

PRELIMINARY NOTICE OF ACCEPTANCE

**RELATING TO THE
INVITATION TO TENDER DATED FEBRUARY 12, 2026
made by the
CITY OF HOUSTON
to the Bondholders described herein of all or any portion
of the maturities listed on Table 1 and Table 2 of the Invitation**

Convention & Entertainment Facilities Department

(Base CUSIP: 44237N)

TARGET BONDS

**City of Houston, Texas Hotel Occupancy Tax and Special Revenue Refunding Bonds, Series 2001B (CABs)
City of Houston, Texas Hotel Occupancy Tax and Special Revenue Refunding Bonds, Series 2019 (CIBs)
City of Houston, Texas Hotel Occupancy Tax and Special Revenue Refunding Bonds, Series 2021 (CIBs)**

The purpose of this Preliminary Notice of Acceptance, dated March 4, 2026, is to provide notice of preliminary acceptance for purchase of certain Target Bonds. All capitalized terms used herein and not otherwise defined have the meanings given to such terms in the Invitation.

The Tender Offer expired at 5:00 p.m., New York City time, on March 3, 2026.

Pursuant to the Invitation to Tender, dated February 12, 2026 (as it may be amended or supplemented, the “**Invitation**”), the City of Houston (the “**City**”), through its Convention & Entertainment Facilities Department, invited Bondholders to tender Target Bonds for cash at the applicable: (i) Offer Purchase Prices set forth in Table 1 of the Invitation, for the CABs, and (ii) Offer Purchase Prices set forth in Table 2 of the Invitation, for the CIBs, all in accordance with the Invitation. Accrued Interest on CIBs validly tendered and accepted for purchase will be paid on the Settlement Date. No additional interest of any kind will be paid in respect of CABs purchased. See “TERMS OF THE OFFER—Information to Bondholders” and “INTRODUCTION—Consideration for Tender Offer” in the Invitation.

The principal amounts of the CABs for each maturity and corresponding CUSIP that the City is preliminarily accepting for purchase are set forth in **Attachment A** hereto. The City is preliminarily accepting all offers received for the CABs Target Bonds as of the Offer Expiration Date. The principal amounts of the CIBs for each maturity and corresponding CUSIP that the City is preliminarily accepting for purchase are set forth in **Attachment B** hereto. The City is preliminarily accepting all offers received for the CIBs Target Bonds as of the Offer Expiration Date.

On March 5, 2026 unless such date is extended by the City (the “**Final Acceptance Date**”), the City will announce its acceptance for purchase of the Target Bonds, if any, from among those Target Bonds of each maturity and corresponding CUSIP initially accepted for purchase as listed in **Attachment A** and **Attachment B** hereto by giving notice via the Final Notice of Acceptance in accordance with the Invitation. The City has no obligation to accept for purchase any tendered Target Bonds, and the City’s obligation to pay for Target Bonds validly tendered (and not validly withdrawn) and accepted pursuant to the Invitation is subject to the terms and conditions of the Invitation (including, inter alia, satisfaction or waiver of the Financing Conditions) on or prior to the Settlement Date.

The Invitation, including the City’s Preliminary Official Statement dated February 12, 2026 relating to the City’s Hotel Occupancy Tax and Special Revenue Refunding Bonds, Series 2026A, as it may be amended or supplemented, is available: (i) at the Municipal Securities Rulemaking Board through its

Electronic Municipal Market Access website, currently located at <http://emma.msrb.org>, using the CUSIP numbers for the Target Bonds listed in **Attachment A** and **Attachment B**, and (ii) on the website of the Information Agent and Tender Agent at www.globic.com/houston.

Any questions are to be directed to the Information Agent and Tender Agent, Globic Advisors Inc., at (212) 227-9622.

March 4, 2026

Attachment A

SERIES 2001B TARGET BONDS (CABs) SUBJECT TO THE TENDER OFFER:

The table below lists the principal amount of the CABs of each maturity and corresponding CUSIP that have been preliminarily accepted for purchase by the City.

HOTEL OCCUPANCY TAX AND SPECIAL REVENUE REFUNDING BONDS, SERIES 2001B

Bond Series	CUSIP ⁽¹⁾	Maturity (Sept. 1)	Optional Redemption Date	Interest Rate (%)	Yield at Issuance Date (%)	Value at Maturity	Offer Purchase Price (% of Value at Maturity) ⁽²⁾	Principal Amount Tendered for Purchase (\$)	Preliminary Principal Amount Accepted (\$)
2001B	44237NAY8	2028	--	0.000	5.650	28,305,000	96.016	-	-
2001B	44237NAZ5	2029	--	0.000	5.660	29,065,000	94.192	180,000	180,000
2001B	44237NBA9	2030	--	0.000	5.670	29,950,000	92.480	340,000	340,000
2001B	44237NBB7	2031	--	0.000	5.680	30,530,000	90.722	390,000	390,000
2001B	44237NBC5	2032	--	0.000	5.680	30,560,000	88.320	310,000	310,000

(1) CUSIP® is a registered trademark of the American Bankers Association. CUSIP data herein are provided by CUSIP Global Services, managed by FactSet Research Systems Inc. on behalf of the American Bankers Association. CUSIP numbers have been assigned by an independent company and are included solely for the convenience of the holders of the Target Bonds. None of the City, the Dealer Managers, the Information and Tender Agent or their agents or counsel assume responsibility for the accuracy of such numbers.

(2) The Purchase Price of the CABs is inclusive of all tender consideration to be paid on the Settlement Date. No additional consideration, including Accrued Interest of any kind, will be paid to tendering Bondholders of CABs.

SERIES 2019 TARGET BONDS AND SERIES 2021 TARGET BONDS (CIBs) SUBJECT TO THE TENDER OFFER:

The tables below list the principal amount of the CIBs of each maturity and corresponding CUSIP that have been preliminarily accepted for purchase by the City.

HOTEL OCCUPANCY TAX AND SPECIAL REVENUE REFUNDING BONDS, SERIES 2019

Bond Series	CUSIP ⁽¹⁾	Maturity (Sept. 1)	Interest Rate (%)	Outstanding Principal Amount (\$)	Call Date (Sept. 1)	Offer Purchase Prices (as a percentage of par) ⁽²⁾	Principal Amount Tendered for Purchase (\$)	Preliminary Principal Amount Accepted for Purchase (\$)
2019	44237NKT8	2026	5.000	5,800,000	N/A	101.592	4,665,000	4,665,000
2019	44237NKU5	2027	5.000	5,210,000	N/A	104.696	4,845,000	4,845,000
2019	44237NKV3	2028	5.000	5,115,000	N/A	107.832	5,020,000	5,020,000
2019	44237NKW1	2029	5.000	4,880,000	2028	108.030	4,405,000	4,405,000
2019	44237NKX9	2030	5.000	4,850,000	2028	107.757	3,210,000	3,210,000
2019	44237NKY7	2031	5.000	4,800,000	2028	107.533	3,030,000	3,030,000
2019	44237NKZ4	2032	5.000	4,780,000	2028	107.212	2,800,000	2,800,000
2019	44237NLA8	2033	5.000	4,605,000	2028	106.892	2,735,000	2,735,000

HOTEL OCCUPANCY TAX AND SPECIAL REVENUE REFUNDING BONDS, SERIES 2021

Bond Series	CUSIP ⁽¹⁾	Maturity (Sept. 1)	Interest Rate (%)	Outstanding Principal Amount (\$)	Call Date (Sept. 1)	Offer Purchase Prices (as a percentage of par) ⁽²⁾	Principal Amount Tendered for Purchase (\$)	Preliminary Principal Amount Accepted for Purchase (\$)
2021	44237NLJ9	2026	4.000	2,785,000	N/A	101.161	1,665,000	1,665,000
2021	44237NLK6	2027	4.000	2,860,000	N/A	103.284	1,705,000	1,705,000
2021	44237NLL4	2028	4.000	3,065,000	N/A	104.871	2,145,000	2,145,000
2021	44237NLM2	2029	4.000	3,070,000	N/A	106.602	2,640,000	2,640,000
2021	44237NLN0	2030	4.000	2,665,000	N/A	107.955	2,065,000	2,065,000
2021	44237NLP5	2031	4.000	2,575,000	N/A	109.167	1,805,000	1,805,000
2021	44237NLQ3	2032	3.000	2,625,000	2031	103.863	1,810,000	1,810,000

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(2) The Purchase Price to be paid on the Settlement Date excludes accrued but unpaid interest on the CIBs tendered for purchase, which accrued interest will be paid to but not including the Settlement Date in addition to the Purchase Price.