November 26, 2018

Mr. Michael Perkovich  
State Revolving Fund Program, SD  
Joe Foss Building  
523 East Capitol  
Pierre, SD 57501

Dear Mr. Perkovich:

We wish to inform you that Moody's Investors Service has assigned a Aaa rating to South Dakota Conservancy District's $98 million State Revolving Fund Program Bonds, Series 2018 ("2018 Bonds"; together with outstanding bonds, "Bonds"). We are also maintaining the Aaa ratings on all outstanding bonds. The outlook is stable.

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Moody's has not consented and will not consent to being named as an expert under applicable securities laws, such as section 7 of the Securities Act of 1933. The assignment of a rating does not create a fiduciary relationship between Moody's and you or between Moody's and other recipients of a Credit Rating. Moody’s Credit Ratings are not and do not provide investment advice or recommendations to purchase, sell or hold particular securities. Moody's issues Credit Ratings with the expectation and understanding that each investor will make its own evaluation of each security that is under consideration for purchase, sale or holding.

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If there is a conflict between the terms of this rating letter and any related Moody’s rating application, the terms of the executed rating application will govern and supercede this rating letter.

Should you have any questions regarding the above, please do not hesitate to contact the analyst assigned to this transaction, Ping Hsieh at 212-553-4461.

Sincerely,

Moody’s Investors Service Inc.

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