

LOUISIANA PUBLIC FACILITIES AUTHORITY

POLICY WITH RESPECT TO THE ISSUANCE OF UNRATED OBLIGATIONS OR OBLIGATIONS RATED BELOW INVESTMENT GRADE

1. Bonds for unrated issues or issues assigned less than an investment grade rating (BBB or Bbb, as applicable) must be issued in minimum denominations of \$100,000 or integral multiples of \$5,000 in excess thereof. This is to protect individual investors from acquiring high risk securities and complies with the requirements of Securities and Exchange Commission Rule 15(c)(2)-12.
2. Bonds which are unrated or, if rated, assigned less than an investment grade rating (collectively, “Unrated Bonds”) will not be offered by use of a preliminary official statement or official statement but instead will be marketed in a limited offering pursuant to a limited offering statement, memorandum or similar disclosure document and privately placed directly to the qualified institutional investor.

NOTE: The purchaser(s) of Unrated Bonds shall also be required to execute an investment letter in a form acceptable to the LPFA. The current form of investment letter acceptable to the LPFA is available upon request. Please send requests to info@lpfa.com .