,000               | 0                     | 0                  |
|   | Subtotal        | \$95,900,000      | \$0                                 | \$0                 | \$88,375,000            | \$3,475,000           | \$4,050,000        |
| HOME MORTGAGE REVENUE BONDS 1993 Series C | 8/1/95          | \$235,000         | \$0                                 | \$0                 | \$230,000               | \$5,000               | \$0                |
|   | 2/1/97          | 150,000           | 0                                   | 0                   | 150,000                 | 0                     | 0                  |
|   | 8/1/97          | 930,000           | 0                                   | 0                   | 890,000                 | 40,000                | 0                  |
|   | 2/1/03          | 1,010,000         | 0                                   | 0                   | 980,000                 | 30,000                | 0                  |
|   | 8/1/03          | 4,690,000         | 0                                   | 0                   | 4,690,000               | 0                     | 0                  |
|   | 2/1/04          | 3,545,000         | 0                                   | 0                   | 3,545,000               | 0                     | 0                  |
|   | Subtotal        | \$10,560,000      | \$0                                 | \$0                 | \$10,485,000            | \$75,000              | \$0                |
| HOME MORTGAGE REVENUE BONDS 1993 Series D | 8/1/95          | \$2,630,000       | \$0                                 | \$0                 | \$290,000               | \$10,000              | \$2,330,000        |
|   | 8/1/96          | 600,000           | 0                                   | 0                   | 560,000                 | 40,000                | 0                  |
|   | 2/1/98          | 1,060,000         | 0                                   | 0                   | 1,015,000               | 45,000                | 0                  |
|   | 8/1/98          | 965,000           | 0                                   | 0                   | 925,000                 | 40,000                | 0                  |
|   | 2/1/99          | 485,000           | 0                                   | 0                   | 435,000                 | 50,000                | 0                  |
|   | 8/1/99          | 2,175,000         | 0                                   | 0                   | 2,120,000               | 55,000                | 0                  |
|   | 2/1/00          | 1,840,000         | 0                                   | 0                   | 1,680,000               | 160,000               | 0                  |
|   | 8/1/00          | 1,300,000         | 0                                   | 0                   | 1,135,000               | 165,000               | 0                  |
|   | 2/1/01          | 1,310,000         | 0                                   | 0                   | 1,310,000               | 0                     | 0                  |
|   | 8/1/01          | 1,690,000         | 0                                   | 0                   | 1,690,000               | 0                     | 0                  |
|   | 2/1/02          | 2,675,000         | 0                                   | 0                   | 2,600,000               | 75,000                | 0                  |
|   | 8/1/02          | 2,800,000         | 0                                   | 0                   | 2,800,000               | 0                     | 0                  |
|   | 2/1/03          | 1,520,000         | 0                                   | 0                   | 1,520,000               | 0                     | 0                  |
|   | Subtotal        | \$21,050,000      | \$0                                 | \$0                 | \$18,080,000            | \$640,000             | \$2,330,000        |
| HOME MORTGAGE REVENUE BONDS 1993 Series E | 8/1/95          | \$320,000         | \$0                                 | \$0                 | \$310,000               | \$10,000              | \$0                |
|   | 2/1/04          | 4,370,000         | 0                                   | 0                   | 3,155,000               | 330,000               | 885,000            |
|   | 8/1/04          | 2,360,000         | 0                                   | 0                   | 2,060,000               | 300,000               | 0                  |
|   | Subtotal        | \$7,050,000       | \$0                                 | \$0                 | \$5,525,000             | \$640,000             | \$885,000          |
| HOME MORTGAGE REVENUE BONDS 1993 Series F | 6/1/94          | \$107,885,000     | \$107,885,000                       | \$0                 | \$0                     | \$0                   | \$0                |
|   | 8/1/94          | 71,935,000        | 71,935,000                          | 0                   | 0                       | 0                     | 0                  |
|   | 12/1/94         | 71,970,000        | 71,970,000                          | 0                   | 0                       | 0                     | 0                  |
|   | 12/15/94        | 670,000           | 670,000                             | 0                   | 0                       | 0                     | 0                  |
|   | 2/1/97 *        | 250,000           | 0                                   | 0                   | 0                       | 0                     | 250,000            |
|   | 2/1/98          | 25,000            | 0                                   | 0                   | 25,000                  | 0                     | 0                  |
|   | 8/1/98          | 150,000           | 0                                   | 0                   | 145,000                 | 5,000                 | 0                  |
|   | 2/1/99          | 70,000            | 0                                   | 0                   | 65,000                  | 5,000                 | 0                  |
|   | 8/1/99          | 15,000            | 0                                   | 0                   | 15,000                  | 0                     | 0                  |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS               |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                           | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1993 Series F<br>(Continued)                      | 2/1/00          | 285,000           | 0                                   | 0                   | 275,000                 | 10,000                | 0                  |
|   | 8/1/00          | 185,000           | 0                                   | 0                   | 150,000                 | 35,000                | 0                  |
|   | 2/1/01          | 275,000           | 0                                   | 0                   | 275,000                 | 0                     | 0                  |
|   | 8/1/01          | 15,000            | 0                                   | 0                   | 15,000                  | 0                     | 0                  |
|   | 2/1/02          | 210,000           | 0                                   | 0                   | 205,000                 | 5,000                 | 0                  |
|   | 8/1/02          | 250,000           | 0                                   | 0                   | 250,000                 | 0                     | 0                  |
|   | 2/1/03          | 1,900,000         | 0                                   | 0                   | 175,000                 | 0                     | 1,725,000          |
|   | 8/1/03          | 405,000           | 0                                   | 0                   | 45,000                  | 0                     | 360,000            |
|   | Subtotal        |                   | \$256,495,000                       | \$252,460,000       | \$0                     | \$1,640,000           | \$60,000           |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series A   | 2/1/96          | \$60,000          | \$0                                 | \$0                 | \$0                     | \$0                   | \$60,000           |
|   | 8/1/03          | 21,320,000        | 0                                   | 0                   | 20,750,000              | 570,000               | 0                  |
|   | 2/1/04          | 11,375,000        | 0                                   | 0                   | 11,375,000              | 0                     | 0                  |
| Subtotal  |                 | \$32,755,000      | \$0                                 | \$0                 | \$32,125,000            | \$570,000             | \$60,000           |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series B-1 | 8/1/95          | \$1,450,000       | \$0                                 | \$0                 | \$1,450,000             | \$0                   | \$0                |
|   | 2/1/96          | 315,000           | 0                                   | 0                   | 315,000                 | 0                     | 0                  |
|   | 8/1/96          | 805,000           | 0                                   | 0                   | 730,000                 | 75,000                | 0                  |
|   | 2/1/97          | 2,940,000         | 0                                   | 0                   | 2,085,000               | 80,000                | 775,000            |
|   | 8/1/97          | 1,890,000         | 0                                   | 0                   | 1,890,000               | 0                     | 0                  |
|   | 2/1/98          | 4,445,000         | 0                                   | 0                   | 4,440,000               | 5,000                 | 0                  |
|   | 8/1/98          | 6,835,000         | 0                                   | 0                   | 6,835,000               | 0                     | 0                  |
|   | 2/1/99          | 8,280,000         | 0                                   | 0                   | 8,250,000               | 30,000                | 0                  |
|   | 8/1/99          | 11,630,000        | 0                                   | 0                   | 11,630,000              | 0                     | 0                  |
|   | 2/1/00          | 8,655,000         | 0                                   | 0                   | 8,655,000               | 0                     | 0                  |
|   | 8/1/00          | 6,555,000         | 0                                   | 0                   | 6,485,000               | 70,000                | 0                  |
|   | 2/1/01          | 2,885,000         | 0                                   | 0                   | 2,875,000               | 10,000                | 0                  |
|   | 8/1/01          | 2,940,000         | 0                                   | 0                   | 2,875,000               | 65,000                | 0                  |
|   | 2/1/02          | 5,190,000         | 0                                   | 0                   | 5,190,000               | 0                     | 0                  |
|   | 8/1/02          | 4,560,000         | 0                                   | 0                   | 4,560,000               | 0                     | 0                  |
|   | 2/1/03          | 5,820,000         | 0                                   | 0                   | 5,820,000               | 0                     | 0                  |
|   | 2/1/04          | 5,385,000         | 0                                   | 0                   | 4,775,000               | 610,000               | 0                  |
| 8/1/04  | 3,985,000       | 0                 | 0                                   | 3,645,000           | 340,000                 | 0                     |                    |
| Subtotal  |                 | \$84,565,000      | \$0                                 | \$0                 | \$82,505,000            | \$1,285,000           | \$775,000          |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series B-2 | 8/1/95          | \$550,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$550,000          |
|   | 2/1/96          | 400,000           | 0                                   | 0                   | 0                       | 50,000                | 350,000            |
|   | 2/1/97          | 450,000           | 0                                   | 0                   | 0                       | 0                     | 450,000            |
|   | 8/1/97          | 600,000           | 0                                   | 0                   | 485,000                 | 115,000               | 0                  |
|   | 2/1/98          | 100,000           | 0                                   | 0                   | 0                       | 100,000               | 0                  |
|   | 8/1/98          | 100,000           | 0                                   | 0                   | 0                       | 100,000               | 0                  |
|   | 2/1/99          | 150,000           | 0                                   | 0                   | 0                       | 150,000               | 0                  |
|   | 8/1/99          | 200,000           | 0                                   | 0                   | 0                       | 200,000               | 0                  |
|   | 2/1/00          | 150,000           | 0                                   | 0                   | 0                       | 150,000               | 0                  |
|   | 8/1/00          | 50,000            | 0                                   | 0                   | 0                       | 50,000                | 0                  |
|   | 2/1/01          | 3,500,000         | 0                                   | 0                   | 3,300,000               | 200,000               | 0                  |
|   | 8/1/01          | 3,450,000         | 0                                   | 0                   | 3,250,000               | 200,000               | 0                  |
|   | 2/1/02          | 6,350,000         | 0                                   | 0                   | 5,835,000               | 515,000               | 0                  |
| 8/1/02  | 5,550,000       | 0                 | 0                                   | 5,095,000           | 455,000                 | 0                     |                    |
| 2/1/03  | 21,700,000      | 0                 | 0                                   | 4,680,000           | 600,000                 | 16,420,000            |                    |
| Subtotal  |                 | \$43,300,000      | \$0                                 | \$0                 | \$22,645,000            | \$2,885,000           | \$17,770,000       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series B-3 | 8/1/95          | \$550,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$550,000          |
|   | 2/1/96          | 400,000           | 0                                   | 0                   | 0                       | 50,000                | 350,000            |
|   | 2/1/97          | 450,000           | 0                                   | 0                   | 0                       | 0                     | 450,000            |
|   | 8/1/97          | 600,000           | 0                                   | 0                   | 325,000                 | 0                     | 275,000            |
|   | 2/1/98          | 100,000           | 0                                   | 0                   | 0                       | 100,000               | 0                  |
|   | 8/1/98          | 100,000           | 0                                   | 0                   | 0                       | 100,000               | 0                  |
|   | 2/1/99          | 150,000           | 0                                   | 0                   | 0                       | 150,000               | 0                  |
|   | 8/1/99          | 200,000           | 0                                   | 0                   | 0                       | 200,000               | 0                  |
|   | 2/1/00          | 150,000           | 0                                   | 0                   | 0                       | 150,000               | 0                  |
|   | 8/1/00          | 50,000            | 0                                   | 0                   | 0                       | 50,000                | 0                  |
|   | 2/1/01          | 3,500,000         | 0                                   | 0                   | 3,300,000               | 200,000               | 0                  |
|   | 8/1/01          | 3,450,000         | 0                                   | 0                   | 3,450,000               | 0                     | 0                  |
|   | 2/1/02          | 6,350,000         | 0                                   | 0                   | 6,350,000               | 0                     | 0                  |
| 8/1/02  | 5,550,000       | 0                 | 0                                   | 5,550,000           | 0                       | 0                     |                    |
| 2/1/03  | 21,700,000      | 0                 | 0                                   | 8,900,000           | 0                       | 12,800,000            |                    |
| Subtotal  |                 | \$43,300,000      | \$0                                 | \$0                 | \$27,875,000            | \$1,000,000           | \$14,425,000       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series C   | 8/1/95          | \$90,000          | \$0                                 | \$0                 | \$90,000                | \$0                   | \$0                |
|   | 2/1/96          | 350,000           | 0                                   | 0                   | 290,000                 | 25,000                | 35,000             |
|   | 8/1/96          | 1,100,000         | 0                                   | 0                   | 1,045,000               | 55,000                | 0                  |
|   | 2/1/97          | 980,000           | 0                                   | 0                   | 980,000                 | 0                     | 0                  |
|   | 8/1/97          | 2,640,000         | 0                                   | 0                   | 2,230,000               | 110,000               | 300,000            |
| 2/1/98  | 2,845,000       | 0                 | 0                                   | 2,730,000           | 115,000                 | 0                     |                    |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS         |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                     | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
|   | 8/1/98          | 2,390,000         | 0                                   | 0                   | 2,325,000               | 65,000                | 0                  |
|   | 2/1/99          | 2,755,000         | 0                                   | 0                   | 2,670,000               | 85,000                | 0                  |
|   | 8/1/99          | 4,405,000         | 0                                   | 0                   | 4,010,000               | 145,000               | 250,000            |
|   | 2/1/00          | 3,570,000         | 0                                   | 0                   | 3,450,000               | 120,000               | 0                  |
|   | 8/1/00          | 2,265,000         | 0                                   | 0                   | 2,185,000               | 80,000                | 0                  |
|   | 2/1/01          | 3,020,000         | 0                                   | 0                   | 2,910,000               | 110,000               | 0                  |
|   | 8/1/01          | 3,445,000         | 0                                   | 0                   | 3,350,000               | 95,000                | 0                  |
|   | 2/1/02          | 5,765,000         | 0                                   | 0                   | 5,600,000               | 165,000               | 0                  |
|   | 8/1/02          | 8,735,000         | 0                                   | 0                   | 8,500,000               | 235,000               | 0                  |
|   | 2/1/03          | 21,380,000        | 0                                   | 0                   | 5,500,000               | 185,000               | 15,695,000         |
|   | 8/1/03          | 4,840,000         | 0                                   | 0                   | 4,670,000               | 170,000               | 0                  |
|   | Subtotal        | \$70,575,000      | \$0                                 | \$0                 | \$52,535,000            | \$1,760,000           | \$16,280,000       |
| HOME MORTGAGE REVENUE BONDS 1994 Series D   | 8/1/03          | \$2,100,000       | \$0                                 | \$0                 | \$2,100,000             | \$0                   | \$0                |
|   | 2/1/04          | 6,200,000         | 0                                   | 0                   | 5,980,000               | 220,000               | 0                  |
|   | 8/1/04          | 3,000,000         | 0                                   | 0                   | 2,900,000               | 100,000               | 0                  |
|   | Subtotal        | \$11,300,000      | \$0                                 | \$0                 | \$10,980,000            | \$320,000             | \$0                |
| HOME MORTGAGE REVENUE BONDS 1994 Series E   | 8/1/95          | \$155,000         | \$0                                 | \$0                 | \$155,000               | \$0                   | \$0                |
|   | 2/1/96          | 555,000           | 0                                   | 0                   | 0                       | 15,000                | 540,000            |
|   | 8/1/96          | 700,000           | 0                                   | 0                   | 700,000                 | 0                     | 0                  |
|   | 2/1/97          | 1,865,000         | 0                                   | 0                   | 1,030,000               | 0                     | 835,000            |
|   | 2/1/97 *        | 350,000           | 0                                   | 0                   | 0                       | 0                     | 350,000            |
|   | 8/1/97          | 1,810,000         | 0                                   | 0                   | 1,315,000               | 145,000               | 350,000            |
|   | 2/1/98          | 1,890,000         | 0                                   | 0                   | 1,785,000               | 105,000               | 0                  |
|   | 8/1/98          | 3,770,000         | 0                                   | 0                   | 3,625,000               | 145,000               | 0                  |
|   | 2/1/99          | 4,645,000         | 0                                   | 0                   | 4,515,000               | 130,000               | 0                  |
|   | 8/1/99          | 10,070,000        | 0                                   | 0                   | 9,745,000               | 325,000               | 0                  |
|   | 2/1/00          | 5,685,000         | 0                                   | 0                   | 5,485,000               | 200,000               | 0                  |
|   | 8/1/00          | 3,445,000         | 0                                   | 0                   | 3,385,000               | 60,000                | 0                  |
|   | 2/1/01          | 4,145,000         | 0                                   | 0                   | 3,940,000               | 205,000               | 0                  |
|   | 8/1/01          | 5,195,000         | 0                                   | 0                   | 5,050,000               | 145,000               | 0                  |
|   | 2/1/02          | 8,055,000         | 0                                   | 0                   | 7,825,000               | 230,000               | 0                  |
|   | 8/1/02          | 8,600,000         | 0                                   | 0                   | 8,350,000               | 250,000               | 0                  |
|   | 2/1/03          | 6,940,000         | 0                                   | 0                   | 6,725,000               | 215,000               | 0                  |
|   | 8/1/03          | 5,470,000         | 0                                   | 0                   | 5,270,000               | 200,000               | 0                  |
|   | Subtotal        | \$73,345,000      | \$0                                 | \$0                 | \$68,900,000            | \$2,370,000           | \$2,075,000        |
| HOME MORTGAGE REVENUE BONDS 1994 Series F-1 | 8/1/96          | \$1,100,000       | \$0                                 | \$0                 | \$1,000,000             | \$100,000             | \$0                |
|   | 2/1/99          | 7,385,000         | 0                                   | 0                   | 6,915,000               | 470,000               | 0                  |
|   | 8/1/99          | 18,555,000        | 0                                   | 0                   | 17,865,000              | 690,000               | 0                  |
|   | 2/1/00          | 10,725,000        | 0                                   | 0                   | 10,425,000              | 300,000               | 0                  |
|   | 8/1/00          | 5,695,000         | 0                                   | 0                   | 5,520,000               | 175,000               | 0                  |
|   | 2/1/01          | 7,985,000         | 0                                   | 0                   | 7,715,000               | 270,000               | 0                  |
|   | 8/1/01          | 8,420,000         | 0                                   | 0                   | 8,255,000               | 165,000               | 0                  |
|   | 2/1/02          | 18,080,000        | 0                                   | 0                   | 17,560,000              | 520,000               | 0                  |
|   | 8/1/02          | 17,545,000        | 0                                   | 0                   | 17,000,000              | 545,000               | 0                  |
|   | 2/1/03          | 8,320,000         | 0                                   | 0                   | 7,975,000               | 345,000               | 0                  |
|   | Subtotal        | \$103,810,000     | \$0                                 | \$0                 | \$100,230,000           | \$3,580,000           | \$0                |
| HOME MORTGAGE REVENUE BONDS 1994 Series F-2 | 2/1/96          | \$1,715,000       | \$0                                 | \$0                 | \$1,000,000             | \$40,000              | \$675,000          |
|   | 2/1/97          | 2,865,000         | 0                                   | 0                   | 1,940,000               | 55,000                | 870,000            |
|   | 2/1/97 *        | 825,000           | 0                                   | 0                   | 0                       | 0                     | 825,000            |
|   | 8/1/97          | 2,990,000         | 0                                   | 0                   | 2,615,000               | 155,000               | 220,000            |
|   | 2/1/98          | 5,290,000         | 0                                   | 0                   | 5,135,000               | 155,000               | 0                  |
|   | 2/1/99          | 8,945,000         | 0                                   | 0                   | 8,945,000               | 0                     | 0                  |
|   | Subtotal        | \$31,480,000      | \$0                                 | \$0                 | \$28,260,000            | \$630,000             | \$2,590,000        |
| HOME MORTGAGE REVENUE BONDS 1994 Series F-3 | 2/1/97          | \$330,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$330,000          |
|   | 2/1/03          | 1,035,000         | 0                                   | 0                   | 1,035,000               | 0                     | 0                  |
|   | 8/1/03          | 16,605,000        | 0                                   | 0                   | 16,175,000              | 430,000               | 0                  |
|   | 2/1/04          | 12,240,000        | 0                                   | 0                   | 11,800,000              | 440,000               | 0                  |
|   | 8/1/04          | 3,855,000         | 0                                   | 0                   | 3,690,000               | 165,000               | 0                  |
|   | Subtotal        | \$34,065,000      | \$0                                 | \$0                 | \$32,700,000            | \$1,035,000           | \$330,000          |
| HOME MORTGAGE REVENUE BONDS 1994 Series G   | 2/1/00          | \$1,555,000       | \$0                                 | \$0                 | \$1,555,000             | \$0                   | \$0                |
|   | 8/1/00          | 2,910,000         | 0                                   | 0                   | 2,910,000               | 0                     | 0                  |
|   | 2/1/01          | 2,495,000         | 0                                   | 0                   | 2,260,000               | 235,000               | 0                  |
|   | 8/1/01          | 3,420,000         | 0                                   | 0                   | 3,270,000               | 150,000               | 0                  |
|   | 2/1/02          | 6,575,000         | 0                                   | 0                   | 6,325,000               | 250,000               | 0                  |
|   | 8/1/02          | 7,855,000         | 0                                   | 0                   | 7,575,000               | 280,000               | 0                  |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS               |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                           | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1994 Series G<br>(Continued)                      | 2/1/03          | 19,730,000        | 0                                   | 0                   | 4,535,000               | 225,000               | 14,970,000         |
|   | 8/1/03          | 5,300,000         | 0                                   | 0                   | 5,120,000               | 180,000               | 0                  |
|   | Subtotal        | \$49,840,000      | \$0                                 | \$0                 | \$33,550,000            | \$1,320,000           | \$14,970,000       |
| HOME MORTGAGE<br>REVENUE BONDS<br>1994 Series H   | 2/1/96          | \$1,520,000       | \$0                                 | \$0                 | \$1,325,000             | \$35,000              | \$160,000          |
|   | 8/1/96          | 3,090,000         | 0                                   | 0                   | 2,965,000               | 125,000               | 0                  |
|   | 2/1/97          | 3,335,000         | 0                                   | 0                   | 1,550,000               | 60,000                | 1,725,000          |
|   | 8/1/97          | 3,605,000         | 0                                   | 0                   | 2,600,000               | 105,000               | 900,000            |
|   | 2/1/98          | 5,555,000         | 0                                   | 0                   | 5,370,000               | 185,000               | 0                  |
|   | 8/1/98          | 12,275,000        | 0                                   | 0                   | 10,960,000              | 315,000               | 1,000,000          |
|   | 2/1/99          | 17,440,000        | 0                                   | 0                   | 16,950,000              | 490,000               | 0                  |
|   | 8/1/99          | 15,510,000        | 0                                   | 0                   | 14,975,000              | 535,000               | 0                  |
|   | 2/1/00          | 6,135,000         | 0                                   | 0                   | 5,895,000               | 240,000               | 0                  |
|   | 8/1/00          | 2,250,000         | 0                                   | 0                   | 2,155,000               | 95,000                | 0                  |
|   | 2/1/01          | 2,190,000         | 0                                   | 0                   | 2,190,000               | 0                     | 0                  |
|   | 8/1/01          | 2,130,000         | 0                                   | 0                   | 2,130,000               | 0                     | 0                  |
|   | 2/1/02          | 2,075,000         | 0                                   | 0                   | 2,075,000               | 0                     | 0                  |
|   | 8/1/02          | 2,025,000         | 0                                   | 0                   | 2,025,000               | 0                     | 0                  |
|   | 2/1/03          | 1,965,000         | 0                                   | 0                   | 1,965,000               | 0                     | 0                  |
|   | 8/1/03          | 1,685,000         | 0                                   | 0                   | 1,685,000               | 0                     | 0                  |
| Subtotal  | \$82,785,000    | \$0               | \$0                                 | \$76,815,000        | \$2,185,000             | \$3,785,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series A-1 | 8/1/98          | \$100,000         | \$0                                 | \$0                 | \$100,000               | \$0                   | \$0                |
|   | 2/1/03          | 4,250,000         | 0                                   | 0                   | 4,000,000               | 155,000               | 95,000             |
|   | Subtotal        | \$4,350,000       | \$0                                 | \$0                 | \$4,100,000             | \$155,000             | \$95,000           |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series A-2 | 8/1/97          | \$100,000         | \$0                                 | \$0                 | \$100,000               | \$0                   | \$0                |
|   | 2/1/98          | 450,000           | 0                                   | 0                   | 450,000                 | 0                     | 0                  |
|   | 8/1/98          | 1,000,000         | 0                                   | 0                   | 1,000,000               | 0                     | 0                  |
|   | 2/1/99          | 1,500,000         | 0                                   | 0                   | 1,500,000               | 0                     | 0                  |
|   | 8/1/03          | 4,000,000         | 0                                   | 0                   | 3,890,000               | 110,000               | 0                  |
|   | 2/1/04          | 3,300,000         | 0                                   | 0                   | 3,190,000               | 110,000               | 0                  |
|   | 8/1/04          | 4,350,000         | 0                                   | 0                   | 2,520,000               | 80,000                | 1,750,000          |
| Subtotal  | \$14,700,000    | \$0               | \$0                                 | \$12,650,000        | \$300,000               | \$1,750,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series B   | 8/1/96          | \$2,265,000       | \$0                                 | \$0                 | \$2,265,000             | \$0                   | \$0                |
|   | 2/1/97          | 1,255,000         | 0                                   | 0                   | 980,000                 | 0                     | 275,000            |
|   | 2/1/97 *        | 600,000           | 0                                   | 0                   | 0                       | 0                     | 600,000            |
|   | 8/1/97          | 1,725,000         | 0                                   | 0                   | 1,725,000               | 0                     | 0                  |
|   | 2/1/98          | 1,475,000         | 0                                   | 0                   | 1,475,000               | 0                     | 0                  |
|   | 8/1/98          | 2,930,000         | 0                                   | 0                   | 2,770,000               | 160,000               | 0                  |
|   | 2/1/99          | 4,660,000         | 0                                   | 0                   | 4,660,000               | 0                     | 0                  |
|   | 8/1/99          | 1,575,000         | 0                                   | 0                   | 1,575,000               | 0                     | 0                  |
|   | 2/1/00          | 5,975,000         | 0                                   | 0                   | 5,785,000               | 190,000               | 0                  |
|   | 8/1/00          | 3,820,000         | 0                                   | 0                   | 3,750,000               | 70,000                | 0                  |
|   | Subtotal        | \$26,280,000      | \$0                                 | \$0                 | \$24,985,000            | \$420,000             | \$875,000          |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series C   | 8/1/97          | \$75,000          | \$0                                 | \$0                 | \$0                     | \$30,000              | \$45,000           |
|   | 8/1/98          | 55,000            | 0                                   | 0                   | 0                       | 55,000                | 0                  |
|   | 8/1/00          | 60,000            | 0                                   | 0                   | 0                       | 60,000                | 0                  |
|   | 2/1/01          | 2,940,000         | 0                                   | 0                   | 2,835,000               | 105,000               | 0                  |
|   | 8/1/01          | 4,680,000         | 0                                   | 0                   | 4,555,000               | 125,000               | 0                  |
|   | 2/1/02          | 6,985,000         | 0                                   | 0                   | 6,860,000               | 125,000               | 0                  |
|   | 8/1/02          | 6,985,000         | 0                                   | 0                   | 6,735,000               | 250,000               | 0                  |
| Subtotal  | \$21,780,000    | \$0               | \$0                                 | \$20,985,000        | \$750,000               | \$45,000              |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series D   | 8/1/96          | \$1,365,000       | \$0                                 | \$0                 | \$1,135,000             | \$230,000             | \$0                |
|   | 8/1/97          | 1,120,000         | 0                                   | 0                   | 865,000                 | 0                     | 255,000            |
|   | 8/1/97 *        | 2,000,000         | 0                                   | 0                   | 0                       | 0                     | 2,000,000          |
|   | 2/1/98          | 2,130,000         | 0                                   | 0                   | 1,980,000               | 150,000               | 0                  |
|   | 8/1/98          | 3,725,000         | 0                                   | 0                   | 3,725,000               | 0                     | 0                  |
|   | 2/1/99          | 5,555,000         | 0                                   | 0                   | 5,275,000               | 280,000               | 0                  |
|   | 8/1/99          | 10,295,000        | 0                                   | 0                   | 9,245,000               | 380,000               | 670,000            |
| Subtotal  | \$26,190,000    | \$0               | \$0                                 | \$22,225,000        | \$1,040,000             | \$2,925,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series E   | 6/1/95          | \$100,000,000     | \$100,000,000                       | \$0                 | \$0                     | \$0                   | \$0                |
|   | 2/1/96          | 14,000,000        | 14,000,000                          | 0                   | 0                       | 0                     | 0                  |
|   | 10/16/96        | 10,125,000        | 10,125,000                          | 0                   | 0                       | 0                     | 0                  |
|   | 8/1/02          | 10,575,000        | 0                                   | 0                   | 10,150,000              | 425,000               | 0                  |
|   | 2/1/03          | 21,570,000        | 0                                   | 0                   | 18,900,000              | 970,000               | 1,700,000          |
|   | 8/1/03          | 17,195,000        | 0                                   | 0                   | 17,125,000              | 70,000                | 0                  |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS             |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                         | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1995 Series E<br>(Continued)                    | 2/1/04          | 11,565,000        | 0                                   | 0                   | 11,100,000              | 465,000               | 0                  |
|   | 8/1/04          | 4,280,000         | 0                                   | 0                   | 4,115,000               | 165,000               | 0                  |
|   | Subtotal        | \$189,310,000     | \$124,125,000                       | \$0                 | \$61,390,000            | \$2,095,000           | \$1,700,000        |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series F | 2/1/04          | \$10,540,000      | \$0                                 | \$0                 | \$10,105,000            | \$435,000             | \$0                |
|   | 8/1/04          | 6,610,000         | 0                                   | 0                   | 6,365,000               | 245,000               | 0                  |
|   | Subtotal        | \$17,150,000      | \$0                                 | \$0                 | \$16,470,000            | \$680,000             | \$0                |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series G | 2/1/97          | \$250,000         | \$0                                 | \$0                 | \$250,000               | \$0                   | \$0                |
|   | 8/1/97          | 770,000           | 0                                   | 0                   | 770,000                 | 0                     | 0                  |
|   | 2/1/98          | 1,310,000         | 0                                   | 0                   | 1,310,000               | 0                     | 0                  |
|   | 8/1/98          | 2,680,000         | 0                                   | 0                   | 2,680,000               | 0                     | 0                  |
|   | 2/1/99          | 4,050,000         | 0                                   | 0                   | 4,050,000               | 0                     | 0                  |
|   | 8/1/99          | 6,150,000         | 0                                   | 0                   | 6,150,000               | 0                     | 0                  |
|   | 2/1/00          | 3,295,000         | 0                                   | 0                   | 3,291,000               | 4,000                 | 0                  |
|   | 8/1/00          | 5,305,000         | 0                                   | 0                   | 5,075,000               | 230,000               | 0                  |
|   | 2/1/01          | 7,640,000         | 0                                   | 0                   | 7,420,000               | 220,000               | 0                  |
|   | 8/1/01          | 8,385,000         | 0                                   | 0                   | 8,145,000               | 240,000               | 0                  |
|   | 2/1/02          | 12,150,000        | 0                                   | 0                   | 11,800,000              | 350,000               | 0                  |
|   | 8/1/02          | 12,400,000        | 0                                   | 0                   | 12,050,000              | 350,000               | 0                  |
|   | 2/1/03          | 18,190,000        | 0                                   | 0                   | 13,750,000              | 440,000               | 4,000,000          |
|   | 8/1/03          | 18,735,000        | 0                                   | 0                   | 18,250,000              | 485,000               | 0                  |
|   | 2/1/04          | 1,375,000         | 0                                   | 0                   | 1,375,000               | 0                     | 0                  |
|   | 8/1/04          | 220,000           | 0                                   | 0                   | 220,000                 | 0                     | 0                  |
|   | Subtotal        | \$102,905,000     | \$0                                 | \$0                 | \$96,586,000            | \$2,319,000           | \$4,000,000        |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series H | 2/1/97          | \$300,000         | \$0                                 | \$0                 | \$165,000               | \$35,000              | \$100,000          |
|   | 2/1/97 *        | 500,000           | 0                                   | 0                   | 0                       | 0                     | 500,000            |
|   | 8/1/97          | 820,000           | 0                                   | 0                   | 515,000                 | 55,000                | 250,000            |
|   | 2/1/98          | 995,000           | 0                                   | 0                   | 875,000                 | 120,000               | 0                  |
|   | 8/1/98          | 2,380,000         | 0                                   | 0                   | 1,785,000               | 145,000               | 450,000            |
|   | 2/1/99          | 2,920,000         | 0                                   | 0                   | 2,700,000               | 220,000               | 0                  |
|   | 8/1/99          | 4,825,000         | 0                                   | 0                   | 4,100,000               | 325,000               | 400,000            |
|   | 2/1/00          | 2,410,000         | 0                                   | 0                   | 2,194,000               | 216,000               | 0                  |
|   | 8/1/00          | 600,000           | 0                                   | 0                   | 600,000                 | 0                     | 0                  |
|   | Subtotal        | \$15,750,000      | \$0                                 | \$0                 | \$12,934,000            | \$1,116,000           | \$1,700,000        |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series I | 8/1/98          | \$600,000         | \$0                                 | \$0                 | \$600,000               | \$0                   | \$0                |
|   | 2/1/04          | 3,000,000         | 0                                   | 0                   | 2,695,000               | 305,000               | 0                  |
|   | 8/1/04          | 3,000,000         | 0                                   | 0                   | 2,885,000               | 115,000               | 0                  |
| Subtotal  | \$6,600,000     | \$0               | \$0                                 | \$6,180,000         | \$420,000               | \$0                   |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series J | 2/1/03          | \$8,290,000       | \$0                                 | \$0                 | \$8,050,000             | \$240,000             | \$0                |
|   | 8/1/03          | 8,810,000         | 0                                   | 0                   | 8,550,000               | 260,000               | 0                  |
|   | 2/1/04          | 645,000           | 0                                   | 0                   | 645,000                 | 0                     | 0                  |
| Subtotal  | \$17,745,000    | \$0               | \$0                                 | \$17,245,000        | \$500,000               | \$0                   |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series K | 2/1/97          | \$935,000         | \$0                                 | \$0                 | \$240,000               | \$20,000              | \$675,000          |
|   | 2/1/97 *        | 1,000,000         | 0                                   | 0                   | 0                       | 0                     | 1,000,000          |
|   | 8/1/97          | 1,410,000         | 0                                   | 0                   | 870,000                 | 40,000                | 500,000            |
|   | 2/1/98          | 995,000           | 0                                   | 0                   | 935,000                 | 60,000                | 0                  |
|   | 8/1/98          | 1,330,000         | 0                                   | 0                   | 1,210,000               | 80,000                | 40,000             |
|   | 2/1/99          | 2,475,000         | 0                                   | 0                   | 2,365,000               | 110,000               | 0                  |
|   | 8/1/99          | 4,625,000         | 0                                   | 0                   | 4,175,000               | 150,000               | 300,000            |
|   | 2/1/00          | 4,270,000         | 0                                   | 0                   | 4,105,000               | 165,000               | 0                  |
|   | 8/1/00          | 3,940,000         | 0                                   | 0                   | 3,800,000               | 140,000               | 0                  |
|   | 2/1/01          | 2,870,000         | 0                                   | 0                   | 2,780,000               | 90,000                | 0                  |
|   | 8/1/01          | 7,010,000         | 0                                   | 0                   | 6,800,000               | 210,000               | 0                  |
|   | 2/1/02          | 8,390,000         | 0                                   | 0                   | 8,150,000               | 240,000               | 0                  |
|   | 8/1/02          | 8,285,000         | 0                                   | 0                   | 8,055,000               | 230,000               | 0                  |
|   | 2/1/04          | 5,460,000         | 0                                   | 0                   | 5,460,000               | 0                     | 0                  |
| 8/1/04  | 2,240,000       | 0                 | 0                                   | 2,105,000           | 135,000                 | 0                     |                    |
| Subtotal  | \$55,235,000    | \$0               | \$0                                 | \$51,050,000        | \$1,670,000             | \$2,515,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series L | 2/1/04          | \$8,000,000       | \$0                                 | \$0                 | \$7,635,000             | \$365,000             | \$0                |
| HOME MORTGAGE<br>REVENUE BONDS<br>1995 Series M | 2/1/97          | \$110,000         | \$0                                 | \$0                 | \$110,000               | \$0                   | \$0                |
|   | 2/1/97 *        | 1,100,000         | 0                                   | 0                   | 0                       | 0                     | 1,100,000          |
|   | 8/1/97          | 905,000           | 0                                   | 0                   | 620,000                 | 35,000                | 250,000            |
|   | 2/1/98          | 1,070,000         | 0                                   | 0                   | 1,005,000               | 65,000                | 0                  |
| 8/1/98  | 1,770,000       | 0                 | 0                                   | 1,240,000           | 55,000                  | 475,000               |                    |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS               |   |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |             |
|---|---|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|-------------|
| Indenture & Bond Series                           | Redemption Date                                   | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |             |
| 1995 Series M<br>(Continued)                      | 2/1/99  | 2,485,000         | 0                                   | 0                   | 2,420,000               | 65,000                | 0                  |             |
|   | 8/1/99  | 2,945,000         | 0                                   | 0                   | 2,535,000               | 110,000               | 300,000            |             |
|   | 2/1/00  | 2,580,000         | 0                                   | 0                   | 2,480,000               | 100,000               | 0                  |             |
|   | 8/1/00  | 4,080,000         | 0                                   | 0                   | 3,950,000               | 130,000               | 0                  |             |
|   | 2/1/01  | 2,785,000         | 0                                   | 0                   | 2,670,000               | 115,000               | 0                  |             |
|   | 8/1/01  | 4,230,000         | 0                                   | 0                   | 4,115,000               | 115,000               | 0                  |             |
|   | 2/1/02  | 7,465,000         | 0                                   | 0                   | 7,250,000               | 215,000               | 0                  |             |
|   | 8/1/02  | 8,240,000         | 0                                   | 0                   | 8,000,000               | 240,000               | 0                  |             |
|   | 2/1/03  | 8,270,000         | 0                                   | 0                   | 8,000,000               | 270,000               | 0                  |             |
|   | 8/1/03  | 14,545,000        | 0                                   | 0                   | 14,205,000              | 340,000               | 0                  |             |
|   | 2/1/04  | 1,365,000         | 0                                   | 0                   | 1,365,000               | 0                     | 0                  |             |
|   | 8/1/04  | 1,185,000         | 0                                   | 0                   | 1,185,000               | 0                     | 0                  |             |
|   | Subtotal  |                   | \$65,130,000                        | \$0                 | \$0                     | \$61,150,000          | \$1,855,000        | \$2,125,000 |
|   | HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series A   | 2/1/97            | \$4,765,000                         | \$0                 | \$0                     | \$4,630,000           | \$135,000          | \$0         |
| 8/1/97  |   | 6,125,000         | 0                                   | 0                   | 4,210,000               | 205,000               | 1,710,000          |             |
| 2/1/98  |   | 3,805,000         | 0                                   | 0                   | 3,630,000               | 175,000               | 0                  |             |
| 8/1/98  |   | 9,745,000         | 0                                   | 0                   | 6,930,000               | 215,000               | 2,600,000          |             |
| 2/1/99  |   | 8,335,000         | 0                                   | 0                   | 7,835,000               | 500,000               | 0                  |             |
| 8/1/99  |   | 9,760,000         | 0                                   | 0                   | 8,520,000               | 240,000               | 1,000,000          |             |
| 2/1/00  |   | 5,620,000         | 0                                   | 0                   | 5,590,000               | 30,000                | 0                  |             |
| 8/1/00  |   | 2,765,000         | 0                                   | 0                   | 2,765,000               | 0                     | 0                  |             |
| 2/1/01  |   | 3,625,000         | 0                                   | 0                   | 3,355,000               | 270,000               | 0                  |             |
| 8/1/01  |   | 3,930,000         | 0                                   | 0                   | 3,810,000               | 120,000               | 0                  |             |
| 2/1/02  |   | 6,795,000         | 0                                   | 0                   | 6,600,000               | 195,000               | 0                  |             |
| 8/1/02  |   | 6,215,000         | 0                                   | 0                   | 6,000,000               | 215,000               | 0                  |             |
| 2/1/03  |   | 7,350,000         | 0                                   | 0                   | 7,100,000               | 250,000               | 0                  |             |
| 8/1/03  |   | 6,195,000         | 0                                   | 0                   | 6,000,000               | 195,000               | 0                  |             |
| 2/1/04  | 2,135,000   | 0                 | 0                                   | 2,135,000           | 0                       | 0                     |                    |             |
| Subtotal  |   | \$87,165,000      | \$0                                 | \$0                 | \$79,110,000            | \$2,745,000           | \$5,310,000        |             |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series B   | 2/1/04  | \$7,020,000       | \$0                                 | \$0                 | \$6,520,000             | \$225,000             | \$275,000          |             |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series C-1 | 2/1/97 *  | \$100,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$100,000          |             |
|   | 2/1/98  | 190,000           | 0                                   | 0                   | 165,000                 | 25,000                | 0                  |             |
|   | 8/1/98  | 775,000           | 0                                   | 0                   | 745,000                 | 30,000                | 0                  |             |
|   | 2/1/99  | 1,410,000         | 0                                   | 0                   | 1,360,000               | 50,000                | 0                  |             |
|   | 8/1/99  | 960,000           | 0                                   | 0                   | 900,000                 | 60,000                | 0                  |             |
|   | 2/1/00  | 1,125,000         | 0                                   | 0                   | 1,045,000               | 80,000                | 0                  |             |
|   | 8/1/00  | 1,175,000         | 0                                   | 0                   | 895,000                 | 280,000               | 0                  |             |
|   | 2/1/01  | 845,000           | 0                                   | 0                   | 800,000                 | 45,000                | 0                  |             |
|   | 8/1/01  | 765,000           | 0                                   | 0                   | 765,000                 | 0                     | 0                  |             |
|   | 2/1/02  | 525,000           | 0                                   | 0                   | 510,000                 | 15,000                | 0                  |             |
|   | 8/1/03  | 1,100,000         | 0                                   | 0                   | 1,000,000               | 100,000               | 0                  |             |
|   | 2/1/04  | 1,200,000         | 0                                   | 0                   | 1,200,000               | 0                     | 0                  |             |
|   | 8/1/04  | 6,040,000         | 0                                   | 0                   | 2,510,000               | 100,000               | 3,430,000          |             |
|   | Subtotal  |                   | \$16,210,000                        | \$0                 | \$0                     | \$11,895,000          | \$785,000          | \$3,530,000 |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series C-2 | 2/1/97 *  | \$450,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$450,000          |             |
|   | 8/1/99  | 500,000           | 0                                   | 0                   | 500,000                 | 0                     | 0                  |             |
|   | 8/1/99 *  | 100,000           | 0                                   | 0                   | 0                       | 0                     | 100,000            |             |
|   | 2/1/00  | 500,000           | 0                                   | 0                   | 500,000                 | 0                     | 0                  |             |
|   | 8/1/00  | 900,000           | 0                                   | 0                   | 900,000                 | 0                     | 0                  |             |
|   | 2/1/01  | 600,000           | 0                                   | 0                   | 400,000                 | 0                     | 200,000            |             |
|   | 8/1/01  | 1,000,000         | 0                                   | 0                   | 1,000,000               | 0                     | 0                  |             |
|   | 2/1/02  | 1,900,000         | 0                                   | 0                   | 1,790,000               | 110,000               | 0                  |             |
|   | 8/1/02  | 1,500,000         | 0                                   | 0                   | 1,500,000               | 0                     | 0                  |             |
|   | 2/1/03  | 2,300,000         | 0                                   | 0                   | 2,100,000               | 200,000               | 0                  |             |
|   | 8/1/03  | 2,050,000         | 0                                   | 0                   | 2,050,000               | 0                     | 0                  |             |
|   | Subtotal  |                   | \$11,800,000                        | \$0                 | \$0                     | \$10,740,000          | \$310,000          | \$750,000   |
|   | HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series C-3 | 2/1/97 *          | \$450,000                           | \$0                 | \$0                     | \$0                   | \$0                | \$450,000   |
|   |   | 8/1/99            | 500,000                             | 0                   | 0                       | 500,000               | 0                  | 0           |
| 8/1/99 *  |   | 100,000           | 0                                   | 0                   | 0                       | 0                     | 100,000            |             |
| 2/1/00  |   | 500,000           | 0                                   | 0                   | 500,000                 | 0                     | 0                  |             |
| 8/1/00  |   | 900,000           | 0                                   | 0                   | 900,000                 | 0                     | 0                  |             |
| 2/1/01  |   | 600,000           | 0                                   | 0                   | 400,000                 | 0                     | 200,000            |             |
| 8/1/01  |   | 1,000,000         | 0                                   | 0                   | 1,000,000               | 0                     | 0                  |             |
| 2/1/02  |   | 1,900,000         | 0                                   | 0                   | 1,900,000               | 0                     | 0                  |             |
| 8/1/02  | 1,500,000   | 0                 | 0                                   | 1,500,000           | 0                       | 0                     |                    |             |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS             |   |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|---|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                         | Redemption Date                                 | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1996 Series C-3<br>(Continued)                  | 2/1/03  | 2,300,000         | 0                                   | 0                   | 2,300,000               | 0                     | 0                  |
|   | 8/1/03  | 2,050,000         | 0                                   | 0                   | 2,050,000               | 0                     | 0                  |
|   | Subtotal  | \$11,800,000      | \$0                                 | \$0                 | \$11,050,000            | \$0                   | \$750,000          |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series D | 12/11/96  | \$51,000,000      | \$51,000,000                        | \$0                 | \$0                     | \$0                   | \$0                |
|   | 2/1/03  | 1,590,000         | 0                                   | 0                   | 1,590,000               | 0                     | 0                  |
|   | 8/1/03  | 12,410,000        | 0                                   | 0                   | 11,975,000              | 435,000               | 0                  |
|   | Subtotal  | \$65,000,000      | \$51,000,000                        | \$0                 | \$13,565,000            | \$435,000             | \$0                |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series E | 2/1/99  | \$1,675,000       | \$0                                 | \$0                 | \$1,455,000             | \$220,000             | \$0                |
|   | 8/1/99  | 7,635,000         | 0                                   | 0                   | 6,400,000               | 235,000               | 1,000,000          |
|   | 2/1/00  | 6,995,000         | 0                                   | 0                   | 6,760,000               | 235,000               | 0                  |
|   | 8/1/00  | 5,440,000         | 0                                   | 0                   | 5,305,000               | 135,000               | 0                  |
|   | 2/1/01  | 7,790,000         | 0                                   | 0                   | 7,445,000               | 345,000               | 0                  |
|   | 8/1/01  | 9,795,000         | 0                                   | 0                   | 9,525,000               | 270,000               | 0                  |
|   | 2/1/02  | 13,390,000        | 0                                   | 0                   | 13,000,000              | 390,000               | 0                  |
|   | 8/1/02  | 15,705,000        | 0                                   | 0                   | 15,250,000              | 455,000               | 0                  |
|   | 2/1/03  | 16,340,000        | 0                                   | 0                   | 15,900,000              | 440,000               | 0                  |
|   | 8/1/03  | 19,550,000        | 0                                   | 0                   | 19,000,000              | 550,000               | 0                  |
|   | 2/1/04  | 17,000,000        | 0                                   | 0                   | 16,400,000              | 600,000               | 0                  |
|   | 8/1/04  | 8,730,000         | 0                                   | 0                   | 8,435,000               | 295,000               | 0                  |
|   | Subtotal  | \$130,045,000     | \$0                                 | \$0                 | \$124,875,000           | \$4,170,000           | \$1,000,000        |
|   | HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series F | 2/1/97            | \$2,300,000                         | \$0                 | \$0                     | \$0                   | \$0                |
| 8/1/97  |   | 720,000           | 0                                   | 0                   | 435,000                 | 35,000                | 250,000            |
| 2/1/98  |   | 1,105,000         | 0                                   | 0                   | 1,025,000               | 80,000                | 0                  |
| 8/1/98  |   | 3,420,000         | 0                                   | 0                   | 2,335,000               | 85,000                | 1,000,000          |
| 2/1/99  |   | 4,930,000         | 0                                   | 0                   | 4,930,000               | 0                     | 0                  |
| Subtotal  | \$12,475,000                                    | \$0               | \$0                                 | \$8,725,000         | \$200,000               | \$3,550,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series G | 8/1/04  | \$2,035,000       | \$0                                 | \$0                 | \$1,860,000             | \$175,000             | \$0                |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series H | 2/1/97  | \$200,000         | \$0                                 | \$0                 | \$0                     | \$0                   | \$200,000          |
|   | 8/1/97  | 300,000           | 0                                   | 0                   | 280,000                 | 20,000                | 0                  |
|   | 8/1/97 *  | 150,000           | 0                                   | 0                   | 0                       | 0                     | 150,000            |
|   | 2/1/98  | 505,000           | 0                                   | 0                   | 435,000                 | 70,000                | 0                  |
|   | 8/1/98  | 990,000           | 0                                   | 0                   | 770,000                 | 45,000                | 175,000            |
|   | 2/1/99  | 3,020,000         | 0                                   | 0                   | 2,855,000               | 165,000               | 0                  |
|   | 8/1/99  | 5,625,000         | 0                                   | 0                   | 4,765,000               | 260,000               | 600,000            |
|   | 2/1/00  | 2,930,000         | 0                                   | 0                   | 2,760,000               | 170,000               | 0                  |
|   | 8/1/00  | 4,205,000         | 0                                   | 0                   | 4,015,000               | 190,000               | 0                  |
|   | 2/1/01  | 4,055,000         | 0                                   | 0                   | 3,820,000               | 235,000               | 0                  |
|   | 8/1/01  | 6,580,000         | 0                                   | 0                   | 6,350,000               | 230,000               | 0                  |
|   | 2/1/02  | 9,815,000         | 0                                   | 0                   | 9,485,000               | 330,000               | 0                  |
|   | 8/1/02  | 14,400,000        | 0                                   | 0                   | 14,025,000              | 375,000               | 0                  |
|   | 2/1/03  | 13,740,000        | 0                                   | 0                   | 13,300,000              | 440,000               | 0                  |
|   | 8/1/03  | 13,965,000        | 0                                   | 0                   | 13,600,000              | 365,000               | 0                  |
|   | 2/1/04  | 13,155,000        | 0                                   | 0                   | 12,700,000              | 455,000               | 0                  |
|   | 8/1/04  | 2,330,000         | 0                                   | 0                   | 2,330,000               | 0                     | 0                  |
| Subtotal  | \$95,965,000                                    | \$0               | \$0                                 | \$91,490,000        | \$3,350,000             | \$1,125,000           |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series I | 8/1/97  | \$230,000         | \$0                                 | \$0                 | \$230,000               | \$0                   | \$0                |
|   | 2/1/98  | 355,000           | 0                                   | 0                   | 355,000                 | 0                     | 0                  |
|   | 8/1/98  | 630,000           | 0                                   | 0                   | 630,000                 | 0                     | 0                  |
|   | 2/1/99  | 2,340,000         | 0                                   | 0                   | 2,340,000               | 0                     | 0                  |
|   | 8/1/99  | 2,715,000         | 0                                   | 0                   | 2,715,000               | 0                     | 0                  |
|   | 2/1/00  | 1,735,000         | 0                                   | 0                   | 1,735,000               | 0                     | 0                  |
|   | 8/1/00  | 1,190,000         | 0                                   | 0                   | 1,190,000               | 0                     | 0                  |
|   | 2/1/01  | 2,435,000         | 0                                   | 0                   | 2,435,000               | 0                     | 0                  |
|   | 8/1/01  | 1,620,000         | 0                                   | 0                   | 1,620,000               | 0                     | 0                  |
|   | 2/1/02  | 1,515,000         | 0                                   | 0                   | 1,515,000               | 0                     | 0                  |
|   | 8/1/02  | 225,000           | 0                                   | 0                   | 225,000                 | 0                     | 0                  |
| Subtotal  | \$14,990,000                                    | \$0               | \$0                                 | \$14,990,000        | \$0                     | \$0                   |                    |
| HOME MORTGAGE<br>REVENUE BONDS<br>1996 Series J | 7/24/97   | \$11,000,000      | \$11,000,000                        | \$0                 | \$0                     | \$0                   | \$0                |
|   | 3/1/98  | 7,900,000         | 7,900,000                           | 0                   | 0                       | 0                     | 0                  |
|   | 6/11/98   | 34,000,000        | 34,000,000                          | 0                   | 0                       | 0                     | 0                  |
|   | 7/30/98   | 23,725,000        | 23,725,000                          | 0                   | 0                       | 0                     | 0                  |
| Subtotal  | \$76,625,000                                    | \$76,625,000      | \$0                                 | \$0                 | \$0                     | \$0                   |                    |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS         |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                     | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1996 Series J-1 | 8/1/03          | \$1,380,000       | \$0                                 | \$0                 | \$1,110,000             | \$270,000             | \$0                |
|   | 2/1/04          | 22,220,000        | 0                                   | 0                   | 21,380,000              | 840,000               | 0                  |
|   | 8/1/04          | 5,440,000         | 0                                   | 0                   | 4,970,000               | 470,000               | 0                  |
|   | Subtotal        | \$29,040,000      | \$0                                 | \$0                 | \$27,460,000            | \$1,580,000           | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series J-2 | 2/1/03          | \$13,615,000      | \$0                                 | \$0                 | \$13,615,000            | \$0                   | \$0                |
|   | 8/1/03          | 6,550,000         | 0                                   | 0                   | 6,550,000               | 0                     | 0                  |
|   | 2/1/04          | 3,560,000         | 0                                   | 0                   | 3,560,000               | 0                     | 0                  |
|   | Subtotal        | \$23,725,000      | \$0                                 | \$0                 | \$23,725,000            | \$0                   | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series K   | 2/1/04          | \$1,285,000       | \$0                                 | \$0                 | \$1,285,000             | \$0                   | \$0                |
|   | 8/1/04          | 5,340,000         | 0                                   | 0                   | 5,150,000               | 190,000               | 0                  |
|   | Subtotal        | \$6,625,000       | \$0                                 | \$0                 | \$6,435,000             | \$190,000             | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series L   | 8/1/97          | \$135,000         | \$0                                 | \$0                 | \$135,000               | \$0                   | \$0                |
|   | 2/1/98          | 215,000           | 0                                   | 0                   | 215,000                 | 0                     | 0                  |
|   | 8/1/98          | 445,000           | 0                                   | 0                   | 445,000                 | 0                     | 0                  |
|   | 2/1/99          | 1,705,000         | 0                                   | 0                   | 1,705,000               | 0                     | 0                  |
|   | 8/1/99          | 3,980,000         | 0                                   | 0                   | 3,250,000               | 230,000               | 500,000            |
|   | 2/1/00          | 2,435,000         | 0                                   | 0                   | 2,275,000               | 160,000               | 0                  |
|   | 8/1/00          | 1,495,000         | 0                                   | 0                   | 1,365,000               | 130,000               | 0                  |
|   | 2/1/01          | 2,185,000         | 0                                   | 0                   | 2,070,000               | 115,000               | 0                  |
|   | 8/1/01          | 5,955,000         | 0                                   | 0                   | 5,735,000               | 220,000               | 0                  |
|   | 2/1/02          | 10,565,000        | 0                                   | 0                   | 10,215,000              | 350,000               | 0                  |
|   | 8/1/02          | 10,545,000        | 0                                   | 0                   | 10,255,000              | 290,000               | 0                  |
|   | 2/1/03          | 13,035,000        | 0                                   | 0                   | 11,400,000              | 435,000               | 1,200,000          |
|   | 8/1/03          | 11,380,000        | 0                                   | 0                   | 11,055,000              | 325,000               | 0                  |
|   | 2/1/04          | 10,205,000        | 0                                   | 0                   | 9,775,000               | 430,000               | 0                  |
|   | Subtotal        | \$74,280,000      | \$0                                 | \$0                 | \$69,895,000            | \$2,685,000           | \$1,700,000        |
| HOME MORTGAGE REVENUE BONDS 1996 Series M   | 8/1/97          | \$230,000         | \$0                                 | \$0                 | \$230,000               | \$0                   | \$0                |
|   | 8/1/97 *        | 200,000           | 0                                   | 0                   | 0                       | 0                     | 200,000            |
|   | 2/1/98          | 420,000           | 0                                   | 0                   | 370,000                 | 50,000                | 0                  |
|   | 8/1/98          | 1,160,000         | 0                                   | 0                   | 760,000                 | 50,000                | 350,000            |
|   | 8/1/98 *        | 200,000           | 0                                   | 0                   | 0                       | 0                     | 200,000            |
|   | 2/1/99          | 3,035,000         | 0                                   | 0                   | 2,900,000               | 135,000               | 0                  |
|   | 8/1/99          | 3,370,000         | 0                                   | 0                   | 3,370,000               | 0                     | 0                  |
|   | 2/1/00          | 1,655,000         | 0                                   | 0                   | 1,655,000               | 0                     | 0                  |
|   | 8/1/00          | 1,620,000         | 0                                   | 0                   | 1,620,000               | 0                     | 0                  |
|   | 2/1/01          | 1,570,000         | 0                                   | 0                   | 1,570,000               | 0                     | 0                  |
|   | 8/1/01          | 1,530,000         | 0                                   | 0                   | 1,530,000               | 0                     | 0                  |
|   | 2/1/02          | 1,485,000         | 0                                   | 0                   | 1,485,000               | 0                     | 0                  |
|   | 8/1/02          | 1,405,000         | 0                                   | 0                   | 1,405,000               | 0                     | 0                  |
|   | 2/1/03          | 1,400,000         | 0                                   | 0                   | 1,400,000               | 0                     | 0                  |
|   | 8/1/03          | 1,145,000         | 0                                   | 0                   | 1,145,000               | 0                     | 0                  |
|   | 2/1/04          | 915,000           | 0                                   | 0                   | 915,000                 | 0                     | 0                  |
|   | Subtotal        | \$21,340,000      | \$0                                 | \$0                 | \$20,355,000            | \$235,000             | \$750,000          |
| HOME MORTGAGE REVENUE BONDS 1996 Series N   | 2/1/98          | \$10,000          | \$0                                 | \$0                 | \$10,000                | \$0                   | \$0                |
|   | 8/1/98          | 180,000           | 0                                   | 0                   | 180,000                 | 0                     | 0                  |
|   | 2/1/99          | 145,000           | 0                                   | 0                   | 145,000                 | 0                     | 0                  |
|   | 8/1/99          | 1,260,000         | 0                                   | 0                   | 1,260,000               | 0                     | 0                  |
|   | 2/1/00          | 830,000           | 0                                   | 0                   | 830,000                 | 0                     | 0                  |
|   | 8/1/00          | 795,000           | 0                                   | 0                   | 795,000                 | 0                     | 0                  |
|   | 2/1/01          | 1,235,000         | 0                                   | 0                   | 1,235,000               | 0                     | 0                  |
|   | 8/1/01          | 1,555,000         | 0                                   | 0                   | 1,555,000               | 0                     | 0                  |
|   | 2/1/02          | 9,215,000         | 0                                   | 0                   | 8,735,000               | 480,000               | 0                  |
|   | 8/1/02          | 6,050,000         | 0                                   | 0                   | 6,050,000               | 0                     | 0                  |
|   | Subtotal        | \$21,275,000      | \$0                                 | \$0                 | \$20,795,000            | \$480,000             | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series O   | 2/1/98          | \$95,000          | \$0                                 | \$0                 | \$60,000                | \$35,000              | \$0                |
|   | 8/1/98          | 1,140,000         | 0                                   | 0                   | 1,075,000               | 65,000                | 0                  |
|   | 2/1/99          | 3,405,000         | 0                                   | 0                   | 3,280,000               | 125,000               | 0                  |
|   | 8/1/99          | 9,440,000         | 0                                   | 0                   | 9,120,000               | 320,000               | 0                  |
|   | 2/1/00          | 6,065,000         | 0                                   | 0                   | 5,825,000               | 240,000               | 0                  |
|   | 8/1/00          | 5,660,000         | 0                                   | 0                   | 5,360,000               | 300,000               | 0                  |
|   | 2/1/01          | 7,300,000         | 0                                   | 0                   | 7,075,000               | 225,000               | 0                  |
|   | 8/1/01          | 8,940,000         | 0                                   | 0                   | 8,650,000               | 290,000               | 0                  |
|   | 2/1/02          | 7,265,000         | 0                                   | 0                   | 7,265,000               | 0                     | 0                  |
|   | Subtotal        | \$49,310,000      | \$0                                 | \$0                 | \$47,710,000            | \$1,600,000           | \$0                |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1996 Series Q | 2/1/04          | \$400,000         | \$0                                 | \$0                 | \$400,000               | \$0                   | \$0                |
|   | 8/1/04          | 5,385,000         | 0                                   | 0                   | 5,145,000               | 240,000               | 0                  |
|   | Subtotal        | \$5,785,000       | \$0                                 | \$0                 | \$5,545,000             | \$240,000             | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series R | 8/1/97          | \$40,000          | \$0                                 | \$0                 | \$40,000                | \$0                   | \$0                |
|   | 2/1/98          | 50,000            | 0                                   | 0                   | 50,000                  | 0                     | 0                  |
|   | 8/1/98          | 535,000           | 0                                   | 0                   | 535,000                 | 0                     | 0                  |
|   | 2/1/99          | 1,370,000         | 0                                   | 0                   | 1,370,000               | 0                     | 0                  |
|   | 8/1/99          | 1,795,000         | 0                                   | 0                   | 1,795,000               | 0                     | 0                  |
|   | 2/1/00          | 1,575,000         | 0                                   | 0                   | 1,575,000               | 0                     | 0                  |
|   | 8/1/00          | 1,465,000         | 0                                   | 0                   | 1,465,000               | 0                     | 0                  |
|   | 2/1/01          | 1,870,000         | 0                                   | 0                   | 1,870,000               | 0                     | 0                  |
|   | 8/1/01          | 4,805,000         | 0                                   | 0                   | 4,590,000               | 215,000               | 0                  |
|   | 2/1/02          | 9,560,000         | 0                                   | 0                   | 9,245,000               | 315,000               | 0                  |
|   | 8/1/02          | 13,365,000        | 0                                   | 0                   | 12,975,000              | 390,000               | 0                  |
|   | 2/1/03          | 12,100,000        | 0                                   | 0                   | 11,620,000              | 480,000               | 0                  |
|   | 8/1/03          | 3,570,000         | 0                                   | 0                   | 3,570,000               | 0                     | 0                  |
|   | 2/1/04          | 12,760,000        | 0                                   | 0                   | 12,285,000              | 475,000               | 0                  |
|   | 8/1/04          | 640,000           | 0                                   | 0                   | 640,000                 | 0                     | 0                  |
|   | Subtotal        | \$65,500,000      | \$0                                 | \$0                 | \$63,625,000            | \$1,875,000           | \$0                |
| HOME MORTGAGE REVENUE BONDS 1996 Series S | 8/1/97          | \$75,000          | \$0                                 | \$0                 | \$75,000                | \$0                   | \$0                |
|   | 8/1/97 *        | 100,000           | 0                                   | 0                   | 0                       | 0                     | 100,000            |
|   | 2/1/98          | 120,000           | 0                                   | 0                   | 90,000                  | 30,000                | 0                  |
|   | 8/1/98          | 1,650,000         | 0                                   | 0                   | 995,000                 | 65,000                | 590,000            |
|   | 8/1/98 *        | 150,000           | 0                                   | 0                   | 0                       | 0                     | 150,000            |
|   | 2/1/99          | 2,665,000         | 0                                   | 0                   | 2,545,000               | 120,000               | 0                  |
|   | 8/1/99          | 3,515,000         | 0                                   | 0                   | 3,340,000               | 175,000               | 0                  |
|   | 2/1/00          | 3,100,000         | 0                                   | 0                   | 2,920,000               | 180,000               | 0                  |
|   | 8/1/00          | 2,875,000         | 0                                   | 0                   | 2,715,000               | 160,000               | 0                  |
|   | 2/1/01          | 3,665,000         | 0                                   | 0                   | 3,465,000               | 200,000               | 0                  |
|   | 8/1/01          | 2,770,000         | 0                                   | 0                   | 2,770,000               | 0                     | 0                  |
|   | 2/1/02          | 1,355,000         | 0                                   | 0                   | 1,355,000               | 0                     | 0                  |
|   | 8/1/02          | 1,325,000         | 0                                   | 0                   | 1,325,000               | 0                     | 0                  |
|   | 2/1/03          | 1,290,000         | 0                                   | 0                   | 1,290,000               | 0                     | 0                  |
|   | 8/1/03          | 1,255,000         | 0                                   | 0                   | 1,255,000               | 0                     | 0                  |
|   | 2/1/04          | 70,000            | 0                                   | 0                   | 70,000                  | 0                     | 0                  |
|   | Subtotal        | \$25,980,000      | \$0                                 | \$0                 | \$24,210,000            | \$930,000             | \$840,000          |
| HOME MORTGAGE REVENUE BONDS 1997 Series A | 2/1/04          | \$2,700,000       | \$0                                 | \$0                 | \$2,700,000             | \$0                   | \$0                |
|   | 8/1/04          | 3,900,000         | 0                                   | 0                   | 3,705,000               | 195,000               | 0                  |
|   | Subtotal        | \$6,600,000       | \$0                                 | \$0                 | \$6,405,000             | \$195,000             | \$0                |
| HOME MORTGAGE REVENUE BONDS 1997 Series B | 2/1/98          | \$75,000          | \$0                                 | \$0                 | \$75,000                | \$0                   | \$0                |
|   | 8/1/98          | 540,000           | 0                                   | 0                   | 540,000                 | 0                     | 0                  |
|   | 2/1/99          | 1,680,000         | 0                                   | 0                   | 1,680,000               | 0                     | 0                  |
|   | 8/1/99          | 3,655,000         | 0                                   | 0                   | 3,655,000               | 0                     | 0                  |
|   | 2/1/00          | 1,910,000         | 0                                   | 0                   | 1,910,000               | 0                     | 0                  |
|   | 8/1/00          | 2,165,000         | 0                                   | 0                   | 2,165,000               | 0                     | 0                  |
|   | 2/1/01          | 2,505,000         | 0                                   | 0                   | 2,505,000               | 0                     | 0                  |
|   | 8/1/01          | 3,780,000         | 0                                   | 0                   | 3,780,000               | 0                     | 0                  |
|   | 2/1/02          | 7,650,000         | 0                                   | 0                   | 7,650,000               | 0                     | 0                  |
|   | 8/1/02          | 9,645,000         | 0                                   | 0                   | 9,645,000               | 0                     | 0                  |
|   | 2/1/03          | 13,035,000        | 0                                   | 0                   | 12,610,000              | 425,000               | 0                  |
|   | 8/1/03          | 15,950,000        | 0                                   | 0                   | 15,535,000              | 415,000               | 0                  |
|   | 2/1/04          | 7,240,000         | 0                                   | 0                   | 6,815,000               | 425,000               | 0                  |
|   | 8/1/04          | 1,220,000         | 0                                   | 0                   | 1,220,000               | 0                     | 0                  |
|   | Subtotal        | \$71,050,000      | \$0                                 | \$0                 | \$69,785,000            | \$1,265,000           | \$0                |
| HOME MORTGAGE REVENUE BONDS 1997 Series C | 2/1/98          | \$70,000          | \$0                                 | \$0                 | \$50,000                | \$20,000              | \$0                |
|   | 8/1/98          | 900,000           | 0                                   | 0                   | 360,000                 | 40,000                | 500,000            |
|   | 2/1/99          | 1,210,000         | 0                                   | 0                   | 1,115,000               | 95,000                | 0                  |
|   | 8/1/99          | 3,630,000         | 0                                   | 0                   | 2,440,000               | 190,000               | 1,000,000          |
|   | 2/1/00          | 1,410,000         | 0                                   | 0                   | 1,270,000               | 140,000               | 0                  |
|   | 8/1/00          | 1,575,000         | 0                                   | 0                   | 1,440,000               | 135,000               | 0                  |
|   | 2/1/01          | 1,830,000         | 0                                   | 0                   | 1,670,000               | 160,000               | 0                  |
|   | 8/1/01          | 2,700,000         | 0                                   | 0                   | 2,515,000               | 185,000               | 0                  |
|   | 2/1/02          | 5,480,000         | 0                                   | 0                   | 5,100,000               | 380,000               | 0                  |
|   | 8/1/02          | 2,695,000         | 0                                   | 0                   | 2,355,000               | 340,000               | 0                  |
|   | 2/1/03          | 890,000           | 0                                   | 0                   | 890,000                 | 0                     | 0                  |
|   | 8/1/03          | 865,000           | 0                                   | 0                   | 865,000                 | 0                     | 0                  |
|   | 2/1/04          | 840,000           | 0                                   | 0                   | 840,000                 | 0                     | 0                  |
|   | 8/1/04          | 810,000           | 0                                   | 0                   | 810,000                 | 0                     | 0                  |
|   | Subtotal        | \$24,905,000      | \$0                                 | \$0                 | \$21,720,000            | \$1,685,000           | \$1,500,000        |

CALIFORNIA HOUSING FINANCE AGENCY

BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS       |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                   | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| HOME MORTGAGE REVENUE BONDS 1997 Series D | 2/1/04          | \$7,560,000       | \$0                                 | \$0                 | \$7,100,000             | \$460,000             | \$0                |
|   | 8/1/04          | 3,635,000         | 0                                   | 0                   | 3,385,000               | 250,000               | 0                  |
|   | Subtotal        | \$11,195,000      | \$0                                 | \$0                 | \$10,485,000            | \$710,000             | \$0                |
|   |                 |                   |                                     |                     |                         |                       |                    |
| HOME MORTGAGE REVENUE BONDS 1997 Series E | 8/1/98          | \$130,000         | \$0                                 | \$0                 | \$130,000               | \$0                   | \$0                |
|   | 2/1/99          | 975,000           | 0                                   | 0                   | 975,000                 | 0                     | 0                  |
|   | 8/1/99          | 2,185,000         | 0                                   | 0                   | 2,185,000               | 0                     | 0                  |
|   | 2/1/00          | 1,340,000         | 0                                   | 0                   | 1,340,000               | 0                     | 0                  |
|   | 8/1/00          | 1,640,000         | 0                                   | 0                   | 1,640,000               | 0                     | 0                  |
|   | 2/1/01          | 1,770,000         | 0                                   | 0                   | 1,770,000               | 0                     | 0                  |
|   | 8/1/01          | 2,965,000         | 0                                   | 0                   | 2,965,000               | 0                     | 0                  |
|   | 2/1/02          | 8,005,000         | 0                                   | 0                   | 7,640,000               | 365,000               | 0                  |
|   | 8/1/02          | 12,220,000        | 0                                   | 0                   | 11,745,000              | 475,000               | 0                  |
|   | 2/1/03          | 10,250,000        | 0                                   | 0                   | 9,780,000               | 470,000               | 0                  |
|   | 8/1/03          | 10,965,000        | 0                                   | 0                   | 10,565,000              | 400,000               | 0                  |
|   | 2/1/04          | 1,410,000         | 0                                   | 0                   | 1,410,000               | 0                     | 0                  |
|   | 8/1/04          | 740,000           | 0                                   | 0                   | 740,000                 | 0                     | 0                  |
|   | Subtotal        | \$54,595,000      | \$0                                 | \$0                 | \$52,885,000            | \$1,710,000           | \$0                |
| HOME MORTGAGE REVENUE BONDS 1997 Series F | 8/1/98          | \$320,000         | \$0                                 | \$0                 | \$190,000               | \$130,000             | \$0                |
|   | 2/1/99          | 1,685,000         | 0                                   | 0                   | 1,460,000               | 225,000               | 0                  |
|   | 8/1/99          | 3,965,000         | 0                                   | 0                   | 3,280,000               | 335,000               | 350,000            |
|   | 2/1/00          | 2,225,000         | 0                                   | 0                   | 2,005,000               | 220,000               | 0                  |
|   | 8/1/00          | 2,450,000         | 0                                   | 0                   | 2,450,000               | 0                     | 0                  |
|   | 2/1/01          | 3,090,000         | 0                                   | 0                   | 2,650,000               | 440,000               | 0                  |
|   | 8/1/01          | 4,720,000         | 0                                   | 0                   | 4,445,000               | 275,000               | 0                  |
|   | 2/1/02          | 2,660,000         | 0                                   | 0                   | 2,660,000               | 0                     | 0                  |
|   | 8/1/02          | 1,255,000         | 0                                   | 0                   | 1,255,000               | 0                     | 0                  |
|   | 2/1/03          | 1,220,000         | 0                                   | 0                   | 1,220,000               | 0                     | 0                  |
|   | 8/1/03          | 1,185,000         | 0                                   | 0                   | 1,185,000               | 0                     | 0                  |
|   | 2/1/04          | 1,145,000         | 0                                   | 0                   | 1,145,000               | 0                     | 0                  |
|   | 8/1/04          | 1,110,000         | 0                                   | 0                   | 1,110,000               | 0                     | 0                  |
|   | Subtotal        | \$27,030,000      | \$0                                 | \$0                 | \$25,055,000            | \$1,625,000           | \$350,000          |
| HOME MORTGAGE REVENUE BONDS 1997 Series G | 2/1/98          | \$2,590,000       | \$0                                 | \$0                 | \$2,500,000             | \$90,000              | \$0                |
|   | 8/1/98          | 2,745,000         | 0                                   | 0                   | 2,745,000               | 0                     | 0                  |
|   | 2/1/99          | 4,270,000         | 0                                   | 0                   | 4,270,000               | 0                     | 0                  |
|   | 8/1/99          | 4,575,000         | 0                                   | 0                   | 4,575,000               | 0                     | 0                  |
|   | 2/1/00          | 2,340,000         | 0                                   | 0                   | 2,340,000               | 0                     | 0                  |
|   | 8/1/00          | 1,550,000         | 0                                   | 0                   | 1,550,000               | 0                     | 0                  |
|   | 2/1/01          | 1,745,000         | 0                                   | 0                   | 1,745,000               | 0                     | 0                  |
|   | 8/1/01          | 1,670,000         | 0                                   | 0                   | 1,670,000               | 0                     | 0                  |
|   | 2/1/02          | 2,020,000         | 0                                   | 0                   | 2,020,000               | 0                     | 0                  |
|   | 8/1/02          | 4,300,000         | 0                                   | 0                   | 4,300,000               | 0                     | 0                  |
|   | 2/1/03          | 1,900,000         | 0                                   | 0                   | 1,900,000               | 0                     | 0                  |
|   | 8/1/03          | 3,500,000         | 0                                   | 0                   | 3,500,000               | 0                     | 0                  |
|   | 2/1/04          | 2,475,000         | 0                                   | 0                   | 2,475,000               | 0                     | 0                  |
|   | 8/1/04          | 1,385,000         | 0                                   | 0                   | 1,385,000               | 0                     | 0                  |
| Subtotal                                  | \$37,065,000    | \$0               | \$0                                 | \$36,975,000        | \$90,000                | \$0                   |                    |
| HOME MORTGAGE REVENUE BONDS 1997 Series I | 2/1/99          | \$380,000         | \$0                                 | \$0                 | \$380,000               | \$0                   | \$0                |
|   | 8/1/99          | 1,080,000         | 0                                   | 0                   | 1,080,000               | 0                     | 0                  |
|   | 2/1/00          | 885,000           | 0                                   | 0                   | 885,000                 | 0                     | 0                  |
|   | 8/1/00          | 1,285,000         | 0                                   | 0                   | 1,285,000               | 0                     | 0                  |
|   | 2/1/01          | 1,835,000         | 0                                   | 0                   | 1,835,000               | 0                     | 0                  |
|   | 8/1/01          | 3,130,000         | 0                                   | 0                   | 3,130,000               | 0                     | 0                  |
|   | 2/1/02          | 4,400,000         | 0                                   | 0                   | 4,400,000               | 0                     | 0                  |
|   | 8/1/02          | 4,800,000         | 0                                   | 0                   | 4,800,000               | 0                     | 0                  |
|   | 2/1/03          | 6,675,000         | 0                                   | 0                   | 6,225,000               | 450,000               | 0                  |
|   | 8/1/03          | 17,880,000        | 0                                   | 0                   | 17,385,000              | 495,000               | 0                  |
|   | 2/1/04          | 12,070,000        | 0                                   | 0                   | 11,630,000              | 440,000               | 0                  |
| 8/1/04                                    | 5,950,000       | 0                 | 0                                   | 5,620,000           | 330,000                 | 0                     |                    |
| Subtotal                                  | \$60,370,000    | \$0               | \$0                                 | \$58,655,000        | \$1,715,000             | \$0                   |                    |
| HOME MORTGAGE REVENUE BONDS 1997 Series J | 1/1/98          | \$26,000,000      | \$26,000,000                        | \$0                 | \$0                     | \$0                   | \$0                |
| HOME MORTGAGE REVENUE BONDS 1997 Series K | 2/1/99          | \$595,000         | \$0                                 | \$0                 | \$565,000               | \$30,000              | \$0                |
|   | 8/1/99          | 2,020,000         | 0                                   | 0                   | 1,620,000               | 100,000               | 300,000            |
|   | 2/1/00          | 1,410,000         | 0                                   | 0                   | 1,325,000               | 85,000                | 0                  |
|   | 8/1/00          | 1,925,000         | 0                                   | 0                   | 1,925,000               | 0                     | 0                  |
|   | 2/1/01          | 3,060,000         | 0                                   | 0                   | 2,750,000               | 310,000               | 0                  |
| 8/1/01                                    | 4,920,000       | 0                 | 0                                   | 4,690,000           | 230,000                 | 0                     |                    |

## CALIFORNIA HOUSING FINANCE AGENCY

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| SINGLE FAMILY HOUSING BOND PROGRAMS                         |                 |                   | SOURCES OF SPECIAL REDEMPTION FUNDS |                     |                         |                       |                    |
|---|-----------------|-------------------|-------------------------------------|---------------------|-------------------------|-----------------------|--------------------|
| Indenture & Bond Series                                     | Redemption Date | Redemption Amount | Refund/Remarket Short Term Debt     | Unexpended Proceeds | Recoveries of Principal | Reduction of Reserves | Available Revenues |
| 1997 Series K   | 2/1/02          | 6,930,000         | 0                                   | 0                   | 6,600,000               | 330,000               | 0                  |
| (Continued)   | 8/1/02          | 7,520,000         | 0                                   | 0                   | 7,200,000               | 320,000               | 0                  |
|   | 2/1/03          | 7,975,000         | 0                                   | 0                   | 7,975,000               | 0                     | 0                  |
|   | 8/1/03          | 1,415,000         | 0                                   | 0                   | 1,415,000               | 0                     | 0                  |
|   | 2/1/04          | 1,370,000         | 0                                   | 0                   | 1,370,000               | 0                     | 0                  |
|   | 8/1/04          | 1,330,000         | 0                                   | 0                   | 1,330,000               | 0                     | 0                  |
|   | Subtotal        | \$40,470,000      | \$0                                 | \$0                 | \$38,765,000            | \$1,405,000           | \$300,000          |
| HOME MORTGAGE REVENUE BONDS;<br>TOTALS TO DATE (82A to 97K) |                 | \$7,483,081,680   | \$862,430,000                       | \$1,105,137,550     | \$4,092,010,241         | \$201,813,421         | \$1,221,690,468    |

\* Cross-call redemption using funds from within the Indenture.

+ Economic Refunding; amounts under column "Available Revenues" include proceeds of refunding bonds.

## BOND REDEMPTION HISTORY AS OF AUGUST 1, 2004

| Indenture/Bond Series               | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |                |  |
|-------------------------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|----------------|--|
|                                     |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total          |  |
| SINGLE FAMILY BONDS                 |                 |                                    |                    |                           |                                 |                       |   |                |  |
| HOME MORTGAGE REVENUE BONDS (Cont.) |                 |                                    |                    |                           |                                 |                       |   |                |  |
| 1997 Series L                       | 8/1/99          | \$ 185,000                         | \$ 0               | \$ 185,000                | \$ 0                            | \$ 0                  | \$ 185,000  | \$ 185,000     |  |
|                                     | 8/1/00          | 370,000                            | 0                  | 370,000                   | 0                               | 0                     | 370,000   | 370,000        |  |
|                                     | 8/1/01          | 385,000                            | 0                  | 385,000                   | 0                               | 0                     | 385,000   | 385,000        |  |
|                                     | 8/1/02          | 430,000                            | 0                  | 430,000                   | 0                               | 0                     | 430,000   | 430,000        |  |
|                                     | 8/1/03          | 480,000                            | 0                  | 480,000                   | 0                               | 0                     | 480,000   | 480,000        |  |
|                                     | 8/1/04          | 500,000                            | 0                  | 500,000                   | 0                               | 0                     | 500,000   | 500,000        |  |
|                                     | SUBTOTAL        | \$ 2,350,000                       | \$ 0               | \$ 2,350,000              | \$ 0                            | \$ 0                  | \$ 2,350,000  | \$ 2,350,000   |  |
| 1997 Series M                       | 2/1/99          | \$ 0                               | \$ 310,000         | \$ 310,000                | \$ 0                            | \$ 0                  | \$ 310,000  | \$ 310,000     |  |
|                                     | 8/1/99          | 0                                  | 395,000            | 395,000                   | 0                               | 0                     | 395,000   | 395,000        |  |
|                                     | 2/1/00          | 0                                  | 840,000            | 840,000                   | 0                               | 0                     | 840,000   | 840,000        |  |
|                                     | 8/1/00          | 0                                  | 485,000            | 485,000                   | 0                               | 0                     | 485,000   | 485,000        |  |
|                                     | 2/1/01          | 0                                  | 755,000            | 755,000                   | 0                               | 0                     | 755,000   | 755,000        |  |
|                                     | 8/1/01          | 0                                  | 595,000            | 595,000                   | 0                               | 0                     | 595,000   | 595,000        |  |
|                                     | 2/1/02          | 0                                  | 2,225,000          | 2,225,000                 | 0                               | 0                     | 2,225,000   | 2,225,000      |  |
|                                     | 8/1/02          | 0                                  | 2,520,000          | 2,520,000                 | 0                               | 30,000                | 2,490,000   | 2,520,000      |  |
|                                     | 2/1/03          | 0                                  | 4,410,000          | 4,410,000                 | 0                               | 330,000               | 4,080,000   | 4,410,000      |  |
|                                     | 8/1/03          | 0                                  | 11,965,000         | 11,965,000                | 0                               | 395,000               | 11,570,000  | 11,965,000     |  |
|                                     | 2/1/04          | 0                                  | 11,235,000         | 11,235,000                | 0                               | 410,000               | 10,825,000  | 11,235,000     |  |
|                                     | 8/1/04          | 0                                  | 5,495,000          | 5,495,000                 | 0                               | 200,000               | 5,295,000   | 5,495,000      |  |
|                                     | SUBTOTAL        | \$ 0                               | \$ 41,230,000      | \$ 41,230,000             | \$ 0                            | \$ 1,365,000          | \$ 39,865,000   | \$ 41,230,000  |  |
| 1997 Series N                       | 2/1/99          | \$ 0                               | \$ 560,000         | \$ 560,000                | \$ 0                            | \$ 15,000             | \$ 545,000  | \$ 560,000     |  |
|                                     | 8/1/99          | 435,000                            | 1,520,000          | 1,955,000                 | 0                               | 70,000                | 1,885,000   | 1,955,000      |  |
|                                     | 2/1/00          | 455,000                            | 2,325,000          | 2,780,000                 | 0                               | 110,000               | 2,670,000   | 2,780,000      |  |
|                                     | 8/1/00          | 460,000                            | 2,160,000          | 2,620,000                 | 0                               | 0                     | 2,620,000   | 2,620,000      |  |
|                                     | 2/1/01          | 480,000                            | 1,730,000          | 2,210,000                 | 0                               | 200,000               | 2,010,000   | 2,210,000      |  |
|                                     | 8/1/01          | 500,000                            | 2,140,000          | 2,640,000                 | 0                               | 95,000                | 2,545,000   | 2,640,000      |  |
|                                     | 2/1/02          | 510,000                            | 5,265,000          | 5,775,000                 | 0                               | 210,000               | 5,565,000   | 5,775,000      |  |
|                                     | 8/1/02          | 500,000                            | 5,450,000          | 5,950,000                 | 0                               | 180,000               | 5,770,000   | 5,950,000      |  |
|                                     | 2/1/03          | 285,000                            | 6,910,000          | 7,195,000                 | 0                               | 0                     | 7,195,000   | 7,195,000      |  |
|                                     | 8/1/03          | 0                                  | 3,315,000          | 3,315,000                 | 0                               | 0                     | 3,315,000   | 3,315,000      |  |
|                                     | SUBTOTAL        | \$ 3,625,000                       | \$ 31,375,000      | \$ 35,000,000             | \$ 0                            | \$ 880,000            | \$ 34,120,000   | \$ 35,000,000  |  |
| 1997 Series O                       | 8/1/03          | \$ 0                               | \$ 2,000,000       | \$ 2,000,000              | \$ 0                            | \$ 85,000             | \$ 1,915,000  | \$ 2,000,000   |  |
|                                     | 2/1/04          | 0                                  | 4,185,000          | 4,185,000                 | 0                               | 55,000                | 4,130,000   | 4,185,000      |  |
|                                     | 8/1/04          | 0                                  | 2,290,000          | 2,290,000                 | 0                               | 75,000                | 2,215,000   | 2,290,000      |  |
|                                     | SUBTOTAL        | \$ 0                               | \$ 8,475,000       | \$ 8,475,000              | \$ 0                            | \$ 215,000            | \$ 8,260,000  | \$ 8,475,000   |  |
| 1998 Series B                       | 2/1/99          | \$ 0                               | \$ 155,000         | \$ 155,000                | \$ 0                            | \$ 0                  | \$ 155,000  | \$ 155,000     |  |
|                                     | 8/1/99          | 145,000                            | 115,000            | 260,000                   | 0                               | 0                     | 260,000   | 260,000        |  |
|                                     | 2/1/00          | 0                                  | 380,000            | 380,000                   | 0                               | 0                     | 380,000   | 380,000        |  |
|                                     | 8/1/00          | 320,000                            | 170,000            | 490,000                   | 0                               | 0                     | 490,000   | 490,000        |  |
|                                     | 2/1/01          | 0                                  | 755,000            | 755,000                   | 0                               | 0                     | 755,000   | 755,000        |  |
|                                     | 8/1/01          | 445,000                            | 1,375,000          | 1,820,000                 | 0                               | 0                     | 1,820,000   | 1,820,000      |  |
|                                     | 2/1/02          | 0                                  | 2,580,000          | 2,580,000                 | 0                               | 0                     | 2,580,000   | 2,580,000      |  |
|                                     | 8/1/02          | 475,000                            | 1,790,000          | 2,265,000                 | 0                               | 0                     | 2,265,000   | 2,265,000      |  |
|                                     | 2/1/03          | 0                                  | 3,225,000          | 3,225,000                 | 0                               | 0                     | 3,225,000   | 3,225,000      |  |
|                                     | 8/1/03          | 495,000                            | 11,030,000         | 11,525,000                | 0                               | 380,000               | 11,145,000  | 11,525,000     |  |
|                                     | 2/1/04          | 0                                  | 15,935,000         | 15,935,000                | 0                               | 570,000               | 15,365,000  | 15,935,000     |  |
|                                     | 8/1/04          | 615,000                            | 4,315,000          | 4,930,000                 | 0                               | 225,000               | 4,705,000   | 4,930,000      |  |
|                                     | SUBTOTAL        | \$ 2,495,000                       | \$ 41,825,000      | \$ 44,320,000             | \$ 0                            | \$ 1,175,000          | \$ 43,145,000   | \$ 44,320,000  |  |
| 1998 Series C                       | 6/1/98          | \$ 0                               | \$ 5,620,000       | \$ 5,620,000              | \$ 5,620,000                    | \$ 0                  | \$ 0  | \$ 5,620,000   |  |
|                                     | 1/4/99          | 0                                  | 15,835,000         | 15,835,000                | 15,835,000                      | 0                     | 0   | 15,835,000     |  |
|                                     | SUBTOTAL        | \$ 0                               | \$ 21,455,000      | \$ 21,455,000             | \$ 21,455,000                   | \$ 0                  | \$ 0  | \$ 21,455,000  |  |
| 1998 Series D                       | 2/1/99          | \$ 0                               | \$ 350,000         | \$ 350,000                | \$ 0                            | \$ 10,000             | \$ 340,000  | \$ 350,000     |  |
|                                     | 8/1/99          | 575,000                            | 495,000            | 1,070,000                 | 0                               | 0                     | 1,070,000   | 1,070,000      |  |
|                                     | 2/1/00          | 590,000                            | 1,025,000          | 1,615,000                 | 0                               | 90,000                | 1,525,000   | 1,615,000      |  |
|                                     | 8/1/00          | 590,000                            | 1,350,000          | 1,940,000                 | 0                               | 0                     | 1,940,000   | 1,940,000      |  |
|                                     | 2/1/01          | 560,000                            | 2,155,000          | 2,715,000                 | 0                               | 185,000               | 2,530,000   | 2,715,000      |  |
|                                     | 8/1/01          | 575,000                            | 3,050,000          | 3,625,000                 | 0                               | 135,000               | 3,490,000   | 3,625,000      |  |
|                                     | 2/1/02          | 590,000                            | 5,335,000          | 5,925,000                 | 0                               | 220,000               | 5,705,000   | 5,925,000      |  |
|                                     | 8/1/02          | 605,000                            | 4,205,000          | 4,810,000                 | 0                               | 190,000               | 4,620,000   | 4,810,000      |  |
|                                     | 2/1/03          | 625,000                            | 5,925,000          | 6,550,000                 | 0                               | 300,000               | 6,250,000   | 6,550,000      |  |
|                                     | 8/1/03          | 640,000                            | 5,075,000          | 5,715,000                 | 0                               | 0                     | 5,715,000   | 5,715,000      |  |
|                                     | 2/1/04          | 0                                  | 1,320,000          | 1,320,000                 | 0                               | 0                     | 1,320,000   | 1,320,000      |  |
|                                     | 8/1/04          | 0                                  | 1,190,000          | 1,190,000                 | 0                               | 0                     | 1,190,000   | 1,190,000      |  |
|                                     | SUBTOTAL        | \$ 5,350,000                       | \$ 31,475,000      | \$ 36,825,000             | \$ 0                            | \$ 1,130,000          | \$ 35,695,000   | \$ 36,825,000  |  |
| 1998 Series E                       | 9/1/98          | \$ 0                               | \$ 5,425,000       | \$ 5,425,000              | \$ 5,425,000                    | \$ 0                  | \$ 0  | \$ 5,425,000   |  |
|                                     | 10/1/98         | 0                                  | 16,275,000         | 16,275,000                | 16,275,000                      | 0                     | 0   | 16,275,000     |  |
|                                     | 10/15/98        | 0                                  | 20,010,000         | 20,010,000                | 20,010,000                      | 0                     | 0   | 20,010,000     |  |
|                                     | 12/9/98         | 0                                  | 40,000,000         | 40,000,000                | 40,000,000                      | 0                     | 0   | 40,000,000     |  |
|                                     | 1/4/99          | 0                                  | 26,220,000         | 26,220,000                | 26,220,000                      | 0                     | 0   | 26,220,000     |  |
|                                     | 3/12/99         | 0                                  | 19,070,000         | 19,070,000                | 19,070,000                      | 0                     | 0   | 19,070,000     |  |
|                                     | SUBTOTAL        | \$ 0                               | \$ 127,000,000     | \$ 127,000,000            | \$ 127,000,000                  | \$ 0                  | \$ 0  | \$ 127,000,000 |  |

| Indenture/Bond Series | Redemption Date | Serial and Sinking Fund Maturities | Special    | Redemption    | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |               |
|-----------------------|-----------------|------------------------------------|------------|---------------|---------------------------|---------------------------------|-----------------------|---|---------------|
|                       |                 |                                    |            |               |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total         |
| 1998 Series E-1       | 2/1/04          | \$ 0                               | \$         | 14,120,000    | \$ 14,120,000             | \$ 0                            | \$ 0                  | \$ 14,120,000   | \$ 14,120,000 |
|                       | 8/1/04          | 0                                  |            | 5,890,000     | 5,890,000                 | 0                               | 0                     | 5,890,000   | 5,890,000     |
|                       | SUBTOTAL        | \$ 0                               | \$         | 20,010,000    | \$ 20,010,000             | \$ 0                            | \$ 0                  | \$ 20,010,000   | \$ 20,010,000 |
| 1998 Series E-2       | 8/1/03          | \$ 0                               | \$         | 14,345,000    | \$ 14,345,000             | \$ 0                            | \$ 615,000            | \$ 13,730,000   | \$ 14,345,000 |
|                       | 2/1/04          | 0                                  |            | 13,995,000    | 13,995,000                | 0                               | 645,000               | 13,350,000  | 13,995,000    |
|                       | 8/1/04          | 0                                  |            | 7,895,000     | 7,895,000                 | 0                               | 425,000               | 7,470,000   | 7,895,000     |
| SUBTOTAL              | \$ 0            | \$                                 | 36,235,000 | \$ 36,235,000 | \$ 0                      | \$ 1,685,000                    | \$ 34,550,000         | \$ 36,235,000   |               |
| 1998 Series F         | 8/1/99          | \$ 0                               | \$         | 5,700,000     | \$ 5,700,000              | \$ 0                            | \$ 0                  | \$ 5,700,000  | \$ 5,700,000  |
|                       | 2/1/00          | 0                                  |            | 2,170,000     | 2,170,000                 | 0                               | 0                     | 2,170,000   | 2,170,000     |
|                       | 8/1/00          | 0                                  |            | 2,585,000     | 2,585,000                 | 0                               | 0                     | 2,585,000   | 2,585,000     |
|                       | 2/1/01          | 0                                  |            | 2,755,000     | 2,755,000                 | 0                               | 0                     | 2,755,000   | 2,755,000     |
|                       | 8/1/01          | 0                                  |            | 2,880,000     | 2,880,000                 | 0                               | 0                     | 2,880,000   | 2,880,000     |
|                       | 2/1/02          | 0                                  |            | 2,930,000     | 2,930,000                 | 0                               | 0                     | 2,930,000   | 2,930,000     |
|                       | 8/1/02          | 0                                  |            | 2,945,000     | 2,945,000                 | 0                               | 0                     | 2,945,000   | 2,945,000     |
|                       | 2/1/03          | 0                                  |            | 2,755,000     | 2,755,000                 | 0                               | 0                     | 2,755,000   | 2,755,000     |
|                       | 8/1/03          | 0                                  |            | 12,345,000    | 12,345,000                | 0                               | 280,000               | 12,065,000  | 12,345,000    |
|                       | 2/1/04          | 0                                  |            | 2,340,000     | 2,340,000                 | 0                               | 0                     | 2,340,000   | 2,340,000     |
|                       | 8/1/04          | 0                                  |            | 7,105,000     | 7,105,000                 | 0                               | 0                     | 7,105,000   | 7,105,000     |
|                       | SUBTOTAL        | \$ 0                               | \$         | 46,510,000    | \$ 46,510,000             | \$ 0                            | \$ 280,000            | \$ 46,230,000   | \$ 46,510,000 |
| 1998 Series G         | 2/1/99          | \$ 855,000                         | \$         | 0             | \$ 855,000                | \$ 0                            | \$ 0                  | \$ 855,000  | \$ 855,000    |
|                       | 8/1/99          | 1,005,000                          |            | 0             | 1,005,000                 | 0                               | 0                     | 1,005,000   | 1,005,000     |
|                       | 2/1/00          | 1,065,000                          |            | 514,571       | 1,579,571                 | 0                               | 0                     | 1,579,571   | 1,579,571     |
|                       | 8/1/00          | 1,100,000                          |            | 0             | 1,100,000                 | 0                               | 0                     | 1,100,000   | 1,100,000     |
|                       | 2/1/01          | 1,140,000                          |            | 0             | 1,140,000                 | 0                               | 0                     | 1,140,000   | 1,140,000     |
|                       | 8/1/01          | 1,205,000                          |            | 1,939,717     | 3,144,717                 | 0                               | 0                     | 3,144,717   | 3,144,717     |
|                       | 2/1/02          | 1,250,000                          |            | 2,954,131     | 4,204,131                 | 0                               | 0                     | 4,204,131   | 4,204,131     |
|                       | 8/1/02          | 1,280,000                          |            | 4,469,934     | 5,749,934                 | 0                               | 0                     | 5,749,934   | 5,749,934     |
|                       | 2/1/03          | 1,325,000                          |            | 4,788,553     | 6,113,553                 | 0                               | 0                     | 6,113,553   | 6,113,553     |
|                       | 8/1/03          | 1,365,000                          |            | 287,909       | 1,652,909                 | 0                               | 0                     | 1,652,909   | 1,652,909     |
|                       | 2/1/04          | 1,405,000                          |            | 0             | 1,405,000                 | 0                               | 0                     | 1,405,000   | 1,405,000     |
|                       | 8/1/04          | 1,450,000                          |            | 0             | 1,450,000                 | 0                               | 0                     | 1,450,000   | 1,450,000     |
| SUBTOTAL              | \$ 14,445,000   | \$                                 | 14,954,815 | \$ 29,399,815 | \$ 0                      | \$ 0                            | \$ 29,399,815         | \$ 29,399,815   |               |
| 1998 Series H         | 8/1/99          | \$ 1,140,000                       | \$         | 4,060,000     | \$ 5,200,000              | \$ 0                            | \$ 185,000            | \$ 5,015,000  | \$ 5,200,000  |
|                       | 2/1/00          | 1,305,000                          |            | 1,980,000     | 3,285,000                 | 0                               | 500,000               | 2,785,000   | 3,285,000     |
|                       | 8/1/00          | 1,460,000                          |            | 1,255,000     | 2,715,000                 | 0                               | 0                     | 2,715,000   | 2,715,000     |
|                       | 2/1/01          | 1,505,000                          |            | 4,085,000     | 5,590,000                 | 0                               | 255,000               | 5,335,000   | 5,590,000     |
|                       | 8/1/01          | 1,535,000                          |            | 3,360,000     | 4,895,000                 | 0                               | 275,000               | 4,620,000   | 4,895,000     |
|                       | 2/1/02          | 1,560,000                          |            | 4,015,000     | 5,575,000                 | 0                               | 300,000               | 5,275,000   | 5,575,000     |
|                       | 8/1/02          | 1,615,000                          |            | 4,390,000     | 6,005,000                 | 0                               | 250,000               | 5,755,000   | 6,005,000     |
|                       | 2/1/03          | 1,660,000                          |            | 4,925,000     | 6,585,000                 | 0                               | 645,000               | 5,940,000   | 6,585,000     |
|                       | 8/1/03          | 1,190,000                          |            | 6,905,000     | 8,095,000                 | 0                               | 0                     | 8,095,000   | 8,095,000     |
|                       | 2/1/04          | 0                                  |            | 710,000       | 710,000                   | 0                               | 0                     | 710,000   | 710,000       |
|                       | 8/1/04          | 0                                  |            | 565,000       | 565,000                   | 0                               | 0                     | 565,000   | 565,000       |
|                       | SUBTOTAL        | \$ 12,970,000                      | \$         | 36,250,000    | \$ 49,220,000             | \$ 0                            | \$ 2,410,000          | \$ 46,810,000   | \$ 49,220,000 |
| 1998 Series I         | 2/1/04          | \$ 0                               | \$         | 8,075,000     | \$ 8,075,000              | \$ 0                            | \$ 0                  | \$ 8,075,000  | \$ 8,075,000  |
| 1998 Series J         | 8/1/99          | \$ 0                               | \$         | 110,000       | \$ 110,000                | \$ 0                            | \$ 0                  | \$ 110,000  | \$ 110,000    |
|                       | 2/1/00          | 390,000                            |            | 10,000        | 400,000                   | 0                               | 0                     | 400,000   | 400,000       |
|                       | 8/1/00          | 390,000                            |            | 300,000       | 690,000                   | 0                               | 0                     | 690,000   | 690,000       |
|                       | 2/1/01          | 390,000                            |            | 450,000       | 840,000                   | 0                               | 450,000               | 390,000   | 840,000       |
|                       | 8/1/01          | 420,000                            |            | 1,130,000     | 1,550,000                 | 0                               | 170,000               | 1,380,000   | 1,550,000     |
|                       | 2/1/02          | 420,000                            |            | 6,320,000     | 6,740,000                 | 0                               | 0                     | 6,740,000   | 6,740,000     |
|                       | 8/1/02          | 420,000                            |            | 6,640,000     | 7,060,000                 | 0                               | 0                     | 7,060,000   | 7,060,000     |
|                       | 2/1/03          | 420,000                            |            | 2,550,000     | 2,970,000                 | 0                               | 0                     | 2,970,000   | 2,970,000     |
|                       | 8/1/03          | 415,000                            |            | 13,050,000    | 13,465,000                | 0                               | 850,000               | 12,615,000  | 13,465,000    |
|                       | 2/1/04          | 415,000                            |            | 9,925,000     | 10,340,000                | 0                               | 925,000               | 9,415,000   | 10,340,000    |
|                       | 8/1/04          | 0                                  |            | 1,875,000     | 1,875,000                 | 0                               | 0                     | 1,875,000   | 1,875,000     |
|                       | SUBTOTAL        | \$ 3,680,000                       | \$         | 42,360,000    | \$ 46,040,000             | \$ 0                            | \$ 2,395,000          | \$ 43,645,000   | \$ 46,040,000 |
| 1998 Series K         | 1/4/99          | \$ 0                               | \$         | 27,945,000    | \$ 27,945,000             | \$ 27,945,000                   | \$ 0                  | \$ 0  | \$ 27,945,000 |
| 1998 Series L         | 2/1/99          | \$ 440,000                         | \$         | 345,000       | \$ 785,000                | \$ 0                            | \$ 0                  | \$ 785,000  | \$ 785,000    |
|                       | 8/1/99          | 445,000                            |            | 5,835,000     | 6,280,000                 | 0                               | 0                     | 6,280,000   | 6,280,000     |
|                       | 2/1/00          | 1,095,000                          |            | 1,165,000     | 2,260,000                 | 0                               | 0                     | 2,260,000   | 2,260,000     |
|                       | 8/1/00          | 1,145,000                          |            | 5,055,000     | 6,200,000                 | 0                               | 0                     | 6,200,000   | 6,200,000     |
|                       | 2/1/01          | 1,150,000                          |            | 390,000       | 1,540,000                 | 0                               | 200,000               | 1,340,000   | 1,540,000     |
|                       | 8/1/01          | 1,115,000                          |            | 7,555,000     | 8,670,000                 | 0                               | 0                     | 8,670,000   | 8,670,000     |
|                       | 2/1/02          | 1,065,000                          |            | 5,435,000     | 6,500,000                 | 0                               | 0                     | 6,500,000   | 6,500,000     |
|                       | 8/1/02          | 1,030,000                          |            | 4,225,000     | 5,255,000                 | 0                               | 0                     | 5,255,000   | 5,255,000     |
|                       | 2/1/03          | 990,000                            |            | 4,040,000     | 5,030,000                 | 0                               | 0                     | 5,030,000   | 5,030,000     |
|                       | 8/1/03          | 890,000                            |            | 3,830,000     | 4,720,000                 | 0                               | 0                     | 4,720,000   | 4,720,000     |
|                       | 2/1/04          | 935,000                            |            | 3,635,000     | 4,570,000                 | 0                               | 0                     | 4,570,000   | 4,570,000     |
|                       | 8/1/04          | 850,000                            |            | 3,730,000     | 4,580,000                 | 0                               | 0                     | 4,580,000   | 4,580,000     |
| SUBTOTAL              | \$ 11,150,000   | \$                                 | 45,240,000 | \$ 56,390,000 | \$ 0                      | \$ 200,000                      | \$ 56,190,000         | \$ 56,390,000   |               |
| 1998 Series M         | 2/1/99          | \$ 815,000                         | \$         | 0             | \$ 815,000                | \$ 0                            | \$ 0                  | \$ 815,000  | \$ 815,000    |
|                       | 7/1/99          | 0                                  |            | 11,990,000    | 11,990,000                | 0                               | 0                     | 11,990,000  | 11,990,000    |
|                       | 8/1/99          | 685,000                            |            | 1,020,000     | 1,705,000                 | 0                               | 180,000               | 1,525,000   | 1,705,000     |
|                       | 2/1/00          | 685,000                            |            | 7,925,000     | 8,610,000                 | 0                               | 565,000               | 8,045,000   | 8,610,000     |
|                       | 8/1/00          | 600,000                            |            | 345,000       | 945,000                   | 0                               | 0                     | 945,000   | 945,000       |
|                       | 10/19/00        | 0                                  |            | 6,300,000     | 6,300,000                 | 0                               | 0                     | 6,300,000   | 6,300,000     |
| 2/1/01                | 520,000         |                                    | 545,000    | 1,065,000     | 0                         | 0                               | 1,065,000             | 1,065,000   |               |

| Indenture/Bond Series        | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |               |  |
|------------------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|---------------|--|
|                              |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total         |  |
| 1998 Series M<br>(Continued) | 8/1/01          | 530,000                            | 1,870,000          | 2,400,000                 | 0                               | 145,000               | 2,255,000   | 2,400,000     |  |
|                              | 2/1/02          | 515,000                            | 5,165,000          | 5,680,000                 | 0                               | 480,000               | 5,200,000   | 5,680,000     |  |
|                              | 8/1/02          | 445,000                            | 7,640,000          | 8,085,000                 | 0                               | 550,000               | 7,535,000   | 8,085,000     |  |
|                              | 2/1/03          | 335,000                            | 4,320,000          | 4,655,000                 | 0                               | 705,000               | 3,950,000   | 4,655,000     |  |
|                              | 8/1/03          | 260,000                            | 3,205,000          | 3,465,000                 | 0                               | 0                     | 3,465,000   | 3,465,000     |  |
|                              | 2/1/04          | 200,000                            | 5,400,000          | 5,600,000                 | 0                               | 65,000                | 5,535,000   | 5,600,000     |  |
|                              | 8/1/04          | 100,000                            | 8,275,000          | 8,375,000                 | 0                               | 440,000               | 7,935,000   | 8,375,000     |  |
|                              | SUBTOTAL        | \$ 5,690,000                       | \$ 64,000,000      | \$ 69,690,000             | \$ 0                            | \$ 3,130,000          | \$ 66,560,000   | \$ 69,690,000 |  |
| 1998 Series N                | 8/1/99          | 0                                  | 530,000            | 530,000                   | 0                               | 220,000               | 310,000   | 530,000       |  |
|                              | 2/1/00          | 550,000                            | 0                  | 550,000                   | 0                               | 0                     | 550,000   | 550,000       |  |
|                              | 8/1/00          | 570,000                            | 0                  | 570,000                   | 0                               | 0                     | 570,000   | 570,000       |  |
|                              | 2/1/01          | 580,000                            | 290,000            | 870,000                   | 0                               | 0                     | 870,000   | 870,000       |  |
|                              | 8/1/01          | 590,000                            | 1,165,000          | 1,755,000                 | 0                               | 40,000                | 1,715,000   | 1,755,000     |  |
|                              | 2/1/02          | 605,000                            | 2,290,000          | 2,895,000                 | 0                               | 185,000               | 2,710,000   | 2,895,000     |  |
|                              | 8/1/02          | 610,000                            | 6,795,000          | 7,405,000                 | 0                               | 300,000               | 7,105,000   | 7,405,000     |  |
|                              | 2/1/03          | 625,000                            | 8,515,000          | 9,140,000                 | 0                               | 410,000               | 8,730,000   | 9,140,000     |  |
|                              | 8/1/03          | 640,000                            | 19,130,000         | 19,770,000                | 0                               | 878,000               | 18,892,000  | 19,770,000    |  |
|                              | 2/1/04          | 650,000                            | 6,630,000          | 7,280,000                 | 0                               | 475,000               | 6,805,000   | 7,280,000     |  |
|                              | 8/1/04          | 665,000                            | 4,885,000          | 5,550,000                 | 0                               | 475,000               | 5,075,000   | 5,550,000     |  |
| SUBTOTAL                     | \$ 6,085,000    | \$ 50,230,000                      | \$ 56,315,000      | \$ 0                      | \$ 2,983,000                    | \$ 53,332,000         | \$ 56,315,000   |               |  |
| 1998 Series O                | 8/1/99          | 0                                  | 810,000            | 810,000                   | 0                               | 0                     | 810,000   | 810,000       |  |
|                              | 2/1/00          | 540,000                            | 1,170,000          | 1,710,000                 | 0                               | 0                     | 1,710,000   | 1,710,000     |  |
|                              | 8/1/00          | 545,000                            | 1,170,000          | 1,715,000                 | 0                               | 0                     | 1,715,000   | 1,715,000     |  |
|                              | 2/1/01          | 545,000                            | 3,020,000          | 3,565,000                 | 0                               | 15,000                | 3,550,000   | 3,565,000     |  |
|                              | 8/1/01          | 520,000                            | 4,535,000          | 5,055,000                 | 0                               | 135,000               | 4,920,000   | 5,055,000     |  |
|                              | 2/1/02          | 475,000                            | 4,665,000          | 5,140,000                 | 0                               | 0                     | 5,140,000   | 5,140,000     |  |
|                              | 8/1/02          | 430,000                            | 3,755,000          | 4,185,000                 | 0                               | 0                     | 4,185,000   | 4,185,000     |  |
|                              | 2/1/03          | 385,000                            | 3,670,000          | 4,055,000                 | 0                               | 0                     | 4,055,000   | 4,055,000     |  |
|                              | 8/1/03          | 340,000                            | 3,565,000          | 3,905,000                 | 0                               | 0                     | 3,905,000   | 3,905,000     |  |
|                              | 2/1/04          | 295,000                            | 3,470,000          | 3,765,000                 | 0                               | 0                     | 3,765,000   | 3,765,000     |  |
|                              | 8/1/04          | 245,000                            | 3,385,000          | 3,630,000                 | 0                               | 0                     | 3,630,000   | 3,630,000     |  |
| SUBTOTAL                     | \$ 4,320,000    | \$ 33,215,000                      | \$ 37,535,000      | \$ 0                      | \$ 150,000                      | \$ 37,385,000         | \$ 37,535,000   |               |  |
| 1998 Series Q                | 2/1/03          | 0                                  | 6,510,000          | 6,510,000                 | 0                               | 300,000               | 6,210,000   | 6,510,000     |  |
|                              | 8/1/03          | 0                                  | 3,490,000          | 3,490,000                 | 0                               | 0                     | 3,490,000   | 3,490,000     |  |
|                              | SUBTOTAL        | \$ 0                               | \$ 10,000,000      | \$ 10,000,000             | \$ 0                            | \$ 300,000            | \$ 9,700,000  | \$ 10,000,000 |  |
| 1998 Series R                | 8/1/99          | 0                                  | 300,000            | 300,000                   | 0                               | 0                     | 300,000   | 300,000       |  |
|                              | 2/1/00          | 175,000                            | 320,000            | 495,000                   | 0                               | 0                     | 495,000   | 495,000       |  |
|                              | 8/1/00          | 180,000                            | 450,000            | 630,000                   | 0                               | 0                     | 630,000   | 630,000       |  |
|                              | 2/1/01          | 225,000                            | 840,000            | 1,065,000                 | 0                               | 170,000               | 895,000   | 1,065,000     |  |
|                              | 8/1/01          | 230,000                            | 920,000            | 1,150,000                 | 0                               | 110,000               | 1,040,000   | 1,150,000     |  |
|                              | 2/1/02          | 235,000                            | 3,010,000          | 3,245,000                 | 0                               | 170,000               | 3,075,000   | 3,245,000     |  |
|                              | 8/1/02          | 245,000                            | 5,285,000          | 5,530,000                 | 0                               | 250,000               | 5,280,000   | 5,530,000     |  |
|                              | 2/1/03          | 275,000                            | 1,380,000          | 1,655,000                 | 0                               | 0                     | 1,655,000   | 1,655,000     |  |
|                              | 8/1/03          | 280,000                            | 990,000            | 1,270,000                 | 0                               | 0                     | 1,270,000   | 1,270,000     |  |
|                              | 2/1/04          | 285,000                            | 3,715,000          | 4,000,000                 | 0                               | 0                     | 4,000,000   | 4,000,000     |  |
|                              | 8/1/04          | 290,000                            | 2,380,000          | 2,670,000                 | 0                               | 0                     | 2,670,000   | 2,670,000     |  |
| SUBTOTAL                     | \$ 2,420,000    | \$ 19,590,000                      | \$ 22,010,000      | \$ 0                      | \$ 700,000                      | \$ 21,310,000         | \$ 22,010,000   |               |  |
| 1998 Series S                | 8/1/99          | 0                                  | 50,000             | 50,000                    | 0                               | 0                     | 50,000  | 50,000        |  |
|                              | 2/1/00          | 835,000                            | 515,000            | 1,350,000                 | 0                               | 30,000                | 1,320,000   | 1,350,000     |  |
|                              | 8/1/00          | 845,000                            | 810,000            | 1,655,000                 | 0                               | 0                     | 1,655,000   | 1,655,000     |  |
|                              | 2/1/01          | 810,000                            | 2,290,000          | 3,100,000                 | 0                               | 0                     | 3,100,000   | 3,100,000     |  |
|                              | 8/1/01          | 795,000                            | 2,075,000          | 2,870,000                 | 0                               | 0                     | 2,870,000   | 2,870,000     |  |
|                              | 2/1/02          | 775,000                            | 3,215,000          | 3,990,000                 | 0                               | 0                     | 3,990,000   | 3,990,000     |  |
|                              | 8/1/02          | 725,000                            | 3,020,000          | 3,745,000                 | 0                               | 0                     | 3,745,000   | 3,745,000     |  |
|                              | 2/1/03          | 665,000                            | 2,895,000          | 3,560,000                 | 0                               | 0                     | 3,560,000   | 3,560,000     |  |
|                              | 8/1/03          | 630,000                            | 2,780,000          | 3,410,000                 | 0                               | 0                     | 3,410,000   | 3,410,000     |  |
|                              | 2/1/04          | 585,000                            | 2,670,000          | 3,255,000                 | 0                               | 0                     | 3,255,000   | 3,255,000     |  |
|                              | 8/1/04          | 535,000                            | 2,570,000          | 3,105,000                 | 0                               | 0                     | 3,105,000   | 3,105,000     |  |
| SUBTOTAL                     | \$ 7,200,000    | \$ 22,890,000                      | \$ 30,090,000      | \$ 0                      | \$ 30,000                       | \$ 30,060,000         | \$ 30,090,000   |               |  |
| 1998 Series T                | 2/1/01          | 0                                  | 825,000            | 825,000                   | 0                               | 0                     | 825,000   | 825,000       |  |
| 1999 Series A                | 8/1/03          | 0                                  | 4,277,134          | 4,277,134                 | 0                               | 697,471               | 3,579,663   | 4,277,134     |  |
|                              | 2/1/04          | 0                                  | 10,680,460         | 10,680,460                | 0                               | 170,000               | 10,510,460  | 10,680,460    |  |
|                              | 8/1/04          | 0                                  | 2,595,660          | 2,595,660                 | 0                               | 0                     | 2,595,660   | 2,595,660     |  |
| SUBTOTAL                     | \$ 0            | \$ 17,553,254                      | \$ 17,553,254      | \$ 0                      | \$ 867,471                      | \$ 16,685,783         | \$ 17,553,254   |               |  |
| 1999 Series B                | 8/1/00          | 345,000                            | 0                  | 345,000                   | 0                               | 0                     | 345,000   | 345,000       |  |
|                              | 2/1/01          | 205,000                            | 631,672            | 836,672                   | 0                               | 0                     | 836,672   | 836,672       |  |
|                              | 8/1/01          | 235,000                            | 2,179,802          | 2,414,802                 | 0                               | 80,000                | 2,334,802   | 2,414,802     |  |
|                              | 2/1/02          | 250,000                            | 3,744,601          | 3,994,601                 | 0                               | 165,000               | 3,829,601   | 3,994,601     |  |
|                              | 8/1/02          | 265,000                            | 4,828,932          | 5,093,932                 | 0                               | 385,000               | 4,708,932   | 5,093,932     |  |
|                              | 2/1/03          | 280,000                            | 11,275,369         | 11,555,369                | 0                               | 400,000               | 11,155,369  | 11,555,369    |  |
|                              | 8/1/03          | 295,000                            | 14,462,276         | 14,757,276                | 0                               | 0                     | 14,757,276  | 14,757,276    |  |
|                              | 2/1/04          | 320,000                            | 855,534            | 1,175,534                 | 0                               | 0                     | 1,175,534   | 1,175,534     |  |
|                              | 8/1/04          | 375,000                            | 4,998,047          | 5,373,047                 | 0                               | 360,000               | 5,013,047   | 5,373,047     |  |
|                              | SUBTOTAL        | \$ 2,570,000                       | \$ 42,976,234      | \$ 45,546,234             | \$ 0                            | \$ 1,390,000          | \$ 44,156,234   | \$ 45,546,234 |  |
| 1999 Series C                | 8/1/00          | 1,840,000                          | 0                  | 1,840,000                 | 0                               | 0                     | 1,840,000   | 1,840,000     |  |
|                              | 2/1/01          | 2,035,000                          | 2,325,000          | 4,360,000                 | 0                               | 0                     | 4,360,000   | 4,360,000     |  |
|                              | 8/1/01          | 1,985,000                          | 1,600,000          | 3,585,000                 | 0                               | 115,000               | 3,470,000   | 3,585,000     |  |

| Indenture/Bond Series        | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |                |              |
|------------------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|----------------|--------------|
|                              |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total          |              |
| 1999 Series C<br>(Continued) | 2/1/02          | 1,975,000                          | 2,130,000          | 4,105,000                 | 0                               | 0                     | 4,105,000   | 4,105,000      |              |
|                              | 8/1/02          | 1,945,000                          | 2,175,000          | 4,120,000                 | 0                               | 0                     | 4,120,000   | 4,120,000      |              |
|                              | 2/1/03          | 1,895,000                          | 2,085,000          | 3,980,000                 | 0                               | 0                     | 3,980,000   | 3,980,000      |              |
|                              | 8/1/03          | 1,850,000                          | 1,975,000          | 3,825,000                 | 0                               | 0                     | 3,825,000   | 3,825,000      |              |
|                              | 2/1/04          | 1,805,000                          | 1,830,000          | 3,635,000                 | 0                               | 0                     | 3,635,000   | 3,635,000      |              |
|                              | 8/1/04          | 1,715,000                          | 1,610,000          | 3,325,000                 | 0                               | 0                     | 3,325,000   | 3,325,000      |              |
|                              | SUBTOTAL        | \$ 17,045,000                      | \$ 15,730,000      | \$ 32,775,000             | \$ 0                            | \$ 115,000            | \$ 32,660,000   | \$ 32,775,000  |              |
| 1999 Series D                | 4/1/00          | \$ 0                               | \$ 32,100,000      | \$ 32,100,000             | \$ 32,100,000                   | \$ 0                  | \$ 0  | \$ 32,100,000  |              |
|                              | 4/30/00         | 1,760,000                          | 0                  | 1,760,000                 | 1,760,000                       | 0                     | 0   | 1,760,000      |              |
|                              | SUBTOTAL        | \$ 1,760,000                       | \$ 32,100,000      | \$ 33,860,000             | \$ 33,860,000                   | \$ 0                  | \$ 0  | \$ 33,860,000  |              |
| 1999 Series E                | 8/1/03          | \$ 0                               | \$ 6,641,188       | \$ 6,641,188              | \$ 0                            | \$ 852,904            | \$ 5,788,283  | \$ 6,641,188   |              |
|                              | 2/1/04          | 0                                  | 877,314            | 877,314                   | 0                               | 0                     | 877,314   | 877,314        |              |
|                              | SUBTOTAL        | \$ 0                               | \$ 7,518,502       | \$ 7,518,502              | \$ 0                            | \$ 852,904            | \$ 6,665,597  | \$ 7,518,502   |              |
| 1999 Series F                | 8/1/00          | \$ 0                               | \$ 269,615         | \$ 269,615                | \$ 0                            | \$ 0                  | \$ 269,615  | \$ 269,615     |              |
|                              | 2/1/01          | 145,000                            | 336,580            | 481,580                   | 0                               | 0                     | 481,580   | 481,580        |              |
|                              | 8/1/01          | 155,000                            | 1,406,047          | 1,561,047                 | 0                               | 0                     | 1,561,047   | 1,561,047      |              |
|                              | 2/1/02          | 155,000                            | 6,650,279          | 6,805,279                 | 0                               | 705,000               | 6,100,279   | 6,805,279      |              |
|                              | 8/1/02          | 180,000                            | 8,602,701          | 8,782,701                 | 0                               | 1,270,000             | 7,512,701   | 8,782,701      |              |
|                              | 2/1/03          | 185,000                            | 12,307,264         | 12,492,264                | 0                               | 840,000               | 11,652,264  | 12,492,264     |              |
|                              | 8/1/03          | 195,000                            | 6,946,281          | 7,141,281                 | 0                               | 0                     | 7,141,281   | 7,141,281      |              |
|                              | 2/1/04          | 200,000                            | 6,515,996          | 6,715,996                 | 0                               | 0                     | 6,715,996   | 6,715,996      |              |
|                              | 8/1/04          | 0                                  | 809,451            | 809,451                   | 0                               | 0                     | 809,451   | 809,451        |              |
|                              | SUBTOTAL        | \$ 1,215,000                       | \$ 43,844,214      | \$ 45,059,214             | \$ 0                            | \$ 2,815,000          | \$ 42,244,214   | \$ 45,059,214  |              |
|                              | 1999 Series G   | 8/1/00                             | \$ 0               | \$ 200,000                | \$ 200,000                      | \$ 0                  | \$ 0  | \$ 200,000     | \$ 200,000   |
| 2/1/01                       |                 | 1,705,000                          | 1,430,000          | 3,135,000                 | 0                               | 0                     | 3,135,000   | 3,135,000      |              |
| 8/1/01                       |                 | 1,705,000                          | 1,165,000          | 2,870,000                 | 0                               | 470,000               | 2,400,000   | 2,870,000      |              |
| 2/1/02                       |                 | 1,710,000                          | 1,395,000          | 3,105,000                 | 0                               | 0                     | 3,105,000   | 3,105,000      |              |
| 8/1/02                       |                 | 1,695,000                          | 1,605,000          | 3,300,000                 | 0                               | 0                     | 3,300,000   | 3,300,000      |              |
| 2/1/03                       |                 | 1,660,000                          | 1,605,000          | 3,265,000                 | 0                               | 0                     | 3,265,000   | 3,265,000      |              |
| 8/1/03                       |                 | 1,635,000                          | 1,540,000          | 3,175,000                 | 0                               | 0                     | 3,175,000   | 3,175,000      |              |
| 2/1/04                       |                 | 1,600,000                          | 1,470,000          | 3,070,000                 | 0                               | 0                     | 3,070,000   | 3,070,000      |              |
| 8/1/04                       |                 | 1,560,000                          | 1,395,000          | 2,955,000                 | 0                               | 0                     | 2,955,000   | 2,955,000      |              |
| SUBTOTAL                     |                 | \$ 13,270,000                      | \$ 11,805,000      | \$ 25,075,000             | \$ 0                            | \$ 470,000            | \$ 24,605,000   | \$ 25,075,000  |              |
| 1999 Series H                |                 | 2/1/00                             | \$ 470,000         | \$ 2,505,000              | \$ 2,975,000                    | \$ 0                  | \$ 400,000  | \$ 2,575,000   | \$ 2,975,000 |
|                              | 8/1/00          | 445,000                            | 645,000            | 1,090,000                 | 0                               | 0                     | 1,090,000   | 1,090,000      |              |
|                              | 2/1/01          | 455,000                            | 4,575,000          | 5,030,000                 | 0                               | 450,000               | 4,580,000   | 5,030,000      |              |
|                              | 8/1/01          | 395,000                            | 1,935,000          | 2,330,000                 | 0                               | 0                     | 2,330,000   | 2,330,000      |              |
|                              | 2/1/02          | 375,000                            | 3,200,000          | 3,575,000                 | 0                               | 0                     | 3,575,000   | 3,575,000      |              |
|                              | 8/1/02          | 335,000                            | 3,080,000          | 3,415,000                 | 0                               | 0                     | 3,415,000   | 3,415,000      |              |
|                              | 2/1/03          | 285,000                            | 2,545,000          | 2,830,000                 | 0                               | 0                     | 2,830,000   | 2,830,000      |              |
|                              | 8/1/03          | 260,000                            | 5,915,000          | 6,175,000                 | 0                               | 0                     | 6,175,000   | 6,175,000      |              |
|                              | 2/1/04          | 145,000                            | 5,825,000          | 5,970,000                 | 0                               | 880,000               | 5,090,000   | 5,970,000      |              |
|                              | 8/1/04          | 40,000                             | 460,000            | 500,000                   | 0                               | 0                     | 500,000   | 500,000        |              |
|                              | SUBTOTAL        | \$ 3,205,000                       | \$ 30,685,000      | \$ 33,890,000             | \$ 0                            | \$ 1,730,000          | \$ 32,160,000   | \$ 33,890,000  |              |
| 1999 Series I                | 2/1/00          | \$ 435,000                         | \$ 0               | \$ 435,000                | \$ 0                            | \$ 0                  | \$ 435,000  | \$ 435,000     |              |
|                              | 8/1/00          | 440,000                            | 0                  | 440,000                   | 0                               | 0                     | 440,000   | 440,000        |              |
|                              | 2/1/01          | 450,000                            | 0                  | 450,000                   | 0                               | 0                     | 450,000   | 450,000        |              |
|                              | 8/1/01          | 460,000                            | 0                  | 460,000                   | 0                               | 0                     | 460,000   | 460,000        |              |
|                              | 2/1/02          | 465,000                            | 0                  | 465,000                   | 0                               | 0                     | 465,000   | 465,000        |              |
|                              | 8/1/02          | 475,000                            | 0                  | 475,000                   | 0                               | 0                     | 475,000   | 475,000        |              |
|                              | 2/1/03          | 490,000                            | 0                  | 490,000                   | 0                               | 0                     | 490,000   | 490,000        |              |
|                              | 8/1/03          | 495,000                            | 0                  | 495,000                   | 0                               | 0                     | 495,000   | 495,000        |              |
|                              | 2/1/04          | 505,000                            | 0                  | 505,000                   | 0                               | 0                     | 505,000   | 505,000        |              |
|                              | 8/1/04          | 515,000                            | 0                  | 515,000                   | 0                               | 0                     | 515,000   | 515,000        |              |
|                              | SUBTOTAL        | \$ 4,730,000                       | \$ 0               | \$ 4,730,000              | \$ 0                            | \$ 0                  | \$ 4,730,000  | \$ 4,730,000   |              |
| 1999 Series J                | 2/1/00          | \$ 1,630,000                       | \$ 7,265,000       | \$ 8,895,000              | \$ 0                            | \$ 0                  | \$ 8,895,000  | \$ 8,895,000   |              |
|                              | 8/1/00          | 1,540,000                          | 2,025,000          | 3,565,000                 | 0                               | 0                     | 3,565,000   | 3,565,000      |              |
|                              | 2/1/01          | 1,535,000                          | 5,725,000          | 7,260,000                 | 0                               | 0                     | 7,260,000   | 7,260,000      |              |
|                              | 8/1/01          | 1,470,000                          | 7,575,000          | 9,045,000                 | 0                               | 0                     | 9,045,000   | 9,045,000      |              |
|                              | 2/1/02          | 1,360,000                          | 12,755,000         | 14,115,000                | 0                               | 0                     | 14,115,000  | 14,115,000     |              |
|                              | 8/1/02          | 1,155,000                          | 12,305,000         | 13,460,000                | 0                               | 0                     | 13,460,000  | 13,460,000     |              |
|                              | 2/1/03          | 940,000                            | 10,115,000         | 11,055,000                | 0                               | 0                     | 11,055,000  | 11,055,000     |              |
|                              | 8/1/03          | 760,000                            | 10,075,000         | 10,835,000                | 0                               | 0                     | 10,835,000  | 10,835,000     |              |
|                              | 2/1/04          | 560,000                            | 13,865,000         | 14,425,000                | 0                               | 0                     | 14,425,000  | 14,425,000     |              |
|                              | 8/1/04          | 275,000                            | 10,730,000         | 11,005,000                | 0                               | 330,000               | 10,675,000  | 11,005,000     |              |
|                              | SUBTOTAL        | \$ 11,225,000                      | \$ 92,435,000      | \$ 103,660,000            | \$ 0                            | \$ 330,000            | \$ 103,330,000  | \$ 103,660,000 |              |
| 1999 Series K                | 8/1/03          | \$ 0                               | \$ 19,333,793      | \$ 19,333,793             | \$ 0                            | \$ 1,220,350          | \$ 18,113,443   | \$ 19,333,793  |              |
|                              | 2/1/04          | 0                                  | 6,289,696          | 6,289,696                 | 0                               | 0                     | 6,289,696   | 6,289,696      |              |
|                              | SUBTOTAL        | \$ 0                               | \$ 25,623,489      | \$ 25,623,489             | \$ 0                            | \$ 1,220,350          | \$ 24,403,139   | \$ 25,623,489  |              |
| 1999 Series L                | 8/1/00          | \$ 0                               | \$ 130,002         | \$ 130,002                | \$ 0                            | \$ 0                  | \$ 130,002  | \$ 130,002     |              |
|                              | 2/1/01          | 335,000                            | 995,045            | 1,330,045                 | 0                               | 0                     | 1,330,045   | 1,330,045      |              |
|                              | 8/1/01          | 360,000                            | 635,997            | 995,997                   | 0                               | 0                     | 995,997   | 995,997        |              |
|                              | 2/1/02          | 360,000                            | 3,950,256          | 4,310,256                 | 0                               | 170,000               | 4,140,256   | 4,310,256      |              |
|                              | 8/1/02          | 365,000                            | 11,050,541         | 11,415,541                | 0                               | 375,000               | 11,040,541  | 11,415,541     |              |
|                              | 2/1/03          | 365,000                            | 20,988,046         | 21,353,046                | 0                               | 650,000               | 20,703,046  | 21,353,046     |              |
|                              | 8/1/03          | 390,000                            | 1,524,770          | 1,914,770                 | 0                               | 0                     | 1,914,770   | 1,914,770      |              |

|                              |  |  |  |   | SOURCES OF REDEMPTION FUNDS                  |  |   |   |  |
|------------------------------|--|--|--|---|--|--|---|---|--|
| Indenture/Bond Series        | Redemption Date  | Serial and Sinking Fund Maturities   | Special Redemption   | Total Principal Reduction   | Refund/Remarket Short Term Debt              | Reduction of Reserves  | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal   | Total   |  |
| 1999 Series L<br>(Continued) | 2/1/04<br>8/1/04   | 390,000<br>0   | 17,827,952<br>976,637  | 18,217,952<br>976,637   | 0<br>0                                       | 555,000<br>0   | 17,662,952<br>976,637   | 18,217,952<br>976,637   |  |
|                              | SUBTOTAL   | \$ 2,565,000   | \$ 58,079,246  | \$ 60,644,246   | \$ 0   | \$ 1,750,000   | \$ 58,894,246   | \$ 60,644,246   |  |
| 1999 Series M                | 8/1/00<br>2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04<br>8/1/04 | \$ 0<br>2,120,000<br>2,110,000<br>2,130,000<br>2,135,000<br>2,115,000<br>2,080,000<br>2,050,000<br>1,685,000 | \$ 255,000<br>2,620,000<br>1,670,000<br>2,100,000<br>2,490,000<br>2,660,000<br>2,625,000<br>9,290,000<br>7,700,000 | \$ 255,000<br>4,740,000<br>3,780,000<br>4,230,000<br>4,625,000<br>4,775,000<br>4,705,000<br>11,340,000<br>9,385,000 | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0<br>0 | \$ 0<br>0<br>95,000<br>0<br>0<br>0<br>0<br>0<br>380,000                    | \$ 255,000<br>4,740,000<br>3,685,000<br>4,230,000<br>4,625,000<br>4,775,000<br>4,705,000<br>11,340,000<br>9,005,000 | \$ 255,000<br>4,740,000<br>3,780,000<br>4,230,000<br>4,625,000<br>4,775,000<br>4,705,000<br>11,340,000<br>9,385,000 |  |
|                              | SUBTOTAL   | \$ 16,425,000  | \$ 31,410,000  | \$ 47,835,000   | \$ 0   | \$ 475,000   | \$ 47,360,000   | \$ 47,835,000   |  |
| 1999 Series N                | 2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04<br>8/1/04           | \$ 130,000<br>215,000<br>220,000<br>240,000<br>260,000<br>275,000<br>300,000<br>320,000                      | \$ 1,897,738<br>764,844<br>3,140,248<br>8,347,317<br>18,132,234<br>6,729,833<br>10,199,048<br>12,286,594           | \$ 2,027,738<br>979,844<br>3,360,248<br>8,587,317<br>18,392,234<br>7,004,833<br>10,499,048<br>12,606,594            | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0      | \$ 255,000<br>60,000<br>320,000<br>515,000<br>810,000<br>0<br>300,000<br>0 | \$ 1,772,738<br>979,844<br>3,040,248<br>8,072,317<br>17,582,234<br>7,004,833<br>10,199,048<br>12,606,594            | \$ 2,027,738<br>979,844<br>3,360,248<br>8,587,317<br>18,392,234<br>7,004,833<br>10,499,048<br>12,606,594            |  |
|                              | SUBTOTAL   | \$ 1,960,000   | \$ 61,497,856  | \$ 63,457,856   | \$ 0   | \$ 2,260,000   | \$ 61,197,856   | \$ 63,457,856   |  |
| 1999 Series O                | 2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04<br>8/1/04           | \$ 3,025,000<br>2,985,000<br>3,020,000<br>3,030,000<br>2,995,000<br>2,955,000<br>2,880,000<br>2,825,000      | \$ 1,580,000<br>1,615,000<br>2,095,000<br>2,510,000<br>2,840,000<br>2,775,000<br>2,675,000<br>2,535,000            | \$ 4,605,000<br>4,600,000<br>5,115,000<br>5,540,000<br>5,835,000<br>5,730,000<br>5,555,000<br>5,360,000             | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0      | \$ 0<br>80,000<br>0<br>0<br>0<br>0<br>0<br>0                               | \$ 4,605,000<br>4,520,000<br>5,115,000<br>5,540,000<br>5,835,000<br>5,730,000<br>5,555,000<br>5,360,000             | \$ 4,605,000<br>4,600,000<br>5,115,000<br>5,540,000<br>5,835,000<br>5,730,000<br>5,555,000<br>5,360,000             |  |
|                              | SUBTOTAL   | \$ 23,715,000  | \$ 18,625,000  | \$ 42,340,000   | \$ 0   | \$ 80,000  | \$ 42,260,000   | \$ 42,340,000   |  |
| 1999 Series P                | 8/1/00<br>2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04           | \$ 595,000<br>605,000<br>620,000<br>625,000<br>645,000<br>655,000<br>590,000<br>345,000                      | \$ 0<br>0<br>0<br>0<br>0<br>2,455,000<br>7,855,000<br>10,145,000   | \$ 595,000<br>605,000<br>620,000<br>625,000<br>645,000<br>3,110,000<br>8,445,000<br>10,490,000                      | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0      | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0                                    | \$ 595,000<br>605,000<br>620,000<br>625,000<br>645,000<br>3,110,000<br>8,445,000<br>10,490,000                      | \$ 595,000<br>605,000<br>620,000<br>625,000<br>645,000<br>3,110,000<br>8,445,000<br>10,490,000                      |  |
|                              | SUBTOTAL   | \$ 4,680,000   | \$ 20,455,000  | \$ 25,135,000   | \$ 0   | \$ 0   | \$ 25,135,000   | \$ 25,135,000   |  |
| 1999 Series Q                | 8/1/00<br>2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03                               | \$ 230,000<br>240,000<br>195,000<br>180,000<br>120,000<br>55,000   | \$ 0<br>4,755,000<br>2,515,000<br>5,970,000<br>6,865,000<br>5,360,000  | \$ 230,000<br>4,995,000<br>2,710,000<br>6,150,000<br>6,985,000<br>5,415,000   | \$ 0<br>0<br>0<br>0<br>0<br>0                | \$ 0<br>0<br>0<br>0<br>0<br>0  | \$ 230,000<br>4,995,000<br>2,710,000<br>6,150,000<br>6,985,000<br>5,415,000   | \$ 230,000<br>4,995,000<br>2,710,000<br>6,150,000<br>6,985,000<br>5,415,000   |  |
|                              | SUBTOTAL   | \$ 1,020,000   | \$ 25,465,000  | \$ 26,485,000   | \$ 0   | \$ 0   | \$ 26,485,000   | \$ 26,485,000   |  |
| 2000 Series A                | 8/1/03<br>2/1/04   | \$ 0<br>0  | \$ 3,410,000<br>4,575,000  | \$ 3,410,000<br>4,575,000   | \$ 0<br>0                                    | \$ 1,271,583<br>0  | \$ 2,138,417<br>4,575,000   | \$ 3,410,000<br>4,575,000   |  |
|                              | SUBTOTAL   | \$ 0   | \$ 7,985,000   | \$ 7,985,000  | \$ 0   | \$ 1,271,583   | \$ 6,713,417  | \$ 7,985,000  |  |
| 2000 Series B                | 2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04<br>8/1/04           | \$ 0<br>0<br>0<br>305,000<br>0<br>335,000<br>0<br>0  | \$ 1,314,999<br>410,354<br>7,209,945<br>13,379,754<br>6,992,789<br>754,802<br>1,139,616<br>794,318                 | \$ 1,314,999<br>410,354<br>7,209,945<br>13,684,754<br>6,992,789<br>1,089,802<br>1,139,616<br>794,318                | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0      | \$ 0<br>0<br>270,000<br>425,000<br>0<br>0<br>0<br>0                        | \$ 1,314,999<br>410,354<br>6,939,945<br>13,259,754<br>6,992,789<br>1,089,802<br>1,139,616<br>794,318                | \$ 1,314,999<br>410,354<br>7,209,945<br>13,684,754<br>6,992,789<br>1,089,802<br>1,139,616<br>794,318                |  |
|                              | SUBTOTAL   | \$ 640,000   | \$ 31,996,578  | \$ 32,636,578   | \$ 0   | \$ 695,000   | \$ 31,941,578   | \$ 32,636,578   |  |
| 2000 Series C                | 2/1/04<br>8/1/04   | \$ 0<br>0  | \$ 1,170,000<br>1,660,000  | \$ 1,170,000<br>1,660,000   | \$ 0<br>0                                    | \$ 300,000<br>0  | \$ 870,000<br>1,660,000   | \$ 1,170,000<br>1,660,000   |  |
|                              | SUBTOTAL   | \$ 0   | \$ 2,830,000   | \$ 2,830,000  | \$ 0   | \$ 300,000   | \$ 2,530,000  | \$ 2,830,000  |  |
| 2000 Series D                | 2/1/01<br>8/1/01<br>2/1/02<br>8/1/02<br>2/1/03<br>8/1/03<br>2/1/04<br>8/1/04           | \$ 0<br>0<br>1,800,000<br>1,805,000<br>1,805,000<br>1,780,000<br>1,740,000<br>1,685,000                      | \$ 2,120,000<br>3,330,000<br>2,380,000<br>2,780,000<br>3,225,000<br>3,495,000<br>3,380,000<br>3,435,000            | \$ 2,120,000<br>3,330,000<br>4,180,000<br>4,585,000<br>5,030,000<br>5,275,000<br>5,120,000<br>5,120,000             | \$ 0<br>0<br>0<br>0<br>0<br>0<br>0<br>0      | \$ 0<br>95,000<br>0<br>0<br>0<br>0<br>0<br>0                               | \$ 2,120,000<br>3,235,000<br>4,180,000<br>4,585,000<br>5,030,000<br>5,275,000<br>5,120,000<br>5,120,000             | \$ 2,120,000<br>3,330,000<br>4,180,000<br>4,585,000<br>5,030,000<br>5,275,000<br>5,120,000<br>5,120,000             |  |
|                              | SUBTOTAL   | \$ 10,615,000  | \$ 24,145,000  | \$ 34,760,000   | \$ 0   | \$ 95,000  | \$ 34,665,000   | \$ 34,760,000   |  |
| 2000 Series E                | 5/1/00   | \$ 0   | \$ 4,800,000   | \$ 4,800,000  | \$ 4,800,000                                 | \$ 0   | \$ 0  | \$ 4,800,000  |  |

## SOURCES OF REDEMPTION FUNDS

| Indenture/Bond Series | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal |               | Total |
|-----------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|---------------|-------|
|                       |                 |                                    |                    |                           |                                 |                       |   |               |       |
| 2000 Series F         | 2/1/01          | \$ 0                               | \$ 111,639         | \$ 111,639                | \$ 0                            | \$ 35,000             | \$ 76,639   | \$ 111,639    |       |
|                       | 8/1/01          | 280,000                            | 2,911,066          | 3,191,066                 | 0                               | 160,000               | 3,031,066   | 3,191,066     |       |
|                       | 2/1/02          | 170,000                            | 17,230,849         | 17,400,849                | 0                               | 600,000               | 16,800,849  | 17,400,849    |       |
|                       | 8/1/02          | 180,000                            | 23,565,250         | 23,745,250                | 0                               | 695,000               | 23,050,250  | 23,745,250    |       |
|                       | 2/1/03          | 185,000                            | 4,810,000          | 4,995,000                 | 0                               | 0                     | 4,995,000   | 4,995,000     |       |
|                       | 8/1/03          | 195,000                            | 4,075,000          | 4,270,000                 | 0                               | 1,515,000             | 2,755,000   | 4,270,000     |       |
|                       | 2/1/04          | 205,000                            | 1,525,000          | 1,730,000                 | 0                               | 0                     | 1,730,000   | 1,730,000     |       |
|                       | SUBTOTAL        | \$ 1,215,000                       | \$ 54,228,804      | \$ 55,443,804             | \$ 0                            | \$ 3,005,000          | \$ 52,438,804   | \$ 55,443,804 |       |
| 2000 Series G         | 2/1/01          | \$ 0                               | \$ 60,000          | \$ 60,000                 | \$ 0                            | \$ 0                  | \$ 60,000   | \$ 60,000     |       |
|                       | 8/1/01          | 0                                  | 205,000            | 205,000                   | 0                               | 0                     | 205,000   | 205,000       |       |
|                       | 2/1/02          | 0                                  | 335,000            | 335,000                   | 0                               | 0                     | 335,000   | 335,000       |       |
|                       | 8/1/02          | 0                                  | 465,000            | 465,000                   | 0                               | 0                     | 465,000   | 465,000       |       |
|                       | 2/1/03          | 0                                  | 585,000            | 585,000                   | 0                               | 0                     | 585,000   | 585,000       |       |
|                       | 8/1/03          | 0                                  | 635,000            | 635,000                   | 0                               | 0                     | 635,000   | 635,000       |       |
|                       | 2/1/04          | 0                                  | 4,825,000          | 4,825,000                 | 0                               | 1,305,000             | 3,520,000   | 4,825,000     |       |
|                       | 8/1/04          | 0                                  | 2,170,000          | 2,170,000                 | 0                               | 0                     | 2,170,000   | 2,170,000     |       |
| SUBTOTAL              | \$ 0            | \$ 9,280,000                       | \$ 9,280,000       | \$ 0                      | \$ 1,305,000                    | \$ 7,975,000          | \$ 9,280,000  |               |       |
| 2000 Series H         | 2/1/01          | \$ 0                               | \$ 3,170,000       | \$ 3,170,000              | \$ 0                            | \$ 0                  | \$ 3,170,000  | \$ 3,170,000  |       |
|                       | 8/1/01          | 2,360,000                          | 1,940,000          | 4,300,000                 | 0                               | 0                     | 4,300,000   | 4,300,000     |       |
|                       | 2/1/02          | 2,515,000                          | 2,950,000          | 5,465,000                 | 0                               | 0                     | 5,465,000   | 5,465,000     |       |
|                       | 8/1/02          | 2,540,000                          | 3,855,000          | 6,395,000                 | 0                               | 0                     | 6,395,000   | 6,395,000     |       |
|                       | 2/1/03          | 2,530,000                          | 4,760,000          | 7,290,000                 | 0                               | 0                     | 7,290,000   | 7,290,000     |       |
|                       | 8/1/03          | 2,495,000                          | 5,145,000          | 7,640,000                 | 0                               | 0                     | 7,640,000   | 7,640,000     |       |
|                       | 2/1/04          | 2,435,000                          | 5,165,000          | 7,600,000                 | 0                               | 0                     | 7,600,000   | 7,600,000     |       |
|                       | 8/1/04          | 2,370,000                          | 5,145,000          | 7,515,000                 | 0                               | 0                     | 7,515,000   | 7,515,000     |       |
| SUBTOTAL              | \$ 17,245,000   | \$ 32,130,000                      | \$ 49,375,000      | \$ 0                      | \$ 0                            | \$ 49,375,000         | \$ 49,375,000   |               |       |
| 2000 Series I         | 10/19/00        | \$ 0                               | \$ 5,000,000       | \$ 5,000,000              | \$ 5,000,000                    | \$ 0                  | \$ 0  | \$ 5,000,000  |       |
|                       | 2/1/01          | 0                                  | 499,768            | 499,768                   | 0                               | 300,000               | 199,768   | 499,768       |       |
|                       | 3/1/01          | 0                                  | 5,000,000          | 5,000,000                 | 5,000,000                       | 0                     | 0   | 5,000,000     |       |
|                       | 4/1/01          | 0                                  | 14,565,000         | 14,565,000                | 14,565,000                      | 0                     | 0   | 14,565,000    |       |
|                       | 6/1/01          | 53,490,000                         | 0                  | 53,490,000                | 53,490,000                      | 0                     | 0   | 53,490,000    |       |
|                       | 8/1/01          | 0                                  | 10,670,119         | 10,670,119                | 0                               | 690,000               | 9,980,119   | 10,670,119    |       |
|                       | 2/1/02          | 125,000                            | 23,235,022         | 23,360,022                | 0                               | 705,000               | 22,655,022  | 23,360,022    |       |
|                       | 8/1/02          | 130,000                            | 3,671,322          | 3,801,322                 | 0                               | 181,322               | 3,620,000   | 3,801,322     |       |
|                       | 2/1/03          | 135,000                            | 2,990,000          | 3,125,000                 | 0                               | 0                     | 3,125,000   | 3,125,000     |       |
|                       | 8/1/03          | 145,000                            | 1,545,000          | 1,690,000                 | 0                               | 695,000               | 995,000   | 1,690,000     |       |
|                       | 2/1/04          | 155,000                            | 2,815,000          | 2,970,000                 | 0                               | 660,000               | 2,310,000   | 2,970,000     |       |
| 8/1/04                | 160,000         | 435,000                            | 595,000            | 0                         | 0                               | 595,000               | 595,000   |               |       |
| SUBTOTAL              | \$ 54,340,000   | \$ 70,426,231                      | \$ 124,766,231     | \$ 78,055,000             | \$ 3,231,322                    | \$ 43,479,909         | \$ 124,766,231  |               |       |
| 2000 Series J         | 2/1/02          | \$ 0                               | \$ 115,000         | \$ 115,000                | \$ 0                            | \$ 0                  | \$ 115,000  | \$ 115,000    |       |
|                       | 8/1/02          | 0                                  | 215,000            | 215,000                   | 0                               | 0                     | 215,000   | 215,000       |       |
|                       | 2/1/03          | 0                                  | 340,000            | 340,000                   | 0                               | 0                     | 340,000   | 340,000       |       |
|                       | 8/1/03          | 0                                  | 470,000            | 470,000                   | 0                               | 0                     | 470,000   | 470,000       |       |
|                       | 2/1/04          | 0                                  | 600,000            | 600,000                   | 0                               | 0                     | 600,000   | 600,000       |       |
|                       | 8/1/04          | 0                                  | 635,000            | 635,000                   | 0                               | 0                     | 635,000   | 635,000       |       |
| SUBTOTAL              | \$ 0            | \$ 2,375,000                       | \$ 2,375,000       | \$ 0                      | \$ 0                            | \$ 2,375,000          | \$ 2,375,000  |               |       |
| 2000 Series K         | 2/1/02          | \$ 1,905,000                       | \$ 590,000         | \$ 2,495,000              | \$ 0                            | \$ 0                  | \$ 2,495,000  | \$ 2,495,000  |       |
|                       | 8/1/02          | 1,965,000                          | 1,375,000          | 3,340,000                 | 0                               | 0                     | 3,340,000   | 3,340,000     |       |
|                       | 2/1/03          | 2,015,000                          | 2,115,000          | 4,130,000                 | 0                               | 0                     | 4,130,000   | 4,130,000     |       |
|                       | 8/1/03          | 2,050,000                          | 2,835,000          | 4,885,000                 | 0                               | 0                     | 4,885,000   | 4,885,000     |       |
|                       | 2/1/04          | 2,070,000                          | 3,500,000          | 5,570,000                 | 0                               | 0                     | 5,570,000   | 5,570,000     |       |
|                       | 8/1/04          | 2,070,000                          | 3,640,000          | 5,710,000                 | 0                               | 0                     | 5,710,000   | 5,710,000     |       |
| SUBTOTAL              | \$ 12,075,000   | \$ 14,055,000                      | \$ 26,130,000      | \$ 0                      | \$ 0                            | \$ 26,130,000         | \$ 26,130,000   |               |       |
| 2000 Series L         | 2/1/01          | \$ 880,000                         | \$ 0               | \$ 880,000                | \$ 0                            | \$ 0                  | \$ 880,000  | \$ 880,000    |       |
|                       | 8/1/01          | 900,000                            | 0                  | 900,000                   | 0                               | 0                     | 900,000   | 900,000       |       |
|                       | 2/1/02          | 915,000                            | 0                  | 915,000                   | 0                               | 0                     | 915,000   | 915,000       |       |
|                       | 8/1/02          | 935,000                            | 0                  | 935,000                   | 0                               | 0                     | 935,000   | 935,000       |       |
|                       | 2/1/03          | 950,000                            | 0                  | 950,000                   | 0                               | 0                     | 950,000   | 950,000       |       |
|                       | 8/1/03          | 970,000                            | 0                  | 970,000                   | 0                               | 0                     | 970,000   | 970,000       |       |
|                       | 2/1/04          | 990,000                            | 15,180,000         | 16,170,000                | 0                               | 0                     | 16,170,000  | 16,170,000    |       |
|                       | 8/1/04          | 485,000                            | 8,080,000          | 8,565,000                 | 0                               | 0                     | 8,565,000   | 8,565,000     |       |
| SUBTOTAL              | \$ 7,025,000    | \$ 23,260,000                      | \$ 30,285,000      | \$ 0                      | \$ 0                            | \$ 30,285,000         | \$ 30,285,000   |               |       |
| 2000 Series M         | 2/1/01          | \$ 575,000                         | \$ 3,785,000       | \$ 4,360,000              | \$ 0                            | \$ 0                  | \$ 4,360,000  | \$ 4,360,000  |       |
|                       | 8/1/01          | 545,000                            | 9,455,000          | 10,000,000                | 0                               | 0                     | 10,000,000  | 10,000,000    |       |
|                       | 2/1/02          | 825,000                            | 13,495,000         | 14,320,000                | 0                               | 410,000               | 13,910,000  | 14,320,000    |       |
|                       | 8/1/02          | 615,000                            | 12,430,000         | 13,045,000                | 0                               | 0                     | 13,045,000  | 13,045,000    |       |
|                       | 2/1/03          | 405,000                            | 11,755,000         | 12,160,000                | 0                               | 0                     | 12,160,000  | 12,160,000    |       |
|                       | 8/1/03          | 210,000                            | 8,000,000          | 8,210,000                 | 0                               | 1,000,000             | 7,210,000   | 8,210,000     |       |
|                       | 2/1/04          | 60,000                             | 3,110,000          | 3,170,000                 | 0                               | 0                     | 3,170,000   | 3,170,000     |       |
| SUBTOTAL              | \$ 3,235,000    | \$ 62,030,000                      | \$ 65,265,000      | \$ 0                      | \$ 1,410,000                    | \$ 63,855,000         | \$ 65,265,000   |               |       |
| 2000 Series O         | 2/1/02          | \$ 0                               | \$ 7,730,000       | \$ 7,730,000              | \$ 0                            | \$ 315,000            | \$ 7,415,000  | \$ 7,730,000  |       |
|                       | 8/1/02          | 55,000                             | 1,130,000          | 1,185,000                 | 0                               | 150,000               | 1,035,000   | 1,185,000     |       |
|                       | 2/1/03          | 0                                  | 1,600,000          | 1,600,000                 | 0                               | 10,000                | 1,590,000   | 1,600,000     |       |
|                       | 8/1/03          | 120,000                            | 1,250,000          | 1,370,000                 | 0                               | 1,178,880             | 191,120   | 1,370,000     |       |
| SUBTOTAL              | \$ 175,000      | \$ 11,710,000                      | \$ 11,885,000      | \$ 0                      | \$ 1,653,880                    | \$ 10,231,120         | \$ 11,885,000   |               |       |

| Indenture/Bond Series | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |               |
|-----------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|---------------|
|                       |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total         |
| 2000 Series P         | 2/1/01          | \$ 0                               | \$ 65,000          | \$ 65,000                 | \$ 0                            | \$ 0                  | \$ 65,000   | \$ 65,000     |
|                       | 8/1/01          | 0                                  | 2,525,000          | 2,525,000                 | 0                               | 65,000                | 2,460,000   | 2,525,000     |
|                       | 2/1/02          | 0                                  | 525,000            | 525,000                   | 0                               | 0                     | 525,000   | 525,000       |
|                       | SUBTOTAL        | \$ 0                               | \$ 3,115,000       | \$ 3,115,000              | \$ 0                            | \$ 65,000             | \$ 3,050,000  | \$ 3,115,000  |
| 2000 Series Q         | 8/1/01          | \$ 0                               | \$ 50,000          | \$ 50,000                 | \$ 0                            | \$ 0                  | \$ 50,000   | \$ 50,000     |
|                       | 2/1/02          | 0                                  | 80,000             | 80,000                    | 0                               | 0                     | 80,000  | 80,000        |
|                       | 8/1/02          | 0                                  | 75,000             | 75,000                    | 0                               | 0                     | 75,000  | 75,000        |
|                       | 2/1/03          | 0                                  | 105,000            | 105,000                   | 0                               | 0                     | 105,000   | 105,000       |
|                       | 8/1/03          | 0                                  | 305,000            | 305,000                   | 0                               | 0                     | 305,000   | 305,000       |
|                       | 2/1/04          | 0                                  | 2,375,000          | 2,375,000                 | 0                               | 200,000               | 2,175,000   | 2,375,000     |
|                       | 8/1/04          | 0                                  | 1,045,000          | 1,045,000                 | 0                               | 0                     | 1,045,000   | 1,045,000     |
|                       | SUBTOTAL        | \$ 0                               | \$ 4,035,000       | \$ 4,035,000              | \$ 0                            | \$ 200,000            | \$ 3,835,000  | \$ 4,035,000  |
| 2000 Series R         | 8/1/01          | \$ 0                               | \$ 465,000         | \$ 465,000                | \$ 0                            | \$ 0                  | \$ 465,000  | \$ 465,000    |
|                       | 2/1/02          | 0                                  | 3,525,000          | 3,525,000                 | 0                               | 0                     | 3,525,000   | 3,525,000     |
|                       | 8/1/02          | 970,000                            | 2,805,000          | 3,775,000                 | 0                               | 0                     | 3,775,000   | 3,775,000     |
|                       | 2/1/03          | 980,000                            | 3,415,000          | 4,395,000                 | 0                               | 0                     | 4,395,000   | 4,395,000     |
|                       | 8/1/03          | 995,000                            | 4,190,000          | 5,185,000                 | 0                               | 0                     | 5,185,000   | 5,185,000     |
|                       | 2/1/04          | 990,000                            | 4,495,000          | 5,485,000                 | 0                               | 0                     | 5,485,000   | 5,485,000     |
|                       | 8/1/04          | 985,000                            | 4,445,000          | 5,430,000                 | 0                               | 0                     | 5,430,000   | 5,430,000     |
|                       | SUBTOTAL        | \$ 4,920,000                       | \$ 23,340,000      | \$ 28,260,000             | \$ 0                            | \$ 0                  | \$ 28,260,000   | \$ 28,260,000 |
| 2000 Series S         | 1/1/01          | \$ 0                               | \$ 28,255,000      | \$ 28,255,000             | \$ 28,255,000                   | \$ 0                  | \$ 0  | \$ 28,255,000 |
|                       | 3/1/01          | 0                                  | 28,360,000         | 28,360,000                | 28,360,000                      | 0                     | 0   | 28,360,000    |
|                       | 7/1/01          | 0                                  | 8,825,000          | 8,825,000                 | 8,825,000                       | 0                     | 0   | 8,825,000     |
|                       | 8/1/01          | 12,845,000                         | 0                  | 12,845,000                | 12,845,000                      | 0                     | 0   | 12,845,000    |
|                       | SUBTOTAL        | \$ 12,845,000                      | \$ 65,440,000      | \$ 78,285,000             | \$ 78,285,000                   | \$ 0                  | \$ 0  | \$ 78,285,000 |
| 2000 Series T         | 8/1/01          | \$ 0                               | \$ 1,392,679       | \$ 1,392,679              | \$ 0                            | \$ 10,000             | \$ 1,382,679  | \$ 1,392,679  |
|                       | 2/1/02          | 0                                  | 2,455,073          | 2,455,073                 | 0                               | 90,000                | 2,455,073   | 2,455,073     |
|                       | 8/1/02          | 90,000                             | 8,500,244          | 8,590,244                 | 0                               | 295,000               | 8,295,244   | 8,590,244     |
|                       | 2/1/03          | 95,000                             | 1,975,705          | 2,070,705                 | 0                               | 0                     | 2,070,705   | 2,070,705     |
|                       | 8/1/03          | 100,000                            | 2,795,343          | 2,895,343                 | 0                               | 692,616               | 2,202,728   | 2,895,343     |
|                       | 2/1/04          | 105,000                            | 3,605,762          | 3,710,762                 | 0                               | 0                     | 3,710,762   | 3,710,762     |
|                       | 8/1/04          | 110,000                            | 1,755,292          | 1,865,292                 | 0                               | 0                     | 1,865,292   | 1,865,292     |
|                       | SUBTOTAL        | \$ 500,000                         | \$ 22,480,098      | \$ 22,980,098             | \$ 0                            | \$ 1,087,616          | \$ 21,892,482   | \$ 22,980,098 |
| 2000 Series U         | 8/1/01          | \$ 0                               | \$ 85,000          | \$ 85,000                 | \$ 0                            | \$ 0                  | \$ 85,000   | \$ 85,000     |
|                       | 2/1/02          | 0                                  | 205,000            | 205,000                   | 0                               | 0                     | 205,000   | 205,000       |
|                       | 8/1/02          | 0                                  | 210,000            | 210,000                   | 0                               | 0                     | 210,000   | 210,000       |
|                       | 2/1/03          | 0                                  | 300,000            | 300,000                   | 0                               | 0                     | 300,000   | 300,000       |
|                       | 8/1/03          | 0                                  | 390,000            | 390,000                   | 0                               | 0                     | 390,000   | 390,000       |
|                       | 2/1/04          | 0                                  | 455,000            | 455,000                   | 0                               | 0                     | 455,000   | 455,000       |
|                       | 8/1/04          | 0                                  | 470,000            | 470,000                   | 0                               | 0                     | 470,000   | 470,000       |
|                       | SUBTOTAL        | \$ 0                               | \$ 2,115,000       | \$ 2,115,000              | \$ 0                            | \$ 0                  | \$ 2,115,000  | \$ 2,115,000  |
| 2000 Series V         | 8/1/01          | \$ 0                               | \$ 665,000         | \$ 665,000                | \$ 0                            | \$ 0                  | \$ 665,000  | \$ 665,000    |
|                       | 2/1/02          | 0                                  | 2,125,000          | 2,125,000                 | 0                               | 0                     | 2,125,000   | 2,125,000     |
|                       | 8/1/02          | 1,685,000                          | 1,470,000          | 3,155,000                 | 0                               | 0                     | 3,155,000   | 3,155,000     |
|                       | 2/1/03          | 1,720,000                          | 2,295,000          | 4,015,000                 | 0                               | 0                     | 4,015,000   | 4,015,000     |
|                       | 8/1/03          | 1,735,000                          | 3,025,000          | 4,760,000                 | 0                               | 0                     | 4,760,000   | 4,760,000     |
|                       | 2/1/04          | 1,730,000                          | 3,495,000          | 5,225,000                 | 0                               | 0                     | 5,225,000   | 5,225,000     |
|                       | 8/1/04          | 1,715,000                          | 3,520,000          | 5,235,000                 | 0                               | 0                     | 5,235,000   | 5,235,000     |
|                       | SUBTOTAL        | \$ 8,585,000                       | \$ 16,595,000      | \$ 25,180,000             | \$ 0                            | \$ 0                  | \$ 25,180,000   | \$ 25,180,000 |
| 2000 Series W         | 10/1/01         | \$ 15,275,000                      | \$ 0               | \$ 15,275,000             | \$ 15,275,000                   | \$ 0                  | \$ 0  | \$ 15,275,000 |
| 2000 Series X-1       | 8/1/01          | \$ 0                               | \$ 970,000         | \$ 970,000                | \$ 0                            | \$ 0                  | \$ 970,000  | \$ 970,000    |
|                       | 2/1/02          | 235,000                            | 310,000            | 545,000                   | 0                               | 0                     | 545,000   | 545,000       |
|                       | 8/1/02          | 240,000                            | 450,000            | 690,000                   | 0                               | 0                     | 690,000   | 690,000       |
|                       | 2/1/03          | 250,000                            | 625,000            | 875,000                   | 0                               | 0                     | 875,000   | 875,000       |
|                       | 8/1/03          | 250,000                            | 810,000            | 1,060,000                 | 0                               | 0                     | 1,060,000   | 1,060,000     |
|                       | 2/1/04          | 255,000                            | 965,000            | 1,220,000                 | 0                               | 0                     | 1,220,000   | 1,220,000     |
|                       | 8/1/04          | 250,000                            | 1,005,000          | 1,255,000                 | 0                               | 0                     | 1,255,000   | 1,255,000     |
|                       | SUBTOTAL        | \$ 1,480,000                       | \$ 5,135,000       | \$ 6,615,000              | \$ 0                            | \$ 0                  | \$ 6,615,000  | \$ 6,615,000  |
| 2000 Series Y         | 8/1/01          | \$ 0                               | \$ 1,729,707       | \$ 1,729,707              | \$ 0                            | \$ 0                  | \$ 1,729,707  | \$ 1,729,707  |
|                       | 2/1/02          | 0                                  | 2,555,206          | 2,555,206                 | 0                               | 105,000               | 2,450,206   | 2,555,206     |
|                       | 8/1/02          | 0                                  | 6,365,256          | 6,365,256                 | 0                               | 280,000               | 6,085,256   | 6,365,256     |
|                       | 2/1/03          | 0                                  | 4,125,385          | 4,125,385                 | 0                               | 0                     | 4,125,385   | 4,125,385     |
|                       | 8/1/03          | 0                                  | 5,260,054          | 5,260,054                 | 0                               | 601,778               | 4,658,275   | 5,260,054     |
|                       | 2/1/04          | 0                                  | 8,427,146          | 8,427,146                 | 0                               | 280,000               | 8,147,146   | 8,427,146     |
|                       | 8/1/04          | 0                                  | 3,496,134          | 3,496,134                 | 0                               | 0                     | 3,496,134   | 3,496,134     |
|                       | SUBTOTAL        | \$ 0                               | \$ 31,958,888      | \$ 31,958,888             | \$ 0                            | \$ 1,266,778          | \$ 30,692,110   | \$ 31,958,888 |
| 2000 Series Z         | 2/1/02          | \$ 1,840,000                       | \$ 890,000         | \$ 2,730,000              | \$ 0                            | \$ 0                  | \$ 2,730,000  | \$ 2,730,000  |
|                       | 8/1/02          | 1,890,000                          | 1,440,000          | 3,330,000                 | 0                               | 0                     | 3,330,000   | 3,330,000     |
|                       | 2/1/03          | 1,920,000                          | 1,980,000          | 3,900,000                 | 0                               | 0                     | 3,900,000   | 3,900,000     |
|                       | 8/1/03          | 1,945,000                          | 2,495,000          | 4,440,000                 | 0                               | 0                     | 4,440,000   | 4,440,000     |

SOURCES OF REDEMPTION FUNDS

| Indenture/Bond Series        | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total         |
|------------------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|---------------|
| 2000 Series Z<br>(Continued) | 2/1/04          | 1,950,000                          | 2,990,000          | 4,940,000                 | 0                               | 0                     | 4,940,000   | 4,940,000     |
|                              | 8/1/04          | 1,950,000                          | 3,140,000          | 5,090,000                 | 0                               | 0                     | 5,090,000   | 5,090,000     |
|                              | SUBTOTAL        | \$ 11,495,000                      | \$ 12,935,000      | \$ 24,430,000             | \$ 0                            | \$ 0                  | \$ 24,430,000   | \$ 24,430,000 |
| 2001 Series A                | 8/1/04          | \$ 0                               | \$ 4,715,000       | \$ 4,715,000              | \$ 0                            | \$ 0                  | \$ 4,715,000  | \$ 4,715,000  |
| 2001 Series B                | 2/1/02          | \$ 0                               | \$ 810,759         | \$ 810,759                | \$ 0                            | \$ 15,000             | \$ 795,759  | \$ 810,759    |
|                              | 8/1/02          | 115,000                            | 744,521            | 859,521                   | 0                               | 85,000                | 774,521   | 859,521       |
|                              | 2/1/03          | 125,000                            | 1,200,668          | 1,325,668                 | 0                               | 0                     | 1,325,668   | 1,325,668     |
|                              | 8/1/03          | 130,000                            | 2,295,318          | 2,425,318                 | 0                               | 521,304               | 1,904,014   | 2,425,318     |
|                              | 2/1/04          | 140,000                            | 4,759,988          | 4,899,988                 | 0                               | 0                     | 4,899,988   | 4,899,988     |
|                              | 8/1/04          | 150,000                            | 13,364,649         | 13,514,649                | 0                               | 0                     | 13,514,649  | 13,514,649    |
|                              | SUBTOTAL        | \$ 660,000                         | \$ 23,175,902      | \$ 23,835,902             | \$ 0                            | \$ 621,304            | \$ 23,214,598   | \$ 23,835,902 |
| 2001 Series C                | 2/1/02          | \$ 0                               | \$ 30,000          | \$ 30,000                 | \$ 0                            | \$ 0                  | \$ 30,000   | \$ 30,000     |
|                              | 8/1/02          | 0                                  | 125,000            | 125,000                   | 0                               | 0                     | 125,000   | 125,000       |
|                              | 2/1/03          | 0                                  | 210,000            | 210,000                   | 0                               | 0                     | 210,000   | 210,000       |
|                              | 8/1/03          | 0                                  | 290,000            | 290,000                   | 0                               | 0                     | 290,000   | 290,000       |
|                              | 2/1/04          | 0                                  | 380,000            | 380,000                   | 0                               | 0                     | 380,000   | 380,000       |
|                              | 8/1/04          | 0                                  | 425,000            | 425,000                   | 0                               | 0                     | 425,000   | 425,000       |
| SUBTOTAL                     | \$ 0            | \$ 1,460,000                       | \$ 1,460,000       | \$ 0                      | \$ 0                            | \$ 1,460,000          | \$ 1,460,000  |               |
| 2001 Series D                | 2/1/02          | \$ 0                               | \$ 1,165,000       | \$ 1,165,000              | \$ 0                            | \$ 0                  | \$ 1,165,000  | \$ 1,165,000  |
|                              | 8/1/02          | 1,595,000                          | 1,455,000          | 3,050,000                 | 0                               | 0                     | 3,050,000   | 3,050,000     |
|                              | 2/1/03          | 1,620,000                          | 1,220,000          | 2,840,000                 | 0                               | 0                     | 2,840,000   | 2,840,000     |
|                              | 8/1/03          | 1,640,000                          | 1,840,000          | 3,480,000                 | 0                               | 0                     | 3,480,000   | 3,480,000     |
|                              | 2/1/04          | 1,650,000                          | 2,430,000          | 4,080,000                 | 0                               | 0                     | 4,080,000   | 4,080,000     |
|                              | 8/1/04          | 1,655,000                          | 2,960,000          | 4,615,000                 | 0                               | 0                     | 4,615,000   | 4,615,000     |
| SUBTOTAL                     | \$ 8,160,000    | \$ 11,070,000                      | \$ 19,230,000      | \$ 0                      | \$ 0                            | \$ 19,230,000         | \$ 19,230,000   |               |
| 2001 Series E                | 2/1/02          | \$ 0                               | \$ 1,075,240       | \$ 1,075,240              | \$ 0                            | \$ 10,000             | \$ 1,065,240  | \$ 1,075,240  |
|                              | 8/1/04          | 0                                  | 13,333,447         | 13,333,447                | 0                               | 0                     | 13,333,447  | 13,333,447    |
|                              | SUBTOTAL        | \$ 0                               | \$ 14,408,687      | \$ 14,408,687             | \$ 0                            | \$ 10,000             | \$ 14,398,687   | \$ 14,408,687 |
| 2001 Series G                | 2/1/02          | \$ 0                               | \$ 175,000         | \$ 175,000                | \$ 0                            | \$ 0                  | \$ 175,000  | \$ 175,000    |
|                              | 8/1/02          | 1,330,000                          | 1,855,000          | 3,185,000                 | 0                               | 55,000                | 3,130,000   | 3,185,000     |
|                              | 2/1/03          | 1,345,000                          | 2,440,000          | 3,785,000                 | 0                               | 0                     | 3,785,000   | 3,785,000     |
|                              | 8/1/03          | 1,350,000                          | 3,220,000          | 4,570,000                 | 0                               | 480,000               | 4,090,000   | 4,570,000     |
|                              | 2/1/04          | 1,350,000                          | 4,035,000          | 5,385,000                 | 0                               | 0                     | 5,385,000   | 5,385,000     |
|                              | 8/1/04          | 1,325,000                          | 4,565,000          | 5,890,000                 | 0                               | 0                     | 5,890,000   | 5,890,000     |
|                              | SUBTOTAL        | \$ 6,700,000                       | \$ 16,290,000      | \$ 22,990,000             | \$ 0                            | \$ 535,000            | \$ 22,455,000   | \$ 22,990,000 |
| 2001 Series H                | 2/1/02          | \$ 355,000                         | \$ 0               | \$ 355,000                | \$ 0                            | \$ 0                  | \$ 355,000  | \$ 355,000    |
|                              | 8/1/02          | 865,000                            | 0                  | 865,000                   | 0                               | 0                     | 865,000   | 865,000       |
|                              | 2/1/03          | 905,000                            | 0                  | 905,000                   | 0                               | 0                     | 905,000   | 905,000       |
|                              | 8/1/03          | 950,000                            | 4,622,251          | 5,572,251                 | 0                               | 1,599,759             | 3,972,491   | 5,572,251     |
|                              | 2/1/04          | 995,000                            | 20,378,773         | 21,373,773                | 0                               | 0                     | 21,373,773  | 21,373,773    |
|                              | 8/1/04          | 1,045,000                          | 8,495,000          | 9,540,000                 | 0                               | 0                     | 9,540,000   | 9,540,000     |
|                              | SUBTOTAL        | \$ 5,115,000                       | \$ 33,496,024      | \$ 38,611,024             | \$ 0                            | \$ 1,599,759          | \$ 37,011,265   | \$ 38,611,024 |
| 2001 Series I                | 2/1/02          | \$ 0                               | \$ 8,784,666       | \$ 8,784,666              | \$ 0                            | \$ 0                  | \$ 8,784,666  | \$ 8,784,666  |
|                              | 3/1/02          | 0                                  | 51,325,000         | 51,325,000                | 51,325,000                      | 0                     | 0   | 51,325,000    |
|                              | 6/1/02          | 0                                  | 109,950,000        | 109,950,000               | 109,950,000                     | 0                     | 0   | 109,950,000   |
|                              | 6/14/02         | 52,500,000                         | 0                  | 52,500,000                | 52,500,000                      | 0                     | 0   | 52,500,000    |
|                              | 8/1/02          | 0                                  | 9,625,711          | 9,625,711                 | 0                               | 720,000               | 8,905,711   | 9,625,711     |
|                              | 2/1/03          | 0                                  | 9,556,193          | 9,556,193                 | 0                               | 0                     | 9,556,193   | 9,556,193     |
|                              | 8/1/03          | 0                                  | 6,217,509          | 6,217,509                 | 0                               | 0                     | 6,217,509   | 6,217,509     |
| SUBTOTAL                     | \$ 52,500,000   | \$ 195,459,078                     | \$ 247,959,078     | \$ 213,775,000            | \$ 720,000                      | \$ 33,464,078         | \$ 247,959,078  |               |
| 2001 Series J                | 2/1/02          | \$ 0                               | \$ 685,000         | \$ 685,000                | \$ 0                            | \$ 0                  | \$ 685,000  | \$ 685,000    |
|                              | 8/1/02          | 0                                  | 935,000            | 935,000                   | 0                               | 0                     | 935,000   | 935,000       |
|                              | 2/1/03          | 0                                  | 1,150,000          | 1,150,000                 | 0                               | 0                     | 1,150,000   | 1,150,000     |
|                              | 8/1/03          | 0                                  | 1,390,000          | 1,390,000                 | 0                               | 0                     | 1,390,000   | 1,390,000     |
|                              | 2/1/04          | 0                                  | 1,625,000          | 1,625,000                 | 0                               | 0                     | 1,625,000   | 1,625,000     |
|                              | 8/1/04          | 0                                  | 1,825,000          | 1,825,000                 | 0                               | 0                     | 1,825,000   | 1,825,000     |
| SUBTOTAL                     | \$ 0            | \$ 7,610,000                       | \$ 7,610,000       | \$ 0                      | \$ 0                            | \$ 7,610,000          | \$ 7,610,000  |               |
| 2001 Series K                | 2/1/02          | \$ 3,650,000                       | \$ 0               | \$ 3,650,000              | \$ 0                            | \$ 0                  | \$ 3,650,000  | \$ 3,650,000  |
|                              | 8/1/02          | 3,540,000                          | 75,000             | 3,615,000                 | 0                               | 0                     | 3,615,000   | 3,615,000     |
|                              | 2/1/03          | 3,595,000                          | 45,000             | 3,640,000                 | 0                               | 0                     | 3,640,000   | 3,640,000     |
|                              | 8/1/03          | 3,660,000                          | 2,970,000          | 6,630,000                 | 0                               | 0                     | 6,630,000   | 6,630,000     |
|                              | 2/1/04          | 3,640,000                          | 3,915,000          | 7,555,000                 | 0                               | 0                     | 7,555,000   | 7,555,000     |
|                              | 8/1/04          | 3,595,000                          | 3,960,000          | 7,555,000                 | 0                               | 0                     | 7,555,000   | 7,555,000     |
| SUBTOTAL                     | \$ 21,680,000   | \$ 10,965,000                      | \$ 32,645,000      | \$ 0                      | \$ 0                            | \$ 32,645,000         | \$ 32,645,000   |               |
| 2001 Series L                | 8/1/04          | \$ 0                               | \$ 13,200,000      | \$ 13,200,000             | \$ 0                            | \$ 0                  | \$ 13,200,000   | \$ 13,200,000 |
| 2001 Series M                | 2/1/02          | \$ 0                               | \$ 435,146         | \$ 435,146                | \$ 0                            | \$ 0                  | \$ 435,146  | \$ 435,146    |
|                              | 2/1/03          | 0                                  | 3,975,022          | 3,975,022                 | 0                               | 160,000               | 3,815,022   | 3,975,022     |
|                              | 8/1/03          | 140,000                            | 1,715,152          | 1,855,152                 | 0                               | 507,374               | 1,347,778   | 1,855,152     |

| Indenture/Bond Series        | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |               |  |
|------------------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|---------------|--|
|                              |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total         |  |
| 2001 Series M<br>(Continued) | 2/1/04          | 145,000                            | 4,760,597          | 4,905,597                 | 0                               | 0                     | 4,905,597   | 4,905,597     |  |
|                              | 8/1/04          | 145,000                            | 4,878,235          | 5,023,235                 | 0                               | 0                     | 5,023,235   | 5,023,235     |  |
|                              | SUBTOTAL        | \$ 430,000                         | \$ 15,764,153      | \$ 16,194,153             | \$ 0                            | \$ 667,374            | \$ 15,526,779   | \$ 16,194,153 |  |
| 2001 Series N                | 8/1/02          | \$ 0                               | \$ 200,000         | \$ 200,000                | \$ 0                            | \$ 0                  | \$ 200,000  | \$ 200,000    |  |
|                              | 2/1/03          | 0                                  | 250,000            | 250,000                   | 0                               | 0                     | 250,000   | 250,000       |  |
|                              | 8/1/03          | 0                                  | 195,000            | 195,000                   | 0                               | 0                     | 195,000   | 195,000       |  |
|                              | 2/1/04          | 0                                  | 270,000            | 270,000                   | 0                               | 0                     | 270,000   | 270,000       |  |
|                              | 8/1/04          | 0                                  | 345,000            | 345,000                   | 0                               | 0                     | 345,000   | 345,000       |  |
| SUBTOTAL                     | \$ 0            | \$ 1,260,000                       | \$ 1,260,000       | \$ 0                      | \$ 0                            | \$ 1,260,000          | \$ 1,260,000  |               |  |
| 2001 Series O                | 8/1/02          | \$ 0                               | \$ 3,205,000       | \$ 3,205,000              | \$ 0                            | \$ 0                  | \$ 3,205,000  | \$ 3,205,000  |  |
|                              | 2/1/03          | 0                                  | 3,435,000          | 3,435,000                 | 0                               | 0                     | 3,435,000   | 3,435,000     |  |
|                              | 8/1/03          | 1,420,000                          | 2,980,000          | 4,400,000                 | 0                               | 0                     | 4,400,000   | 4,400,000     |  |
|                              | 2/1/04          | 1,430,000                          | 3,845,000          | 5,275,000                 | 0                               | 0                     | 5,275,000   | 5,275,000     |  |
|                              | 8/1/04          | 1,425,000                          | 4,560,000          | 5,985,000                 | 0                               | 0                     | 5,985,000   | 5,985,000     |  |
| SUBTOTAL                     | \$ 4,275,000    | \$ 18,025,000                      | \$ 22,300,000      | \$ 0                      | \$ 0                            | \$ 22,300,000         | \$ 22,300,000   |               |  |
| 2001 Series P                | 1/1/02          | \$ 0                               | \$ 24,255,000      | \$ 24,255,000             | \$ 24,255,000                   | \$ 0                  | \$ 0  | \$ 24,255,000 |  |
|                              | 3/1/02          | 0                                  | 47,675,000         | 47,675,000                | 47,675,000                      | 0                     | 0   | 47,675,000    |  |
|                              | 6/1/02          | 0                                  | 15,875,000         | 15,875,000                | 15,875,000                      | 0                     | 0   | 15,875,000    |  |
|                              | 7/1/02          | 0                                  | 10,125,000         | 10,125,000                | 10,125,000                      | 0                     | 0   | 10,125,000    |  |
|                              | SUBTOTAL        | \$ 0                               | \$ 97,930,000      | \$ 97,930,000             | \$ 97,930,000                   | \$ 0                  | \$ 0  | \$ 97,930,000 |  |
| 2001 Series Q                | 8/1/02          | \$ 0                               | \$ 835,790         | \$ 835,790                | \$ 0                            | \$ 0                  | \$ 835,790  | \$ 835,790    |  |
|                              | 2/1/03          | 430,000                            | 0                  | 430,000                   | 0                               | 0                     | 430,000   | 430,000       |  |
|                              | 8/1/03          | 280,000                            | 5,077,443          | 5,357,443                 | 0                               | 0                     | 5,357,443   | 5,357,443     |  |
|                              | 2/1/04          | 280,000                            | 1,825,740          | 2,105,740                 | 0                               | 0                     | 2,105,740   | 2,105,740     |  |
|                              | 8/1/04          | 285,000                            | 9,288,055          | 9,573,055                 | 0                               | 0                     | 9,573,055   | 9,573,055     |  |
| SUBTOTAL                     | \$ 1,275,000    | \$ 17,027,028                      | \$ 18,302,028      | \$ 0                      | \$ 0                            | \$ 18,302,028         | \$ 18,302,028   |               |  |
| 2001 Series R                | 8/1/02          | \$ 0                               | \$ 5,000           | \$ 5,000                  | \$ 0                            | \$ 0                  | \$ 5,000  | \$ 5,000      |  |
|                              | 2/1/03          | 0                                  | 55,000             | 55,000                    | 0                               | 0                     | 55,000  | 55,000        |  |
|                              | 8/1/03          | 0                                  | 125,000            | 125,000                   | 0                               | 0                     | 125,000   | 125,000       |  |
|                              | 2/1/04          | 0                                  | 190,000            | 190,000                   | 0                               | 0                     | 190,000   | 190,000       |  |
|                              | 8/1/04          | 0                                  | 245,000            | 245,000                   | 0                               | 0                     | 245,000   | 245,000       |  |
| SUBTOTAL                     | \$ 0            | \$ 620,000                         | \$ 620,000         | \$ 0                      | \$ 0                            | \$ 620,000            | \$ 620,000  |               |  |
| 2001 Series S                | 8/1/02          | \$ 0                               | \$ 50,000          | \$ 50,000                 | \$ 0                            | \$ 0                  | \$ 50,000   | \$ 50,000     |  |
|                              | 2/1/03          | 1,090,000                          | 1,335,000          | 2,425,000                 | 0                               | 60,000                | 2,365,000   | 2,425,000     |  |
|                              | 8/1/03          | 1,255,000                          | 1,170,000          | 2,425,000                 | 0                               | 217,459               | 2,207,541   | 2,425,000     |  |
|                              | 2/1/04          | 1,275,000                          | 1,715,000          | 2,990,000                 | 0                               | 0                     | 2,990,000   | 2,990,000     |  |
|                              | 8/1/04          | 1,280,000                          | 2,185,000          | 3,465,000                 | 0                               | 0                     | 3,465,000   | 3,465,000     |  |
| SUBTOTAL                     | \$ 4,900,000    | \$ 6,455,000                       | \$ 11,355,000      | \$ 0                      | \$ 277,459                      | \$ 11,077,541         | \$ 11,355,000   |               |  |
| 2001 Series T                | 8/1/02          | \$ 0                               | \$ 1,055,891       | \$ 1,055,891              | \$ 0                            | \$ 0                  | \$ 1,055,891  | \$ 1,055,891  |  |
|                              | 2/1/03          | 0                                  | 396,286            | 396,286                   | 0                               | 50,000                | 346,286   | 396,286       |  |
|                              | 8/1/03          | 0                                  | 6,559,493          | 6,559,493                 | 0                               | 250,000               | 6,309,493   | 6,559,493     |  |
|                              | 2/1/04          | 0                                  | 3,645,822          | 3,645,822                 | 0                               | 0                     | 3,645,822   | 3,645,822     |  |
|                              | 8/1/04          | 0                                  | 16,062,657         | 16,062,657                | 0                               | 0                     | 16,062,657  | 16,062,657    |  |
| SUBTOTAL                     | \$ 0            | \$ 27,720,149                      | \$ 27,720,149      | \$ 0                      | \$ 300,000                      | \$ 27,420,149         | \$ 27,720,149   |               |  |
| 2001 Series U                | 2/1/03          | \$ 265,000                         | \$ 0               | \$ 265,000                | \$ 0                            | \$ 0                  | \$ 265,000  | \$ 265,000    |  |
|                              | 8/1/03          | 270,000                            | 0                  | 270,000                   | 0                               | 0                     | 270,000   | 270,000       |  |
|                              | 2/1/04          | 280,000                            | 95,000             | 375,000                   | 0                               | 0                     | 375,000   | 375,000       |  |
|                              | 8/1/04          | 285,000                            | 190,000            | 475,000                   | 0                               | 0                     | 475,000   | 475,000       |  |
| SUBTOTAL                     | \$ 1,100,000    | \$ 285,000                         | \$ 1,385,000       | \$ 0                      | \$ 0                            | \$ 1,385,000          | \$ 1,385,000  |               |  |
| 2001 Series V                | 2/1/03          | \$ 1,745,000                       | \$ 425,000         | \$ 2,170,000              | \$ 0                            | \$ 0                  | \$ 2,170,000  | \$ 2,170,000  |  |
|                              | 8/1/03          | 1,760,000                          | 1,575,000          | 3,335,000                 | 0                               | 0                     | 3,335,000   | 3,335,000     |  |
|                              | 2/1/04          | 1,740,000                          | 1,905,000          | 3,645,000                 | 0                               | 0                     | 3,645,000   | 3,645,000     |  |
|                              | 8/1/04          | 1,720,000                          | 2,450,000          | 4,170,000                 | 0                               | 0                     | 4,170,000   | 4,170,000     |  |
| SUBTOTAL                     | \$ 6,965,000    | \$ 6,355,000                       | \$ 13,320,000      | \$ 0                      | \$ 0                            | \$ 13,320,000         | \$ 13,320,000   |               |  |
| 2002 Series A                | 2/1/03          | \$ 0                               | \$ 880,749         | \$ 880,749                | \$ 0                            | \$ 10,000             | \$ 870,749  | \$ 880,749    |  |
|                              | 8/1/03          | 0                                  | 7,760,056          | 7,760,056                 | 0                               | 290,000               | 7,470,056   | 7,760,056     |  |
|                              | 2/1/04          | 0                                  | 2,905,508          | 2,905,508                 | 0                               | 0                     | 2,905,508   | 2,905,508     |  |
|                              | 8/1/04          | 0                                  | 2,059,869          | 2,059,869                 | 0                               | 0                     | 2,059,869   | 2,059,869     |  |
| SUBTOTAL                     | \$ 0            | \$ 13,606,182                      | \$ 13,606,182      | \$ 0                      | \$ 300,000                      | \$ 13,306,182         | \$ 13,606,182   |               |  |
| 2002 Series B                | 2/1/03          | \$ 0                               | \$ 45,000          | \$ 45,000                 | \$ 0                            | \$ 0                  | \$ 45,000   | \$ 45,000     |  |
|                              | 8/1/03          | 0                                  | 120,000            | 120,000                   | 0                               | 0                     | 120,000   | 120,000       |  |
|                              | 2/1/04          | 70,000                             | 95,000             | 165,000                   | 0                               | 0                     | 165,000   | 165,000       |  |
|                              | 8/1/04          | 75,000                             | 135,000            | 210,000                   | 0                               | 0                     | 210,000   | 210,000       |  |
| SUBTOTAL                     | \$ 145,000      | \$ 395,000                         | \$ 540,000         | \$ 0                      | \$ 0                            | \$ 540,000            | \$ 540,000  |               |  |
| 2002 Series C                | 2/1/03          | \$ 0                               | \$ 1,480,000       | \$ 1,480,000              | \$ 0                            | \$ 0                  | \$ 1,480,000  | \$ 1,480,000  |  |
|                              | 8/1/03          | 0                                  | 3,225,000          | 3,225,000                 | 0                               | 0                     | 3,225,000   | 3,225,000     |  |
|                              | 2/1/04          | 2,070,000                          | 2,255,000          | 4,325,000                 | 0                               | 0                     | 4,325,000   | 4,325,000     |  |
|                              | 8/1/04          | 2,095,000                          | 2,570,000          | 4,665,000                 | 0                               | 0                     | 4,665,000   | 4,665,000     |  |
| SUBTOTAL                     | \$ 4,165,000    | \$ 9,530,000                       | \$ 13,695,000      | \$ 0                      | \$ 0                            | \$ 13,695,000         | \$ 13,695,000   |               |  |

| Indenture/Bond Series | Redemption Date | Serial and Sinking Fund Maturities | Special Redemption | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |                |
|-----------------------|-----------------|------------------------------------|--------------------|---------------------------|---------------------------------|-----------------------|---|----------------|
|                       |                 |                                    |                    |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal | Total          |
| 2002 Series D         | 2/1/03          | \$ 0                               | \$ 245,000         | \$ 245,000                | \$ 0                            | \$ 0                  | \$ 245,000  | \$ 245,000     |
|                       | 8/1/03          | 0                                  | 3,435,000          | 3,435,000                 | 0                               | 0                     | 3,435,000   | 3,435,000      |
|                       | 2/1/04          | 1,475,000                          | 3,065,000          | 4,540,000                 | 0                               | 0                     | 4,540,000   | 4,540,000      |
|                       | 8/1/04          | 1,475,000                          | 3,955,000          | 5,430,000                 | 0                               | 0                     | 5,430,000   | 5,430,000      |
|                       | SUBTOTAL        | \$ 2,950,000                       | \$ 10,700,000      | \$ 13,650,000             | \$ 0                            | \$ 0                  | \$ 13,650,000   | \$ 13,650,000  |
| 2002 Series F         | 2/1/03          | \$ 0                               | \$ 215,000         | \$ 215,000                | \$ 0                            | \$ 0                  | \$ 215,000  | \$ 215,000     |
|                       | 8/1/03          | 0                                  | 520,000            | 520,000                   | 0                               | 0                     | 520,000   | 520,000        |
|                       | 2/1/04          | 1,015,000                          | 0                  | 1,015,000                 | 0                               | 0                     | 1,015,000   | 1,015,000      |
|                       | 8/1/04          | 1,020,000                          | 0                  | 1,020,000                 | 0                               | 0                     | 1,020,000   | 1,020,000      |
|                       | SUBTOTAL        | \$ 2,035,000                       | \$ 735,000         | \$ 2,770,000              | \$ 0                            | \$ 0                  | \$ 2,770,000  | \$ 2,770,000   |
| 2002 Series G         | 2/1/03          | \$ 0                               | \$ 1,684,729       | \$ 1,684,729              | \$ 0                            | \$ 0                  | \$ 1,684,729  | \$ 1,684,729   |
|                       | 8/1/03          | 0                                  | 7,456,483          | 7,456,483                 | 0                               | 255,000               | 7,201,483   | 7,456,483      |
|                       | 2/1/04          | 0                                  | 12,184,995         | 12,184,995                | 0                               | 380,000               | 11,804,995  | 12,184,995     |
|                       | 8/1/04          | 0                                  | 7,266,410          | 7,266,410                 | 0                               | 0                     | 7,266,410   | 7,266,410      |
|                       | SUBTOTAL        | \$ 0                               | \$ 28,592,616      | \$ 28,592,616             | \$ 0                            | \$ 635,000            | \$ 27,957,616   | \$ 28,592,616  |
| 2002 Series H         | 8/1/03          | \$ 2,165,000                       | \$ 825,000         | \$ 2,990,000              | \$ 0                            | \$ 0                  | \$ 2,990,000  | \$ 2,990,000   |
|                       | 2/1/04          | 2,180,000                          | 1,655,000          | 3,835,000                 | 0                               | 0                     | 3,835,000   | 3,835,000      |
|                       | 8/1/04          | 2,165,000                          | 2,480,000          | 4,645,000                 | 0                               | 0                     | 4,645,000   | 4,645,000      |
|                       | SUBTOTAL        | \$ 6,510,000                       | \$ 4,960,000       | \$ 11,470,000             | \$ 0                            | \$ 0                  | \$ 11,470,000   | \$ 11,470,000  |
| 2002 Series J         | 8/1/03          | \$ 95,000                          | \$ 40,000          | \$ 135,000                | \$ 0                            | \$ 0                  | \$ 135,000  | \$ 135,000     |
|                       | 2/1/04          | 100,000                            | 115,000            | 215,000                   | 0                               | 0                     | 215,000   | 215,000        |
|                       | 8/1/04          | 105,000                            | 155,000            | 260,000                   | 0                               | 0                     | 260,000   | 260,000        |
|                       | SUBTOTAL        | \$ 300,000                         | \$ 310,000         | \$ 610,000                | \$ 0                            | \$ 0                  | \$ 610,000  | \$ 610,000     |
| 2002 Series K         | 8/1/03          | \$ 0                               | \$ 602,175         | \$ 602,175                | \$ 0                            | \$ 0                  | \$ 602,175  | \$ 602,175     |
|                       | 2/1/04          | 0                                  | 1,685,013          | 1,685,013                 | 0                               | 0                     | 1,685,013   | 1,685,013      |
|                       | 8/1/04          | 0                                  | 2,360,811          | 2,360,811                 | 0                               | 0                     | 2,360,811   | 2,360,811      |
|                       | SUBTOTAL        | \$ 0                               | \$ 4,647,999       | \$ 4,647,999              | \$ 0                            | \$ 0                  | \$ 4,647,999  | \$ 4,647,999   |
| 2002 Series L         | 8/1/03          | \$ 1,415,000                       | \$ 185,000         | \$ 1,600,000              | \$ 0                            | \$ 0                  | \$ 1,600,000  | \$ 1,600,000   |
|                       | 2/1/04          | 1,440,000                          | 740,000            | 2,180,000                 | 0                               | 0                     | 2,180,000   | 2,180,000      |
|                       | 8/1/04          | 1,450,000                          | 1,295,000          | 2,745,000                 | 0                               | 0                     | 2,745,000   | 2,745,000      |
|                       | SUBTOTAL        | \$ 4,305,000                       | \$ 2,220,000       | \$ 6,525,000              | \$ 0                            | \$ 0                  | \$ 6,525,000  | \$ 6,525,000   |
| 2002 Series M         | 8/1/03          | \$ 0                               | \$ 45,000          | \$ 45,000                 | \$ 0                            | \$ 0                  | \$ 45,000   | \$ 45,000      |
|                       | 2/1/04          | 0                                  | 1,795,000          | 1,795,000                 | 0                               | 0                     | 1,795,000   | 1,795,000      |
|                       | 8/1/04          | 0                                  | 400,000            | 400,000                   | 0                               | 0                     | 400,000   | 400,000        |
|                       | SUBTOTAL        | \$ 0                               | \$ 2,240,000       | \$ 2,240,000              | \$ 0                            | \$ 0                  | \$ 2,240,000  | \$ 2,240,000   |
| 2002 Series N         | 8/1/03          | \$ 350,000                         | \$ 0               | \$ 350,000                | \$ 0                            | \$ 0                  | \$ 350,000  | \$ 350,000     |
|                       | 2/1/04          | 355,000                            | 0                  | 355,000                   | 0                               | 0                     | 355,000   | 355,000        |
|                       | 8/1/04          | 360,000                            | 3,525,000          | 3,885,000                 | 0                               | 0                     | 3,885,000   | 3,885,000      |
|                       | SUBTOTAL        | \$ 1,065,000                       | \$ 3,525,000       | \$ 4,590,000              | \$ 0                            | \$ 0                  | \$ 4,590,000  | \$ 4,590,000   |
| 2002 Series O         | 8/1/03          | \$ 0                               | \$ 260,000         | \$ 260,000                | \$ 0                            | \$ 0                  | \$ 260,000  | \$ 260,000     |
|                       | 2/1/04          | 1,025,000                          | 1,250,000          | 2,275,000                 | 0                               | 0                     | 2,275,000   | 2,275,000      |
|                       | 8/1/04          | 1,020,000                          | 1,630,000          | 2,650,000                 | 0                               | 0                     | 2,650,000   | 2,650,000      |
|                       | SUBTOTAL        | \$ 2,045,000                       | \$ 3,140,000       | \$ 5,185,000              | \$ 0                            | \$ 0                  | \$ 5,185,000  | \$ 5,185,000   |
| 2002 Series R         | 8/1/03          | \$ 500,000                         | \$ 0               | \$ 500,000                | \$ 0                            | \$ 0                  | \$ 500,000  | \$ 500,000     |
|                       | 2/1/04          | 945,000                            | 5,830,000          | 6,775,000                 | 0                               | 0                     | 6,775,000   | 6,775,000      |
|                       | 8/1/04          | 1,100,000                          | 5,710,000          | 6,810,000                 | 0                               | 480,000               | 6,330,000   | 6,810,000      |
|                       | SUBTOTAL        | \$ 2,545,000                       | \$ 11,540,000      | \$ 14,085,000             | \$ 0                            | \$ 480,000            | \$ 13,605,000   | \$ 14,085,000  |
| 2002 Series S         | 8/1/03          | \$ 415,000                         | \$ 65,000          | \$ 480,000                | \$ 0                            | \$ 65,000             | \$ 415,000  | \$ 480,000     |
|                       | 2/1/04          | 1,380,000                          | 185,000            | 1,565,000                 | 0                               | 0                     | 1,565,000   | 1,565,000      |
|                       | 8/1/04          | 970,000                            | 1,160,000          | 2,130,000                 | 0                               | 0                     | 2,130,000   | 2,130,000      |
|                       | SUBTOTAL        | \$ 2,765,000                       | \$ 1,410,000       | \$ 4,175,000              | \$ 0                            | \$ 65,000             | \$ 4,110,000  | \$ 4,175,000   |
| 2002 Series U         | 8/1/03          | \$ 0                               | \$ 75,000          | \$ 75,000                 | \$ 0                            | \$ 0                  | \$ 75,000   | \$ 75,000      |
|                       | 2/1/04          | 0                                  | 45,000             | 45,000                    | 0                               | 0                     | 45,000  | 45,000         |
|                       | 8/1/04          | 0                                  | 2,280,000          | 2,280,000                 | 0                               | 0                     | 2,280,000   | 2,280,000      |
|                       | SUBTOTAL        | \$ 0                               | \$ 2,400,000       | \$ 2,400,000              | \$ 0                            | \$ 0                  | \$ 2,400,000  | \$ 2,400,000   |
| 2002 Series V         | 2/1/04          | \$ 210,000                         | \$ 9,760,000       | \$ 9,970,000              | \$ 0                            | \$ 40,000             | \$ 9,930,000  | \$ 9,970,000   |
|                       | 8/1/04          | 260,000                            | 550,000            | 810,000                   | 0                               | 550,000               | 260,000   | 810,000        |
|                       | SUBTOTAL        | \$ 470,000                         | \$ 10,310,000      | \$ 10,780,000             | \$ 0                            | \$ 590,000            | \$ 10,190,000   | \$ 10,780,000  |
| 2003 Series A         | 8/1/04          | \$ 0                               | \$ 180,300,000     | \$ 180,300,000            | \$ 180,300,000                  | \$ 0                  | \$ 0  | \$ 180,300,000 |

| Indenture/Bond Series                                     | Redemption Date | Serial and Sinking Fund Maturities | Special | Redemption    | Total Principal Reduction | SOURCES OF REDEMPTION FUNDS     |                       |   |                  | Total |
|---|-----------------|------------------------------------|---------|---------------|---------------------------|---------------------------------|-----------------------|---|------------------|-------|
|   |                 |                                    |         |               |                           | Refund/Remarket Short Term Debt | Reduction of Reserves | Recoveries of Principal, Excess Revenue, and Amortized Mortgage Principal |                  |       |
| 2003 Series B   | 2/1/04          | \$ 0                               | \$      | 1,595,000     | \$ 1,595,000              | \$ 0                            | \$ 0                  | \$ 1,595,000  | \$ 1,595,000     |       |
|   | 8/1/04          | 0                                  |         | 2,095,000     | 2,095,000                 | 0                               | 0                     | 2,095,000   | 2,095,000        |       |
|   | SUBTOTAL        | \$ 0                               | \$      | 3,690,000     | \$ 3,690,000              | \$ 0                            | \$ 0                  | \$ 3,690,000  | \$ 3,690,000     |       |
| 2003 Series D   | 2/1/04          | \$ 0                               | \$      | 2,865,000     | \$ 2,865,000              | \$ 0                            | \$ 0                  | \$ 2,865,000  | \$ 2,865,000     |       |
|   | 8/1/04          | 0                                  |         | 3,640,000     | 3,640,000                 | 0                               | 0                     | 3,640,000   | 3,640,000        |       |
|   | SUBTOTAL        | \$ 0                               | \$      | 6,505,000     | \$ 6,505,000              | \$ 0                            | \$ 0                  | \$ 6,505,000  | \$ 6,505,000     |       |
| 2003 Series F   | 2/1/04          | \$ 0                               | \$      | 130,000       | \$ 130,000                | \$ 0                            | \$ 0                  | \$ 130,000  | \$ 130,000       |       |
| 2003 Series G   | 2/1/04          | \$ 0                               | \$      | 1,100,000     | \$ 1,100,000              | \$ 0                            | \$ 0                  | \$ 1,100,000  | \$ 1,100,000     |       |
| 2003 Series H   | 2/1/04          | \$ 115,000                         | \$      | 185,000       | \$ 300,000                | \$ 0                            | \$ 0                  | \$ 300,000  | \$ 300,000       |       |
|   | 8/1/04          | 300,000                            |         | 1,245,000     | 1,545,000                 | 0                               | 0                     | 1,545,000   | 1,545,000        |       |
|   | SUBTOTAL        | \$ 415,000                         | \$      | 1,430,000     | \$ 1,845,000              | \$ 0                            | \$ 0                  | \$ 1,845,000  | \$ 1,845,000     |       |
| 2003 Series I   | 2/1/04          | \$ 165,000                         | \$      | 0             | \$ 165,000                | \$ 0                            | \$ 0                  | \$ 165,000  | \$ 165,000       |       |
|   | 8/1/04          | 405,000                            |         | 0             | 405,000                   | 0                               | 0                     | 405,000   | 405,000          |       |
|   | SUBTOTAL        | \$ 570,000                         | \$      | 0             | \$ 570,000                | \$ 0                            | \$ 0                  | \$ 570,000  | \$ 570,000       |       |
| 2003 Series J   | 8/1/04          | \$ 0                               | \$      | 235,100,000   | \$ 235,100,000            | \$ 235,100,000                  | \$ 0                  | \$ 0  | \$ 235,100,000   |       |
| 2003 Series K   | 8/1/04          | \$ 0                               | \$      | 6,000,000     | \$ 6,000,000              | \$ 0                            | \$ 0                  | \$ 6,000,000  | \$ 6,000,000     |       |
| 2003 Series M   | 8/1/04          | \$ 0                               | \$      | 280,000       | \$ 280,000                | \$ 0                            | \$ 0                  | \$ 280,000  | \$ 280,000       |       |
| 2003 Series N   | 8/1/04          | \$ 0                               | \$      | 1,765,000     | \$ 1,765,000              | \$ 0                            | \$ 0                  | \$ 1,765,000  | \$ 1,765,000     |       |
| 2004 Series A   | 8/1/04          | \$ 40,000                          | \$      | 0             | \$ 40,000                 | \$ 0                            | \$ 0                  | \$ 40,000   | \$ 40,000        |       |
| HOME MORTGAGE REVENUE BONDS;<br>TOTALS TO DATE (97A & on) |                 | \$ 492,915,000                     | \$      | 2,925,221,026 | \$ 3,418,136,026          | \$ 1,113,780,000                | \$ 55,770,800         | \$ 2,248,585,226  | \$ 3,418,136,026 |       |

STATUS OF THE MORTGAGE LOAN PORTFOLIO FINANCED BY THE HOME MORTGAGE REVENUE BONDS INDENTURE

California Housing Finance Agency  
Portfolio Participation  
As of June 30, 2004

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 1982 A        | 3.000% 1 2                               | 3.000%                         | 27,835  | 76   |
|               | 3.000 1 2                                | 3.000                          | 1,471,347   | 112  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 1,499,181   |  |
| 1982 B        | 3.000 1 2                                | 3.000                          | 28,903  | 24   |
|               | 3.000 1                                  | 3.000                          | 350,806   | 114  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 379,709   |  |
| 1983 A        | 5.250                                    | 0.000                          | 542,162   | 345  |
|               | 5.500                                    | 0.000                          | 351,626   | 344  |
|               | 5.750                                    | 0.000                          | 1,064,739   | 313  |
|               | 6.000                                    | 0.000                          | 13,159  | 309  |
|               | 6.750                                    | 0.000                          | 488,100   | 313  |
|               | 7.000                                    | 0.000                          | 233,174   | 323  |
|               | 7.250                                    | 0.000                          | 39,990  | 298  |
|               | 7.500                                    | 0.000                          | 33,899  | 320  |
|               | 7.750                                    | 0.000                          | 34,377  | 319  |
|               | 3.000 1                                  | 3.000                          | 2,362,008   | 122  |
|               | 4.250                                    | 4.250                          | 1,962,159   | 351  |
|               | 5.250                                    | 5.250                          | 2,227,630   | 342  |
|               | 5.500                                    | 5.500                          | 96,616  | 330  |
|               | 6.000                                    | 6.000                          | 593,467   | 287  |
| 6.500         | 6.500                                    | 1,439,012                      | 317   |  |
|               |  | <hr/>                          |   |  |
|               |  |                                | 11,482,118  |  |
| 1983 B        | 3.000 1                                  | 3.000                          | 717,335   | 117  |
|               | 8.900 1                                  | 8.900                          | 11,618  | 124  |
|               |  | <hr/>                          |   |  |
|               |  |                                | 728,953   |  |
| 1984 B        | 3.000 1                                  | 3.000                          | 255,705   | 134  |
|               | 3.000 1                                  | 3.000                          | 10,190  | 102  |
|               |  | <hr/>                          |   |  |
|               |  |                                | 265,896   |  |
| 1985 A        | 5.250                                    | 0.000                          | 349,062   | 346  |
|               | 5.500                                    | 0.000                          | 184,770   | 339  |
|               | 5.750                                    | 0.000                          | 344,085   | 313  |
|               | 7.500                                    | 0.000                          | 43,199  | 312  |
|               | 3.000 1                                  | 3.000                          | 159,620   | 147  |
|               | 3.000 1                                  | 3.000                          | 847,970   | 130  |
|               | 4.250                                    | 4.250                          | 447,210   | 358  |
|               | 5.250                                    | 5.250                          | 322,301   | 352  |
|               | 5.500                                    | 5.500                          | 312,276   | 345  |
|               | 6.500                                    | 6.500                          | 505,520   | 322  |
|               |  | <hr/>                          |   |  |
|               |  |                                | 3,516,013   |  |
| 1985 B        | 5.250                                    | 0.000                          | 199,224   | 345  |
|               | 5.750                                    | 0.000                          | 264,672   | 305  |
|               | 7.500                                    | 0.000                          | 51,755  | 316  |
|               | 7.750                                    | 0.000                          | 124,124   | 320  |
|               | 3.000 1                                  | 3.000                          | 936,904   | 143  |
|               | 4.250                                    | 4.250                          | 257,993   | 352  |
|               | 5.250                                    | 5.250                          | 313,742   | 341  |
|               | 6.000                                    | 6.000                          | 66,897  | 284  |
|               | 6.500                                    | 6.500                          | 584,216   | 321  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 2,799,528   |  |
| 1993 B        | 7.000                                    | 0.000                          | 482,197   | 307  |
|               | 7.250                                    | 0.000                          | 21,192  | 324  |
|               | 7.500                                    | 0.000                          | 21,139  | 312  |
|               | 5.200                                    | 5.200                          | 1,074,125   | 260  |
|               | 5.200                                    | 5.200                          | 16,034  | 271  |
|               | 5.500                                    | 5.500                          | 434,314   | 247  |
|               | 5.500                                    | 5.500                          | 19,841  | 114  |
|               | 5.500                                    | 5.500                          | 229,617   | 117  |
|               | 6.250                                    | 6.250                          | 2,740,079   | 224  |
|               | 6.500                                    | 6.500                          | 1,893,581   | 218  |
|               | 7.000                                    | 7.000                          | 2,724,521   | 82   |
|               | 7.000                                    | 7.000                          | 11,012  | 47   |
|               | 7.250                                    | 7.250                          | 757,142   | 56   |
| 7.500         | 7.500                                    | 723,128                        | 93  |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 1993 B        | 7.750                                    | 7.750                          | 3,656,507   | 50   |
| (Continued)   | 8.000                                    | 8.000                          | 712,493   | 57   |
|               | 8.000                                    | 8.000                          | 13,501  | 30   |
|               | 8.400                                    | 8.400                          | 40,203  | 140  |
|               | 8.500                                    | 8.500                          | 1,251,983   | 62   |
|               | 9.000                                    | 9.000                          | 42,529  | 95   |
|               | 9.000                                    | 9.000                          | 1,958,701   | 66   |
|               | 9.500                                    | 9.500                          | 31,550  | 82   |
|               | 10.000                                   | 10.000                         | 25,667  | 78   |
|               | 10.125                                   | 10.125                         | 41,754  | 120  |
|               | 10.500                                   | 10.500                         | 35,689  | 114  |
|               | 13.250                                   | 13.250                         | 4,593   | 16   |
|               |  |                                | <hr/>   |  |
|               |  |                                | 18,963,090  |  |
| 1993 CDE      | 5.750                                    | 0.000                          | 87,588  | 196  |
|               | 5.950                                    | 0.000                          | 506,243   | 230  |
|               | 6.500                                    | 0.000                          | 229,140   | 230  |
|               | 6.750                                    | 0.000                          | 196,026   | 227  |
|               | 5.250                                    | 5.250                          | 4,784,300   | 229  |
|               | 5.750                                    | 5.750                          | 6,655,794   | 228  |
|               | 6.500                                    | 6.500                          | 2,930,730   | 223  |
|               | 6.750                                    | 6.750                          | 60,863  | 238  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 15,450,684  |  |
| 1993 F        | 6.500                                    | 0.000                          | 23,675  | 254  |
|               | 6.750                                    | 0.000                          | 163,444   | 247  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 187,119   |  |
| 1994 AB       | 6.750                                    | 6.750                          | 1,640,850   | 228  |
|               | 7.000                                    | 7.000                          | 2,242,101   | 232  |
|               | 5.750                                    | 7.100                          | 305,899   | 186  |
|               | 5.950                                    | 7.100                          | 57,977  | 239  |
|               | 6.500                                    | 7.100                          | 2,482,348   | 230  |
|               | 6.750                                    | 7.100                          | 3,353,288   | 225  |
|               | 7.250                                    | 7.250                          | 412,864   | 232  |
|               | 7.500                                    | 7.500                          | 14,768,020  | 234  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 25,263,346  |  |
| 1994 D        | 3.125 3                                  | 3.125                          | 2,213,829   | 247  |
|               | 3.125 3                                  | 3.125                          | 563,684   | 248  |
|               | 4.375 3                                  | 4.375                          | 382,019   | 245  |
|               | 4.500 3                                  | 4.500                          | 210,206   | 278  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 3,369,737   |  |
| 1994 E        | 5.750                                    | 7.250                          | 60,446  | 235  |
|               | 5.950                                    | 7.250                          | 2,265,754   | 230  |
|               | 7.250                                    | 7.250                          | 875,878   | 244  |
|               | 7.375                                    | 7.375                          | 666,108   | 240  |
|               | 7.500                                    | 7.500                          | 565,603   | 246  |
|               | 7.625                                    | 7.625                          | 56,641  | 246  |
|               | 7.875                                    | 7.875                          | 913,357   | 234  |
|               | 8.000                                    | 8.000                          | 504,457   | 210  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 5,908,243   |  |
| 1994 F        | 5.950                                    | 5.950                          | 255,357   | 250  |
|               | 7.500                                    | 7.500                          | 933,398   | 242  |
|               | 7.600                                    | 7.600                          | 78,716  | 247  |
|               | 7.625                                    | 7.625                          | 1,064,968   | 245  |
|               | 7.875                                    | 7.875                          | 850,397   | 239  |
|               | 8.000                                    | 8.000                          | 1,045,908   | 228  |
|               | 8.100                                    | 8.100                          | 1,905,064   | 238  |
|               | 8.125                                    | 8.125                          | 684,993   | 247  |
|               | 8.375                                    | 8.375                          | 450,590   | 245  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 7,269,391   |  |
| 1994 F3       | 5.950                                    | 5.950                          | 1,992,385   | 236  |
|               | 6.750                                    | 7.500                          | 1,565,191   | 243  |
|               | 7.500                                    | 7.500                          | 92,098  | 250  |
|               | 7.600                                    | 7.600                          | 122,670   | 246  |
|               | 7.625                                    | 7.625                          | 1,325,169   | 252  |
|               | 8.100                                    | 8.100                          | 869,082   | 252  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 5,966,595   |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 1995 A        | 3.125 3                                  | 3.125                          | 110,273   | 260  |
|               | 3.125 3                                  | 3.125                          | 33,027  | 255  |
|               | 3.125 3                                  | 3.125                          | 314,540   | 247  |
|               | 3.125 3                                  | 3.125                          | 71,152  | 249  |
|               | 4.125 3                                  | 4.125                          | 108,299   | 264  |
|               | 4.125 3                                  | 4.125                          | 151,063   | 251  |
|               | 4.125 3                                  | 4.125                          | 556,727   | 250  |
|               | 4.375 3                                  | 4.375                          | 269,685   | 264  |
|               | 4.375 3                                  | 4.375                          | 141,383   | 252  |
|               | 4.500 3                                  | 4.500                          | 480,298   | 261  |
|               | 4.500 3                                  | 4.500                          | 133,493   | 275  |
|               | 4.500 3                                  | 4.500                          | 92,016  | 253  |
|               | 4.500 3                                  | 4.500                          | 213,800   | 252  |
|               | 4.500 3                                  | 4.500                          | 234,050   | 252  |
|               |  | <hr/>                          | 2,909,806   |  |
| 1995 BCD      | 5.950                                    | 5.950                          | 588,275   | 235  |
|               | 8.375                                    | 8.375                          | 70,457  | 248  |
|               | 6.875                                    | 8.500                          | 56,469  | 256  |
|               | 8.500                                    | 8.500                          | 2,345,211   | 240  |
|               | 8.625                                    | 8.625                          | 917,235   | 240  |
|               |  | <hr/>                          | 3,977,647   |  |
| 1995 FGH      | 6.750                                    | 0.000                          | 204,999   | 252  |
|               | 6.875                                    | 0.000                          | 13,347  | 256  |
|               | 5.950                                    | 5.950                          | 587,614   | 235  |
|               | 6.750                                    | 6.750                          | 4,058,680   | 266  |
|               | 7.000                                    | 7.000                          | 4,382,544   | 256  |
|               | 7.250                                    | 7.250                          | 4,625,662   | 240  |
|               | 7.500                                    | 7.500                          | 1,417,050   | 248  |
|               | 7.750                                    | 7.750                          | 937,392   | 243  |
|               |  | <hr/>                          | 16,227,288  |  |
| 1995 I        | 3.125 3                                  | 3.125                          | 42,550  | 270  |
|               | 4.125 3                                  | 4.125                          | 145,345   | 263  |
|               | 4.125 3                                  | 4.125                          | 92,974  | 274  |
|               | 4.375 3                                  | 4.375                          | 138,318   | 267  |
|               | 4.375 3                                  | 4.375                          | 107,972   | 280  |
|               | 4.375 3                                  | 4.375                          | 125,122   | 271  |
|               | 4.500 3                                  | 4.500                          | 852,282   | 264  |
|               | 4.500 3                                  | 4.500                          | 129,110   | 266  |
|               |  | <hr/>                          | 1,633,672   |  |
| 1995 JK       | 6.000                                    | 6.000                          | 106,553   | 255  |
|               | 6.750                                    | 6.750                          | 889,572   | 247  |
|               | 6.875                                    | 6.875                          | 106,086   | 258  |
|               | 7.000                                    | 7.000                          | 3,272,214   | 239  |
|               | 7.250                                    | 7.250                          | 6,158,655   | 246  |
|               | 7.375                                    | 7.375                          | 808,938   | 243  |
|               | 7.500                                    | 7.500                          | 135,000   | 257  |
|               |  | <hr/>                          | 11,477,018  |  |
| 1995 LM       | 6.500                                    | 6.500                          | 194,270   | 252  |
|               | 6.750                                    | 6.750                          | 8,065,279   | 255  |
|               | 6.250                                    | 7.000                          | 48,207  | 267  |
|               | 6.750                                    | 7.000                          | 1,611,034   | 256  |
|               | 7.000                                    | 7.000                          | 6,483,050   | 253  |
|               | 7.875                                    | 7.875                          | 84,702  | 254  |
|               |  | <hr/>                          | 16,486,542  |  |
| 1996 A        | 5.000                                    | 0.000                          | 356,668   | 285  |
|               | 6.000                                    | 0.000                          | 1,465,567   | 281  |
|               | 6.250                                    | 0.000                          | 1,182,142   | 278  |
|               | 6.500                                    | 0.000                          | 849,214   | 279  |
|               | 6.750                                    | 0.000                          | 31,708  | 281  |
|               | 3.000 4                                  | 3.000                          | 57,806  | 24   |
|               | 3.000 4                                  | 3.000                          | 1,434,669   | 117  |
|               | 3.000 4                                  | 3.000                          | 701,612   | 114  |
|               | 6.500                                    | 6.500                          | 1,362,049   | 251  |
|               | 6.625                                    | 6.625                          | 30,004  | 187  |
|               | 7.250                                    | 7.250                          | 2,184,935   | 161  |
|               | 7.375                                    | 7.375                          | 60,748  | 244  |
|               | 7.500                                    | 7.500                          | 2,080,065   | 166  |
|               | 8.000                                    | 8.000                          | 188,161   | 200  |
|               | 8.100                                    | 8.100                          | 1,141,188   | 169  |
| 8.350 5       | 8.350                                    | 156,227                        | 130   |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 1996 A        | 8.400                                    | 8.400                          | 5,477,586   | 142  |
| (Continued)   | 8.625                                    | 8.625                          | 290,618   | 243  |
|               | 8.900                                    | 8.900                          | 23,237  | 124  |
|               | 9.000                                    | 9.000                          | 10,148  | 26   |
|               |  |                                | <hr/> 19,084,354  |  |
| 1996 BC       | 6.000                                    | 0.000                          | 1,068   | 266  |
|               | 6.250                                    | 0.000                          | 219,162   | 258  |
|               | 6.500                                    | 0.000                          | 586,396   | 271  |
|               | 6.750                                    | 0.000                          | 565,685   | 257  |
|               | 6.500                                    | 6.500                          | 3,858,957   | 251  |
|               | 6.750                                    | 6.750                          | 1,009,658   | 247  |
|               | 7.000                                    | 7.000                          | 212,927   | 234  |
|               |  |                                | <hr/> 6,453,853   |  |
| 1996 EF       | 6.000                                    | 6.000                          | 241,413   | 257  |
|               | 6.250                                    | 6.250                          | 916,220   | 276  |
|               | 6.500                                    | 6.500                          | 5,426,813   | 253  |
|               | 6.625                                    | 6.625                          | 181,745   | 271  |
|               | 6.750                                    | 6.750                          | 4,667,088   | 260  |
|               | 7.000                                    | 7.000                          | 5,199,747   | 258  |
|               | 6.250                                    | 7.250                          | 1,369,763   | 258  |
|               | 6.500                                    | 7.250                          | 807,390   | 252  |
|               | 6.750                                    | 7.250                          | 2,446,019   | 250  |
|               | 7.250                                    | 7.250                          | 3,112,549   | 254  |
|               | 7.500                                    | 7.500                          | 653,693   | 265  |
|               |  |                                | <hr/> 25,022,441  |  |
| 1996 GHI      | 6.000                                    | 0.000                          | 8,848   | 289  |
|               | 6.500                                    | 6.500                          | 1,804,979   | 245  |
|               | 6.750                                    | 6.750                          | 2,857,937   | 258  |
|               | 7.250                                    | 7.250                          | 4,997,202   | 254  |
|               | 7.500                                    | 7.500                          | 6,749,442   | 257  |
|               | 7.750                                    | 7.750                          | 129,955   | 255  |
|               |  |                                | <hr/> 16,548,362  |  |
| 1996 KLM      | 6.000                                    | 0.000                          | 177,520   | 282  |
|               | 6.250                                    | 0.000                          | 10,109  | 278  |
|               | 6.500                                    | 0.000                          | 120,843   | 280  |
|               | 5.000                                    | 5.000                          | 184,243   | 274  |
|               | 6.000                                    | 6.000                          | 84,686  | 268  |
|               | 6.250                                    | 6.250                          | 207,706   | 262  |
|               | 7.000                                    | 7.000                          | 2,487,201   | 267  |
|               | 7.250                                    | 7.250                          | 739,030   | 259  |
|               | 7.500                                    | 7.500                          | 5,465,655   | 263  |
|               | 7.750                                    | 7.750                          | 7,864,756   | 260  |
|               |  |                                | <hr/> 17,341,750  |  |
| 1996 NOP      | 5.000                                    | 0.000                          | 69,764  | 292  |
|               | 5.250                                    | 0.000                          | 16,468  | 294  |
|               | 5.500                                    | 0.000                          | 89,958  | 292  |
|               | 5.750                                    | 0.000                          | 6,471   | 293  |
|               | 6.000                                    | 0.000                          | 61,083  | 285  |
|               | 6.250                                    | 0.000                          | 295,102   | 278  |
|               | 6.750                                    | 6.750                          | 233,159   | 271  |
|               | 7.000                                    | 7.000                          | 1,705,278   | 246  |
|               | 7.125                                    | 7.125                          | 976,639   | 255  |
|               | 7.250                                    | 7.250                          | 10,211,528  | 261  |
|               | 7.500                                    | 7.500                          | 2,815,426   | 273  |
|               |  |                                | <hr/> 16,480,875  |  |
| 1996 QRS      | 6.625                                    | 6.625                          | 1,504,163   | 272  |
|               | 6.250                                    | 6.750                          | 54,048  | 289  |
|               | 6.750                                    | 6.750                          | 1,234,316   | 250  |
|               | 6.875                                    | 6.875                          | 3,339,444   | 248  |
|               | 7.000                                    | 7.000                          | 3,041,554   | 259  |
|               | 7.125                                    | 7.125                          | 4,679,284   | 266  |
|               | 7.250                                    | 7.250                          | 3,424,740   | 267  |
|               | 7.500                                    | 7.500                          | 1,367,682   | 267  |
|               |  |                                | <hr/> 18,645,232  |  |
| 1997 ABC      | 6.625                                    | 6.625                          | 3,640,258   | 268  |
|               | 6.750                                    | 6.750                          | 333,187   | 269  |
|               | 6.875                                    | 6.875                          | 4,026,529   | 266  |
|               | 7.000                                    | 7.000                          | 1,744,528   | 266  |
|               | 7.125                                    | 7.125                          | 994,720   | 260  |

| <u>Series</u>           | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|-------------------------|--|--------------------------------|---|--|
| 1997 ABC<br>(Continued) | 7.250                                    | 7.250                          | 1,158,121   | 271  |
|                         | 7.375                                    | 7.375                          | 1,553,027   | 274  |
|                         | 5.750                                    | 7.500                          | 35,821  | 292  |
|                         | 7.500                                    | 7.500                          | 5,147,133   | 266  |
|                         |  | <hr/>                          | 18,633,324  |  |
| 1997 DEF                | 6.000                                    | 0.000                          | 124,655   | 277  |
|                         | 6.250                                    | 0.000                          | 270,572   | 287  |
|                         | 5.000                                    | 5.000                          | 452,298   | 273  |
|                         | 6.625                                    | 6.625                          | 432,578   | 273  |
|                         | 6.750                                    | 6.750                          | 884,361   | 278  |
|                         | 6.875                                    | 6.875                          | 1,820,889   | 266  |
|                         | 7.000                                    | 7.000                          | 2,078,671   | 273  |
|                         | 7.125                                    | 7.125                          | 953,095   | 268  |
|                         | 7.250                                    | 7.250                          | 4,995,311   | 267  |
|                         | 7.375                                    | 7.375                          | 225,045   | 253  |
|                         | 7.500                                    | 7.500                          | 1,681,755   | 266  |
|                         | 7.750                                    | 7.750                          | 2,195,811   | 272  |
|                         |  | <hr/>                          | 16,115,041  |  |
| 1997 G                  | 7.500                                    | 7.500                          | 4,221,173   | 174  |
|                         | 8.100                                    | 8.100                          | 263,567   | 179  |
|                         | 8.600                                    | 8.600                          | 3,590,374   | 152  |
|                         |  | <hr/>                          | 8,075,115   |  |
| 1997 HIK                | 5.000                                    | 5.000                          | 46,045  | 164  |
|                         | 6.250                                    | 6.250                          | 895,812   | 279  |
|                         | 6.500                                    | 6.500                          | 2,503,954   | 280  |
|                         | 6.000                                    | 6.750                          | 541,970   | 277  |
|                         | 6.250                                    | 6.750                          | 198,848   | 286  |
|                         | 6.500                                    | 6.750                          | 369,331   | 287  |
|                         | 6.750                                    | 6.750                          | 7,228,334   | 268  |
|                         | 6.250                                    | 7.000                          | 735,951   | 282  |
|                         | 6.500                                    | 7.000                          | 485,204   | 284  |
|                         | 6.750                                    | 7.000                          | 475,164   | 268  |
|                         | 7.000                                    | 7.000                          | 3,815,001   | 276  |
|                         | 6.250                                    | 7.250                          | 1,985,363   | 285  |
|                         | 7.250                                    | 7.250                          | 3,983,025   | 275  |
| 7.750                   | 7.750                                    | 992,947                        | 271   |  |
|                         |  | <hr/>                          | 24,256,948  |  |
| 1997 LMN                | 6.250                                    | 6.250                          | 827,786   | 283  |
|                         | 6.500                                    | 6.500                          | 4,395,365   | 275  |
|                         | 6.750                                    | 6.750                          | 2,631,775   | 272  |
|                         | 6.500                                    | 6.875                          | 6,557,674   | 277  |
|                         | 6.500                                    | 7.125                          | 5,236,676   | 277  |
|                         | 6.250                                    | 10.500                         | 651,609   | 290  |
|                         | 6.500                                    | 10.500                         | 469,952   | 277  |
|                         |  | <hr/>                          | 20,770,837  |  |
| 1997 O                  | 5.000                                    | 5.000                          | 498,325   | 343  |
|                         | 5.250                                    | 5.250                          | 577,994   | 335  |
|                         | 5.500                                    | 5.500                          | 824,771   | 336  |
|                         | 5.750                                    | 5.750                          | 945,783   | 293  |
|                         | 6.000                                    | 6.000                          | 4,868,938   | 292  |
|                         | 6.250                                    | 6.250                          | 3,177,826   | 275  |
|                         | 6.500                                    | 6.500                          | 1,121,187   | 281  |
|                         | 6.750                                    | 6.750                          | 576,259   | 304  |
|                         | 6.875                                    | 6.875                          | 322,945   | 275  |
|                         | 7.000                                    | 7.000                          | 97,964  | 316  |
|                         |  | <hr/>                          | 13,011,993  |  |
| 1998 ABD                | 5.000                                    | 5.000                          | 1,098,041   | 287  |
|                         | 5.750                                    | 5.750                          | 296,586   | 288  |
|                         | 6.000                                    | 6.000                          | 428,013   | 262  |
|                         | 6.000                                    | 6.250                          | 969,077   | 293  |
|                         | 6.250                                    | 6.250                          | 12,883,406  | 277  |
|                         | 6.000                                    | 6.500                          | 3,397,216   | 283  |
|                         | 6.500                                    | 6.500                          | 532,242   | 280  |
|                         | 6.250                                    | 6.750                          | 685,417   | 288  |
|                         | 6.750                                    | 6.750                          | 561,121   | 279  |
|                         | 6.250                                    | 7.000                          | 3,716,039   | 275  |
|                         | 7.000                                    | 7.000                          | 650,361   | 275  |
| 7.375                   | 7.375                                    | 233,084                        | 275   |  |
|                         |  | <hr/>                          | 25,450,603  |  |

| <u>Series</u>      | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|--------------------|--|--------------------------------|---|--|
| 1996 J             | 3.000 4                                  | 3.000                          | 26,252  | 76   |
| 1998 FGH           | 3.000 4                                  | 3.000                          | 2,227,590   | 122  |
|                    | 3.000 4                                  | 3.000                          | 1,387,668   | 112  |
|                    | 5.750 5                                  | 5.750                          | 1,373,725   | 282  |
|                    | 5.950 6                                  | 5.950                          | 431,899   | 248  |
|                    | 6.000 6                                  | 6.000                          | 18,621,479  | 283  |
|                    | 6.000 6                                  | 6.250                          | 2,245,585   | 281  |
|                    | 6.250 6                                  | 6.250                          | 12,482,052  | 282  |
|                    | 6.500 6                                  | 6.500                          | 911,800   | 288  |
|                    | 7.250 6 7                                | 7.250                          | 2,908,248   | 241  |
|                    | 7.450 5 6                                | 7.450                          | 263,939   | 127  |
|                    | 7.500 6                                  | 7.500                          | 4,064,262   | 148  |
|                    | 7.875 6                                  | 7.875                          | 880,335   | 234  |
|                    |  |                                | <hr/>   | 47,824,832   |
| 1998 IJLM          | 5.750 5                                  | 5.750                          | 929,104   | 290  |
|                    | 6.000 6                                  | 6.000                          | 84,409  | 291  |
|                    | 6.000 6                                  | 6.250                          | 11,026,277  | 280  |
|                    | 6.250 6                                  | 6.250                          | 8,684,706   | 282  |
|                    | 6.000 6                                  | 6.500                          | 24,963,613  | 285  |
|                    | 6.500 6                                  | 6.500                          | 550,926   | 282  |
|                    | 6.625 6                                  | 6.625                          | 201,499   | 255  |
|                    | 6.000 6                                  | 6.750                          | 1,256,551   | 282  |
|                    | 6.750 6                                  | 6.750                          | 75,950  | 290  |
|                    | 7.500 8                                  | 7.500                          | 173,135   | 277  |
|                    | 7.600 8                                  | 7.600                          | 186,990   | 212  |
|                    | 7.750 8                                  | 7.750                          | 311,975   | 239  |
|                    | 8.500 8                                  | 8.500                          | 204,097   | 201  |
|                    | 8.700 8                                  | 8.700                          | 832,909   | 172  |
|                    | 8.800 8                                  | 8.800                          | 6,084,760   | 169  |
| 8.950 8            | 8.950                                    | 3,707,521                      | 160   |  |
|                    |  | <hr/>                          | 59,274,423  |  |
| 1998 E<br>1998 NOP | 5.500 5                                  | 5.500                          | 488,239   | 293  |
|                    | 6.000 6                                  | 6.000                          | 24,581,176  | 287  |
|                    | 5.750 6                                  | 6.250                          | 4,568,297   | 288  |
|                    | 5.500 6                                  | 6.375                          | 169,995   | 288  |
|                    | 5.750 6                                  | 6.375                          | 3,647,669   | 287  |
|                    | 5.750 6                                  | 6.500                          | 18,877,211  | 289  |
|                    | 6.000 6                                  | 6.500                          | 8,438,667   | 281  |
|                    | 6.500 6                                  | 6.500                          | 401,997   | 297  |
|                    | 7.250 7                                  | 7.250                          | 62,270  | 308  |
|                    |  | <hr/>                          | 61,235,521  |  |
| 1998 QRST          | 5.000 5                                  | 5.000                          | 834,550   | 305  |
|                    | 6.000 6                                  | 6.000                          | 17,481,854  | 290  |
|                    | 5.750 6                                  | 6.250                          | 19,550,865  | 288  |
|                    | 6.000 6                                  | 6.250                          | 3,269,958   | 296  |
|                    | 6.250 6                                  | 6.250                          | 8,633,088   | 291  |
|                    | 6.500 6                                  | 6.500                          | 384,415   | 304  |
|                    | 7.000 7                                  | 7.000                          | 225,092   | 291  |
|                    |  | <hr/>                          | 50,379,822  |  |
| 1999 ABD           | 7.500 7                                  | 0.000                          | 77,799  | 308  |
|                    | 5.000 5                                  | 5.000                          | 1,336,774   | 300  |
|                    | 5.250 5                                  | 5.250                          | 42,344  | 300  |
|                    | 5.500 5                                  | 5.500                          | 744,025   | 302  |
|                    | 5.750 5                                  | 5.750                          | 179,142   | 275  |
|                    | 6.000 6                                  | 6.000                          | 2,689,597   | 287  |
|                    | 5.000 5                                  | 6.250                          | 1,044,996   | 279  |
|                    | 6.250 6                                  | 6.250                          | 114,780   | 230  |
|                    | 6.500 6                                  | 6.500                          | 15,249,548  | 290  |
|                    | 6.750 6                                  | 6.750                          | 12,140,785  | 297  |
|                    | 7.000 7                                  | 7.000                          | 4,303,930   | 291  |
|                    | 7.250 7                                  | 7.250                          | 1,013,321   | 302  |
|                    | 7.500 7                                  | 7.500                          | 235,460   | 300  |
|                    |  | <hr/>                          | 39,172,501  |  |
| 1999 EFGHIJ        | 5.000 5                                  | 0.000                          | 2,651,122   | 336  |
|                    | 5.250 5                                  | 0.000                          | 963,397   | 350  |
|                    | 5.500 5                                  | 0.000                          | 18,426  | 297  |
|                    | 5.750 5                                  | 0.000                          | 4,329,050   | 288  |
|                    | 6.000 6                                  | 0.000                          | 2,365,201   | 287  |
|                    | 6.250 6                                  | 0.000                          | 443,095   | 290  |
|                    | 6.500 6                                  | 0.000                          | 1,347,265   | 301  |
|                    | 6.750 6                                  | 0.000                          | 778,740   | 301  |
|                    | 7.000 7                                  | 0.000                          | 652,299   | 305  |

| <u>Series</u>              | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|----------------------------|--|--------------------------------|---|--|
| 1999 EFGHIJ<br>(Continued) | 7.250                                    | 0.000                          | 1,071,227   | 306  |
|                            | 7.500                                    | 0.000                          | 403,773   | 308  |
|                            | 7.750                                    | 0.000                          | 367,784   | 309  |
|                            | 8.000                                    | 0.000                          | 117,304   | 314  |
|                            | 3.000                                    | 3.000                          | 1,391,514   | 143  |
|                            | 6.000                                    | 6.000                          | 44,127  | 190  |
|                            | 6.750                                    | 6.750                          | 2,994,945   | 292  |
|                            | 7.000                                    | 7.000                          | 3,258,872   | 299  |
|                            | 7.250 9                                  | 7.250                          | 3,269,305   | 209  |
|                            | 7.375 9                                  | 7.375                          | 1,318,092   | 202  |
|                            | 7.500 9                                  | 7.500                          | 1,388,992   | 195  |
|                            | 7.600 9                                  | 7.600                          | 413,142   | 198  |
|                            | 7.700 9                                  | 7.700                          | 215,211   | 216  |
|                            | 7.950 9                                  | 7.950                          | 51,321  | 213  |
|                            | 8.150 9                                  | 8.150                          | 6,661,459   | 175  |
|                            | 8.450 9                                  | 8.450                          | 2,388,045   | 116  |
|                            | 8.500 9                                  | 8.500                          | 4,910,311   | 182  |
|                            | 8.550 9                                  | 8.550                          | 3,136,701   | 174  |
|                            | 8.600 9                                  | 8.600                          | 340,394   | 203  |
|                            | 8.650 9                                  | 8.650                          | 36,442  | 176  |
| 8.700 9                    | 8.700                                    | 3,248,498                      | 182   |  |
| 8.850 9                    | 8.850                                    | 1,687,777                      | 156   |  |
|                            |  | <hr/>                          | 52,263,830  |  |
| 1999 KLM                   | 6.500                                    | 6.500                          | 1,927,398   | 300  |
|                            | 6.750                                    | 6.750                          | 1,649,576   | 304  |
|                            | 7.000                                    | 7.000                          | 5,973,374   | 296  |
|                            | 7.250                                    | 7.250                          | 6,645,650   | 302  |
|                            | 7.500                                    | 7.500                          | 394,798   | 307  |
|                            | 6.500                                    | 8.000                          | 5,838,149   | 301  |
|                            | 7.000                                    | 8.000                          | 3,144,823   | 306  |
|                            | 6.750                                    | 8.500                          | 1,679,022   | 303  |
|                            |  | <hr/>                          | 27,252,790  |  |
| 1999 NOPQ                  | 4.750                                    | 0.000                          | 30,153  | 355  |
|                            | 5.250                                    | 0.000                          | 1,114,099   | 354  |
|                            | 5.500                                    | 0.000                          | 1,890,724   | 354  |
|                            | 5.750                                    | 0.000                          | 706,315   | 354  |
|                            | 6.000                                    | 0.000                          | 232,869   | 353  |
|                            | 6.750                                    | 0.000                          | 136,165   | 316  |
|                            | 7.000                                    | 0.000                          | 864,865   | 307  |
|                            | 7.250                                    | 0.000                          | 377,354   | 321  |
|                            | 7.500                                    | 0.000                          | 917,890   | 316  |
|                            | 7.750                                    | 0.000                          | 218,575   | 320  |
|                            | 8.000                                    | 0.000                          | 7,062   | 317  |
|                            | 4.750                                    | 4.750                          | 1,341,435   | 355  |
|                            | 6.000                                    | 6.000                          | 34,912  | 337  |
|                            | 6.250                                    | 6.250                          | 378,650   | 297  |
|                            | 6.500                                    | 6.500                          | 14,186,989  | 299  |
|                            | 6.750                                    | 6.750                          | 10,084,950  | 304  |
|                            | 5.500                                    | 6.900                          | 594,865   | 355  |
|                            | 5.750                                    | 6.900                          | 9,713,004   | 352  |
|                            | 6.000                                    | 6.900                          | 96,463  | 337  |
|                            | 6.000                                    | 6.900                          | 3,496,382   | 352  |
|                            | 6.250                                    | 6.900                          | 90,409  | 336  |
|                            | 6.250                                    | 6.900                          | 77,469  | 338  |
|                            | 6.500                                    | 6.900                          | 172,023   | 336  |
|                            | 6.750                                    | 6.900                          | 186,507   | 336  |
|                            | 7.000                                    | 7.000                          | 5,799,233   | 303  |
|                            | 7.250                                    | 7.250                          | 698,928   | 301  |
|                            | 6.750                                    | 7.750                          | 2,318,220   | 299  |
|                            | 7.000                                    | 7.750                          | 1,895,029   | 304  |
|                            | 7.875 10                                 | 7.875                          | 219,045   | 205  |
|                            | 7.900 10                                 | 7.900                          | 3,951,375   | 123  |
| 7.250                      | 8.000                                    | 3,493,877                      | 304   |  |
| 8.350 10                   | 8.350                                    | 3,775,818                      | 191   |  |
|                            |  | <hr/>                          | 69,101,655  |  |
| 2000 ABCD                  | 5.000                                    | 5.000                          | 1,018,749   | 292  |
|                            | 6.250                                    | 6.250                          | 1,026,791   | 294  |
|                            | 6.500                                    | 6.500                          | 2,434,770   | 306  |
|                            | 6.750                                    | 6.750                          | 8,775,897   | 304  |
|                            | 7.000                                    | 7.000                          | 8,556,307   | 306  |
|                            | 7.250                                    | 8.000                          | 5,149,951   | 306  |
|                            | 7.500                                    | 8.000                          | 3,497,861   | 308  |
|                            | 8.000                                    | 8.000                          | 864,983   | 290  |
|                            |  | <hr/>                          | 31,325,310  |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2000 FGH      | 5.000                                    | 5.000                          | 1,738,270   | 308  |
|               | 5.750                                    | 5.750                          | 74,807  | 333  |
|               | 7.000                                    | 7.000                          | 12,957,772  | 307  |
|               | 7.250                                    | 7.250                          | 15,279,462  | 308  |
|               | 7.750                                    | 7.750                          | 3,821,740   | 305  |
|               |  | <hr/>                          | 33,872,051  |  |
| 2000 IJK      | 5.750                                    | 5.750                          | 70,212  | 328  |
|               | 6.750                                    | 6.750                          | 817,585   | 311  |
|               | 7.000                                    | 7.000                          | 2,817,313   | 306  |
|               | 7.250                                    | 7.250                          | 6,092,000   | 311  |
|               | 7.500                                    | 7.500                          | 3,014,067   | 308  |
|               | 7.750                                    | 7.750                          | 2,294,845   | 312  |
|               | 8.000                                    | 8.000                          | 5,562,411   | 311  |
|               | 8.250                                    | 8.250                          | 1,455,764   | 311  |
|               | 8.500                                    | 8.500                          | 430,459   | 313  |
|               | 7.000                                    | 8.750                          | 1,928,787   | 307  |
|               | 7.500                                    | 8.750                          | 365,939   | 296  |
|               |  | <hr/>                          | 24,849,382  |  |
| 2000 LMN      | 6.250                                    | 0.000                          | 4,007,234   | 329  |
|               | 6.500                                    | 0.000                          | 2,917,295   | 326  |
|               | 6.750                                    | 0.000                          | 1,942,601   | 322  |
|               | 7.000                                    | 0.000                          | 956,543   | 309  |
|               | 7.250                                    | 0.000                          | 481,069   | 324  |
|               | 3.000 4                                  | 3.000                          | 317,081   | 147  |
|               | 3.000 4                                  | 3.000                          | 1,684,476   | 130  |
|               | 5.000                                    | 5.000                          | 333,152   | 329  |
|               | 5.500                                    | 5.500                          | 10,154,506  | 326  |
|               | 6.000 11                                 | 6.000                          | 58,354  | 194  |
|               | 8.000 11                                 | 8.000                          | 47,754  | 215  |
|               | 8.250 11                                 | 8.250                          | 8,920,860   | 192  |
|               | 8.550 11                                 | 8.550                          | 6,413,673   | 195  |
| 8.625 11      | 8.625                                    | 1,233,943                      | 194   |  |
|               |  | <hr/>                          | 39,468,541  |  |
| 2000 OPQR     | 6.500                                    | 6.500                          | 3,567,012   | 310  |
|               | 6.750                                    | 6.750                          | 6,696,089   | 313  |
|               | 7.000                                    | 7.000                          | 7,340,138   | 311  |
|               | 7.250                                    | 7.250                          | 8,780,880   | 310  |
|               | 7.500                                    | 7.500                          | 2,523,383   | 313  |
|               | 7.750                                    | 7.750                          | 432,693   | 312  |
|               | 8.000                                    | 8.000                          | 951,070   | 313  |
|               | 8.250                                    | 8.250                          | 229,971   | 313  |
|               | 8.500                                    | 8.500                          | 193,089   | 313  |
|               | 7.250                                    | 8.750                          | 1,189,637   | 317  |
|               | 7.500                                    | 8.750                          | 636,134   | 308  |
|               | 7.750                                    | 8.750                          | 4,437,383   | 312  |
|               | 8.000                                    | 8.750                          | 981,320   | 313  |
|               |  | <hr/>                          | 37,958,798  |  |
| 2000 TUV      | 4.750                                    | 4.750                          | 949,293   | 356  |
|               | 5.000                                    | 5.000                          | 1,028,213   | 353  |
|               | 6.000                                    | 6.000                          | 75,196  | 324  |
|               | 6.250                                    | 6.250                          | 1,444,752   | 303  |
|               | 6.500                                    | 6.500                          | 20,075,664  | 311  |
|               | 6.750                                    | 6.750                          | 6,828,217   | 349  |
|               | 5.250                                    | 6.750                          | 7,203,746   | 349  |
|               | 5.250                                    | 6.750                          | 789,247   | 356  |
|               | 5.500                                    | 6.750                          | 1,933,184   | 350  |
|               | 5.500                                    | 6.750                          | 1,209,341   | 355  |
|               | 5.750                                    | 6.750                          | 27,520,045  | 352  |
|               | 6.000                                    | 6.750                          | 7,835,101   | 353  |
|               | 6.250                                    | 6.750                          | 286,290   | 336  |
|               | 6.500                                    | 6.750                          | 110,134   | 334  |
|               | 6.750                                    | 6.750                          | 6,044,881   | 316  |
|               | 7.000                                    | 7.000                          | 1,342,669   | 314  |
|               | 7.250                                    | 7.250                          | 2,149,178   | 315  |
|               | 7.500                                    | 7.500                          | 2,766,270   | 316  |
|               | 7.250                                    | 8.750                          | 60,104  | 313  |
| 7.500         | 8.750                                    | 5,062,618                      | 316   |  |
| 8.000         | 8.750                                    | 345,254                        | 316   |  |
|               |  | <hr/>                          | 95,059,397  |  |
| 2000 X-1      | 8.000 12                                 | 8.000                          | 3,275,113   | 201  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2000 X-2,YZ   | 5.000                                    | 5.000                          | 1,335,399   | 311  |
|               | 5.000                                    | 5.000                          | 1,985,894   | 353  |
|               | 5.750                                    | 5.750                          | 3,511,496   | 319  |
|               | 6.000                                    | 6.000                          | 90,170  | 322  |
|               | 6.250                                    | 6.250                          | 3,158,938   | 318  |
|               | 4.750                                    | 6.500                          | 485,207   | 349  |
|               | 5.000                                    | 6.500                          | 14,359,266  | 350  |
|               | 5.250                                    | 6.500                          | 2,258,841   | 351  |
|               | 5.250                                    | 6.500                          | 1,988,335   | 354  |
|               | 5.500                                    | 6.500                          | 20,557,414  | 352  |
|               | 5.750                                    | 6.500                          | 9,080,337   | 353  |
|               | 6.500                                    | 6.500                          | 16,791,123  | 315  |
|               | 6.750                                    | 6.750                          | 14,560,194  | 315  |
|               | 7.000                                    | 7.000                          | 3,514,324   | 317  |
|               | 7.250                                    | 7.250                          | 3,275,789   | 318  |
|               | 7.500                                    | 7.500                          | 744,802   | 315  |
|               | 7.250                                    | 8.750                          | 1,188,271   | 323  |
|               | 7.500                                    | 8.750                          | 1,832,902   | 317  |
|               | 7.750                                    | 8.750                          | 1,335,264   | 320  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 102,053,967                    |   |  |
| 2001 ABCD     | 4.000                                    | 4.000                          | 162,500   | 348  |
|               | 5.000                                    | 5.000                          | 382,380   | 296  |
|               | 5.000                                    | 5.000                          | 1,895,490   | 355  |
|               | 5.750                                    | 5.750                          | 14,782,670  | 319  |
|               | 6.000                                    | 6.000                          | 19,207,718  | 318  |
|               | 4.750                                    | 6.250                          | 8,884,929   | 350  |
|               | 5.250                                    | 6.250                          | 6,719,321   | 351  |
|               | 5.250                                    | 6.250                          | 1,912,193   | 356  |
|               | 5.500                                    | 6.250                          | 2,355,530   | 350  |
|               | 6.250                                    | 6.250                          | 11,923,279  | 353  |
|               | 6.500                                    | 6.250                          | 8,697,574   | 318  |
|               | 6.500                                    | 6.500                          | 10,254,997  | 318  |
|               | 6.750                                    | 6.750                          | 229,667   | 320  |
|               | 7.750                                    | 7.750                          | 312,838   | 314  |
|               | 6.750                                    | 8.750                          | 4,565,111   | 316  |
| 7.000         | 8.750                                    | 2,731,542                      | 305   |  |
| 7.250         | 8.750                                    | 193,284                        | 298   |  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 95,211,022                     |   |  |
| 2001 EFG      | 3.000                                    | 3.000                          | 414,266   | 355  |
|               | 4.000                                    | 4.000                          | 455,532   | 358  |
|               | 4.000                                    | 4.000                          | 148,411   | 326  |
|               | 4.750                                    | 4.750                          | 2,964,554   | 357  |
|               | 5.000                                    | 5.000                          | 2,617,599   | 358  |
|               | 5.200                                    | 5.200                          | 152,418   | 359  |
|               | 5.250                                    | 5.250                          | 3,999,916   | 356  |
|               | 5.000                                    | 5.000                          | 1,900,772   | 325  |
|               | 5.500                                    | 5.500                          | 1,475,287   | 313  |
|               | 5.750                                    | 5.750                          | 5,807,920   | 319  |
|               | 6.000                                    | 6.000                          | 14,265,145  | 319  |
|               | 4.500                                    | 6.125                          | 3,519,998   | 357  |
|               | 4.750                                    | 6.125                          | 1,624,698   | 350  |
|               | 5.250                                    | 6.125                          | 21,138,073  | 351  |
|               | 5.500                                    | 6.125                          | 6,483,714   | 344  |
|               | 5.750                                    | 6.125                          | 228,762   | 336  |
|               | 6.250                                    | 6.250                          | 9,638,273   | 324  |
|               | 6.500                                    | 6.500                          | 12,465,398  | 317  |
|               | 5.500                                    | 6.625                          | 494,816   | 342  |
|               | 6.750                                    | 6.750                          | 5,024,252   | 321  |
| 7.000         | 7.000                                    | 1,965,591                      | 309   |  |
| 7.250         | 7.250                                    | 126,544                        | 324   |  |
| 7.750         | 7.750                                    | 124,775                        | 320   |  |
| 8.000         | 8.000                                    | 84,511                         | 313   |  |
| 6.750         | 8.750                                    | 459,557                        | 316   |  |
| 7.000         | 8.750                                    | 3,040,798                      | 305   |  |
| 7.250         | 8.750                                    | 1,591,249                      | 324   |  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 102,212,830                    |   |  |
| 2001 HIJK     | 4.750                                    | 0.000                          | 989,442   | 342  |
|               | 5.000                                    | 0.000                          | 8,098,077   | 346  |
|               | 5.250                                    | 0.000                          | 3,983,921   | 345  |
|               | 5.500                                    | 0.000                          | 4,175,346   | 341  |
|               | 5.750                                    | 0.000                          | 1,842,642   | 340  |
|               | 6.000                                    | 0.000                          | 1,011,221   | 338  |
|               | 6.250                                    | 0.000                          | 446,434   | 335  |
| 6.500         | 0.000                                    | 774,601                        | 332   |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2001 HIJK     | 7.000                                    | 0.000                          | 34,960  | 336  |
| (Continued)   | 3.000                                    | 3.000                          | 133,604   | 357  |
|               | 5.000                                    | 5.000                          | 2,383,252   | 354  |
|               | 5.000                                    | 5.000                          | 806,608   | 323  |
|               | 5.250                                    | 5.250                          | 3,823,539   | 345  |
|               | 5.500                                    | 5.500                          | 6,329,797   | 339  |
|               | 5.500 13                                 | 5.500                          | 19,652  | 225  |
|               | 5.750                                    | 5.750                          | 5,733,400   | 336  |
|               | 6.000                                    | 6.000                          | 2,958,216   | 337  |
|               | 4.500                                    | 6.200                          | 140,739   | 357  |
|               | 4.750                                    | 6.200                          | 9,252,204   | 350  |
|               | 4.750                                    | 6.200                          | 1,098,029   | 358  |
|               | 5.000                                    | 6.200                          | 383,787   | 354  |
|               | 5.000                                    | 6.200                          | 1,612,106   | 356  |
|               | 5.250                                    | 6.200                          | 3,418,241   | 354  |
|               | 5.250                                    | 6.200                          | 1,619,281   | 356  |
|               | 5.500                                    | 6.200                          | 17,054,279  | 349  |
|               | 5.750                                    | 6.200                          | 6,167,166   | 349  |
|               | 5.250                                    | 6.250                          | 4,462,388   | 345  |
|               | 5.500                                    | 6.250                          | 1,708,363   | 341  |
|               | 5.750                                    | 6.250                          | 235,826   | 348  |
|               | 6.000                                    | 6.250                          | 146,639   | 337  |
|               | 6.250                                    | 6.250                          | 23,779,989  | 320  |
|               | 6.500                                    | 6.500                          | 17,638,197  | 322  |
|               | 6.750                                    | 6.750                          | 1,182,054   | 328  |
|               | 7.000                                    | 7.000                          | 6,779,913   | 323  |
|               | 7.250                                    | 7.250                          | 3,918,629   | 325  |
|               | 7.300 13                                 | 7.300                          | 5,659,517   | 222  |
|               | 7.450 13                                 | 7.450                          | 212,997   | 223  |
|               | 7.500 13                                 | 7.500                          | 531,609   | 233  |
|               | 7.600 13                                 | 7.600                          | 4,702,457   | 204  |
|               | 7.875 13                                 | 7.875                          | 720,267   | 240  |
|               | 7.950 13                                 | 7.950                          | 40,367  | 210  |
|               | 8.000 13                                 | 8.000                          | 2,779,134   | 234  |
|               | 8.020 13                                 | 8.020                          | 2,123,201   | 200  |
|               | 8.200 13                                 | 8.200                          | 3,151,151   | 199  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 164,063,241   |  |
| 2001 LMNO     | 4.750                                    | 4.750                          | 1,836,911   | 358  |
|               | 5.000                                    | 5.000                          | 420,989   | 321  |
|               | 5.000                                    | 5.000                          | 2,701,751   | 356  |
|               | 5.250                                    | 5.250                          | 8,854,644   | 329  |
|               | 5.250                                    | 5.250                          | 134,780   | 358  |
|               | 5.500                                    | 5.500                          | 132,957   | 358  |
|               | 5.750                                    | 5.750                          | 20,000,962  | 325  |
|               | 6.000                                    | 6.000                          | 10,091,941  | 323  |
|               | 4.750                                    | 6.250                          | 4,396,468   | 349  |
|               | 5.250                                    | 6.250                          | 5,893,407   | 351  |
|               | 5.250                                    | 6.250                          | 2,456,640   | 357  |
|               | 5.500                                    | 6.250                          | 14,529,158  | 353  |
|               | 5.500                                    | 6.250                          | 3,029,764   | 357  |
|               | 5.750                                    | 6.250                          | 4,862,283   | 353  |
|               | 6.250                                    | 6.250                          | 11,340,228  | 325  |
|               | 6.500                                    | 6.500                          | 11,575,894  | 325  |
|               | 6.750                                    | 6.750                          | 2,230,406   | 322  |
|               | 7.000                                    | 7.000                          | 1,362,843   | 326  |
|               | 6.500                                    | 8.750                          | 1,347,735   | 322  |
|               | 6.750                                    | 8.750                          | 3,638,526   | 327  |
|               | 7.000                                    | 8.750                          | 2,317,405   | 325  |
|               | 7.250                                    | 8.750                          | 1,077,874   | 324  |
|               |  |                                | <hr/>   |  |
|               |  |                                | 114,233,567   |  |
| 2001 QRS      | 4.000                                    | 4.000                          | 342,757   | 326  |
|               | 4.500                                    | 4.500                          | 911,538   | 358  |
|               | 5.250                                    | 5.250                          | 7,281,783   | 328  |
|               | 4.500                                    | 5.500                          | 1,051,151   | 356  |
|               | 4.750                                    | 5.500                          | 727,119   | 353  |
|               | 4.750                                    | 5.500                          | 3,255,966   | 357  |
|               | 5.000                                    | 5.500                          | 4,181,122   | 353  |
|               | 5.500                                    | 5.500                          | 16,701,348  | 327  |
|               | 5.500                                    | 5.500                          | 3,325,730   | 356  |
|               | 5.000                                    | 5.750                          | 2,720,981   | 352  |
|               | 5.250                                    | 5.750                          | 2,301,610   | 352  |
|               | 5.750                                    | 5.750                          | 7,829,974   | 329  |
|               | 6.000                                    | 6.000                          | 20,716,523  | 328  |
|               | 6.250                                    | 6.250                          | 11,882,979  | 327  |
|               | 6.500                                    | 6.500                          | 321,424   | 332  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2001 QRS      | 7.250                                    | 7.250                          | 148,272   | 327  |
| (Continued)   | 6.250                                    | 8.750                          | 3,118,333   | 323  |
|               |  |                                | <hr/> 86,818,611  |  |
| 2001 TUV      | 4.250                                    | 4.250                          | 768,866   | 357  |
|               | 4.500                                    | 4.500                          | 1,006,195   | 355  |
|               | 4.750                                    | 4.750                          | 182,404   | 359  |
|               | 5.000                                    | 5.000                          | 4,132,233   | 357  |
|               | 5.000                                    | 5.000                          | 3,035,392   | 326  |
|               | 5.250                                    | 5.250                          | 19,246,158  | 330  |
|               | 5.500                                    | 5.500                          | 8,517,262   | 329  |
|               | 5.750                                    | 5.750                          | 25,466,222  | 329  |
|               | 6.000                                    | 6.000                          | 16,505,463  | 329  |
|               | 6.250                                    | 6.250                          | 1,750,396   | 332  |
|               | 4.250                                    | 6.750                          | 512,596   | 354  |
|               | 4.500                                    | 6.750                          | 222,326   | 355  |
|               | 4.750                                    | 6.750                          | 524,928   | 357  |
|               | 5.000                                    | 6.750                          | 739,817   | 354  |
|               | 5.000                                    | 6.750                          | 81,648  | 356  |
|               | 5.500                                    | 6.750                          | 2,799,232   | 355  |
|               | 5.750                                    | 6.750                          | 7,883,992   | 353  |
|               | 5.750                                    | 6.750                          | 3,110,788   | 357  |
|               | 6.000                                    | 6.750                          | 605,973   | 356  |
|               | 6.500                                    | 6.750                          | 116,737   | 335  |
|               | 7.000                                    | 7.000                          | 432,538   | 333  |
|               | 7.250                                    | 7.250                          | 262,816   | 326  |
|               | 7.500                                    | 7.500                          | 81,718  | 331  |
|               | 6.250                                    | 8.750                          | 6,899,767   | 331  |
|               | 6.500                                    | 8.750                          | 2,862,110   | 319  |
|               |  |                                | <hr/> 107,747,578   |  |
| 2002 ABC      | 4.000                                    | 4.000                          | 1,905,721   | 325  |
|               | 4.500                                    | 4.500                          | 2,479,579   | 354  |
|               | 5.500                                    | 5.500                          | 3,651,738   | 329  |
|               | 4.750                                    | 5.750                          | 3,618,829   | 357  |
|               | 5.000                                    | 5.750                          | 6,015,808   | 353  |
|               | 5.250                                    | 5.750                          | 11,430,015  | 352  |
|               | 5.500                                    | 5.750                          | 9,030,109   | 354  |
|               | 5.750                                    | 5.750                          | 11,155,811  | 330  |
|               | 5.750                                    | 5.750                          | 190,456   | 355  |
|               | 4.500                                    | 5.850                          | 297,181   | 355  |
|               | 4.750                                    | 5.850                          | 2,701,689   | 355  |
|               | 6.000                                    | 6.000                          | 12,862,074  | 327  |
|               | 6.250                                    | 6.250                          | 15,192,177  | 332  |
|               | 6.500                                    | 6.500                          | 15,197,733  | 333  |
|               | 6.750                                    | 6.750                          | 5,925,730   | 332  |
|               |  |                                | <hr/> 101,654,649   |  |
| 2002 DEFG     | 4.000                                    | 4.000                          | 472,304   | 342  |
|               | 4.000                                    | 4.000                          | 840,855   | 351  |
|               | 4.500                                    | 4.500                          | 683,704   | 357  |
|               | 4.750                                    | 4.750                          | 1,161,929   | 357  |
|               | 5.000                                    | 5.000                          | 1,422,122   | 337  |
|               | 5.250                                    | 5.250                          | 1,004,727   | 330  |
|               | 5.500                                    | 5.500                          | 7,418,462   | 332  |
|               | 5.750                                    | 5.750                          | 19,352,265  | 332  |
|               | 5.750                                    | 5.750                          | 646,581   | 354  |
|               | 4.750                                    | 5.850                          | 190,345   | 355  |
|               | 4.750                                    | 5.850                          | 1,302,012   | 357  |
|               | 5.000                                    | 5.850                          | 1,568,024   | 355  |
|               | 5.250                                    | 5.850                          | 217,356   | 357  |
|               | 5.250                                    | 5.850                          | 11,719,210  | 354  |
|               | 5.750                                    | 5.850                          | 3,496,759   | 355  |
|               | 6.000                                    | 6.000                          | 20,670,923  | 331  |
|               | 6.000                                    | 6.000                          | 99,640  | 334  |
|               | 5.250                                    | 6.125                          | 4,968,787   | 353  |
|               | 6.250                                    | 6.250                          | 26,617,988  | 332  |
|               | 6.500                                    | 6.500                          | 15,596,576  | 332  |
|               | 6.750                                    | 6.750                          | 3,082,344   | 332  |
|               | 7.000                                    | 7.000                          | 719,219   | 331  |
|               | 6.500                                    | 8.750                          | 6,455,626   | 333  |
|               | 7.000                                    | 8.750                          | 268,428   | 328  |
|               |  |                                | <hr/> 129,976,185   |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2002 HJK      | 4.000                                    | 4.000                          | 1,457,775   | 336  |
|               | 4.750                                    | 4.750                          | 975,297   | 338  |
|               | 4.750                                    | 4.750                          | 5,349,874   | 358  |
|               | 5.000                                    | 5.000                          | 117,107   | 353  |
|               | 5.000                                    | 5.000                          | 4,241,128   | 337  |
|               | 5.250                                    | 5.250                          | 26,676,478  | 337  |
|               | 5.250                                    | 5.250                          | 532,614   | 357  |
|               | 4.250                                    | 5.450                          | 2,986,076   | 357  |
|               | 4.750                                    | 5.450                          | 5,643,542   | 354  |
|               | 5.500                                    | 5.500                          | 30,778,853  | 336  |
|               | 5.500                                    | 5.500                          | 3,971,562   | 355  |
|               | 5.750                                    | 5.750                          | 27,301,361  | 335  |
|               | 6.000                                    | 6.000                          | 24,155,361  | 336  |
|               | 6.250                                    | 6.250                          | 8,160,630   | 333  |
|               | 7.000                                    | 7.000                          | 635,012   | 331  |
|               | 5.500                                    | 8.750                          | 4,459,053   | 338  |
|               | 5.750                                    | 8.750                          | 2,758,902   | 336  |
|               | 6.000                                    | 8.750                          | 2,206,298   | 338  |
|               | 6.250                                    | 8.750                          | 1,090,674   | 335  |
|               |  |                                | <hr/>   | <hr/>  |
|               |  | 153,497,597                    |   |  |
| 2002 LMN      | 4.750                                    | 0.000                          | 1,225,656   | 349  |
|               | 5.000                                    | 0.000                          | 891,303   | 350  |
|               | 4.000                                    | 4.000                          | 3,868,013   | 339  |
|               | 4.750                                    | 4.750                          | 7,602,814   | 340  |
|               | 5.000                                    | 5.000                          | 14,018,097  | 339  |
|               | 5.000                                    | 5.000                          | 4,227,693   | 355  |
|               | 4.750                                    | 5.050                          | 1,969,906   | 353  |
|               | 5.250                                    | 5.250                          | 30,843,738  | 339  |
|               | 5.500                                    | 5.500                          | 33,066,365  | 338  |
|               | 5.750                                    | 5.750                          | 31,614,642  | 339  |
|               | 6.000                                    | 6.000                          | 3,682,047   | 336  |
|               | 6.500                                    | 6.500                          | 1,450,349   | 336  |
|               | 6.750                                    | 6.750                          | 188,579   | 290  |
|               | 7.000                                    | 7.000                          | 844,828   | 325  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 135,494,030                    |   |  |
| 2002 PQR      | 4.750                                    | 0.000                          | 6,138,241   | 350  |
|               | 5.000                                    | 0.000                          | 1,679,830   | 351  |
|               | 5.250                                    | 0.000                          | 1,429,383   | 351  |
|               | 5.500                                    | 0.000                          | 2,329,253   | 351  |
|               | 5.750                                    | 0.000                          | 1,467,451   | 351  |
|               | 6.000                                    | 0.000                          | 358,037   | 353  |
|               | 6.250                                    | 0.000                          | 6,659   | 338  |
|               | 4.000                                    | 4.000                          | 4,731,194   | 343  |
|               | 4.250                                    | 4.250                          | 197,425   | 343  |
|               | 4.500                                    | 4.500                          | 7,319,917   | 341  |
|               | 4.750                                    | 4.750                          | 18,918,180  | 342  |
|               | 5.000                                    | 5.000                          | 46,181,505  | 340  |
|               | 5.250                                    | 5.250                          | 28,301,990  | 341  |
|               | 5.500                                    | 5.500                          | 26,278,602  | 341  |
|               | 5.750                                    | 5.750                          | 5,568,894   | 339  |
|               | 6.250                                    | 6.250                          | 2,038,573   | 337  |
|               | 6.500                                    | 6.500                          | 1,000,067   | 332  |
|               | 6.750                                    | 6.750                          | 367,151   | 337  |
|               | 7.000                                    | 7.000                          | 174,518   | 326  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 154,486,871                    |   |  |
| 2002 STUV     | 5.250                                    | 0.000                          | 1,601,056   | 351  |
|               | 5.750                                    | 0.000                          | 2,465,347   | 352  |
|               | 6.000                                    | 0.000                          | 524,458   | 352  |
|               | 6.250                                    | 0.000                          | 9,403   | 336  |
|               | 4.250                                    | 4.250                          | 3,919,082   | 343  |
|               | 4.500                                    | 4.500                          | 11,841,525  | 342  |
|               | 4.750                                    | 4.750                          | 17,998,218  | 342  |
|               | 5.000                                    | 5.000                          | 44,183,304  | 343  |
|               | 5.250                                    | 5.250                          | 35,776,149  | 342  |
|               | 5.500                                    | 5.500                          | 2,383,379   | 341  |
|               | 5.750                                    | 5.750                          | 2,401,743   | 335  |
|               | 6.250                                    | 6.250                          | 164,130   | 333  |
|               | 6.750                                    | 6.750                          | 4,796,897   | 334  |
|               | 4.750                                    | 8.750                          | 962,683   | 340  |
|               | 5.000                                    | 8.750                          | 6,242,152   | 342  |
| 5.250         | 8.750                                    | 3,782,091                      | 343   |  |
|               |  | <hr/>                          | <hr/>   |  |
|               |  | 139,051,617                    |   |  |

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
| 2003 BCD      | 5.250                                    | 0.000                          | 1,908,929   | 352  |
|               | 5.500                                    | 0.000                          | 3,310,080   | 353  |
|               | 5.750                                    | 0.000                          | 734,757   | 353  |
|               | 4.000                                    | 4.000                          | 1,391,120   | 344  |
|               | 4.250                                    | 4.250                          | 5,247,481   | 345  |
|               | 4.500                                    | 4.500                          | 35,661,419  | 344  |
|               | 4.750                                    | 4.750                          | 27,206,945  | 344  |
|               | 5.000                                    | 5.000                          | 34,675,279  | 345  |
|               | 5.250                                    | 5.250                          | 7,118,293   | 345  |
|               | 5.750                                    | 5.750                          | 144,735   | 341  |
|               | 6.250                                    | 6.250                          | 3,172,212   | 325  |
|               | 6.500                                    | 6.500                          | 783,624   | 337  |
|               | 6.750                                    | 6.750                          | 104,173   | 335  |
|               | 7.000                                    | 7.000                          | 2,103,724   | 335  |
|               |  |                                | <hr/>   |  |
|               |  | 123,562,771                    |   |  |
| 2003 EFG      | 4.000                                    | 4.000                          | 1,483,175   | 346  |
|               | 4.250                                    | 4.250                          | 13,929,974  | 347  |
|               | 4.500                                    | 4.500                          | 50,594,865  | 347  |
|               | 4.750                                    | 4.750                          | 23,358,761  | 345  |
|               | 5.000                                    | 5.000                          | 72,626,137  | 346  |
|               | 5.250                                    | 5.250                          | 14,956,884  | 346  |
|               | 5.500                                    | 5.500                          | 1,370,143   | 340  |
|               | 5.750                                    | 5.750                          | 285,606   | 340  |
|               |  | <hr/>                          |   |  |
|               |  | 178,605,545                    |   |  |
| 2003 HI       | 3.000                                    | 3.000                          | 1,042,342   | 354  |
|               | 4.000                                    | 4.000                          | 6,334,780   | 350  |
|               | 4.250                                    | 4.250                          | 28,261,304  | 349  |
|               | 4.500                                    | 4.500                          | 32,085,618  | 348  |
|               | 4.750                                    | 4.750                          | 51,414,958  | 348  |
|               | 5.000                                    | 5.000                          | 46,570,947  | 346  |
|               | 5.250                                    | 5.250                          | 15,874,083  | 347  |
|               | 5.500                                    | 5.500                          | 1,517,763   | 340  |
|               | 5.750                                    | 5.750                          | 352,519   | 336  |
|               |  | <hr/>                          |   |  |
|               |  | 183,454,315                    |   |  |
| 2003 KL       | 3.000                                    | 3.000                          | 2,068,997   | 355  |
|               | 4.000                                    | 4.000                          | 1,241,576   | 350  |
|               | 4.250                                    | 4.250                          | 19,834,414  | 349  |
|               | 4.500                                    | 4.500                          | 15,582,911  | 350  |
|               | 4.750                                    | 4.750                          | 19,446,071  | 349  |
|               | 5.000                                    | 5.000                          | 66,965,459  | 349  |
|               | 5.250                                    | 5.250                          | 56,639,264  | 350  |
|               | 5.500                                    | 5.500                          | 4,361,470   | 353  |
|               |  | <hr/>                          |   |  |
|               |  | 186,140,162                    |   |  |
| 2003 MN       | 4.500                                    | 0.000                          | 53,168  | 357  |
|               | 4.750                                    | 0.000                          | 253,628   | 353  |
|               | 5.000                                    | 0.000                          | 1,849,318   | 353  |
|               | 5.250                                    | 0.000                          | 1,836,489   | 353  |
|               | 5.500                                    | 0.000                          | 2,465,461   | 354  |
|               | 5.750                                    | 0.000                          | 3,414,416   | 353  |
|               | 6.000                                    | 0.000                          | 388,480   | 353  |
|               | 6.250                                    | 0.000                          | 6,080   | 336  |
|               | 6.500                                    | 0.000                          | 4,236   | 334  |
|               | 3.000                                    | 3.000                          | 5,019,122   | 356  |
|               | 4.000                                    | 4.000                          | 688,817   | 353  |
|               | 4.250                                    | 4.250                          | 7,037,072   | 354  |
|               | 4.500                                    | 4.500                          | 23,128,535  | 352  |
|               | 4.750                                    | 4.750                          | 34,587,539  | 352  |
|               | 5.000                                    | 5.000                          | 48,797,599  | 352  |
|               | 5.250                                    | 5.250                          | 13,992,956  | 354  |
|               | 5.500                                    | 5.500                          | 19,966,400  | 354  |
|               | 5.750                                    | 5.750                          | 595,416   | 356  |
| 6.250         | 6.250                                    | 67,560                         | 336   |  |
| 6.750         | 6.750                                    | 95,326                         | 335   |  |
|               |  | <hr/>                          |   |  |
|               |  | 164,247,618                    |   |  |
| 2004 AB       | 4.000                                    | 4.000                          | 4,004,658   | 359  |
|               | 4.250                                    | 4.250                          | 9,824,757   | 357  |
|               | 4.500                                    | 4.500                          | 13,704,973  | 357  |
|               | 4.750                                    | 4.750                          | 8,349,500   | 358  |
|               | 5.000                                    | 5.000                          | 14,764,972  | 357  |
|               | 5.250                                    | 5.250                          | 13,462,796  | 356  |

| Series                            | Underlying<br>Mortgage<br>Rates | Yield<br>to<br>Series | Outstanding<br>Principal Amount of<br>Mortgage Loan<br>Portfolio at<br>June 30, 2004 | Weighted<br>Average<br>Maturity<br>(in months) |
|-----------------------------------|---------------------------------|-----------------------|--|--|
| 2004 AB                           | 5.500                           | 5.500                 | 3,124,901  | 356  |
| (Continued)                       | 5.750                           | 5.750                 | 216,866  | 354  |
|                                   |                                 |                       | 67,453,423   |  |
| General<br>Program                | 5.950                           | 0.000                 | 3,014,354  | 236  |
|                                   | 8.625                           | 0.000                 | 675,043  | 216  |
|                                   | 3.000                           | 3.000                 | 484,431  | 144  |
|                                   | 3.000                           | 3.000                 | 11,354   | 130  |
|                                   | 3.000                           | 3.000                 | 3,315  | 76   |
|                                   | 3.000                           | 3.000                 | 281,300  | 122  |
|                                   | 3.000                           | 3.000                 | 175,235  | 112  |
|                                   | 5.000                           | 5.000                 | 211,277  | 346  |
|                                   | 5.500                           | 5.500                 | 1,820  | 225  |
|                                   | 5.950                           | 5.950                 | 2,972,041  | 235  |
|                                   | 6.000                           | 6.000                 | 155,353  | 299  |
|                                   | 6.000                           | 6.000                 | 393  | 194  |
|                                   | 6.000                           | 6.000                 | 15,294   | 190  |
|                                   | 6.250                           | 6.250                 | 90,880   | 277  |
|                                   | 6.750                           | 6.750                 | 228,554  | 326  |
|                                   | 7.000                           | 7.000                 | 369,311  | 303  |
|                                   | 5.950                           | 7.250                 | 3,014,354  | 236  |
|                                   | 7.250                           | 7.250                 | 550,349  | 242  |
|                                   | 7.300                           | 7.300                 | 524,027  | 222  |
|                                   | 7.375                           | 7.375                 | 168,193  | 204  |
|                                   | 7.450                           | 7.450                 | 42,568   | 149  |
|                                   | 7.500                           | 7.500                 | 2,345,158  | 160  |
|                                   | 7.600                           | 7.600                 | 603,942  | 204  |
|                                   | 7.700                           | 7.700                 | 74,591   | 216  |
|                                   | 7.750                           | 7.750                 | 5,716,025  | 234  |
|                                   | 7.875                           | 7.875                 | 789,553  | 233  |
|                                   | 7.900                           | 7.900                 | 486,677  | 123  |
|                                   | 7.950                           | 7.950                 | 21,525   | 212  |
|                                   | 8.000                           | 8.000                 | 679,509  | 217  |
|                                   | 8.000                           | 8.000                 | 8,110  | 215  |
|                                   | 8.020                           | 8.020                 | 92,080   | 200  |
|                                   | 8.125                           | 8.125                 | 107,817  | 249  |
|                                   | 8.150                           | 8.150                 | 273,038  | 175  |
|                                   | 8.200                           | 8.200                 | 619,978  | 199  |
|                                   | 8.250                           | 8.250                 | 968,652  | 194  |
|                                   | 8.350                           | 8.350                 | 175,916  | 191  |
|                                   | 8.375                           | 8.375                 | 2,474,421  | 233  |
|                                   | 8.450                           | 8.450                 | 827,687  | 116  |
|                                   | 8.500                           | 8.500                 | 881,900  | 215  |
|                                   | 8.550                           | 8.550                 | 2,236,895  | 187  |
|                                   | 8.600                           | 8.600                 | 117,979  | 203  |
|                                   | 8.625                           | 8.625                 | 1,180,417  | 215  |
|                                   | 8.650                           | 8.650                 | 13,334   | 176  |
|                                   | 8.700                           | 8.700                 | 1,267,544  | 180  |
|                                   | 8.800                           | 8.800                 | 824,520  | 169  |
|                                   | 8.850                           | 8.850                 | 2,754,530  | 156  |
|                                   | 8.950                           | 8.950                 | 638,626  | 160  |
|                                   | 8.625                           | 10.000                | 675,043  | 216  |
|                                   |                                 |                       | 39,844,913   |  |
| Home Mortgage Revenue Bonds Total |                                 |                       | 3,603,776,782  |  |

1 The rates for Mortgage Loans financed by 1982 Series A, 1982 Series B, 1983 Series A, 1983 Series B, 1984 Series A, 1984 Series B, 1985 Series A and 1985 Series B Bonds initially ranged from 9.15% to 11.125%. The rates for Mortgage Loans financed by 1982 Series A, 1982 Series B, 1983 Series A, 1984 Series B and 1985 Series A Bonds were reduced as of April 1, 1992 and were further reduced as of January 1, 1993, August 1, 1994 and January 1, 1996 to the final rates shown. The interest rates for Mortgage Loans financed by 1983 Series B Bonds were reduced as of April 1, 1992 and were further reduced as of January 1, 1993 and January 1, 1996 to the final rate shown. The interest rates for Mortgage Loans financed by 1985 Series B Bonds were reduced as of August 1, 1994 and were further reduced as of January 1, 1996 to the final rate shown.

2 Payments are constant for the first four years, increase by 3% per year over the next six years, and remain constant thereafter until maturity approximately 20 years.

3 Mortgage Loans originally purchased at the noted mortgage rates with these Series of Bonds have adjustable interest rates. The mortgage rate shown is the most current.

4 These bonds were originally cross-called from 1982 Series A, 1982 Series B, 1983 Series A, 1983 Series B, 1984 Series A, 1984 Series B, 1985 Series A or 1985 Series B and were subsequently refunded and transferred to the current bond series.

5 Mortgage Loans made or purchased at the noted mortgage rates with these Series of Bonds have an original term to maturity of 25 years.

6 On August 1, 1998, the principal amounts of Mortgage Loans allocated to the 1986 Series B Bonds were divided between and transferred to the Agency's Single Family Mortgage Bonds II 1997 Series C-4 and the 1998 Series F Bonds.

7 All or a portion of the Mortgage Loans purchased with proceeds of these Series of Bonds at the noted mortgage rates were made in conjunction with Home Purchase Assistance Program (a second mortgage program funded by the State) loans.

| <u>Series</u> | <u>Underlying<br/>Mortgage<br/>Rates</u> | <u>Yield<br/>to<br/>Series</u> | <u>Outstanding<br/>Principal Amount of<br/>Mortgage Loan<br/>Portfolio at<br/>June 30, 2004</u> | <u>Weighted<br/>Average<br/>Maturity<br/>(in months)</u> |
|---------------|--|--------------------------------|---|--|
|---------------|--|--------------------------------|---|--|

- 8 On September 1, 1998, the principal amounts of the Mortgage Loans allocated to the 1988 Series A and B and 1988 Series D and E Bonds were transferred to the 1998 Series L and M Bonds.
- 9 On August 1, 1999, the principal amounts of the Mortgage Loans allocated to the 1988 Series C, 1988 Series F and G, 1989 Series A and B, 1989 Series C and D and 1989 Series E Bonds were transferred to the 1999 Series E, F, G, H, I and J Bonds.
- 10 On February 1, 2000, the principal amounts of the Mortgage Loans allocated to the 1989 Series F, 1989 Series G, and 1990 Series A Bonds were transferred to the 1999 Series N, O, P and Q Bonds.
- 11 On August 1, 2000, the principal amounts of the Mortgage Loans allocated to the 1990 Series B, 1990 Series C, and 1990 Series D Bonds were transferred to the 2000 Series L and M Bonds.
- 12 On February 1, 2001, the principal amounts of the Mortgage Loans allocated to the 1991 Series A Bonds were transferred to the 2000 Series X-1 Bonds.
- 13 On August 1, 2001, the principal amounts of the Mortgage Loans allocated to the 1991 Series C, 1991 Series D and E and 1991 Series F and G Bonds were transferred to the 2001 Series H, I and J Bonds.

Mortgage Loan Delinquency Summary for Home Mortgage Revenue Bonds  
for the twelve months ending June 30, 2004:

| Month<br>Ending:      | # of<br>Active<br>Loans | Unpaid Principal<br>Balance of Loans | Delinquency as a Percentage of Total Loans |         |         |                                  |       |
|-----------------------|-------------------------|--------------------------------------|--|---------|---------|----------------------------------|-------|
|                       |                         |                                      | 30 Days                                    | 60 Days | 90 Days | 120 Days<br>or in<br>Foreclosure | Total |
| July 31, 2003.....    | 36,202                  | \$ 3,865,049,881                     | 5.2%                                       | 1.3%    | 0.6%    | 1.5%                             | 8.6%  |
| August 31, 2003.....  | 35,131                  | 3,774,646,939                        | 5.1  | 1.4     | 0.6     | 1.6                              | 8.7   |
| September 30, 2003... | 34,373                  | 3,739,012,716                        | 5.5  | 1.4     | 0.7     | 1.5                              | 9.1   |
| October 31, 2003..... | 33,906                  | 3,743,821,329                        | 5.1  | 1.6     | 0.6     | 1.5                              | 8.8   |
| November 30, 2003.... | 33,560                  | 3,749,287,835                        | 6.1  | 1.7     | 0.7     | 1.5                              | 10.0  |
| December 31, 2003.... | 33,195                  | 3,790,614,826                        | 5.6  | 1.6     | 0.7     | 1.5                              | 9.4   |
| January 31, 2004..... | 33,226                  | 3,813,441,732                        | 5.0  | 1.5     | 0.6     | 1.6                              | 8.7   |
| February 29, 2004.... | 32,953                  | 3,818,262,541                        | 4.7  | 1.3     | 0.6     | 1.5                              | 8.1   |
| March 31, 2004.....   | 32,384                  | 3,787,137,722                        | 3.9  | 1.1     | 0.5     | 1.3                              | 6.8   |
| April 30, 2004.....   | 31,653                  | 3,717,820,054                        | 3.8  | 1.2     | 0.5     | 1.3                              | 6.8   |
| May 31, 2004.....     | 31,035                  | 3,675,816,173                        | 4.3  | 1.2     | 0.6     | 1.2                              | 7.3   |
| June 30, 2004.....    | 30,279                  | 3,603,776,782                        | 4.2  | 1.3     | 0.6     | 1.3                              | 7.4   |

## **Mortgage Insurance Provided by the Agency**

The Agency expects that approximately ten percent (10%) of the Series I/J Mortgage Loans will be covered by Mortgage Insurance provided by the Agency from the Insurance Fund. In the event that any Series I/J Mortgage Loan would otherwise be uninsured or underinsured under the Indenture (such as in the event that any Mortgage Insurance provided by a private mortgage insurer is terminated or cancelled as described in the preceding paragraph or in the event that the amount of coverage provided by any Guaranty on any Series I/J Mortgage Loan is in an amount of less than 50% of the unpaid principal balance of such Mortgage Loan), the Agency will supplement such coverage by providing Mortgage Insurance from the Insurance Fund so that the combination of all other primary mortgage insurance coverage with respect to such Mortgage Loan and such primary Mortgage Insurance provides mortgage insurance coverage with respect to such Mortgage Loan in an amount at least equal to 50% of the unpaid principal balance of such Mortgage Loan.

The Insurance Fund was created by the Act as a housing loan insurance fund to be administered by the Agency and to be held separately from the Agency's other funds. Of the initial \$10 million appropriation to the Insurance Fund, \$5 million was repaid to the State in 1985 and the remaining \$5 million is continuously appropriated. As of September 30, 2004, as a result of appropriations, repayments, interest earnings and insurance premiums, the balance in the Insurance Fund was \$55,673,000.

While the Insurance Fund is subject to the same California statutory requirements as private mortgage insurance companies in respect to the maintenance of policyholders' surpluses, certain investment policies and reserve certifications, the Insurance Fund is exempt from regulatory control by the State of California Department of Insurance. The claims-paying ability of the Insurance Fund has been assigned a rating of "Aa3" by Moody's and of "A+" by S&P.

The Insurance Fund insures Agency loans under the Program and other programs of the Agency, as well as non-Agency loans. As of September 30, 2004, the Insurance Fund was insuring Agency loans (including Mortgage Loans financed with proceeds of Bonds and mortgage loans financed with other sources of funds) with an aggregate principal balance of approximately \$779.6 million, including certain loans for which the Agency may indemnify, from available funds of the Agency and not from Revenues pledged under the Indenture (except to the extent that any such Revenues are released to the Agency in accordance with the Indenture), the Insurance Fund to the extent of any claims paid by the Agency from amounts deposited in the Insurance Fund with respect to such loans and certain loans for which the Insurance Fund provides supplemental coverage such that the aggregate primary mortgage insurance coverage with respect to any such loan satisfies applicable contractual requirements.

Mortgage Insurance provided by the Agency from the Insurance Fund with respect to a Series I/J Mortgage Loan will cover losses of up to fifty percent (50%) of the outstanding principal amount of such Mortgage Loan (except that any such Mortgage Insurance provided to supplement the coverage provided by other primary mortgage insurance on a Series I/J Mortgage Loan so that the combination of such other primary mortgage insurance and such Mortgage Insurance will provide primary mortgage insurance coverage with respect to such Mortgage Loan in an amount at least equal to 50% of the unpaid principal balance of such Mortgage Loan will cover losses of up to the amount of such supplemental coverage) and contain provisions permitting the parties to settle claims in any mutually agreed way. No payment for a loss will be made unless the property financed by the defaulted Mortgage Loan is in the same condition as when the Mortgage Loan was originally insured, subject to reasonable wear and tear. Mortgage Insurance provided by the Agency will not cover damage to the insured property by reason of earthquake. Mortgage Insurance provided by the Agency will cover defaults from an inability to pay as well as defaults arising from acceleration of any Mortgage Loan which fails to meet the requirements of Section 143.

The most recent audited financial statements of the Insurance Fund are available from the Agency by a request in writing at the address of the Agency shown herein.