

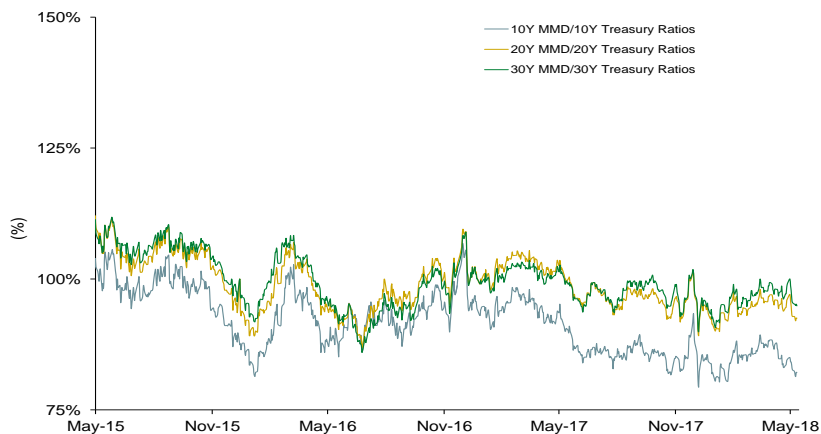
Texas Market Update – Week of May 14, 2018

Market Update

* Commentary for the week of May 14th

- Municipal volume for this week is estimated at \$9.89 billion, higher than the revised total of \$6.58 billion of the previous week. The primary municipal calendar is comprised of \$5.90 billion of negotiated deals and \$3.99 billion of competitive sales.
- Texas municipal issuance is estimated to be \$2.15 billion this week, much higher than the revised total of \$523 million of the previous week. The primary Texas municipal calendar is comprised of \$2.05 billion of negotiated deals and \$103 million in competitive sales.
- This week Estrada Hinojosa will participate in multiple financings totaling \$1.57 billion and will account for over 70% of Texas municipal volume as financial advisor and underwriter. The schedule will include: \$1.5B Grand Parkway Transportation Corp. (F.A.), \$38M City of Corpus Christi (F.A.), and \$9.8M Karnes City ISD (Senior Manager).
- As of Friday's MMD, the 10-year muni yield remained unchanged at 2.44%, while the 30-year muni yield fell two basis points to 2.95%, from Thursday's close. Furthermore, the two-year and 10-year Treasury yield remained unchanged at 2.54% and 2.97, respectively, while the 30-year Treasury yield fell one basis point to 3.11%, from Thursday's close.

MMD to Treasury Ratios

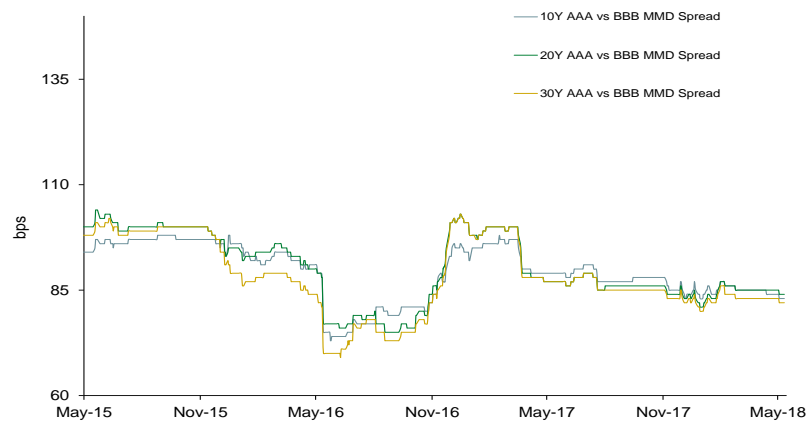


Source: * Bond Buyer
Municipal Market Data
Thomson Reuters TM3

MMD Rates



AAA MMD to BBB MMD Spreads



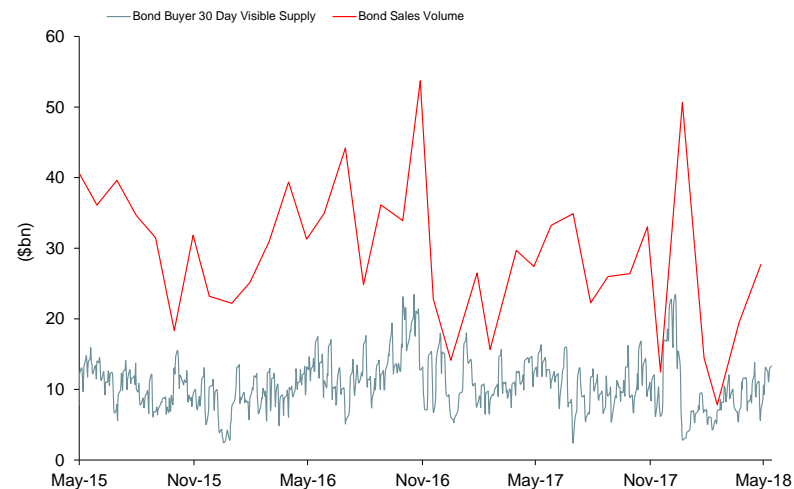
Market Update

Calendar Week of May 14th

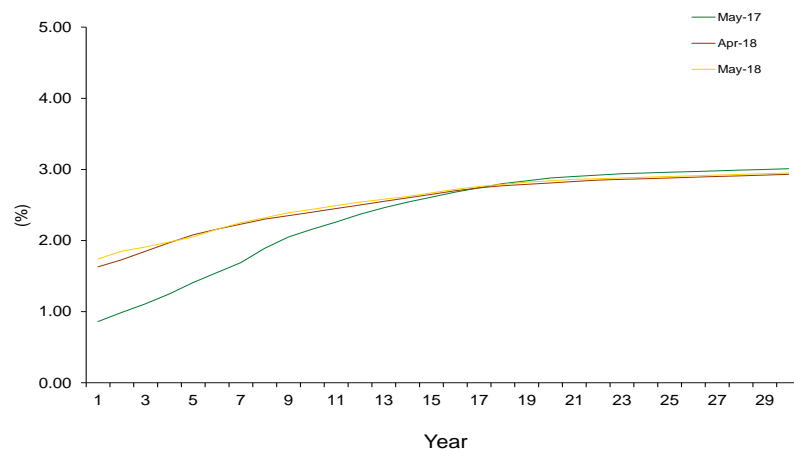
Issue Description	Sale (week of)	Par Amount (\$000)	Ratings*		
			Moody's	S&P	Fitch
Grand Parkway Trans Corp - Subordinate Tier Toll Rev Bds, Ser. 2018 A and B	5/14	\$ 911,305	NR	AA+	AA
Grand Parkway Trans Corp - Bds Anticipation Notes	5/14	\$ 610,615	NR	BBB	A-
Leander ISD, TX - U.L. Tax Ref Bds, Taxable Ser. 2018A	5/14	\$ 207,465	NR	AAA	NR
Spring Branch ISD, TX - U.L. Tax Schoolhouse Bds, Ser. 2018	5/14	\$ 129,990	Aaa	AAA	NR
City of Garland, TX - Wtr and Swr Sys Rev Ref Bds, New Ser. 2018	5/14	\$ 51,080	NR	AA-	AA
City of Corpus Christi, TX - Gen Improv Bds, Ser. 2018 - Comb Tax and Lim Pledge Rev C.O. Ser. 2018A and Taxable Ser. 2018B	5/14	\$ 38,180	NR	AA	AA
City of Garland, TX - Elect Utility Sys Rev Ref Bds, New Ser. 2018	5/14	\$ 33,645	NR	A+	AA-
San Antonio Housing Trust Finance Corp TX - Multi-Family Housing Rev Bds Brookwood Apartments Ser. 2018	5/14	\$ 18,000	NR	AA+	NR
El Paso ISD, TX - U.L. Tax Ref Bds, Ser. 2018	5/14	\$ 16,430	Aaa	NR	AAA
City of Leander, TX - G.O. Ref Bds, Ser. 2018	5/14	\$ 10,540	Aa2	AA	NR
Texas Top 10 Total Negotiated Supply		<u>\$ 2,027,250</u>			
Texas Total Negotiated Weekly Supply		<u>\$ 2,050,725</u>			

	Thru 5/18/2018	Thru 5/19/2017	Thru 5/20/2016	Thru 5/22/2015
Total Texas Supply YTD	\$10,770,004	\$14,679,197	\$22,725,719	\$23,421,490

Bond Buyer 30-Day Visible Supply**



AAA MMD yield curve***

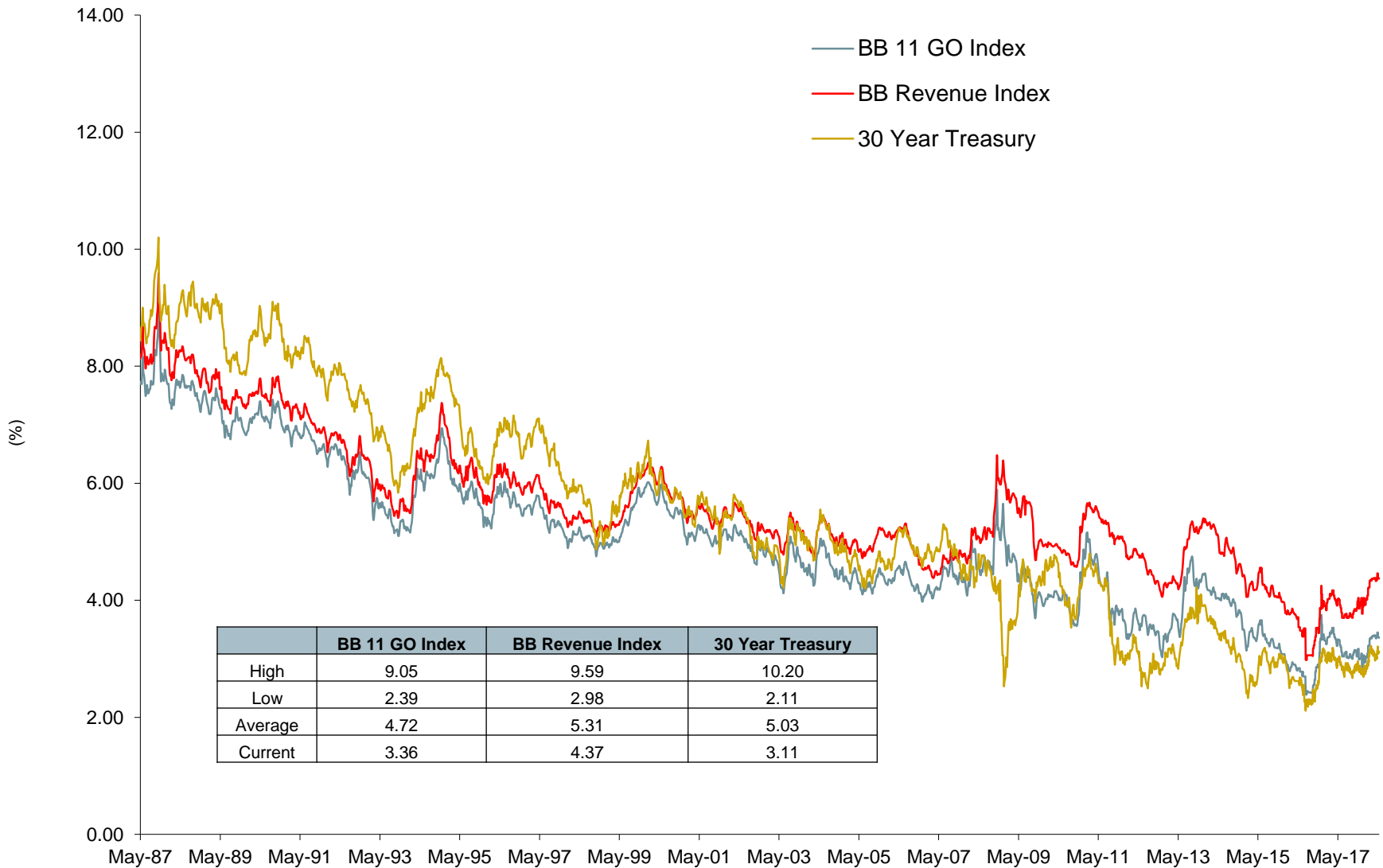


*Rating reflects underlying or insured rating, as appropriate

**Source: Bond Buyer

***Source: Municipal Market Data

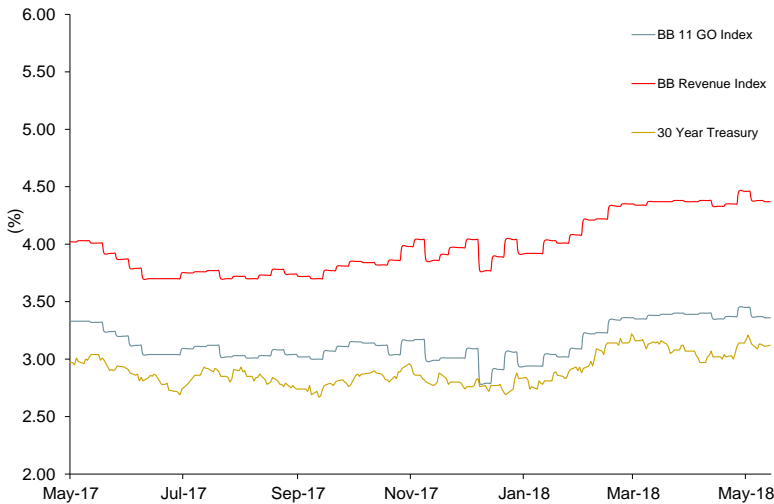
Bond Buyer Indices vs. 30 Year Treasury: 30 Year History



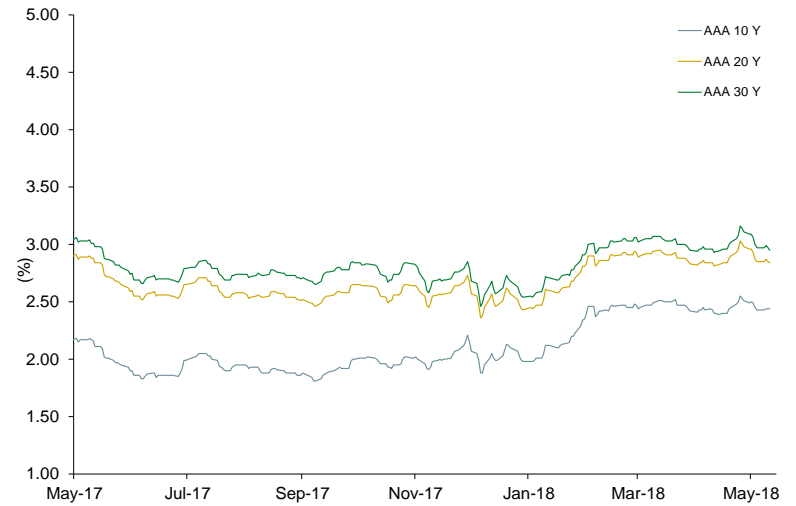
Source: Bond Buyer

Tax-Exempt and Treasury Spreads: 1 Year History

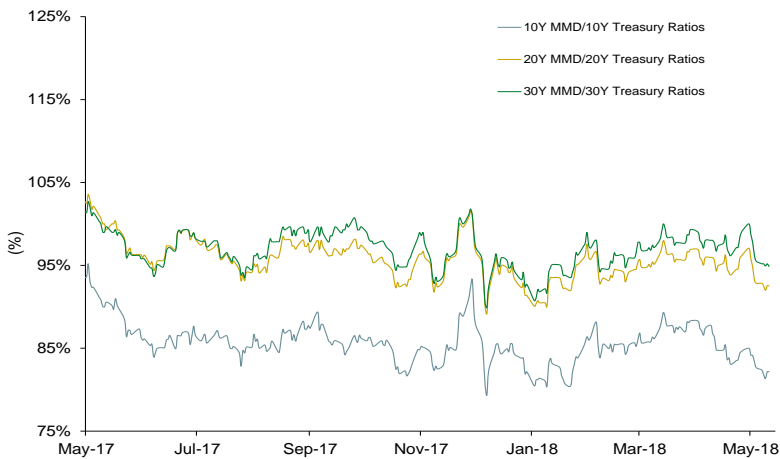
Bond Buyer Indices vs. 30 Year Treasury



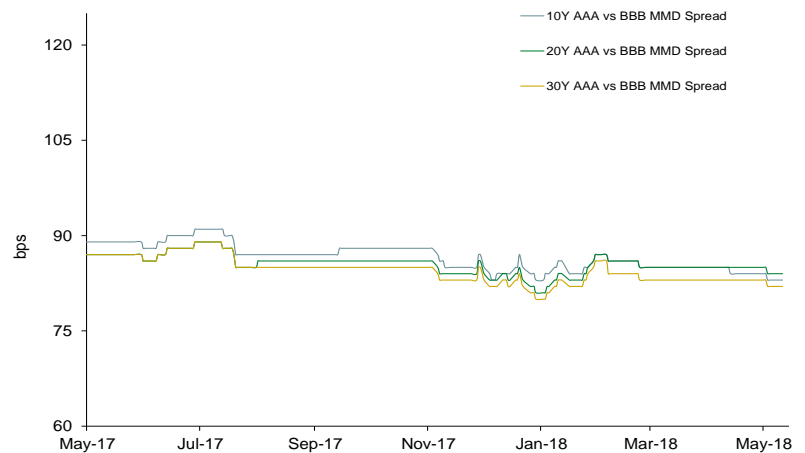
MMD Rates



MMD to Treasury Ratios



AAA MMD to BBB MMD Spreads



Source: Municipal Market Data
Thomson Reuters TM3
Bond Buyer

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