FINANCING PORT INFRASTRUCTURE PROJECTS

Rodney W. Oliver
Chief Financial Officer
OUR TERMINALS
BONDING PROGRAMS

• The Port has two separate, active bonding programs that leverage its two distinct revenue streams
• Port Facilities Revenue Bonds issued under Resolution 16-9
  • Secured by net revenues derived from terminal operations
  • As of January 1, 2018, $278 million of Series 2016A, B & C outstanding
  • VIG Lease payments are Senior Obligations under Resolution 16-9
  • Master Equipment Lease (MELP) payments are Subordinate Obligations under Resolution 16-9
• Commonwealth Port Fund ("CPF") Revenue Bonds
  • Secured by 4.2% of revenue received in the Transportation Trust Fund and a sum sufficient appropriation of the General Assembly
  • As of January 1, 2018, $234 million of debt outstanding in five series
The credit ratings on the Port’s two bonding programs are based on distinct and separate criteria, given the difference in the two revenue streams securing the Commonwealth Port Fund Bonds vs. the Port Facilities Revenue Bonds. The VIG Lease Payments and the MELP Payments do not have public credit ratings.

<table>
<thead>
<tr>
<th>Moody’s</th>
<th>S&amp;P</th>
<th>Fitch</th>
</tr>
</thead>
<tbody>
<tr>
<td>Aaa</td>
<td>AAA</td>
<td>AAA</td>
</tr>
<tr>
<td>Aa1 (stable)</td>
<td>AA+ (negative)</td>
<td>AA+ (stable)</td>
</tr>
<tr>
<td>Aa2</td>
<td>AA</td>
<td>AA</td>
</tr>
<tr>
<td>Aa3</td>
<td>AA-</td>
<td>AA-</td>
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<tr>
<td>A1 (stable)</td>
<td>A+</td>
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<td>A2</td>
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<tr>
<td>A3</td>
<td>A- (stable)</td>
<td>A-</td>
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Note: Port Facilities Revenue Bonds rating as of 2/23/18 for Moody’s, as of 2/2/18 for S&P. CPF Bonds rating as of 5/18/15, 4/20/17, 9/29/17, from Moody’s, S&P and Fitch, respectively.
S NIT BUILD-OUT SEQUENCE
3 YEARS. TWO TERMINALS. ONE MILLION CONTAINERS

Apr 18  May 18  Jun 18  Aug 18  Sep 18  Oct 18  Nov 18  Dec 18  Jan 19  Feb 19  Apr 19

1st new stacks at VIG
VIG Stacks 24-26 & 1st CRMG
VIG Rail Bundle #1 & VIG Stacks 21-23
VIG Stacks 18-20
VIG Stacks 7-9
VIG Wharf Done
VIG Stacks 10-12
NIT Stacks 13-15
NIT Stacks 16-18
VIG Stack 1
VIG Rail Bundle #2
VIG STS online

Complete

NIT Stacks 22-27
Sep/Oct 19
NIT Stacks 28-30
Dec 19
NIT Stacks 19-21
Jan 19
NIT Stacks 1-3
Apr 19
NIT Stacks 4-6
May 19

The Port of Virginia

Stewards of Tomorrow
NORTH GATE COMPLEX AT NIT
FUTURE CRANEY ISLAND MARINE TERMINAL
STEWARDS OF TOMORROW

INNOVATION
HELPFULNESS
ACCESSIBILITY
MINDFULNESS
FORTITUDE
SUSTAINABILITY