

\$675,000,000
Nebraska Investment Finance Authority
Single Family Housing Revenue Bonds
2010 Series A (Non-AMT)
2010 Series B (Variable Rate – Non-AMT)
2010 Series C (Variable Rate – AMT)

March 1, 2011 Redemptions

The Nebraska Investment Finance Authority (“NIFA”) is providing the following information regarding certain redemptions scheduled for March 1, 2011 with respect to the above-captioned bonds (the “Bonds”). Such information should be read in conjunction with the Official Statement dated December 17, 2010 relating to the Bonds. Terms used herein are defined in the Official Statement. As set forth in the Official Statement, NIFA may allocate prepayments and excess revenues to purchase, finance or acquire additional Mortgage Loans and/or Mortgage-Backed Securities or to redeem Bonds in the manner described therein.

On March 1, 2011 certain Mortgage Loan prepayments (“restricted principal receipts”) which must be used to satisfy the so-called “10-Year Rule” of the Internal Revenue Code are being used to pay the principal or the redemption price of a portion of the Bonds. After applying restricted principal receipts in the amount of \$1,975,000 to the payment of debt service on the Bonds, the remaining \$2,340,000 of restricted principal receipts is being applied to redeem a like amount of 2010 Series A 6.050% Term Bonds due September 1, 2041 (“6.050% Term Bonds”). NIFA’s determination to redeem a portion of the 6.050% Term Bonds was based upon a number of factors, including relative interest rates, anticipated maturity lengths and overall bond and mortgage portfolio management. As part of NIFA’s active management of its bond and mortgage portfolios, the methodology used by NIFA in connection with its debt service payments and redemptions on March 1, 2011 may or may not be used in connection with future redemptions or debt service payments. As is permitted under the Indenture, NIFA reserves the right to alter its methodology of redeeming Bonds to further optimize the financing of Mortgage Loans and Mortgage-Backed Securities as part of the Program.