

INVESTMENT AGREEMENT COMPETITIVE BID SUMMARY

Awarded to: MBIA

Issuer: EASTERN MUNICIPAL WATER DISTRICT
Issue: Water & Sewer Revenue COPs

Size: \$44,382,289
Rate: BMA + 140 bps

Fund Type: 2006B Project Fund
Investment Type: Uncollateralized Investment Agreement
Final Maturity: July 1, 2008

Bid Date: February 13, 2006
Bid Time: 11:00 A.M. Pacific Time
Settlement: February 27, 2006

Bond Insurance: MBIA
Underlying Rating: AA- / Aa3 / AA

Awarded by: Chuck Rathbone
FRFS Rep: Julio Morales

Institution	S&P	Moody's	Spread
MBIA	AAA	Aaa	1.40%
XL Capital Assurance, Inc.	AAA	Aaa	1.29%
Citigroup	AA-	Aa1	1.23%
IXIS Funding Corp.	AA	Aa2	1.11%
Royal Bank of Canada	AA-	Aa2	1.09%
Rabobank International	AAA	Aaa	1.06%
AEGON / Transamerica (Ambac)	AAA	Aaa	0.81%

Benchmarks

LAIF 3.95%

BMA Index = 3.11% (2/8/06)