

*Issuing entity and capital structure:*

Entergy Texas Restoration Funding, LLC is a direct, wholly owned subsidiary of Entergy Texas and a limited liability company formed under Delaware law. We were formed solely to purchase and own transition property, to issue transition bonds secured by transition property and to perform any activity incidental thereto. The Transition Bonds offered by this prospectus supplement and accompanying prospectus are the only bonds we are authorized to issue. Please read “Entergy Texas Restoration Funding, LLC, the Issuing Entity” in the accompanying prospectus.

In addition to the transition property, the assets of the issuing entity include a capital investment by Entergy Texas in the amount of 0.5% of the Transition Bonds’ principal amount issued. This capital contribution will be held in the capital subaccount. We have also created an excess funds subaccount to retain, until the next payment date, any amounts collected and remaining after all payments on the Transition Bonds have been made.

We are responsible to the State of Texas and the Texas commission. Specifically, pursuant to the financing order of the Texas commission relating to the transition bonds,

- our organizational documents and transaction documents for the transition bonds prohibit us from engaging in any activities other than acquiring transition property, issuing transition bonds and performing other activities as specifically authorized by the financing order,
- the Texas commission or its designated representative has a decision-making role co-equal with Entergy Texas with respect to the structuring and pricing of the transition bonds and all matters related to the structuring and pricing of the transition bonds will be determined through a joint decision of Entergy Texas and the Texas commission or its designated representative,
- Entergy Texas is directed to take all necessary steps to ensure that the Texas commission or its designated representative is provided sufficient and timely information to allow the Texas commission or its designated representative to fully participate in, and exercise its decision making power over, the proposed securitization, and
- all required true up adjustments must be filed by the servicer on our behalf.

We have also agreed that certain reports concerning transition charge collections will be provided to the Texas commission.

Please read “Entergy Texas’ Financing Order— Entergy Texas’ Securitization Proceeding and Financing Order” in the accompanying prospectus.

*Our address:*

Capital Center, 919 Congress Avenue, Suite 840-C, Austin, Texas 78701

*Our telephone number:*

(512) 487 – 3982