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FROM:

Sunrise International Leasing Corporation  
5500 Wayzata Boulevard, Suite 725  
Golden Valley, Minnesota 55416  
(Nasdaq: SUNL)

Peter J. King  
(763) 593-1904

FOR IMMEDIATE RELEASE

**SUNRISE INTERNATIONAL LEASING CORPORATION ANNOUNCES UNAUDITED  
FOURTH-QUARTER FISCAL 2000 RESULTS**

**Agreement in principle reached to settle litigation**

GOLDEN VALLEY, Minn., May 30, 2000 — Sunrise International Leasing Corporation (Nasdaq: SUNL), today announced unaudited financial results for the fourth quarter and twelve-month period ended March 31, 2000.

For the fourth quarter, revenue increased 76 percent to \$26.4 million from \$15.0 million for the comparable period last year. Net income was \$608,000, or 9 cents per diluted share, compared with net income of \$995,000, or 14 cents per diluted share, for the same period last year.

For the year ended March 31, 2000, revenue increased 67 percent to \$86.1 million compared to \$51.6 million for the prior year, and net income was \$2,883,000, or 39 cents per diluted share, compared with net income of \$3,438,000, or 45 cents per diluted share.

Fiscal year 2000 leasing margins were lower than the previous year. Depreciation expenses increased 97 percent due to the increased volume of leases and to accelerated rates of depreciation used to more closely match future book values to the projected market values at the end of the lease term. Interest expenses increased 87 percent due to increased borrowing levels and rate increases on variable rate debt. Provisions for losses increased 146 percent to cover exposures on known problems and to maintain reserves, per company formula, to cover anticipated future portfolio losses. In addition, operating results for the year were impacted by merger related expenses totaling \$1 million. Recent interest rate increases will have an adverse effect on the company's profitability for the foreseeable future since the costs of the company's borrowings will be increased, only a portion of which can be passed on to customers.

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There have been reports of loan defaults, bankruptcies and performance problems with a number of independent leasing companies. Consequently, banks and other funding sources have substantially reduced or slowed down their commitments to fund the leasing industry. This has negatively impacted Sunrise's ability to obtain funding. As a result, Sunrise has been forced to significantly reduce the amount of equipment it purchases, which adversely affects its future revenue and profits. Unless a more favorable climate develops which reverses the funding sources negative view of the leasing industry, Sunrise's ability to fund future equipment purchases will continue to be restricted.

As previously reported, Peter King, Chairman and Chief Executive Officer of Sunrise International Leasing Corporation, and affiliates have signed a definitive agreement to merge Sunrise into The King Management Corporation. This will result in a cash payment of \$5.25 per share to all shareholders who are not affiliated with King Management. King Management has obtained financing commitments to complete this transaction and anticipates a closing by the end of June.

As previously announced, two purported stockholder class action lawsuits were filed in the Delaware Chancery Court against Sunrise and its directors in connection with Sunrise's pending merger with The King Management Corporation. Sunrise and the defendant directors have reached an agreement in principle with the plaintiffs in these lawsuits to settle this litigation. In consideration of the settlement, Sunrise agreed, among other things, to amend the merger agreement to require the merger to be approved by a majority of the outstanding shares of Sunrise common stock present and entitled to vote in person or by proxy at the special meeting, other than shares held by King Management and its stockholders. Counsel to the parties have entered into a memorandum of understanding, agreeing to execute and present to the court as soon as is practicable an appropriate stipulation of settlement and any other documentation required in order to obtain approval by the court of the settlement. Any proposed settlement would be subject to the approval of the court and would not be effective unless the merger is completed. Sunrise anticipates that any settlement of this litigation will not have a material adverse effect on its financial conditions, operating results or liquidity.

Sunrise International Leasing Corporation, established in 1989 and based in Golden Valley, Minn., offers a wide range of leasing options to manufacturers, distributors and resellers. Sunrise

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International Leasing Corporation is traded on the Nasdaq National Market System under the symbol "SUNL."

Certain statements in this press release relating to future earnings are forward looking statements which are subject to risks and uncertainties which could cause actual results to differ materially from those projected. Those risks and uncertainties include, but are not limited to, significant increases in the default rate of leases, significant increases in short term interest rates, and greater than anticipated decreases in the value of used equipment.

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**SUNRISE INTERNATIONAL LEASING CORPORATION**  
**CONDENSED STATEMENTS OF INCOME**

	<b>Three Months Ended March 31,</b>		<b>Year Ended March 31,</b>	
	<u><b>2000</b></u>	<u><b>1999</b></u>	<u><b>2000</b></u>	<u><b>1999</b></u>
Revenues	\$ 26,370,000	\$ 15,031,000	\$ 86,140,000	\$ 51,648,000
Cost and expenses	25,323,000	13,316,000	81,170,000	45,721,000
Income before provision for income taxes	1,047,000	1,715,000	4,970,000	5,927,000
Provision for income taxes	439,000	720,000	2,087,000	2,489,000
Net income	\$ 608,000	\$ 995,000	\$ 2,883,000	\$ 3,438,000
Net income per common share and common equivalent shares				
- basic	\$ 0.09	\$ 0.14	\$ 0.41	\$ 0.45
- diluted	\$ 0.09	\$ 0.14	\$ 0.39	\$ 0.45
Weighted average common and common equivalent shares outstanding				
- basic	6,636,000	7,260,000	6,947,000	7,618,000
- diluted	7,140,000	7,263,000	7,378,000	7,642,000