



Texas Market Update– Week of April 08, 2019

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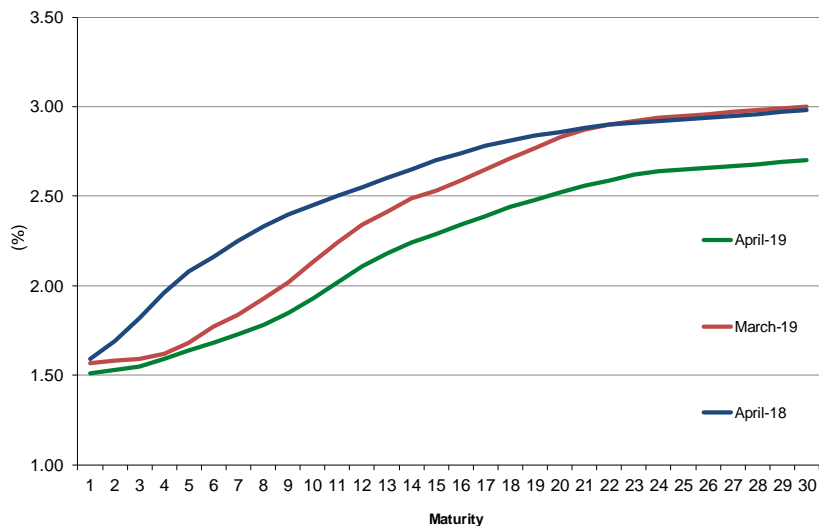
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Market Update

* Commentary for the week of April 8th

- MMD yields were weaker (higher in yield) last week but outperformed the treasury sell-off across most of the curve. The 10-year and 30-year AAA MMD yields increased to a 1.93% and 2.70%. Last week's better-than-expected payrolls number provided some relief to investors who were jittery about a slowing U.S. economy while the unemployment rate held near a 49-year low at 3.8%. There is continued interest even with the relative richness in muni yields as mutual funds saw weekly inflows of \$714 million this week down from the prior week's \$1.532 billion of inflows.
- Treasury bonds are off (higher in yield) this morning as investors await any indication of progress on the trade talks taking place in Washington, D.C. with China's trade representatives. Investors are gauging prospects for further gains as the U.S. and China seem to be at an impasse on the heels of a spate of corporate earnings reports. This morning equities were lower while the 10-year treasury yield stood higher from last week at a 2.51% while the 30-year treasury yield stood at a 2.92%.
- This week the municipal volume is estimated at \$6.7 billion, up from the \$5.5 billion that priced last week. The primary calendar is comprised of \$5.5 billion of negotiated deals and \$1.2 billion of competitive sales. Texas municipal issuance is estimated to be \$418 million this week compared to the revised total of \$397 million last week. The Texas primary calendar is comprised of \$158 million in negotiated financings and \$260 million in competitive sales.
- Estrada Hinojosa will participate in the following deals this week: a \$4.8mm Charlotte Independent School District Unlimited Tax School Building Bonds, Series 2019 deal as Financial Advisor pricing on Tuesday, April 9th.

Municipal Market Data Yield Curve



Year	Maturity	MMD (%) 4/5/2019	Change Over Week	Change Over Month	Change Over Year
1	2020	1.51	+0.03	-0.06	-0.08
2	2021	1.53	+0.04	-0.05	-0.16
3	2022	1.55	+0.05	-0.04	-0.27
4	2023	1.59	+0.06	-0.03	-0.37
5	2024	1.64	+0.07	-0.04	-0.44
6	2025	1.68	+0.06	-0.09	-0.48
7	2026	1.73	+0.06	-0.11	-0.52
8	2027	1.78	+0.06	-0.15	-0.55
9	2028	1.85	+0.07	-0.17	-0.55
10	2029	1.93	+0.07	-0.20	-0.52
11	2030	2.02	+0.07	-0.22	-0.48
12	2031	2.11	+0.07	-0.23	-0.44
13	2032	2.18	+0.07	-0.23	-0.42
14	2033	2.24	+0.07	-0.25	-0.41
15	2034	2.29	+0.08	-0.24	-0.41
16	2035	2.34	+0.08	-0.25	-0.40
17	2036	2.39	+0.08	-0.26	-0.39
18	2037	2.44	+0.08	-0.27	-0.37
19	2038	2.48	+0.08	-0.29	-0.36
20	2039	2.52	+0.08	-0.31	-0.34
21	2040	2.56	+0.09	-0.31	-0.32
22	2041	2.59	+0.09	-0.31	-0.31
23	2042	2.62	+0.10	-0.30	-0.29
24	2043	2.64	+0.10	-0.30	-0.28
25	2044	2.65	+0.10	-0.30	-0.28
26	2045	2.66	+0.10	-0.30	-0.28
27	2046	2.67	+0.10	-0.30	-0.28
28	2047	2.68	+0.10	-0.30	-0.28
29	2048	2.69	+0.10	-0.30	-0.28
30	2049	2.70	+0.10	-0.30	-0.28

Source: * Bond Buyer
Municipal Market Data
Thomson Reuters

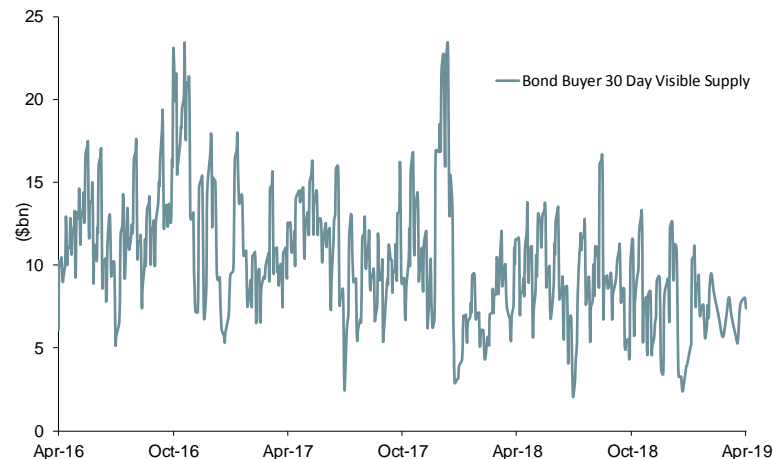
Market Supply

Calendar Week of April 8th

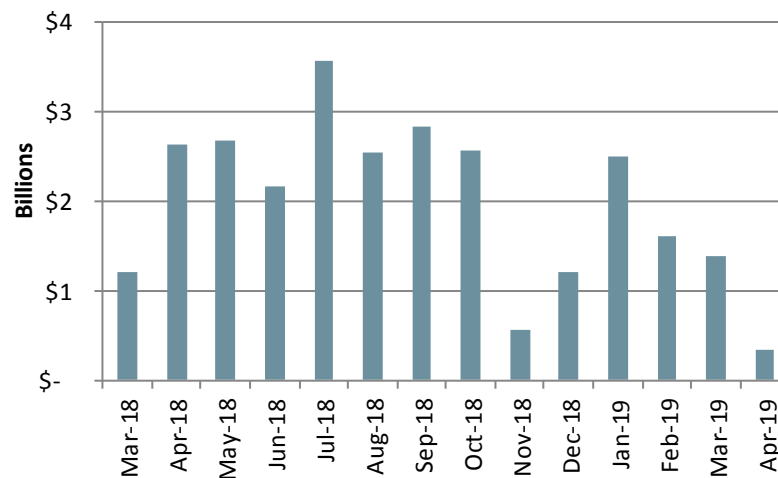
Issue Description	Par Amount (\$000)	Ratings*		
		Moody's	S&P	Fitch
City of Houston, TX - Hotel Occupancy Tax and Special Rev & Ref Bds, Ser. 2019	\$ 115,000	A2	A	NR
Tioga ISD Public Facility Corporation, TX - School Facility Lease Rev Ref Bds, Ser. 2019	\$ 28,030	NR	NR	NR
Charlotte ISD, TX - Unlimited Tax School Building Bds, Ser. 2019	\$ 4,845	NR	AAA	NR
Hays County MUD #5, TX - Unlimited Tax Ref Bds, Ser. 2019	\$ 4,660	NR	BBB+	NR
Kilgore Economic Dev. Corp., TX - Sales Tax Rev Bds, Taxable Ser. 2019	\$ 4,500	NR	AA	NR
Fort Bend County MUD #133, TX - Unlimited Tax Refunding Bds, Ser. 2019	\$ 1,540	NR	NR	NR
Texas Top 10 Total Negotiated Supply	\$ 158,575			
Texas Total Negotiated Weekly Supply	\$ 158,575			

Total Texas Issuance YTD (000s) \$ 8,285,800

Bond Buyer 30-Day Visible Supply**



Texas Monthly Negotiated Issuance ***

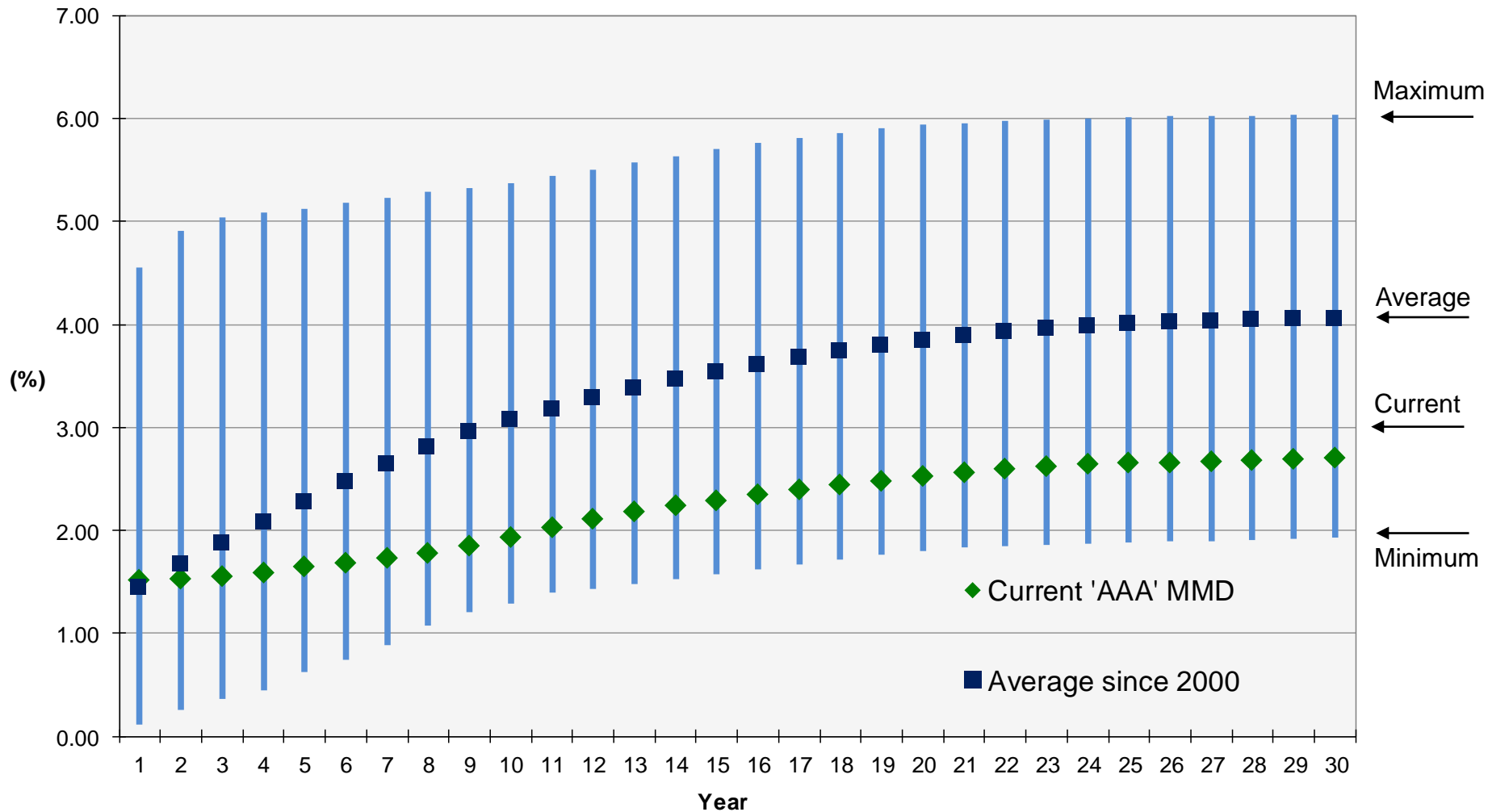


*Rating reflects underlying or insured rating, as appropriate

**Source: The Bond Buyer

***Source: Bloomberg

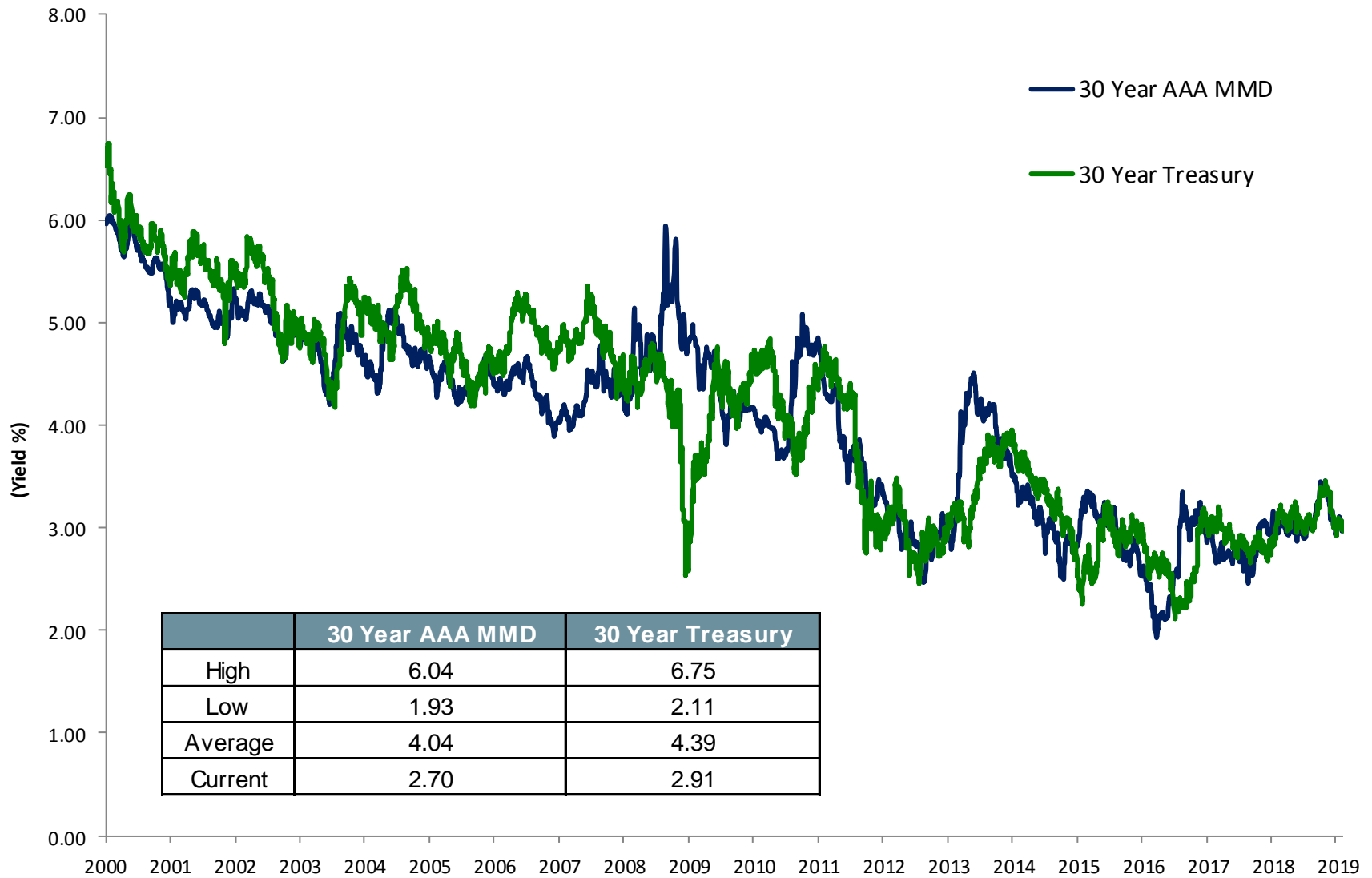
'AAA' MMD History Since 2000



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	39%	46%	52%	55%	61%	67%	76%	82%	85%	86%	87%	88%	88%	90%	91%	91%	91%	91%	91%	92%	92%	92%	93%	93%	93%	94%	94%	94%	94%	94%

As of 4/05/2019

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



Source: Thomson Reuters & Bloomberg

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