NASSAU COUNTY
TOBACCO SETTLEMENT CORPORATION

PROPERTY REPORT FOR 2016

Dated as of March 24, 2017

Section 2896(3) of the Public Authorities Law (the "PAL") of the State of New York (the "State") requires each public authority, including this Nassau County Tobacco Settlement Corporation (the "Corporation"), to publish, not less frequently than annually, a report listing all real property of the authority, which report shall include a list and full description of all real and personal property disposed of during such period, the price received by the public authority and the name of the purchaser for all such property sold by the public authority during such period.

The Corporation, however, is limited by its certificate of incorporation to (i) acquiring the rights to certain initial and annual payments (the "tobacco settlement revenues" or "TSRs") made by participating cigarette manufacturers (the "PMs") under the Master Settlement Agreement (the "MSA") entered into by the PMs, the State of New York, forty-five other states, the District of Columbia, Puerto Rico, Guam, the United States Virgin Islands, American Samoa and the Northern Marianas Islands in November 1998 in settlement of certain smoking-related litigation, and the Consent Decree and Final Judgment entered in State Supreme Court for New York County, which it has done, (ii) issuing debt for the purpose of securitizing such payments, which it has done and (iii) activities related to (i) and (ii). As such, the Corporation is not authorized to acquire real property or other personal property, and it has already pledged the TSRs as part of its issuance of debt.

Thus, there is no real or personal property to list or to report as being disposed of during the 2016 reporting period.