

DATE: February 24, 2003

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 CORPORATION REPORTS FOURTH-QUARTER
RESULTS AND RECORD 2002 NET INCOME**

GOLDEN VALLEY, Minn., February 24, 2003 — Sunrise International Leasing Corporation (SILC), a wholly owned subsidiary of privately held King Capital Corp., today announced unaudited financial results for the fourth quarter and fiscal year ended December 31, 2002.

For the fourth quarter, SILC reported net income of \$4.1 million, up 41 percent from \$2.9 million recorded in the year-ago period. Due to the technology recession, revenue totaled \$21.1 million, compared to \$40.3 million for the prior-year period.

For the full year 2002, SILC recorded record net income of \$14.7 million, up 17 percent from \$12.6 million for the prior year. As expected, revenue was down 38 percent to \$117.4 million, from \$188.5 million realized in 2001.

“While revenue was considerably lower in 2002, we experienced a substantial increase in revenue from lease renewals and other remarketing activities which had a positive impact on gross margins, and expenses were substantially lower as well,” said Peter King, Sunrise CEO. “In addition, the company saw a significant reduction in defaults during the year on its seasoned portfolio of more than \$150 million in gross earning equipment. We were able to capitalize on the reduced costs and improved margins on end-of-lease equipment sales to achieve record levels of net income.”

SILC is debt free after paying off \$87.5 million in debt during the year. The Company continues to generate significant free cash flow, and at the present time has over \$47 million in cash and investments. It intends to use both its cash and substantial borrowing capacity to purchase lease portfolios or other leasing companies that fit the Company’s profile.

(more)

Outlook

“We expect 2003 to be another challenging year in the technology leasing industry,” said King. “SILC is well positioned, with no debt and substantial levels of cash and reserves, to withstand the current economic recession and to succeed in a recovery.”

With the continued reduction in demand for leased equipment, SILC is focused on allocating capital to available equipment portfolios or companies that meet the company’s business profiles. SILC also is currently negotiating with several vendors to develop new or to enhance existing programs utilizing SILC’s sophisticated systems and servicing capabilities.

About Sunrise International Leasing Corporation

SILC’s business consists primarily of developing and implementing 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, but it also provides a full range of lease and financing options. SILC also is a competitive reseller of high quality used equipment.

About King Capital Corp.

King Capital Corp., 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, SILC as well as high-availability software through H.A. Technical Solutions, LLC.

SUNRISE INTERNATIONAL LEASING CORPORATION
CONDENSED STATEMENTS OF INCOME

	<u>Three Months Ended</u> <u>December 31,</u>		<u>Twelve Months Ended</u> <u>December 31,</u>	
	<u>2002</u>	<u>2001</u>	<u>2002</u>	<u>2001</u>
Revenues	\$ 21,062,000	\$ 40,268,000	\$ 117,440,000	\$188,546,000
Cost, expenses, and other	13,392,000	34,737,000	89,769,000	164,822,000
Income before provision for income taxes	7,670,000	5,531,000	27,671,000	23,724,000
Provision for income taxes	3,605,000	2,599,000	13,005,000	11,150,000
Net Income	\$ 4,065,000	\$ 2,932,000	\$ 14,666,000	\$ 12,574,000

###