CABRERA CAPITAL MARKETS

MUNICIPAL MARKET UPDATE

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Municipal bonds outperformed U.S. Treasuries this week, with the AAA MMD scale bumped in all five sessions. Demand held up through the heaviest new-issue week of the year, roughly $17.4 billion of tax-exempt supply, as August principal and interest payments and another week of fund inflows went to work in both the primary and secondary markets. New issues were repriced with meaningful bumps across the board, and secondary trading kept a positive bias each afternoon. With municipals gaining more than Treasuries inside 15 years, municipal-to-Treasury ratios became richer on the week, ending near 70% in 10 years and 85% in 30 years.

The July employment report was the week's headline event. Nonfarm payrolls fell 23,000 against expectations of an 80,000 gain, with private payrolls adding just 30,000 and government payrolls shedding 53,000. The unemployment rate ticked down to 4.1%.

Energy remained a swing factor. Oil fell more than 5% early in the week on optimism for a diplomatic resolution in the Middle East, sending equities to record highs and Treasuries 5 to 7 basis points stronger. That optimism faded by midweek and crude reversed roughly 3% higher on Thursday, taking Treasuries and stocks with it. With shipping routes through the Strait of Hormuz still unsettled, energy prices remain a live input to the inflation outlook.

Municipal technicals strengthened further. Lipper reported inflows of $1.3 billion for the week ending August 5, up from $761 million the prior week, and high-yield municipal funds switched to inflows of $530.3 million after outflows of $300 million. The SIFMA Municipal Swap Index reset to 1.71%. Looking ahead, next week's tax-exempt calendar drops to $11.77 billion from $17.4 billion, though it remains above the year-to-date weekly average of $10.365 billion.

INTEREST RATE SNAPSHOT

MMD 1-Week Change

Term	7-Aug	31-Jul	Change (bps)
2-Year	2.53%	2.63%	**-10 bps**
5-Year	2.77%	2.91%	**-14 bps**
10-Year	3.25%	3.37%	**-12 bps**
20-Year	4.05%	4.11%	**-6 bps**
30-Year	4.45%	4.51%	**-6 bps**

UST 1-Week Change

Term	7-Aug	31-Jul	Change (bps)
2-Year	4.19%	4.28%	**-9 bps**
5-Year	4.35%	4.45%	**-10 bps**
10-Year	4.65%	4.75%	**-10 bps**
20-Year	5.20%	5.28%	**-8 bps**
30-Year	5.19%	5.27%	**-8 bps**

Cabrera will serve as Senior Manager on Schertz-Cibolo-Universal City Independent School District’s $100.0 million Variable Rate Unlimited Tax School Building Bonds, as Co-Senior Manager on the County of Cook’s $246.2 million General Obligation Refunding Bonds, and as Co-Manager on the City of Atlanta’s $1.1 billion Airport General Revenue Bonds (AMT / Non-AMT) (Green Bonds) and the Los Angeles County Sanitation Districts Financing Authority’s $448.3 million Revenue Bonds (Joint Outfall System). The three largest transactions of this week include the following:

- **$1.5 billion California Health Facilities Financing Authority** Revenue Bonds (Sutter Health) (Fixed Mode)
- **$1.1 billion City of Atlanta** Airport General Revenue Bonds (AMT / Non-AMT) (Green Bonds)
- **$552 million Miami-Dade County**

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NOTABLE DEALS LAST WEEK

Cabrera's Notable Co-Managed Deals

- **The City of New York (Aa2/AA/AA/AA+) (Cabrera Co-Manager) priced $1.5 billion General Obligation Bonds.** The transaction was structured out to 2052 with an 11-year call. After garnering over $800 million in retail orders, spreads were tightened 1-5 basis points in 2028, 2029, and 2031, while spreads were cheapened 2-3 basis points in 2037, 2038, and 2042 and longer. The transaction received very strong demand during the institutional order period and spreads were tightened 3-8 basis points throughout the amortization.
- **Temple College District (NR/AA-/NR/NR) (Cabrera Bookrunning Senior Manager) priced $45 million Limited Tax Bonds.** The transaction was structured out 25 years with a 10-year call. Following premarketing on Tuesday, spreads remained unchanged, but 2031, 2035, and 2036 were restructured to 3.50% and 4% coupons with no spread adjustments. The transaction received strong demand on the discount term, which was bumped 11 basis points. Spreads on the serials were adjusted 2-3 basis points tighter throughout, excluding 2027-2029 and 2040-2043.
- **Public Utilities Commission of the City and County of San Francisco (Aa2/AA/NR/NR) (Cabrera Co-Manager) priced $401 million taxable Wastewater Revenue Bonds and $286 million tax-exempt Wastewater Revenue Bonds.** From indications of interest to final pricing, the taxable series was tightened 8 basis points. From retail to final pricing on the tax-exempt series, spreads were lowered 5-10 basis points.
- **Lower Colorado River Authority (A1/A+/A+/NR) (Cabrera Co-Manager) priced $444 million Transmission Contract Refunding and Improvement Revenue Bonds.** The transaction was structured out 30 years with a 10-year call. Following the institutional order period, the transaction was subscribed throughout, excluding small balances in 2044 and 2045. Spreads were lowered 4-9 basis points throughout, excluding 2043-2045.

Other Notable Deals

- **CPS Energy priced $517 million Revenue Refunding Bonds, New Series (Aa2/AA-/AA-/NR) and $513 million Variable Rate Revenue and Refunding Bonds (Aa3/A+/AA-/NR).** Both the fixed rate and variable rate series received very strong demand, with spreads lowered 2-11 basis points.
- **Oklahoma Water Resources Board (NR/AAA/AAA/NR) priced $432 million State Loan Program Revenue Bonds.** The transaction received significant demand, especially in the 10-year, 20-year, and 30-year tenors. Spreads were tightened 3-15 basis points throughout.

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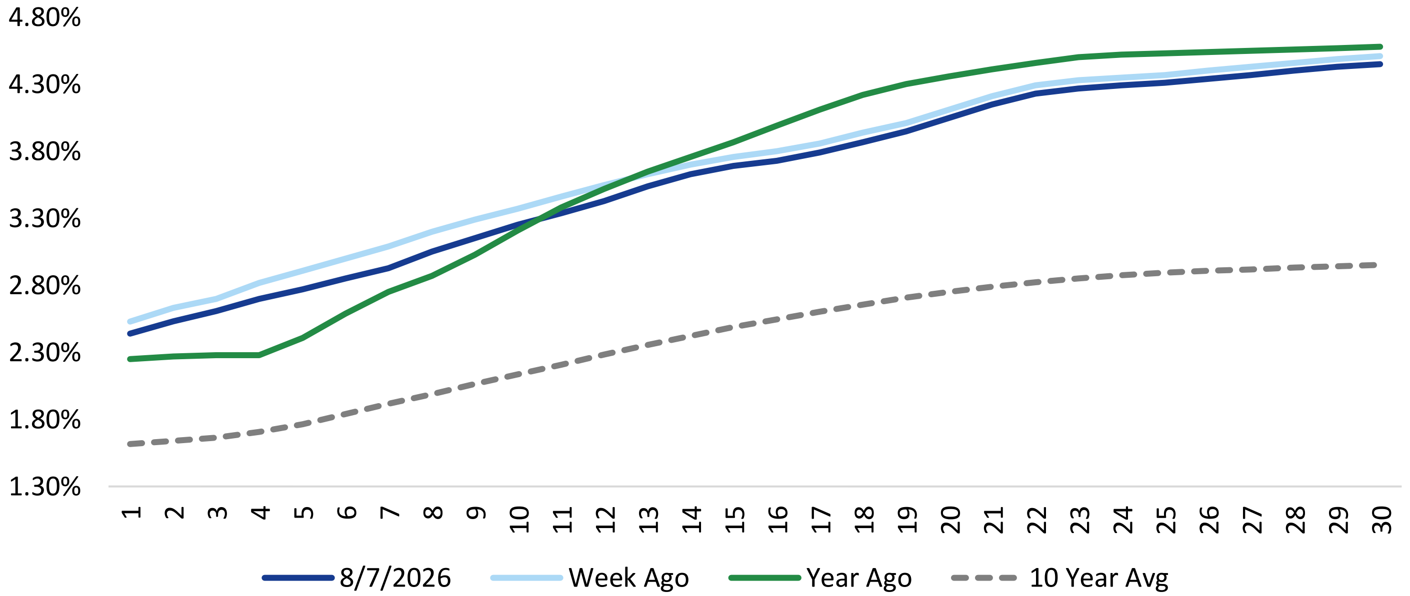
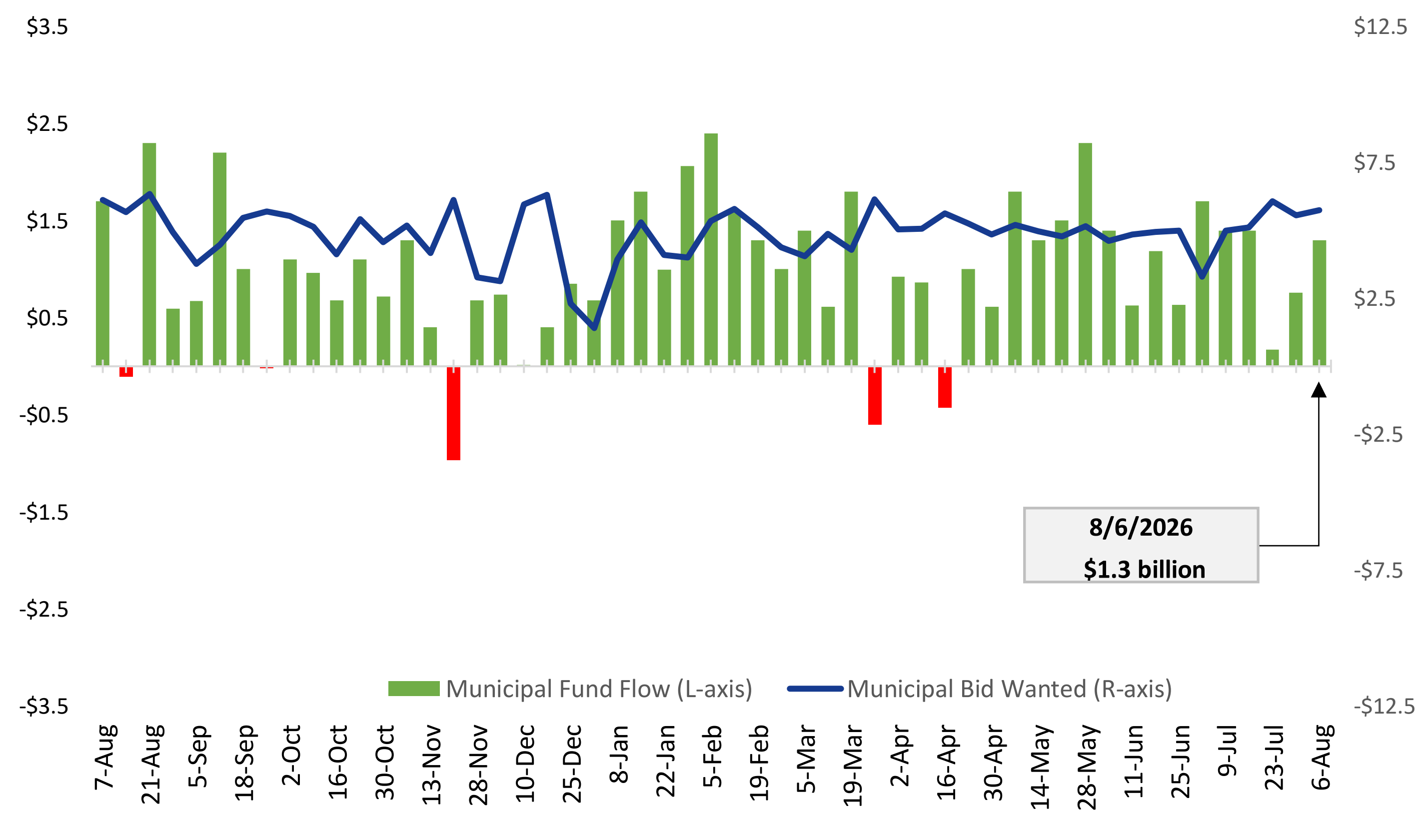
AAA MMD Curve



Municipal Fund Flows

Week 7/31/2026 – 8/6/2026 saw inflows of $1.3 billion

Source: Lipper, Bloomberg



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Notable Fixed-Rate New Issue Results From Last Week

Temple College
TX
Optional call 7/1/2036
Tax-Exempt
$45,535,000
NR/AA-/NR/NR

Cabrera served as Bookrunning Senior Manager

Maturity	Coupon	Spread	Yield
2027	5.00	28	2.78
2028	5.00	30	2.89
2029	5.00	33	3.01
2031	3.50	33	3.18
2032	5.00	35	3.29
2033	5.00	37	3.40
2034	5.00	40	3.54
2035	4.00	41	3.64
2036	4.00	43	3.76
2037	5.00	44	3.86
2038	5.00	44	3.96
2039	5.00	44	4.06
2040	5.00	47	4.17
2041	5.00	47	4.23
2042	5.00	47	4.27
2043	5.00	47	4.33
2044	5.00	45	4.39
2045	5.00	43	4.44
2046	5.00	42	4.53
2051	4.625	46	4.83

The City of New York
NY
Optional call 2/1/2037
Tax-Exempt
$1,500,000,000
Aa2/AA/AA/AA+

Cabrera served as Co-Manager

Maturity	Coupon	Spread	Yield
2028	5.00	11	2.70
2029	5.00	14	2.82
2030	5.00	23	3.00
2031	5.00	23	3.08
2032	5.00	27	3.21
2033	5.00	27	3.30
2034	5.00	26	3.41
2035	5.00	27	3.51
2036	5.00	27	3.61
2037	5.00	33	3.76
2038	5.00	34	3.86
2039	5.00	36	3.99
2040	5.00	39	4.09
2041	5.00	41	4.17
2042	5.00	43	4.23
2043	5.00	43	4.29
2044	5.00	43	4.37
2045	5.25	41	4.42
2046	5.25	37	4.48
2047	5.25	36	4.57
2048	5.25	36	4.65
2050	5.25	38	4.73
2052	5.00	42	4.82

Lower Colorado River Authority
TX
Optional call 5/15/2036
Tax-Exempt
$444,015,000
A1/A+/A+/NR

Cabrera served as Co-Manager

Maturity	Coupon	Spread	Yield
2028	5.00	17	2.74
2029	5.00	21	2.86
2030	5.00	21	2.93
2031	5.00	22	3.03
2032	5.00	24	3.11
2033	5.00	23	3.21
2034	5.00	26	3.33
2035	5.00	26	3.42
2036	5.00	22	3.48
2037	5.00	27	3.63
2038	5.00	28	3.74
2039	5.00	30	3.85
2040	5.00	29	3.96
2041	5.00	33	4.06
2042	5.00	38	4.15
2043	5.00	39	4.22
2044	5.00	37	4.28
2045	5.00	36	4.34
2046	5.00	29	4.37
2047	5.00	29	4.47
2048	5.00	32	4.58
2051	5.00	32	4.66
2056	5.00	30	4.78

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UPCOMING NEGOTIATED CALENDAR

Size ($mm)	Issuer	State	Description
1,476.965	CA Health Facilities Financing Auth.	CA	Revenue Bonds (Sutter Health) (Fixed Mode)
1,089.475	**City of Atlanta*** **	**GA**	**Airport General Revenue Bonds (AMT / Non-AMT) (Green Bonds)**
552.125	Miami-Dade County	FL	(see note)
448.310	**Los Angeles County Sanitation Dists. Financing Auth.*** **	**CA**	**Revenue Bonds (Joint Outfall System)**
407.805	Denver Public Schools	CO	General Obligation Refunding Bonds
318.744	California Municipal Finance Auth.	CA	Municipal Certificates (Class A-1 / A-2 / B Subordinate)
311.070	Hays Consolidated Indep. School Dist.	TX	(see note)
246.230	**County of Cook** **	**IL**	**General Obligation Refunding Bonds**
233.360	Edmonds School Dist. No. 15	WA	Unlimited Tax General Obligation & Refunding Bonds
228.720	UAB Medicine Finance Auth.	AL	Revenue Bonds (Forward Delivery)
196.020	City & County of Honolulu	HI	General Obligation Bonds
158.965	Iowa Student Loan Liquidity Corp.	IA	Student Loan Revenue Bonds (Taxable / AMT)
148.495	Port Arthur Indep. School Dist.	TX	(see note)
131.595	California Infrastructure & Economic Dev. Bank	CA	Revenue Bonds (The Colburn School)
108.090	Lake Travis Indep. School Dist.	TX	Unlimited Tax School Building Bonds
102.670	Miami-Dade County	FL	Seaport Revenue Bonds (Taxable)
100.100	Mississippi Dev. Bank	MS	Special Obligation Bonds (Starkville-Oktibbeha Consolidated School Dist. GO Project)
100.000	McAllen Indep. School Dist.	TX	Unlimited Tax School Building Bonds
100.000	**Schertz-Cibolo-Universal City Indep. School Dist.***	**TX**	**Variable Rate Unlimited Tax School Building Bonds**
96.500	Monroe County School Dist.	GA	General Obligation Bonds

*Cabrera will serve as Senior Manager

**Cabrera will serve as Co-Senior

***Cabrera will serve as Co-Manager

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Economic Calendar (All Times in EST)

Monday	Tuesday	Wednesday	Thursday	Friday
10-Aug	**11-Aug**	**12-Aug**	**13-Aug**	**14-Aug**
	6:00 AM	8:30 AM	8:15 AM	8:30 AM
No events scheduled	NFIB Index of Small Business Optimism	Core CPI	Federal Reserve Bank of Cleveland President Beth Hammack speaks at the Dayton Area Chamber of Commerce Government Affairs Breakfast series	Retail Sales
	10:00 AM	2:00 PM	10:00 AM	10:00 AM
	Existing Home Sales	Monthly Treasury Balance	Weekly Jobless Claims and PPI	Manufacturing & Trade: Inventories and U. Michigan Prelim Consumer Survey
17-Aug	**18-Aug**	**19-Aug**	**20-Aug**	**21-Aug**
8:30 AM	8:30 AM	2:00 PM	8:30 AM	9:45 AM
Empire State manufacturing survey	Building permits, Import price index, and Housing starts	Minutes of Fed's July FOMC meeting	Initial jobless claims and Philadelphia Fed manufacturing survey	S&P flash U.S. services PMI
10:00 AM	9:15 AM			10:00 AM
Home builder confidence index	Industrial production and Capacity utilization			U.S. leading economic indicators