



National Market Update— Week of April 26, 2021

ESTRADA • HINOJOSA
INVESTMENT BANKERS

Dallas • Austin • Chicago • Houston • Los Angeles • Miami • New York • San Antonio

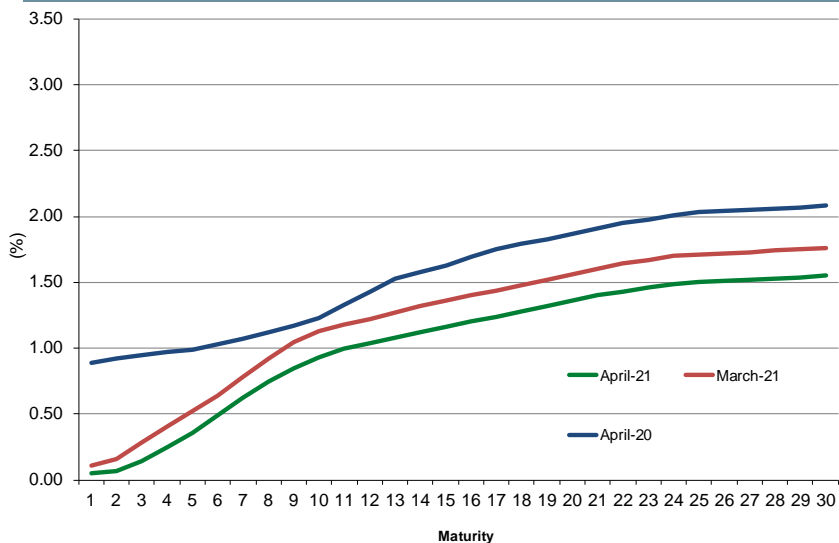
Member: FINRA & SIPC.

Market Update

• Commentary for the week of April 26th

- The Municipal bond market easily absorbed approximately \$10 billion in primary supply last week, most deals were well received and repriced at lower yields. AAA MMD yields remained firm last week and Refinitiv Lipper reported an additional \$1.9 billion of inflows into municipal bond funds. According to Bloomberg, an estimated \$16.4 billion in cash is available for reinvestment nationally. As of last Friday, the 10-year and 30-year AAA MMD yields stood at 0.93% and 1.55%, respectively.
- U.S. equities are trading higher as investors prepare for a busy week of corporate earnings reports. Also, investors continue to weigh the possibility of an increase on the capital tax rate for top earning individuals. U.S. Treasury yields are slightly higher ahead of over \$180 billion in auctions on Monday and Tuesday.
- The primary calendar is estimated to be \$6.0 billion and is comprised of \$4.6 billion in negotiated deals and \$1.4 billion in competitive sales.
- Estrada Hinojosa will participate in the following deals: a \$22.7 million McKinney Economic Development Corporation Sales Tax Revenue Refunding Bonds, Taxable Series 2021 issue as Financial Advisor. A \$233.8 million Lamar Consolidated Independent School District Unlimited Tax Schoolhouse Bonds, Series 2021 issue and a \$106.2 million Board of Trustees of Northern Illinois University Auxiliary Facilities System Revenue Bonds, Series 2021 issue, both as Co-Managing Underwriter. A \$9.6 million Hutto Independent School District Unlimited Tax Refunding Bonds, Series 2021A issue and a \$10.6 million Hutto Independent School District Unlimited Tax Refunding Bonds, Series 2021B issue, both as Senior Managing Underwriter.

Municipal Market Data Yield Curve



Year	Maturity	MMD (%) 4/23/2021	Change Over Week	Change Over Month	Change Over Year
1	2022	0.05	0.00	-0.06	-0.84
2	2023	0.07	0.00	-0.09	-0.85
3	2024	0.14	0.00	-0.14	-0.81
4	2025	0.25	0.00	-0.16	-0.72
5	2026	0.36	0.00	-0.16	-0.63
6	2027	0.49	0.00	-0.15	-0.54
7	2028	0.62	0.00	-0.16	-0.45
8	2029	0.75	0.00	-0.17	-0.37
9	2030	0.85	0.00	-0.20	-0.32
10	2031	0.93	0.00	-0.20	-0.30
11	2032	1.00	0.00	-0.18	-0.33
12	2033	1.04	0.00	-0.18	-0.39
13	2034	1.08	0.00	-0.19	-0.45
14	2035	1.12	0.00	-0.20	-0.46
15	2036	1.16	0.00	-0.20	-0.47
16	2037	1.20	0.00	-0.20	-0.49
17	2038	1.24	0.00	-0.20	-0.51
18	2039	1.28	0.00	-0.20	-0.51
19	2040	1.32	0.00	-0.20	-0.51
20	2041	1.36	0.00	-0.20	-0.51
21	2042	1.40	0.00	-0.20	-0.51
22	2043	1.43	0.00	-0.21	-0.52
23	2044	1.46	0.00	-0.21	-0.52
24	2045	1.49	0.00	-0.21	-0.52
25	2046	1.50	0.00	-0.21	-0.53
26	2047	1.51	0.00	-0.21	-0.53
27	2048	1.52	0.00	-0.21	-0.53
28	2049	1.53	0.00	-0.21	-0.53
29	2050	1.54	0.00	-0.21	-0.53
30	2051	1.55	0.00	-0.21	-0.53

Source: * Bond Buyer
Municipal Market Data
Thomson Reuters

Market Supply

Calendar Week of April 26th

Issue Description	Par Amount (\$000)	Ratings*			
		Moody's	S&P	Fitch	Kroll
New Jersey Transportation Trust Fund Authority, NJ - Transportation System Ref Bds, Ser. 2021A	\$ 589,845	Baa1	BBB	BBB+	NR
New Jersey Transportation Trust Fund Authority, NJ - Transportation Program Bds, Ser. 2022AA (Forward Delivery)	\$ 584,185	Baa1	BBB	BBB+	A-
New Jersey Transportation Trust Fund Authority, NJ - Transportation System Bds, Ser. 2022A (Forward Delivery)	\$ 281,725	Baa1	BBB	BBB+	NR
State of Oregon, OR - GO Bds (Higher Education), Taxable Ser. 2021G & Taxable Ser. 2021-I	\$ 234,230	Aa1	AA+	AA+	NR
Lamar Consolidated Independent School District, TX - U/L Tax Schoolhouse Bds, Ser. 2021	\$ 233,830	Aaa	AAA	NR	NR
Massachusetts Clean Water Trust, MA - State Revolving Fund Bds, Ser. 2023A (Green Bonds)	\$ 142,865	Aaa	AAA	AAA	NR
Northside Independent School District, TX - U/L Tax Ref Bds, Taxable Ser. 2021	\$ 128,200	Aaa	AAA	NR	NR
New Jersey Transportation Trust, NJ - Transportation Program Notes, Ser. 2014BB-2 (Remarketing)	\$ 116,220	Baa1	BBB	BBB+	A-
United Independent School District, TX - U/L Tax Ref Bds, Taxable Ser. 2021	\$ 107,935	Aaa	NR	NR	NR
Board of Trustees of Northern Illinois University, IL - Auxiliary Facilities Sys Rev Bds, Ser. 2021	\$ 106,230	NR	AA	NR	NR
National Top 10 Total Negotiated Supply	<u>\$ 2,525,265</u>				
National Total Negotiated Weekly Supply	<u>\$ 4,646,396</u>				

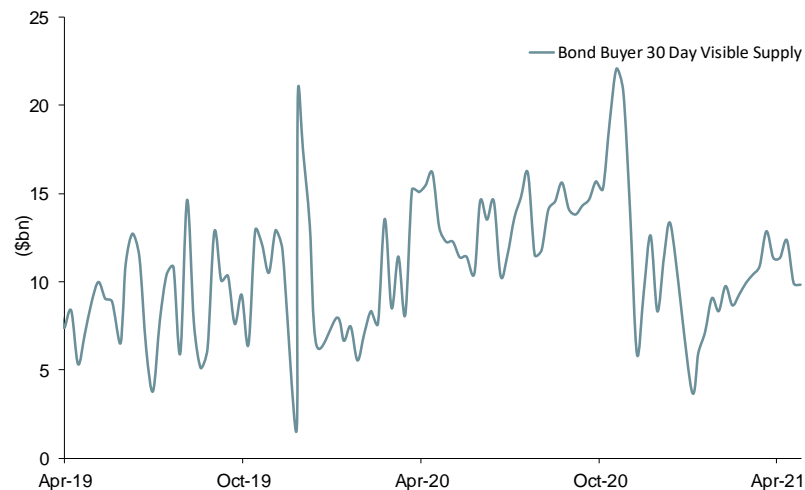
	2021	2020	2019
Total National Issuance YTD (000s)	\$ 103,412,089	\$ 100,046,863	\$ 96,678,525

*Rating reflects underlying or insured rating, as appropriate

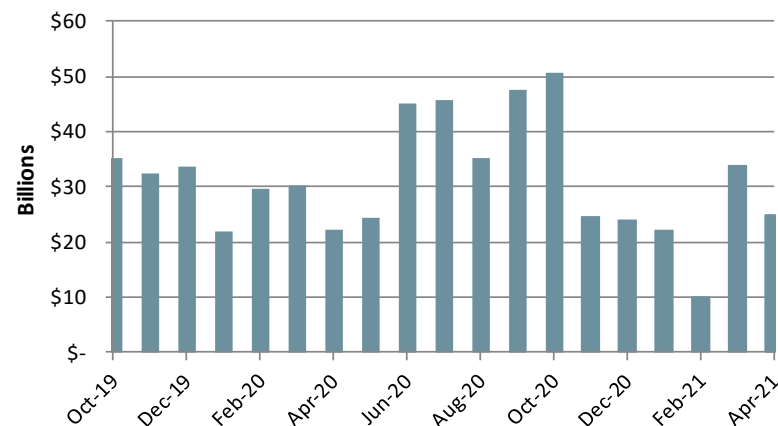
**Source: The Bond Buyer

***Source: Bloomberg

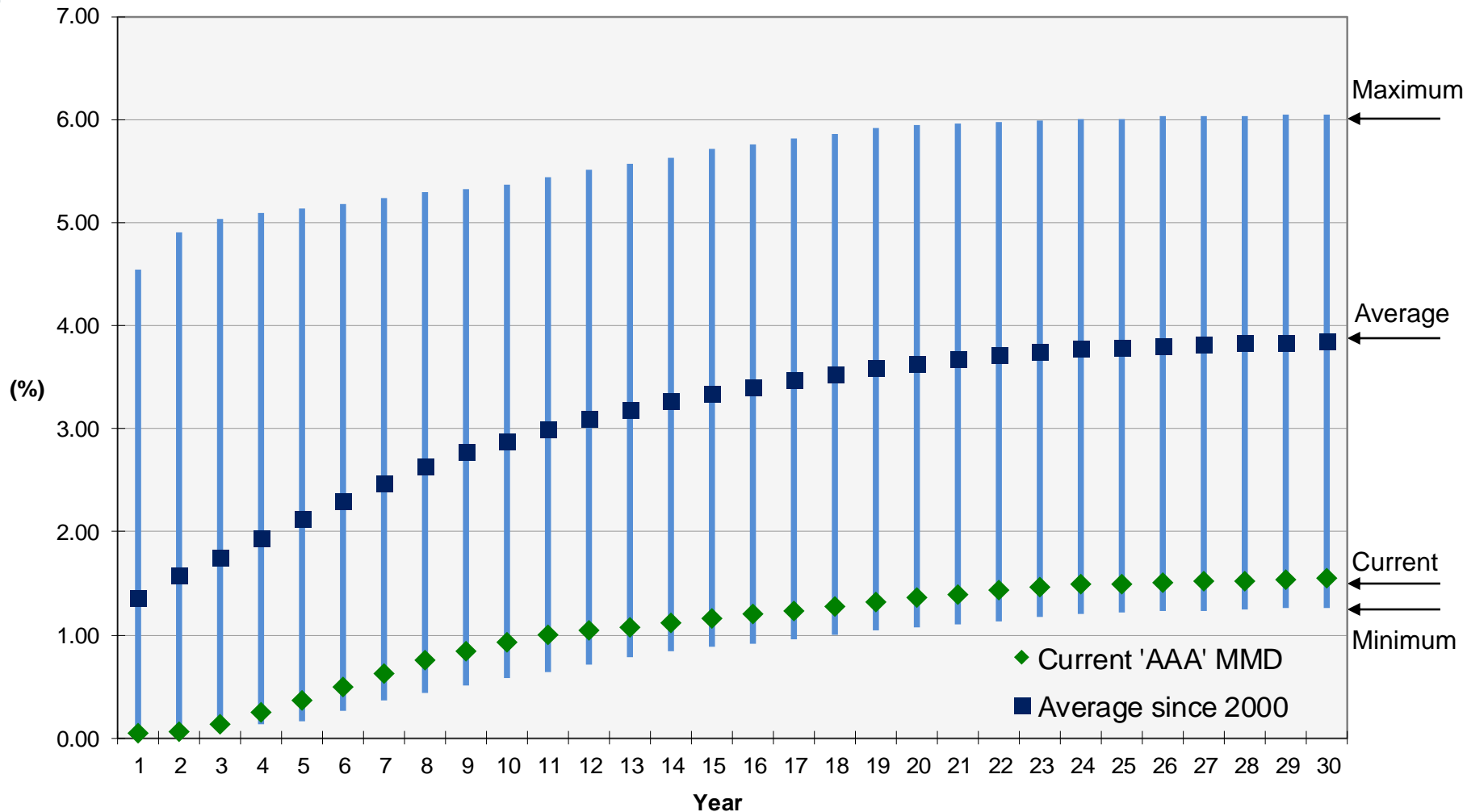
Bond Buyer 30-Day Visible Supply**



National Monthly Negotiated Issuance ***



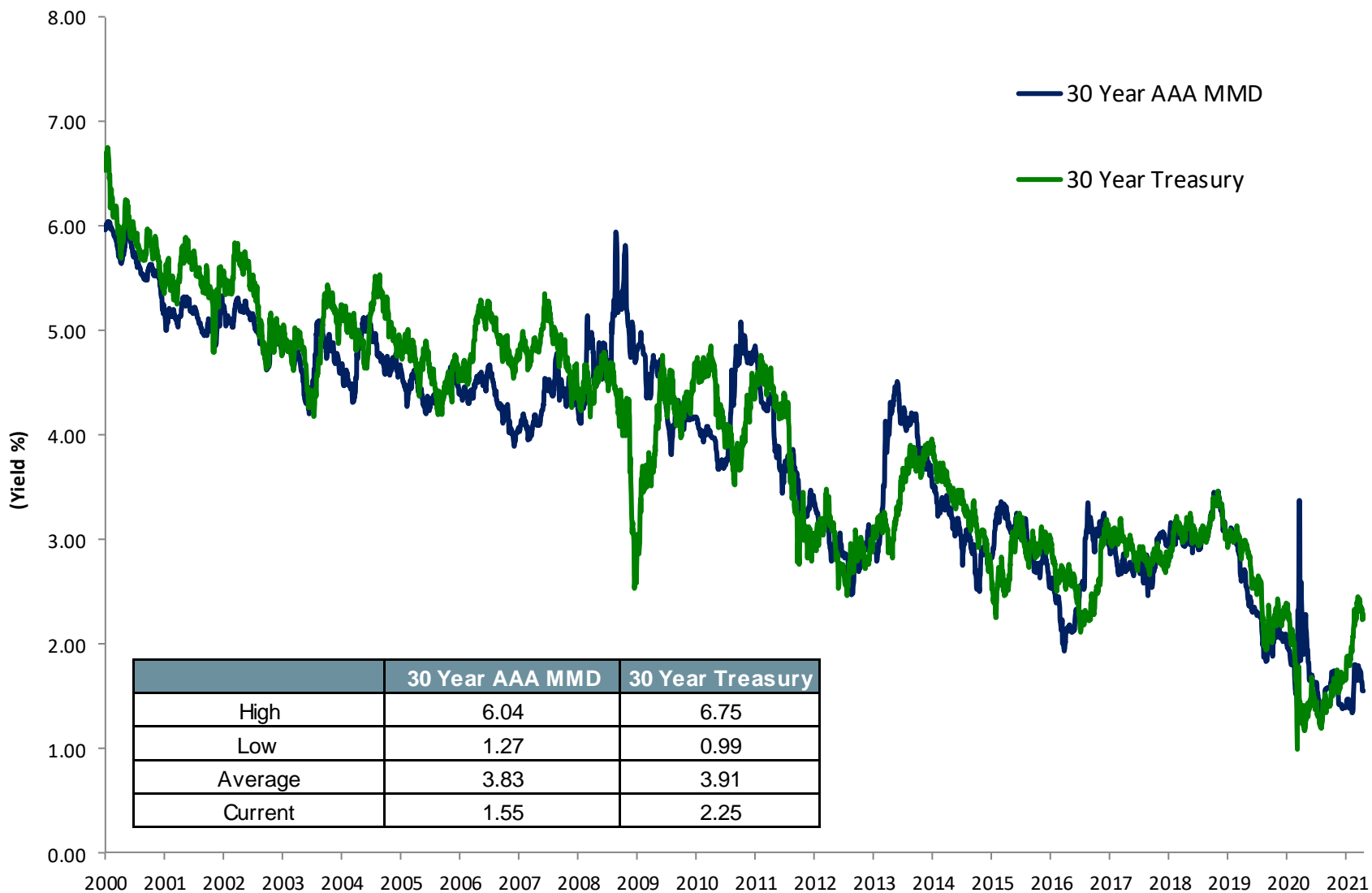
'AAA' MMD History Since 2000



Maturity	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20	21	22	23	24	25	26	27	28	29	30
% of time above current MMD	99%	99%	99%	97%	97%	97%	96%	96%	96%	96%	96%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%	97%

As of 4/23/2021

30 Year AAA MMD vs. 30 Year Treasury: Since 2000



Source: Thomson Reuters & Bloomberg

Disclaimer

This document is intended for discussion purposes only and, in conjunction with oral presentations and further negotiations, is subject to the final terms of definitive transaction related written agreements, if appropriate, and is not a commitment to lend money, underwrite or purchase securities or commit capital, nor does it obligate this firm to enter into written agreements. Terms and conditions described herein are an indicative summary which may be amended or replaced by subsequent summaries.

This document is intended for the exclusive use of the entity identified on the cover page hereof or otherwise identified as the recipient by a member of the firm and may contain information proprietary to Estrada Hinojosa, which by acceptance of this document obligates you to use discretion when sharing the proposed terms for any prospective transaction. With this communication, Estrada Hinojosa is **not** assuming the role of your independent registered municipal advisor and is **not** attempting to establish a fiduciary relationship with you pursuant to the SEC's Municipal Advisor Rule. Estrada Hinojosa is acting in its own interests with a view to underwriting and distributing your municipal securities in an arm's length commercial transaction and you should discuss any action you intend to take with any and all internal or external advisors and experts that you deem appropriate before acting on this information or material

In addition, Estrada Hinojosa does not provide accounting, tax or legal advice and any discussion of such matters herein should not be relied upon by you as a guarantee or commitment of a specific result should a transaction occur. All numbers and prices discussed herein are preliminary and indicative of market conditions on the date prepared and do not represent bids or offers, and you should determine, without reliance upon us, the economic risks and merits as well as the legal and tax consequences of any such transaction, keeping in mind that the results of analyses from any quantitative model which represent potential future events that may or may not occur, and that may not include every particular material fact related to a proposed transaction, are by their nature subject to further discussion and examination.

2021 Estrada Hinojosa & Company, Inc. © Member: FINRA & SIPC.

All rights reserved. No part of this document may be reproduced in any manner without the written permission of Estrada Hinojosa & Company, Inc.