

***THIS NOTICE CONTAINS IMPORTANT INFORMATION THAT IS OF INTEREST TO THE BENEFICIAL OWNERS OF THE SUBJECT SECURITIES. IF APPLICABLE, ALL DEPOSITORIES, CUSTODIANS, AND OTHER INTERMEDIATIRES RECEIVING THIS NOTICE ARE REQUESTED TO EXPEDITE RETRANSMITTAL TO SUCH BENEFICIAL OWNERS IN A TIMELY MANNER.***

*THIS NOTICE AFFECTS BASE CUSIP NUMBER: 716842*

March 4, 2013

**RE: CITY OF PEVELY, MISSOURI, NEIGHBORHOOD IMPROVEMENT DISTRICT BONDS (SOUTHERN HEIGHTS PROJECT) SERIES 2004**

The interest payment due on the bonds on March 1, 2013 was made in part through a transfer from the Debt Service Reserve Fund as there were insufficient moneys on hand in the Debt Service Fund to make such payment as of March 1, 2013.

The total amount of interest and principal due on March 1, 2013 was \$374,461.25. Of this amount, \$74,461.20 was needed from the Debt Service Reserve Fund. This transfer leaves a balance of \$256,938.73 remaining in the Debt Service Reserve Fund.

Nothing contained in this Notice is, or should be construed as, a representation by the City of Pevely, Missouri that the information included in this Notice constitutes all of the information that may be material to a decision to invest in, hold or dispose of any of the securities listed above.