

Supplement to Official Statement

This Supplement to Official Statement (the “Supplement”) is provided to amend certain information set forth in the Official Statement, dated December 9, 2002 (the “Official Statement”), regarding the below-referenced bonds. Except as otherwise provided herein, terms defined in the Official Statement shall have the same meanings when used herein. This Supplement speaks only as of its date. Prospective purchasers of the Series L Bonds should not rely on any provisions of the Official Statement to the extent inconsistent with this Supplement.

**STATE OF NORTH CAROLINA
STATE EDUCATION ASSISTANCE AUTHORITY
(A political subdivision of the State of North Carolina)**

\$125,000,000

**TAX-EXEMPT GUARANTEED STUDENT LOAN REVENUE BONDS,
2002 SERIES K (SENIOR LIEN)**

AND

\$135,000,000

**TAXABLE GUARANTEED STUDENT LOAN REVENUE BONDS,
2002 SERIES L (SENIOR LIEN)**

1. Changes to Definitions. The term “Applicable Spread,” as used throughout the Official Statement and defined in “CERTAIN DEFINITIONS AND AUCTION PROCEDURES” in Appendix C to the Official Statement, is hereby amended to have the following meaning:

“Applicable Spread” means, with respect to any Tranche of the Series L Bonds on any date of determination, the following percentages, based on the lowest rating assigned to such Series L Bonds in effect on the close of business on the Business Day immediately preceding such date, as set forth below:

<u>Credit Rating</u>		<u>Applicable Spread</u>
<u>Moody’s</u>	<u>Fitch and S&P</u>	
“Aaa”	“AAA”	2.00%
“Aa”	“AA”	2.00%
“A”	“A”	2.25%
“Baa”	“BBB”	2.50%
Below “Baa”	Below “BBB”	3.00%

provided that if such Series L Bonds are not then rated by at least one Rating Agency, the “Applicable Spread” shall be 4.00%. For purposes of this definition, Fitch’s and S&P’s rating categories of “AAA”, “AA”, “A” and “BBB”, and Moody’s rating categories of “Aaa”, “Aa”, “A” and “Baa” refer to and include the respective rating categories correlative thereto if any of such Rating Agencies have changed or modified their generic rating categories or if Fitch, Moody’s or S&P shall not rate, or no longer rate, such Series L Bonds and shall have been

replaced. All ratings referred to above shall be without regard to the gradations within each rating category.

2. Effective Date. The above-referenced changes are effective as of September 17, 2007.

3. Rating Confirmations. Following notification of the above-referenced changes, Fitch Ratings, Moody's Investors Service and Standard & Poor's Ratings Services, a division of The McGraw-Hill Companies, Inc., have confirmed the respective ratings of "AAA," "Aaa" and "AAA" previously assigned to the Series L Bonds.

September 17, 2007