



Red Capital Markets, LLC, MEMBER FINRA/SIPC
Red Mortgage Capital, LLC
Red Capital Advisors, LLC

NEWS RELEASE

FOR IMMEDIATE RELEASE

Sale Repositions **RED CAPITAL GROUP** As Standalone Debt & Equity Capital Provider

Columbus, Ohio, May 13, 2010 – **RED CAPITAL GROUP, LLC** announced completion of its acquisition by an investor group led by **ORIX USA Corporation, Stonehenge Opportunity Fund, John B. McCoy** retired Bank One Chairman and CEO, **David R. Meuse**, Chairman of Stonehenge Financial Holdings and former Chairman and CEO of Banc One Capital Holdings, and former **RED** Chairman and CEO, **Wm. E. Roberts**. Mr. Roberts, who led the business from its inception in 1990 through 2007 and organized the acquisition, returns to **RED** as Chairman and CEO. The sale, which was consummated on May 7, 2010, includes the transfer of Fannie Mae, FHA, GNMA and FINRA licensing to **RED's** mortgage and investment banking entities which will be known, respectively, as **Red Mortgage Capital, LLC** and **Red Capital Markets, LLC** (MEMBER FINRA/SIPC). Also included in the purchase were affordable housing entities **Red Capital Community Development Company, LLC**, and **SCDC, LLC**, along with certain assets and liabilities of these entities, and **Red Capital Advisors, LLC**, the proprietary investment/merchant banking and asset management arm.

Operating nationwide since its inception as a unit of Bank One, Columbus, Ohio-based **RED CAPITAL GROUP** is recognized for its industry expertise, innovative and comprehensive structures, and consistently high lender rankings, such as earning the nation's Top Fannie Mae DUS® lender designation in 2008, a three consecutive year accolade as the nation's top Fannie Mae DUS Seniors Housing lender (2003-2005), and currently ranking 1st nationally in overall FHA Multifamily & Healthcare lending through Mid-Year FY10 and having been 1st in FHA Healthcare LEAN lending in HUD FY09. Going forward, **RED** will maintain its operational autonomy, its mortgage and investment banking functions and importantly, more than 200 employees located in nine offices nationwide. A substantial majority of **RED's** historic leadership team remains in place.

William E. Roberts, RED's Chairman & CEO noted, "*RED has a history of operational independence. The new ownership structure will give full flight to RED's entrepreneurial spirit and creativity in addressing customer needs.*"

Brian T. Kelleher, who will assume the position of **Senior Managing Director and Chief Operating Officer of RED CAPITAL GROUP** commented, "*RED's platform and bankers remain substantially unchanged. We're still RED, offering the same commitment to excellence, and the same capabilities and expertise, along with more ideas and greater flexibility. This is less an acquisition...and more a reunion.*"

RED has led the way in the multifamily/seniors industries as one of the original providers of comprehensive solutions, integrated debt and equity capital, and loan servicing, having provided more than \$46 billion in capital to the multifamily housing and health care industries since 1990. **RED's** predecessor entity was the Housing & Healthcare Finance Group of Banc One Capital Corporation.

RED CAPITAL GROUP

Standalone Debt & Equity Provider

May 13, 2010

RED's nine offices are located in: Columbus, (OH), Boston, Charlotte, Chicago, Dallas, Nashville, Newport Beach, Reston, and San Diego.

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RED CAPITAL GROUP, LLC

RED CAPITAL GROUP provides debt and equity capital to the multifamily housing, seniors housing, and healthcare industries. RED consists of three primary operating companies which together provide solutions through a full range of capital executions. Red Mortgage Capital, LLC is a top Fannie Mae DUS® lender for both Multifamily and Seniors Housing, the nation's second most active FHA/Multifamily and Healthcare mortgage lender (and most active FHA LEAN lender), and a leader in the financing of Critical Access and other smaller community and rural hospitals. In addition Red Mortgage Capital, LLC services more than \$12.5 billion of income property mortgage loans. Red Capital Markets, LLC (MEMBER FINRA/SIPC) is a leader in the trading and distribution of Fannie Mae and GNMA Project MBS, the underwriting of developer-driven multifamily housing bonds, the syndication of low income housing tax credits and is remarketing agent for \$1.5 billion in VRD tax-exempt and taxable housing and health care bonds. Red Capital Advisors, LLC is RED's proprietary investment/merchant banking arm and provides asset management services for both third party and RED's proprietary mezzanine debt and equity investments and for RED's first lien balance sheet assets.

RED CAPITAL GROUP is headquartered in Columbus, Ohio, employs more than 200 people and maintains eight offices nationwide. Since 1990, the bankers of RED CAPITAL GROUP have provided over \$46 billion in taxable and tax-exempt first mortgage debt, mezzanine level capital and equity to multifamily, seniors housing, health care, and other real estate properties nationwide.

ORIX USA

Founded in 1981, ORIX USA Corporation ("ORIX USA") is a diversified finance company with approximately \$5.5 billion in assets and \$1.5 billion in capital. ORIX USA invests in commercial finance, venture finance, commercial real estate, mortgage backed securities, municipal obligations and commercial equipment leases. Headquartered in Dallas, Texas ORIX USA has over 1,200 employees throughout the United States, Europe and Asia. ORIX USA is a wholly owned subsidiary of ORIX Corporation (\$87 billion in assets, \$14 billion in capital, 18,000 employees worldwide), a publicly traded international diversified financial services firm headquartered in Tokyo with operations in over 25 countries worldwide (NYSE:IX).

DUS® is a registered trademark of Fannie Mae.

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