

DATE: August 6, 2002

FROM:

King Capital Corp.
5500 Wayzata Boulevard, Suite 725
Golden Valley, Minnesota 55416

Peter J. King
(763) 593-0051

FOR IMMEDIATE RELEASE

**SUNRISE INTERNATIONAL LEASING REPORTS STRONG
SECOND-QUARTER RESULTS**

GOLDEN VALLEY, Minn., August 6, 2002 — Sunrise International Leasing Corporation (SILC), a wholly owned subsidiary of privately held King Capital Corp., today announced financial results for the second quarter and six months ended June 30, 2002.

The company reported net income of \$3.4 million, up 6 percent from \$3.2 million for the comparable 2001 period. Profitability for this quarter was favorably affected by improved quality of the company's portfolio and increased demand for used equipment sold by Redirect Tech, the company's remarketing subsidiary. Revenue decreased 40 percent to \$31.7 million, compared to \$52.4 million for the prior-year period.

For the six months ended June 30, 2002 net income decreased 9 percent to \$6.1 million, from \$6.7 million for the prior-year six months. SILC reported revenue of \$67.6 million, from \$103.3 million for the year-ago period. The year-to-date revenue decrease is a result of lower demand for new leases.

SILC is benefiting from a substantial improvement in its portfolio credit loss experience which has allowed it to reduce its provisions for bad debts and continue to record strong earnings. During the second quarter, the company also paid down \$36 million in debt, significantly reducing interest expense, and is now virtually debt free.

(more)

Outlook

For the full year, SILC expects to exceed last year's record of \$12.6 million in after-tax net income despite the reduced demand for leases. The improvement in the credit quality of its portfolio will have a continuing favorable effect on company profitability. Demand for used equipment at favorable prices also is expected to continue.

As previously announced, the company plans to leverage its borrowing capacity and market expertise to strategically pursue the acquisition of portfolios or other leasing companies.

About Sunrise International Leasing Corp

SILC's business consists primarily of the development of market-oriented vendor programs emphasizing the formulation of customized lease and rental programs for vendors of high technology and other equipment. The lease options offered by the company generally focus on short-term, fair market value leases. SILC is also a major reseller of high quality off lease used equipment through Redirect Tech, its remarketing subsidiary.

About King Capital Corp.

King Capital Corporation, established in 1975 and based in Golden Valley, Minn., offers a wide range of leasing options to manufacturers, distributors and resellers through its primary subsidiary, Sunrise International Leasing Corporation and high availability software through H.A. Technical Solutions, LLC.

SUNRISE INTERNATIONAL LEASING CORPORATION
CONDENSED STATEMENTS OF INCOME

| | Three Months Ended June 30, | | Six Months Ended June 30, | |
|---|--|--------------------|--------------------------------------|--------------------|
| | <u>2002</u> | <u>2001</u> | <u>2002</u> | <u>2001</u> |
| Revenues | \$ 31,690,000 | \$ 52,439,000 | \$ 67,613,000 | \$103,265,000 |
| Cost, expenses, and other | 25,266,000 | 46,218,000 | 56,085,000 | 90,652,000 |
| Income before provision for income taxes | 6,424,000 | 6,221,000 | 11,528,000 | 12,613,000 |
| Provision for income taxes | 3,018,000 | 3,051,000 | 5,417,000 | 5,928,000 |
| Net Income | \$ 3,406,000 | \$ 3,170,000 | \$ 6,111,000 | \$ 6,685,000 |

###