

**ISSUER'S ANNUAL STATEMENT OF COMPLIANCE**

I, Leslie Wiley, certify that:

(a) A review of Texas Electric Market Stabilization Funding M, LLC's (the "Issuer") activities undertaken during the calendar year ending December 31, 2024 (the "Annual Compliance Period") of its performance under that certain Indenture dated as of November 12, 2021 between the Issuer and U.S. Bank, National Association (the "Indenture") has been made under my supervision.


(b) To the best of my knowledge, based on such review, the Issuer has fulfilled all of its obligations under the Indenture in all material respects during the Annual Compliance Period other than:

(i) NONE  
\_\_\_\_\_  
\_\_\_\_\_.

(c) The attached Issuer's Checklist - Annual Statement as to Compliance reflects some of the matters I reviewed to complete this Annual Statement of Compliance.

Date: March 28, 2025

TEXAS ELECTRIC MARKET STABILIZATION  
FUNDING M, LLC,  
a Delaware limited liability company

By:   
Name: Leslie Swanson  
Title: Vice President and Treasurer

**ISSUER'S CHECKLIST – ANNUAL STATEMENT AS TO COMPLIANCE**

Section 3.09. Annual Statement as to Compliance. The Issuer will deliver to the Indenture Trustee not later than March 31 of each year (commencing with March 31, 2022), an Officer's Certificate stating, as to the Responsible Officer signing such Officer's Certificate, that:

(a) a review of the activities of the Issuer during the preceding twelve (12) months ended December 31 (or, in the case of the first such Officer's Certificate, since the Closing Date) and of performance under this Indenture has been made; and

(b) to the best of such Responsible Officer's knowledge, based on such review, the Issuer has in all material respects complied with all conditions and covenants under this Indenture throughout such twelve-month period (or such shorter period in the case of the first such Officer's Certificate), or, if there has been a default in the compliance of any such condition or covenant, specifying each such default known to such Responsible Officer and the nature and status thereof.

Section	Provision	Status	Notes
3.01	The principal of and premium, if any, and interest on the Texas Stabilization M Bonds has been duly and punctually paid by the Issuer, or the Servicer on behalf of the Issuer, in accordance with the terms of the Texas Stabilization M Bonds and this Indenture.	✓	
3.02	The Issuer has maintained an office where the bonds may be surrendered for registration of transfer or exchange. If the location has changed, the Issuer has provided the Trustee with prompt notice.	✓	
3.03	Each Paying Agent (presently the Indenture Trustee) shall meet the eligibility criteria set forth for any Indenture Trustee under Section 6.11 and has executed an agreement pursuant to Section 3.03 of the Indenture	✓	
3.04	The Issuer has kept in full effect its existence, rights and franchises as a limited liability company under the laws of the State of Delaware and obtained and preserved its qualifications to do business in each jurisdiction necessary to protect enforceability of transaction documents and collateral.	✓	<u>See Exhibit A</u> – Certificate of Good Standing (Delaware) <u>See also Exhibit B</u> – Certificate of Fact (Texas)
3.05	The Issuer has executed and delivered all amendments and filings, and taken other action necessary to preserve, protect, and perfect the security interest.	✓	<u>See Exhibit C</u> – Financing Statement (Delaware) <u>See also Exhibit D</u> – Financing Statement (Texas)
3.06(a)	At closing, the Issuer furnished to Trustee an opinion as to the Texas Stabilization M Bond Collateral.	✓	Completed at closing.

Section	Provision	Status	Notes
3.06(b)	Within 90 days after the beginning of each calendar year beginning with the calendar year beginning January 1, 2022, the Issuer will furnish to Trustee an opinion as to the Texas Stabilization M Bond Collateral.	✓	See Exhibit E – Perfection Opinion.
3.06(c)	If there has been an amendment to the Servicing Agreement or Sale Agreement, the Issuer furnished to Trustee an opinion as to the Texas Stabilization M Bond Collateral.	N/A	
3.07(a)	The Issuer has diligently pursued any and all actions to enforce its rights under each of the transaction documents included in the Texas Stabilization M Bond Collateral and has not taken any action and has used its best efforts not to permit any action to be taken by others that would release any Person from any of such Person's covenants or obligations under any of the transaction documents.	✓	
3.07(b)	The Issuer has contracted with the Servicer to assist the Issuer in performing its duties under this Indenture	✓	See Servicing Agreement.
3.07(c)	The Issuer shall punctually perform and observe all of its obligations and agreements contained in the transaction documents.	✓	
3.07(d)	If the Issuer has knowledge of the occurrence of a Servicer Default under the Servicing Agreement, the Issuer promptly gave written notice thereof to the Indenture Trustee and the Rating Agencies (if applicable) in accordance with the Indenture.	N/A	
3.07(e)-(f)	If the Servicer has been terminated, the Issuer has complied with the process and requirements of the Indenture regarding notice and replacement.	N/A	
3.07(g)	To the extent it is a Requirement of Law, the Issuer shall (or shall cause the Depositor to) post on its website for investors certain information listed in the Indenture	N/A	
3.07(h)	The Issuer has made all filings required under the Securitization Law	N/A	
3.07(i)	The Issuer has at all times maintain its Required Capital.	✓	The Issuer has maintained the Required Capital of \$4,000,000.
3.08(a)	The Issuer may not except as expressly permitted by this Indenture and the other Basic Documents, sell, transfer, exchange or otherwise dispose of any of the properties or assets of the Issuer.	✓	

Section	Provision	Status	Notes
3.08(b)	The Issuer has not claimed any credit on, or made any deduction from the principal or premium, if any, or interest payable in respect of, the Texas Stabilization M Bonds (other than amounts properly withheld from such payments under the Code or other tax laws) or asserted any claim against any present or former Holder by reason of the payment of the taxes levied or assessed upon any part of the Texas Stabilization M Bond Collateral.	✓	
3.08(c)	The Issuer has not terminated existence or dissolve or liquidate in whole or in part, except in a transaction permitted by Section 3.10.	✓	<u>See Exhibit A</u> – Certificate of Good Standing (Delaware) <u>See also Exhibit B</u> – Certificate of Fact (Texas)
3.08(d)	The Issuer has not (A) permitted the validity or effectiveness of the transaction documents to be impaired, or permitted the Lien of this Indenture and the Series Supplement to be amended, hypothecated, subordinated, terminated or discharged, or permitted any Person to be released from any covenants or obligations with respect to the Texas Stabilization M Bonds under this Indenture except as expressly permitted hereby, (B) permitted any Lien (other than the Lien of this Indenture or the Series Supplement) to be created on or extended to or otherwise arise upon or burden the Texas Stabilization M Bond Collateral or any part thereof or any interest therein or the proceeds thereof (other than tax liens arising by operation of law with respect to amounts not yet due) or (C) permitted the Lien of the Series Supplement not to constitute a valid first priority perfected security interest in the Texas Stabilization M Bond Collateral.	✓	
3.08(e)	The Issuer has not entered into any swap, hedge or similar financial instrument.	✓	
3.08(f)	The Issuer has not elected to be classified as an association taxable as a corporation for federal income tax purposes or otherwise taken any action, filed any tax return, or made any election inconsistent with the treatment of the Issuer, for purposes of federal taxes and, to the extent consistent with applicable State tax law, State income and franchise tax purposes, as a disregarded entity that is not separate from the sole owner of the Issuer.	✓	

Section	Provision	Status	Notes
3.08(g)	The Issuer has not changed its name, identity or structure or the location of its chief executive office, unless at least ten (10) Business Days prior to the effective date of any such change the Issuer delivered to the Indenture Trustee such documents, instruments or agreements, executed by the Issuer, as necessary to reflect such change and to continue the perfection of the security interest.	✓	
3.08(h)	The Issuer has not issued any debt obligations under the Securitization Law or any similar law (other than the Texas Stabilization M Bonds).	✓	
3.08(i)	The Issuer has not when and if applicable, taken any action which is subject to a Rating Agency Condition without satisfying the Rating Agency Condition (when and if applicable).	N/A	
3.09	The Issuer has delivered to the Trustee, not later than March 31, an Annual Statement as to Compliance.	✓	
3.10(a)	The Issuer has not consolidated or merged with or into any other Person, unless as permitted by the Indenture.	✓	
3.10(b)	The Issuer has not sold, conveyed, exchanged, transferred or disposed of any of its properties or assets except as specifically permitted by the Indenture.	✓	
3.11(a)	Upon any consolidation or merger of the, the Person formed by or surviving such consolidation or merger (if other than the Issuer) has succeeded to, and been substituted for, and may exercise every right and power of, the Issuer under the Indenture with the same effect as if such Person had been named as the Issuer.	N/A	
3.11(b)	Except as set forth in Section 6.07 of the Indenture, upon a sale, conveyance, exchange, transfer or other disposition of all the assets and properties of the Issuer, the Issuer has been released from every covenant and agreement of the Indenture and the other Basic Documents to be observed or performed on the part of the Issuer with respect to the Texas Stabilization M Bonds and the Default Property immediately following the consummation of such acquisition upon the delivery of written notice to the Trustee from the Person acquiring such assets and properties stating that the Issuer is to be so released.	N/A	

Section	Provision	Status	Notes
3.12	The Issuer has not engaged in any business other than financing, purchasing, owning and managing the Default Property and the other Texas Stabilization M Bond Collateral and the issuance of the Texas Stabilization M Bonds in the manner contemplated by the Debt Obligation Order and the transaction documents.	✓	
3.13	The Issuer has not issued, incurred, assumed, guaranteed or otherwise become liable, directly or indirectly, for any indebtedness except for the Texas Stabilization M Bonds and any other indebtedness expressly permitted by or arising under the transaction documents.	✓	
3.14	The Issuer has enforced the Servicer's compliance with and performance of all of the Servicer's material obligations under the Servicing Agreement	✓	
3.15	The Issuer has not made any loan or advanced or credited to, or guaranteed (directly or indirectly or by an instrument having the effect of assuring another's payment or performance on any obligation or capability of so doing or otherwise), endorsed or otherwise became contingently liable, directly or indirectly, in connection with the obligations, stocks or dividends of, or owned, purchased, repurchased or acquired (or agreed contingently to do so) any stock, obligations, assets or securities of, or any other interest in, or make any capital contribution to, any other Person.	✓	
3.16	Other than the purchase of Default Property from the Seller on the Closing Date, the Issuer has not made any expenditure (by long-term or operating lease or otherwise) for capital assets (either realty or personalty).	✓	
3.17	Except as provided in the Indenture, the Issuer has not, directly or indirectly, (a) paid any dividend or make any distribution (by reduction of capital or otherwise), whether in cash, property, securities or a combination thereof, to any owner of an interest in the Issuer or otherwise with respect to any ownership or equity interest or similar security in or of the Issuer, (b) redeemed, purchased, retired or otherwise acquired for value any such ownership or equity interest or similar security or (c) set aside or otherwise segregated any amounts for any such purpose. The Issuer has not, directly or indirectly, made payments to or distributions from the Collection Account except in accordance with the transaction documents.	✓	

Section	Provision	Status	Notes
3.18	The Issuer has given the Trustee and the Commission prompt written notice of each Default or Event of Default, and each default on the part of the Seller or the Servicer of its obligations under the Sale Agreement or the Servicing Agreement, respectively (if applicable).	N/A	
3.19	Upon request of the Trustee, the Issuer has executed and delivered such further instruments and completed such further acts as reasonably necessary or proper to carry out more effectively the purpose of the Indenture and to maintain the first priority perfected security interest of the Trustee in the Texas Stabilization M Bond Collateral	N/A	
3.20	Upon reasonable prior notice, the Issuer has permitted any representative of the Trustee to examine books of account, records, reports, and other papers of the Issuer in accordance with the Indenture.	N/A	
3.21(a)	The Issuer has taken all such lawful actions to enforce its rights under the Sale Agreement, the Servicing Agreement, and the Administration Agreement and to compel or secure the performance and observance by the Seller, the Servicer, the Administrator and ERCOT of each of their respective obligations to the Issuer under or in connection with the Sale Agreement, the Servicing Agreement, and the Administration Agreement in accordance with the terms thereof.	✓	
3.21(b)	If an Event of Default occurs and is continuing, the Trustee may, and at the direction (which direction shall be in writing) of Holders of a majority of the Outstanding Amount of the Texas Stabilization M Bonds of all Tranches affected thereby shall, exercise all rights, remedies, powers, privileges and claims of the Issuer against the Seller, ERCOT, the Administrator and the Servicer, as the case may be, under or in connection with the Sale Agreement, the Servicing Agreement, the Administration Agreement and including the right or power to take any action to compel or secure performance or observance by the Seller, ERCOT, the Administrator or the Servicer of each of their obligations to the Issuer thereunder and to give any consent, request, notice, direction, approval, extension or waiver under the Sale Agreement, the Servicing Agreement, the Administration Agreement and any right of the Issuer to take such action shall be suspended.	N/A	

Section	Provision	Status	Notes
3.21(c)-(d)	Any amendments, modifications, waivers, supplements, terminations or surrender or to the transaction documents or rights or obligations under the transaction documents have been made or completed in accordance with the transaction documents.	✓	
3.21(e)	Promptly following a default by the Seller under the Sale Agreement, by the Administrator under the Administration Agreement, by ERCOT or the occurrence of a Servicer Default under the Servicing Agreement, and at the Issuer's expense, the Issuer has taken all such lawful actions as the Indenture Trustee has requested to compel or secure the performance and observance by each of the Seller, ERCOT, the Administrator or the Servicer of their obligations under and in accordance with the Sale Agreement, the Servicing Agreement, the Administration Agreement and as the case may be.	N/A	
3.22	The Issuer has paid all taxes, assessments and governmental charges imposed upon it or any of its properties or assets or with respect to any of its franchises, business, income or property before any penalty accrues thereon if the failure to pay any such taxes, assessments and governmental charges would, after any applicable grace periods, notices or other similar requirements, result in a Lien on the Texas Stabilization M Bond Collateral, provided no good faith contest by the Issuer in accordance with the Indenture.	✓	
3.23	The Issuer is a special purpose entity and has complied with all of the requirements of Section 3.23.	✓	



**Exhibit List**

- Exhibit A – Certificate of Good Standing (Delaware)
- Exhibit B – Certificate of Fact (Texas)
- Exhibit C – Financing Statement (Delaware)
- Exhibit D – Financing Statement (Texas)
- Exhibit E – Perfection Opinion

Exhibit A  
Certificate of Good Standing  
(Delaware)  
Follows

# Delaware

The First State

I, CHARUNI PATIBANDA-SANCHEZ, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY "TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC" IS DULY FORMED UNDER THE LAWS OF THE STATE OF DELAWARE AND IS IN GOOD STANDING AND HAS A LEGAL EXISTENCE SO FAR AS THE RECORDS OF THIS OFFICE SHOW, AS OF THE TWENTY-SIXTH DAY OF FEBRUARY, A.D. 2025.

AND I DO HEREBY FURTHER CERTIFY THAT THE SAID "TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC" WAS FORMED ON THE TWENTY-SEVENTH DAY OF OCTOBER, A.D. 2021.

AND I DO HEREBY FURTHER CERTIFY THAT THE ANNUAL TAXES HAVE BEEN PAID TO DATE.



6282160 8300

SR# 20250770520

You may verify this certificate online at [corp.delaware.gov/authver.shtml](http://corp.delaware.gov/authver.shtml)

A handwritten signature in black ink that reads "C. P. Sanchez".

Charuni Patibanda-Sanchez, Secretary of State

Authentication: 203032054

Date: 02-26-25

Exhibit B  
Certificate of Fact (Texas)  
Follows



## Office of the Secretary of State

### Certificate of Fact

The undersigned, as Secretary of State of Texas, does hereby certify that the document, Application for Registration for Texas Electric Market Stabilization Funding M LLC (file number 804310200), a DELAWARE, USA, Foreign Limited Liability Company (LLC), was filed in this office on November 04, 2021.

It is further certified that the entity status in Texas is in existence.

In testimony whereof, I have hereunto signed my name officially and caused to be impressed hereon the Seal of State at my office in Austin, Texas on February 26, 2025.



A handwritten signature in black ink that reads "Jane Nelson".

Jane Nelson  
Secretary of State

Exhibit C  
Financing Statement (Delaware)  
Follows



**Date:** 02/26/2025  
**Reference:** 47733-83  
**Copies Requested:** All Copies Excluding Lapsed Filings  
**Copy Cost Limit:** \$100.00

**Searched Through:** 01/17/2025  
**Subject:** Texas Electric Market Stabilization Funding M LLC  
**Jurisdiction:** Secretary of State, DE  
**Index Searched:** Certified UCC/Federal Lien

FILE DATE	FILE #	TYPE OF FILING	SECURED PARTY
11/12/2021	20219189268	Financing Statement	U.S. BANK NATIONAL ASSOCIATION, AS INDENTURE TRUSTEE DALLAS, TX
03/29/2022	20222647733	Amendment	

SEE ATTACHED CERTIFIED OR OTHER SEARCH PERFORMED BY FILING OFFICE.

*Capitol Services make no express or implied representation or warranty regarding search reports. All liability shall be limited to the amount of the fee paid for the report.*

**Capitol Services, LLC.** ★ PO Box 1831 ★ Austin, TX 78767 ★ (800) 345-4647



9-15209372V

# Delaware

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## CERTIFICATE

SEARCHED FEBRUARY 26, 2025 AT 6:22 P.M.  
FOR DEBTOR, TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC

1 OF 1 FINANCING STATEMENT 20219189268

EXPIRATION DATE: 11/12/2026

DEBTOR: TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC

7620 METRO CENTER DRIVE ADDED 11-12-21

AUSTIN, TX US 78744 REMOVED 03-29-22

DEBTOR: TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC

8000 METROPOLIS DRIVE (BUILDING E), ADDED 03-29-22

SUITE 100

AUSTIN, TX US 78744

SECURED: U.S. BANK NATIONAL ASSOCIATION, AS INDENTURE TRUSTEE

13737 NOEL ROAD, 8TH FLOOR ADDED 11-12-21

DALLAS, TX US 75240

## F I L I N G H I S T O R Y

20219189268 FILED 11-12-21 AT 5:46 P.M. FINANCING STATEMENT

20222647733 FILED 03-29-22 AT 5:53 P.M. AMENDMENT



*C. P. Sanchez*

Charuni Patibanda-Sanchez, Secretary of State

20260777664-UCC11  
SR# 20250770523

Authentication: 203032057  
Date: 02-26-25

You may verify this certificate online at [corp.delaware.gov/authver.shtml](http://corp.delaware.gov/authver.shtml)



# Delaware

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## END OF FILING HISTORY

THE UNDERSIGNED FILING OFFICER HEREBY CERTIFIES THAT THE ABOVE LISTING IS A RECORD OF ALL PRESENTLY EFFECTIVE FINANCING STATEMENTS, LAPSED FINANCING STATEMENTS, FEDERAL TAX LIENS AND UTILITY SECURITY INSTRUMENTS FILED IN THIS OFFICE WHICH NAME THE ABOVE DEBTOR, TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC AS OF JANUARY 17, 2025 AT 11:59 P.M.



*C. P. Sanchez*

Charuni Patibanda-Sanchez, Secretary of State

20260777664-UCC11  
SR# 20250770523

Authentication: 203032057  
Date: 02-26-25

You may verify this certificate online at [corp.delaware.gov/authver.shtml](http://corp.delaware.gov/authver.shtml)

**UCC FINANCING STATEMENT**

FOLLOW INSTRUCTIONS

Delaware Department of State  
U.C.C. Filing Section  
Filed: 05:46 PM 11/12/2021  
U.C.C. Initial Filing No: 2021 9189268  
  
Service Request No: 20213787195

A. NAME & PHONE OF CONTACT AT FILER (optional) <b>Sheila Melo, Paralegal (713) 650-2433</b>
B. E-MAIL CONTACT AT FILER (optional) <b>smelo@winstead.com</b>
C. SEND ACKNOWLEDGMENT TO: (Name and Address)  <b>Winstead PC 600 Travis Street, Suite 5200 Houston, Texas 77002</b>

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1. DEBTOR'S NAME: Provide only one Debtor name (1a or 1b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 1b, leave all of item 1 blank, check here  and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

1a. ORGANIZATION'S NAME <b>TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC</b>				
OR	1b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
1c. MAILING ADDRESS <b>7620 Metro Center Drive, Attn: General Counsel</b>		CITY <b>Austin</b>	STATE <b>TX</b>	POSTAL CODE <b>78744</b>
			COUNTRY <b>USA</b>	

2. DEBTOR'S NAME: Provide only one Debtor name (2a or 2b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name); if any part of the Individual Debtor's name will not fit in line 2b, leave all of item 2 blank, check here  and provide the Individual Debtor information in item 10 of the Financing Statement Addendum (Form UCC1Ad)

2a. ORGANIZATION'S NAME				
OR	2b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
2c. MAILING ADDRESS		CITY	STATE	POSTAL CODE
			COUNTRY	

3. SECURED PARTY'S NAME (or NAME of ASSIGNEE of ASSIGNOR SECURED PARTY): Provide only one Secured Party name (3a or 3b)

3a. ORGANIZATION'S NAME <b>U.S. BANK NATIONAL ASSOCIATION, as Indenture Trustee</b>				
OR	3b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
3c. MAILING ADDRESS <b>13737 Noel Road, 8th Floor</b>		CITY <b>Dallas</b>	STATE <b>TX</b>	POSTAL CODE <b>75240</b>
			COUNTRY <b>USA</b>	

4. COLLATERAL: This financing statement covers the following collateral:

**All assets of the Debtor, whether now owned or hereafter acquired or arising, wheresoever located, together with all proceeds thereof.**

5. Check only if applicable and check only one box: Collateral is  held in a Trust (see UCC1Ad, item 17 and instructions)  being administered by a Decedent's Personal Representative

6a. Check only if applicable and check only one box:  
 Public-Finance Transaction  Manufactured-Home Transaction  A Debtor is a Transmitting Utility

6b. Check only if applicable and check only one box:  
 Agricultural Lien  Non-UCC Filing

7. ALTERNATIVE DESIGNATION (if applicable):  Lessee/Lessor  Consignee/Consignor  Seller/Buyer  Bailee/Bailor  Licensee/Licenser

8. OPTIONAL FILER REFERENCE DATA:  
**DE Secretary of State (47733-83) Doc No. 4891-7599-7442**

# UCC FINANCING STATEMENT AMENDMENT

FOLLOW INSTRUCTIONS

A. NAME & PHONE OF CONTACT AT FILER (optional) <b>Angie Garcia</b>
B. E-MAIL CONTACT AT FILER (optional) <b>agarcia@winstead.com</b>
C. SEND ACKNOWLEDGMENT TO: (Name and Address) <b>Angie Garcia Winstead PC 600 Travis, Suite 5200 Houston TX 77002</b>

Delaware Department of State  
U.C.C. Filing Section  
Filed: 05:53 PM 03/29/2022  
U.C.C. Initial Filing No: 2021 9189268  
Amendment No: 2022 2647733  
Service Request No: 20221219585

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

1a. INITIAL FINANCING STATEMENT FILE NUMBER  
**20219189268 (Filed 11/12/2021)**

1b.  This FINANCING STATEMENT AMENDMENT is to be filed [for record] (or recorded) in the REAL ESTATE RECORDS  
Filer: attach Amendment Addendum (Form UCC3Ad) and provide Debtor's name in item 13

2.  TERMINATION: Effectiveness of the Financing Statement identified above is terminated with respect to the security interest(s) of Secured Party authorizing this Termination Statement

3.  ASSIGNMENT (full or partial): Provide name of Assignee in item 7a or 7b, and address of Assignee in item 7c and name of Assignor in item 9  
For partial assignment, complete items 7 and 9 and also indicate affected collateral in item 8

4.  CONTINUATION: Effectiveness of the Financing Statement identified above with respect to the security interest(s) of Secured Party authorizing this Continuation Statement is continued for the additional period provided by applicable law

5.  PARTY INFORMATION CHANGE:  
Check one of these two boxes:  Debtor or  Secured Party of record AND Check one of these three boxes to:  
 CHANGE name and/or address: Complete item 6a or 6b; and item 7a or 7b and item 7c  ADD name: Complete item 7a or 7b, and item 7c  DELETE name: Give record name to be deleted in item 6a or 6b

6. CURRENT RECORD INFORMATION: Complete for Party Information Change - provide only one name (6a or 6b)

6a. ORGANIZATION'S NAME  
**TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC**

OR

6b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
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7. CHANGED OR ADDED INFORMATION: Complete for Assignment or Party Information Change - provide only one name (7a or 7b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name)

7a. ORGANIZATION'S NAME  
**TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC**

OR

7b. INDIVIDUAL'S SURNAME

INDIVIDUAL'S FIRST PERSONAL NAME

INDIVIDUAL'S ADDITIONAL NAME(S)/INITIAL(S)

SUFFIX

7c. MAILING ADDRESS

<b>8000 Metropolis Drive (Building E), Suite 100</b>	<b>Austin</b>	<b>TX</b>	<b>78744</b>	<b>USA</b>
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8.  COLLATERAL CHANGE: Also check one of these four boxes:  ADD collateral  DELETE collateral  RESTATE covered collateral  ASSIGN collateral  
Indicate collateral:

9. NAME OF SECURED PARTY OF RECORD AUTHORIZING THIS AMENDMENT: Provide only one name (9a or 9b) (name of Assignor, if this is an Assignment)  
If this is an Amendment authorized by a DEBTOR, check here  and provide name of authorizing Debtor

9a. ORGANIZATION'S NAME  
**U.S. BANK NATIONAL ASSOCIATION, as Indenture Trustee**

OR

9b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
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10. OPTIONAL FILER REFERENCE DATA:  
**DE SOS (47733-83) - Debtor address change**

Exhibit D  
Financing Statement (Texas)  
Follows

# TEXAS SECRETARY of STATE

## JANE NELSON

### Debtor Name Search

This debtor name search was performed on [02/26/2025 04:50 PM](#) with the following search parameters:  
**DEBTOR NAME:** TEXAS ELECTRIC MARKET STABILIZATION FUNDING M  
**CITY:** [Not Specified]

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<u>Order</u>	<u>View</u>	<u>Filing Number</u>	<u>Filing Type</u>	<u>Filing Date</u>	<u>Pages</u>	<u>Lapse Date</u>
<input type="checkbox"/>		<b>21-0050681023</b>	<b>Transition Property Notice</b>	<b>11/15/2021 08:00 AM</b>	<b>1</b>	<b>n/a</b>
<input type="checkbox"/>		22-00158182	Party Information Change	03/29/2022 05:30 PM	1	n/a
Debtor		TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC		7620 METRO CENTER DRIVE, ATTN: GENERAL COUNSEL AUSTIN, TX, 78744		
Debtor		TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC		8000 METROPOLIS DRIVE (BUILDING E), SUITE 100 AUSTIN, TX, 78744		
Secured Party		U.S. BANK NATIONAL ASSOCIATION, AS INDENTURE TRUSTEE		13737 NOEL ROAD, 8TH FLOOR DALLAS, TX, 75240		

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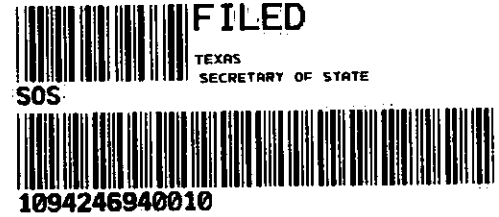
Select All Filings:

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#### Instructions:

- Press 'New Search' if you wish to perform another web inquiry.
- Press 'Previous' or 'Next' to scroll through the results of this inquiry.
- Enter the page number and click 'GO' button to view the desired page.
- Press 'Order Search Certificate' if you wish to order a search certificate with the parameters entered for this web inquiry.
- If you wish to order only selected filings for this debtor, check by the filings and press 'Order Selected Filings'.
- Checked filings will be retained from page to page as you scroll through the results of this inquiry.
- If an order for a search certificate or selected filings is placed against this web inquiry, the web inquiry fee will be waived.
- Check 'Select All Filings' and press 'Order Selected Filings' if you wish to order copies of all filings and full filing history for the results of this web inquiry.
- To view a particular filing document, click on the image under 'View' for the desired document.


21-0050681023  
11/15/2021 08:00 AM



**TRANSITION PROPERTY NOTICE** — FOLLOW INSTRUCTIONS  
Except to the extent amended, assigned, or released, this Transition Property Notice remains effective until terminated. (front and back) CAREFULLY

**A: NAME & PHONE OF CONTACT AT FILER [optional]**  
**Sheila Melo, Paralegal (713) 650-2433**

**B: SEND ACKNOWLEDGMENT TO: (Name and Address)**



**Return Acknowledgement to:**  
 Capitol Services, Inc.  
 PO Box 1831  
 Austin, TX 78767  
 800.345.4647

THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY

**1. GRANTOR OR ASSIGNOR'S EXACT FULL LEGAL NAME** - insert only one name (1a or 1b) - do not abbreviate or combine names

1a. ORGANIZATION'S NAME  
**TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC**

OR  
 1b. INDIVIDUAL'S LAST NAME | FIRST NAME | MIDDLE NAME | SUFFIX

1c. MAILING ADDRESS | CITY | STATE | POSTAL CODE | COUNTRY  
**7620 Metro Center Drive, Attn: General Counsel** | **Austin** | **TX** | **78744** | **USA**

**2. FINANCING PARTY OR ASSIGNEE'S NAME** - insert only one name (2a or 2b) - do not abbreviate or combine names

2a. ORGANIZATION'S NAME  
**U.S. BANK NATIONAL ASSOCIATION, as Indenture Trustee**

OR  
 2b. INDIVIDUAL'S LAST NAME | FIRST NAME | MIDDLE NAME | SUFFIX

2c. MAILING ADDRESS | CITY | STATE | POSTAL CODE | COUNTRY  
**13737 Noel Road, 8th Floor** | **Dallas** | **TX** | **75240** | **USA**

**3. TRANSFEREE'S NAME** - insert only one name (3a or 3b) - do not abbreviate or combine names

3a. ORGANIZATION'S NAME

OR  
 3b. INDIVIDUAL'S LAST NAME | FIRST NAME | MIDDLE NAME | SUFFIX

3c. MAILING ADDRESS | CITY | STATE | POSTAL CODE | COUNTRY

4. Check only one box:

This TRANSITION PROPERTY NOTICE relates to all of the recovery permitted under the Financing Order and the amount of Transition Property arising therefrom.

This TRANSITION PROPERTY NOTICE relates to only a portion of the recovery permitted under the Financing Order. The portion or the amount thereof to which the Transition Property Notice relates is set forth below:

5. FINANCING ORDER DOCKET NUMBER  
**52321**

6. Check only one box:

This Transition Property Notice is filed to perfect a Security Interest in Transition Property.

This Transition Property Notice is filed to give notice of a Transfer of an interest in Transition Property to an Assignee.

7. CHECK BOX  This TRANSITION PROPERTY NOTICE is signed by the Financing Party or Assignee in accordance with a security agreement or an agreement effecting a transfer signed by the Grantor or Assignor that authorizes the filing of a Transition Property Notice by the Financing Party or Assignee. (if applicable)

8. REQUIRED SIGNATURE(S)  
**Texas Electric Market Stabilization Funding M LLC**

By: *STh* Name: Sean Taylor Title: Vice President and Chief Financial Officer

**UCC FINANCING STATEMENT AMENDMENT**

**FOLLOW INSTRUCTIONS**

<b>A. NAME &amp; PHONE OF CONTACT AT FILER (optional)</b> WINSTEAD PC 713-650-2463
<b>B. E-MAIL CONTACT AT FILER (optional)</b>
<b>C. SEND ACKNOWLEDGMENT TO: (Name and Address)</b> WINSTEAD PC 401 Congress Avenue Suite 2100 Austin, TX 78701 USA

**FILING NUMBER: 22-00158182**  
**FILING DATE: 03/29/2022 05:30 PM**  
**DOCUMENT NUMBER: 1134508500007**  
**FILED: Texas Secretary of State**  
**IMAGE GENERATED ELECTRONICALLY FOR WEB FILING**  
**THE ABOVE SPACE IS FOR FILING OFFICE USE ONLY**

1a. INITIAL FINANCING STATEMENT FILE NUMBER  
**21-0050681023**

1b.  This FINANCING STATEMENT AMENDMENT is to be filed [for record] (or recorded) in the REAL ESTATE RECORDS. Filer: attach Amendment Addendum (Form UCC3Ad) and provide Debtor's name in item 13

2.  **TERMINATION:** Effectiveness of the Financing Statement identified above is terminated with respect to the security interest(s) of the Secured Party authorizing this Termination Statement

3.  **ASSIGNMENT** (full or partial): Provide name of Assignee in item 7a or 7b and address of Assignee in item 7c and also name of Assignor in item 9. For partial assignment, complete item 7 and 9 and also indicate affected collateral in item 8

4.  **CONTINUATION:** Effectiveness of the Financing Statement identified above with respect to the security interest(s) of Secured Party authorizing this Continuation Statement is continued for the additional period provided by applicable law

5.  **PARTY INFORMATION CHANGE:**  
 Check one of these two boxes. This Change affects  Debtor or  Secured Party of record. AND Check one of these three boxes to:  
 CHANGE name and/or address: Complete item 6a or 6b; and item 7a or 7b and item 7c   
  ADD name: Complete item 7a or 7b, and item 7c   
  DELETE name: Give record name to be deleted in item 6a or 6b.

6. CURRENT RECORD INFORMATION: Complete for Party Information Change - provide only one name (6a or 6b)

6a. ORGANIZATION'S NAME <b>TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC</b>	OR		
6b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX

7. CHANGED OR ADDED INFORMATION: Complete for Assignment or Party Information Change - provide only one name (7a or 7b) (use exact, full name; do not omit, modify, or abbreviate any part of the Debtor's name)

7a. ORGANIZATION'S NAME <b>TEXAS ELECTRIC MARKET STABILIZATION FUNDING M LLC</b>	OR		
7b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX

7c. MAILING ADDRESS <b>8000 METROPOLIS DRIVE (BUILDING E), SUITE 100</b>	CITY <b>Austin</b>	STATE <b>TX</b>	POSTAL CODE <b>78744</b>	COUNTRY <b>USA</b>
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8.  **COLLATERAL CHANGE:** Also check one of these four boxes:  ADD collateral  DELETE collateral  RESTATE covered collateral  ASSIGN collateral  
 Indicate collateral:

9. NAME OF SECURED PARTY OF RECORD AUTHORIZING THIS AMENDMENT: Provide only one name (9a or 9b) (name of Assignor, if this is an Assignment)  
 If this is an Amendment authorized by a DEBTOR, check here  and provide name of authorizing Debtor

9a. ORGANIZATION'S NAME <b>U.S. BANK NATIONAL ASSOCIATION, AS INDENTURE TRUSTEE</b>	OR		
9b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX

10. OPTIONAL FILER REFERENCE DATA:  
**TX SOS 47733-83 Initial Filing 21-0050681023 Debtor addr change**

**FILING OFFICE COPY**

Exhibit E  
Perfection Opinion  
Follows



600 Travis Street  
Suite 5200  
Houston, TX 77002

713.650.8400 OFFICE  
713.650.2400 FAX  
winstead.com

March 10, 2025

TO THE ADDRESSEES LISTED ON SCHEDULE I HERETO

Re: Texas Electric Market Stabilization Funding M LLC (the "**Issuer**")  
Issuance and Sale of \$800,000,000 Principal Amount of Texas Stabilization M  
Bonds, Series 2021 due 2051 (the "**Bonds**") - Annual Perfection Opinion

Ladies and Gentlemen:

This opinion letter is furnished to you at the instruction of the Issuer and Servicer to fulfill the requirements of (i) Section 3.06(b) of the Indenture (herein so-called) between the Issuer and U.S. Bank National Association, as Indenture Trustee and Securities Intermediary dated as of November 12, 2021, which relate to the Texas Electric Market Stabilization Funding M LLC, Texas Stabilization M Bonds Series 2021 and (ii) Section 3.01(c)(ii) of this Agreement between the Issuer and Energy Reliability Council of Texas ("**ERCOT**") dated November 12, 2021 (herein, Section 3.06(b) of the Indenture and Section 3.01(c)(ii) are referred to as the "**Continuing Perfection Provisions.**") Capitalized terms used in this opinion letter and not defined herein are defined as set forth in the Indenture.

In issuing this opinion, we have read the Continuing Perfection Provisions and have examined such originals, or copies certified or otherwise identified to our satisfaction, of such documents, corporate records and other instruments as we have deemed necessary or appropriate for the purposes of our opinion, including: (i) the Issuer's Certificate of Formation (the "**Certificate of Formation**"); (ii) the Issuer's Amended and Restated Limited Liability Company Agreement (the "**Company Agreement**"); (iii) Good Standing Certificate issued on February 26, 2025 by the Secretary of State of the state of Delaware with respect to the Issuer; (iv) Certificate of Fact issued by the Secretary of State of the state of Texas issued February 26, 2025 with respect to the Issuer; (v) Franchise Tax Account Status issued by the Secretary of State of the state of Texas issued February 26, 2025 with respect to the Issuer; (vi) the Servicer's Amended and Restated Certificate of Formation (the "**Servicer's Amended and Restated Certificate of Formation**"); (vii) the Servicer's Amended and Restated Bylaws (the "**Servicer's Amended and Restated Bylaws**"); and (viii) UCC Searches (Y) preformed on February 26, 2025 by the Secretary of State of the state of Delaware; and (Z) preformed on February 26, 2025 by the Secretary of State of the state of Texas with respect to the Issuer. We have also made such further legal and factual examinations and investigations as we deemed necessary for the purpose of expressing the opinions set forth herein. As to questions of fact material to such opinions, we

have, where relevant facts were not independently verified or established, relied to the extent we deemed necessary upon certificates of and discussions with directors, officers and representatives of the Issuer. In rendering the opinions hereinafter expressed, we have, with your consent, relied only upon our examination of the foregoing documents, entity records and other instruments, and we have made no independent verification of the factual matters set forth in such documents, entity records or other instruments. In our view, the foregoing examinations are sufficient to allow us to express informed opinions in accordance with the Continuing Perfection Provisions.

For the purposes of expressing the opinions hereinafter set forth, we have assumed that the obligations evidenced by the Indenture and Bonds remain outstanding.

A. Action Taken to Maintain Perfection. Based upon the foregoing, we are of the opinion that no action is required to be taken under the Continuing Perfection Provisions to maintain and perfect the Liens and security interests required by the Indenture and the Series Supplement.

B. Action Required Over the Next 12 Months to Maintain Perfection. Based upon the information currently available to us, no additional recordings, filings, re-recordings, or re-filings are necessary or required within the twelve (12) months following the date of this Opinion to maintain the Lien and security interest created by the Indenture and the Series Supplement and to maintain and perfect the Lien and security interest required by the Indenture and the Series Supplement. In that regard, we note that the Liens are either perfected by possession or by filing and where perfected by filing, no continuation statement is required to be filed until a six-month window opens in May of 2026.

With your permission, and without independent investigation on our part, the opinions set forth above are subject to the assumptions, qualifications, exceptions, and limitations set forth in our Opinion dated November 12, 2021, rendered in your favor in connection with issuance and purchase of the Bonds, *mutatis mutandis*, and in the following paragraphs (i), (ii) and (iii), inclusive:

(i) With respect to our opinion set forth in paragraph A above, we have relied on the Issuer's Certificate of Formation and Company Agreement as the basis for determining that (i) Texas Electric Market Stabilization Funding M LLC is the correct legal name of the Issuer, and (ii) the Issuer is organized under the laws of the state of Delaware. With respect to our opinion set forth in paragraph A above, we have relied on the Servicer's Amended and Restated Certificate of Formation and Amended and Restated Bylaws as the basis for determining that (i) Electric Reliability Council of Texas, Inc. is the correct legal name of the Servicer, and (ii) the Servicer is organized under the laws of the state of Texas.

(ii) The opinions in paragraph A above as they relate to the Issuer are limited in all respects to the Delaware General Corporation Law and the Delaware Limited Liability Company Act (as published in the Corporation Service Company compilation entitled Laws Governing Business Entities Annotated Statutes and Rules (Spring 2021

Edition) (the "*DE Entity Laws*"). We are not Delaware lawyers and have not reviewed any other laws of the State of Delaware (other than the DE Entity Laws and Delaware UCC) including, without limitation, any interpretations of Delaware laws, or retained or relied on any opinion or advice of Delaware counsel.

(iii) With respect to our opinions set forth in paragraphs A and B above, we express no opinion as to the priority of any Lien or security interest.

As used herein, the term "applicable laws" means and refers to the DE Entity Laws, the Delaware UCC, and those laws of the State of Texas and the United States of America and the rules and regulations adopted thereunder that, in our experience, are normally applicable to general business entities and to transactions of the type contemplated by the Indenture and the Series Supplement. Furthermore, the term "applicable laws" does not include, and we express no opinion with regard to any state or federal laws, rules or regulations relating to: (i) pollution or protection of the environment; (ii) zoning, land use, building or construction; (iii) occupational, safety and health or other similar matters; (iv) labor and employee rights and benefits, including, without limitation, the Employee Retirement Income Security Act of 1974, as amended; (v) the regulation of energy or utilities; (vi) antitrust and trade regulation; (vii) tax; (viii) corrupt practices, including, without limitation, the Foreign Corrupt Practices Act of 1977; (ix) copyrights, patents and trademarks; (x) communication, telecommunication or similar matters; (xi) the USA Patriot Act of 2001 and the rules, regulations and policies promulgated thereunder, or any foreign assets control regulations of the United States Treasury Department or any enabling legislation or orders relating thereto; and (xiii) the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010, including, but not limited to Regulation AB and Regulation RR, or other the regulations promulgated thereunder.

Our opinions herein are limited in all respects to the applicable laws, and we do not express any opinion as to the applicability of or the effect thereon of the laws of any other jurisdiction.

The qualification of any opinion or statement herein by the use of the words "to our knowledge" or "known to us" means that during the course of our representation as described in this opinion letter, no information has come to the attention of those attorneys in our Firm who have actively participated in this representation that would give us current actual knowledge of the existence of the facts so qualified. Except as set forth herein, we have not undertaken any investigation to determine the existence of such facts, and no inference as to our knowledge thereof shall be drawn from the fact of our representation of any party or otherwise.

This opinion letter (i) has been furnished to you at your request, and is rendered solely for your information and assistance in connection with the Indenture and the Series Supplement, and may not be used or relied upon by you for any other purpose and may not be used or relied upon for any purpose by any other person without our prior written consent, (ii) except for the use permitted herein, is not to be quoted or reproduced in whole or in part or otherwise referred to in any manner nor is it to be filed with any governmental agency or delivered to any other person without our prior written consent, (iii) is rendered as of the date hereof, and we undertake no, and

To the Addressees Listed on Schedule I Attached Hereto

March 10, 2025

Page 4

hereby disclaim any, obligation to advise you of any changes or any new developments which might affect any matters or opinions set forth herein, and (iv) is limited to the matters stated herein and no opinions may be inferred or implied beyond the matters expressly stated herein.

Very truly yours,

/s/Winstead PC

WINSTEAD PC

**Schedule I**

**List of Addressees**

U.S. Bank, National Association, as Indenture Trustee  
13737 Noel Road  
8th Floor  
Dallas, TX 75240  
Attention: Corporate Trust Services

Texas Comptroller of Public Accounts  
111 East 17<sup>th</sup> Street  
Austin, Texas 78774

Texas Treasury Safekeeping Trust Company  
208 East 10<sup>th</sup> Street, 4<sup>th</sup> Floor  
Austin, Texas 78701

Texas Electric Market Stabilization Funding M LLC  
8000 Metropolis Drive (Building E), Suite 100  
Austin, Texas 78744  
Attention: Chad V. Seely, Esq.  
President and Chief Executive Officer