

LLM Capital Partners LLC

Non-control growth capital for the middle market



NOVEMBER 2007

Announcing our Recent Investment in:

PROSPECT
ACQUISITION CORP.

The Company: Prospect Acquisition Corp. is a special purpose acquisition company, more commonly known as a SPAC, formed for the purpose of acquiring control of one or more businesses in the financial services industry. In November 2007, Prospect raised \$250 million in its IPO.

The Deal: As a sponsor of Prospect, LLM invested \$1.7 million in Prospect, simultaneous with the offering, through the purchase of warrants, as part of the sponsors' \$5.3 million commitment. These proceeds plus the funds raised in the IPO less expenses were deposited into a trust account and may ultimately be used (potentially in combination with debt and additional stock) to consummate a business combination in the financial services space.

The Rationale: The investment allows LLM to back a management team with whom LLM principals have invested successfully in the past and leverage a modest investment into a potentially meaningful stake in the acquired business, through the SPAC structure.

About LLM Capital Partners LLC:

LLM Capital Partners LLC makes growth equity investments in middle market companies. Our investment strategy is to provide non-control, expansion capital to support growth strategies of companies with entrepreneurial management teams that are significant owners of their businesses.

For more information
please contact:

Samuel C. Kenna
Principal
P: (617) 330-7742
skenna@llmcapital.com

Main Office
265 Franklin Street
20th Floor
Boston, MA 02110

San Francisco Office
225 Bush Street
16th Floor
San Francisco, CA 94101

