

THE METROPOLITAN WATER DISTRICT OF SOUTHERN CALIFORNIA

NOTICE OF DEFEASANCE AND REDEMPTION

NOTICE IS HEREBY GIVEN to the registered owners of The Metropolitan Water District of Southern California Water Revenue Bonds, 2005 Authorization Series B-1, CUSIP No. 592663 2B3 (the “2005 Series B-1 Bonds”) and The Metropolitan Water District of Southern California Water Revenue Bonds, 2005 Authorization Series B-2, CUSIP No. 592663 2A5 (the “2005 Series B-2 Bonds” and, together with the 2005 Series B-1 Bonds, the “Refunded Bonds”) that, in accordance with Escrow Instructions dated as of July 1, 2010, by and between The Metropolitan Water District of Southern California (“Metropolitan”) and Wells Fargo Bank, National Association, as escrow agent (the “Escrow Agent”):

- (i) on July 22, 2010, Metropolitan deposited with the Escrow Agent moneys and investment securities, the principal of and interest on such moneys and investment securities which provided moneys sufficient to redeem the Refunded Bonds on July 23, 2010 (the “Redemption Date”) at a redemption price of 100% of the principal amount outstanding, plus accrued interest thereon to the Redemption Date; the Escrow Agent was irrevocably instructed to redeem the Refunded Bonds on the Redemption Date; and, accordingly, the Refunded Bonds are discharged and defeased as of July 22, 2010 in accordance with Section 9.02 of Resolution 8329, adopted by the Board of Directors of Metropolitan on July 9, 1991, as amended and supplemented; and
- (ii) the Escrow Agent applied moneys in the escrow funds to redeem all of the Refunded Bonds, and all of the Refunded Bonds were redeemed, on the Redemption Date.

The CUSIP numbers listed above are included solely for the convenience of the owners of the Refunded Bonds. Neither the Escrow Agent nor Metropolitan is responsible for the selection or use of the CUSIP numbers, nor is any representation made as to their correctness or as indicated in any notice.

Dated: July 23, 2010

WELLS FARGO BANK, NATIONAL ASSOCIATION, as Escrow Agent