
**CONDITIONAL NOTICE OF FULL REDEMPTION TO THE HOLDERS OF
NORTH CAROLINA STATE EDUCATION ASSISTANCE AUTHORITY
Student Loan Revenue Bonds, 1997 Series E**

NOTICE IS HEREBY GIVEN that there have been called for full redemption on December 18, 2008 all outstanding Bonds of the above captioned bonds, totaling \$30,000,000 in principal amount, plus applicable premium, if any, as listed below:

<u>Maturity</u>	<u>Amount</u>	<u>Rate</u>	<u>Redemption Price</u>	<u>CUSIP No.*</u>
July 1, 2027	\$30,000,000	Variable	100.00%	658262CX6

The Bonds are being called pursuant to the redemption provisions of the governing documents at the referenced Redemption Price plus accrued interest to December 18, 2008 on which date all interest on the Bonds will cease to accrue. Holders of the Bonds are requested to present their Bonds, at the following addresses:

First Class/Registered/Certified
The Bank of New York Mellon
Global Corporate Trust
P.O. Box 2320
Dallas, Texas 75221-2320

Express Delivery Only
The Bank of New York Mellon
Global Corporate Trust
2001 Bryan Street, 9th Floor
Dallas, Texas 75201

By Hand Only
The Bank of New York Mellon
Global Corporate Trust
Corporate Trust Window
101 Barclay Street 1st Floor East
New York, New York 10286

NORTH CAROLINA STATE EDUCATION ASSISTANCE AUTHORITY

By: The Bank of New York Mellon Trust Company, N.A.
as Trustee, Registrar and Paying Agent
Bondholder Communications: 800-254-2826



NOTE: THIS NOTICE IS CONDITIONAL UPON RECEIPT OF THE FUNDS.

Dated: November 12, 2008

IMPORTANT TAX NOTICE

Withholding of 28% of gross redemption proceeds of any payment made within the United States may be required by the Jobs and Growth Tax Relief Reconciliation Act of 2003 (the "Act"), unless the Paying Agent has the correct taxpayer identification number (social security or employer identification number) or exemption certificate of the payee. **Please furnish a properly completed Form W-9 or exemption certificate or equivalent when presenting your securities.**

**Note: The Issuer and Trustee/Agent shall not be responsible for the selection or use of the CUSIP numbers selected, nor is any representation made as to their correctness indicated in the notice or as printed on any Bond. They are included solely for the convenience of the holders.*

Fiduciary Communications Company

Phone: (212) 803-8620 (8628/8612) Fax: (212) 803-8660

www.ezdisclose.com

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DisclosureLink Approval for Release to DTC and NRMSIRs

Mailing Date

Signature

11/12/2008
