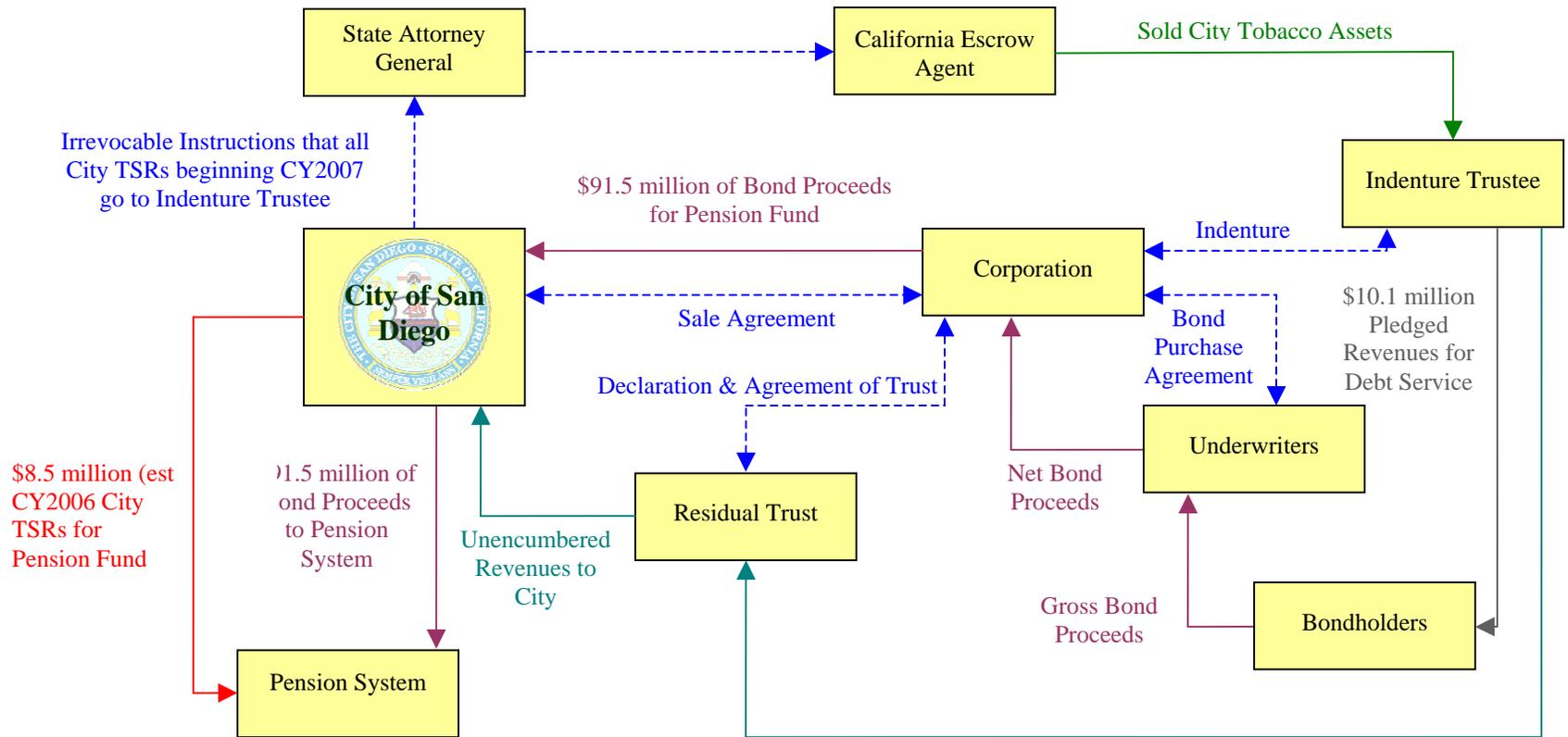


Securitization Structure

Irrevocable Instructions
that all City TSRs
beginning CY2007 go to
Indenture Trustee



- ←---→ Key Documents
- ← Flow of CY2006 City TSRs to Pension System
- ← Flow of Sold City Tobacco Assets to Indenture Trustee
- ← Flow of Pledged Revenues to Bondholders
- ← Flow of Bond Proceeds to Pension System
- ← Flow of Unencumbered Revenues to City

Unencumbered Revenues to City: (1) annual TSRs after first \$10.1 million and (2) all TSRs after Bonds are retired.