



European Capital Invests €488 Million in 21 Companies Since August 2005 Formation;
€313 Million in 13 Companies Year to Date

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CAPITAL RAISING

- **European Capital Obtains €400 Million (\$474 Million*) Credit Facility**
- **October 2005 Equity Offering Raises €750 Million (\$900 Million*) of Equity Commitments**

European Capital Obtains €400 Million (\$474 Million*) Credit Facility

In February 2006, European Capital announced that it obtained commitments from affiliates of Wachovia Bank, NA and Harris Nesbitt Corp. for a €400 million (\$474 million*) multi-currency revolving credit facility, denominated in Euros, Pounds Sterling and U.S. Dollars. The ability to make draws under the facility expires in February 2008, unless the facility is extended prior to such date for an additional one or two years. Interest on borrowings under the facility is charged at either the applicable base rate, EURIBOR or LIBOR, plus 110 basis points. The facility is secured by investments made by European Capital and has a variable advance rate. At closing, European Capital borrowed €111 million (\$132 million*) under the facility to repay intercompany debts to its affiliate, American Capital, associated with the formation of European Capital.

For the complete press release go to:

http://www.ecas.com/news/press_releases/pr/pr.cfm?p_pr=pr20060228_1.html

**Exchange rate as of announcement date, 28/02/06.*

October 2005 Equity Offering Raises €750 Million (\$900 Million*) of Equity Commitments

In October 2005, European Capital Limited announced that it had closed on the offering of €750 million (\$900 million*) of equity commitments. An aggregate of €229 million (\$275 million*) of equity commitments were provided by third party institutional investors with the balance provided by American Capital. These equity commitments were privately placed. European Capital Limited expects to draw down the equity commitments over an approximately two year period to fund its investments and operations in the ordinary course of business.

The equity interests in European Capital Limited described above have not been and will not be registered under the United States Securities Act of 1933, as amended, or the laws of any other jurisdiction and may not be offered or sold in the United States absent registration or an applicable exemption from registration requirements.

Consent under the Control of Borrowing (Bailiwick of Guernsey) Ordinance, 1959 as amended, has been obtained by European Capital Limited. Neither the Guernsey Financial Services Commission nor the States of Guernsey Policy Council takes any responsibility for the financial soundness of European Capital Limited or for the correctness of any of the statements made or opinions expressed with regard to it.

For the complete release go to:

http://www.ecas.com/news/press_releases/pr/pr.cfm?p_pr=pr20051006.html

**Exchange rate as of announcement date, 06/10/05.*

NEW INVESTMENTS

European Capital has invested €57 million in two One Stop Buyouts™ and €431 million in 19 mezzanine investments in private equity buyouts since its August 2005 formation.

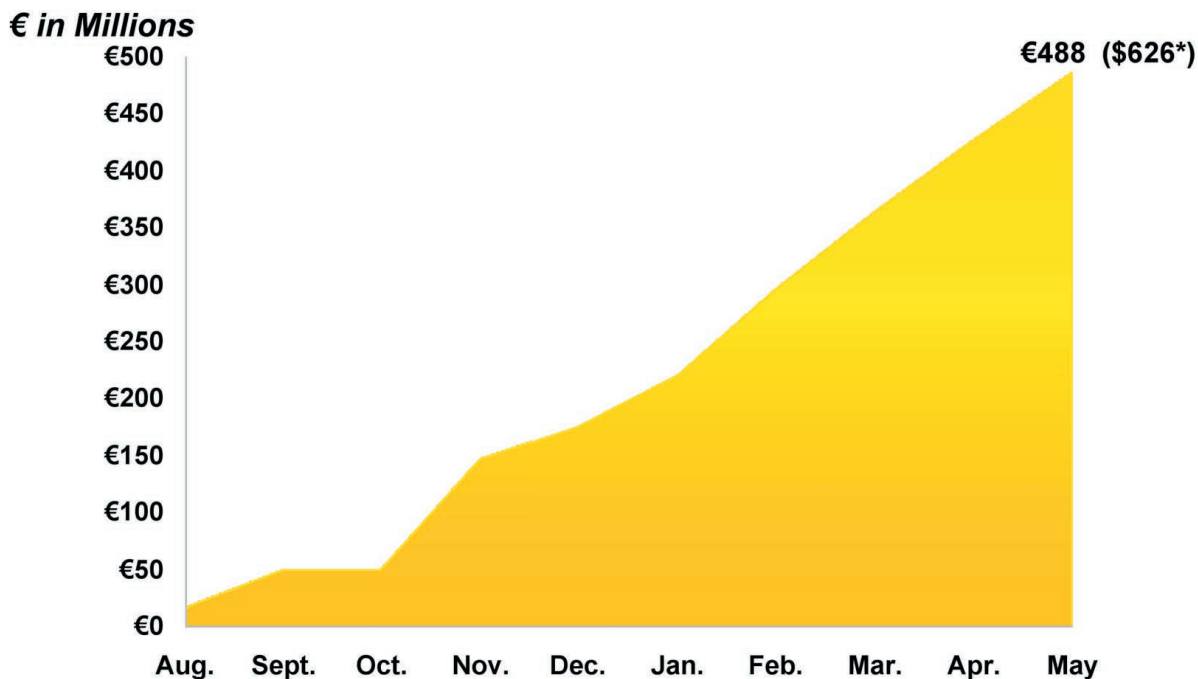
Company Name	Business Description	Transaction Type	Equity Sponsor	Financing Amount (000)	Location	Date Funded
 Young's Bluecrest Seafood Ltd.	Supplier and processor of fish and seafood	Mezzanine in Private Equity Buyout	CapVest Equity Partners	€ 35,000	London	5/06
 Autodis SA	Independent distributor of auto parts in France	Mezzanine in Private Equity Buyout	Investcorp	€ 25,000	London	5/06
 Cegelec Solutions & Services	International engineering group providing electrical contracting services	Mezzanine in Private Equity Buyout	LBO France	€ 12,000	Paris	4/06
 UPC Norway	Norwegian cable operator	Mezzanine in Private Equity Buyout	Candover Equity Partners	€ 34,500	London	5/06
 NYBRON FLOORING INTERNATIONAL	Manufacturer of wood flooring	Mezzanine in Private Equity Buyout	Vester Capital Partners	€ 29,000	London	3/06
 Onduline	Global supplier of corrugated bitumen sheets to the roofing market	Mezzanine in Private Equity Buyout	ABN AMRO Capital France, Astorg Partners	€ 20,000	Paris	3/06
Undisclosed	Undisclosed	Mezzanine in Private Equity Buyout	Undisclosed	€ 39,500	London	3/06
 ALMA Consulting Group	French provider of tax recovery and cost reduction services for companies	Mezzanine in Private Equity Buyout	Apax Partners	€ 22,500	Paris	2/06
 TES	Provider of classified advertising for job vacancies in U.K. schools, colleges and universities	Mezzanine in Private Equity Buyout	Exponent Private Equity	€ 24,000	London	2/06
 TOKHEIM	European supplier of retail fuel systems	Mezzanine in Private Equity Buyout	Electra Partners Europe	€ 14,000	Paris	2/06
 Mecadrom	Distributor of motorcycle and bicycle gear and accessories in France	European Capital One Stop Buyout™		Undisclosed	Paris	2/06

NEW INVESTMENTS (continued)

Company Name	Business Description	Transaction Type	Equity Sponsor	Financing Amount (000)	Location	Date Funded
 Poliris	French online publisher of real estate housing listings for real estate agencies	Mezzanine in Private Equity Buyout	3i	€ 13,000	Paris	1/06
 Partners in Lighting International N.V.	European manufacturer of lighting fixtures for consumer and commercial environments	Mezzanine in Private Equity Buyout	CVC Capital Partners	€ 19,000	London	1/06
 Fitness First	Global chain of health and fitness clubs	Mezzanine in Private Equity Buyout	BC Partners	€ 29,000	London	12/05
 Eau Ecarlate	Supplier of branded fabric care products to the French retail market	Mezzanine in Private Equity Buyout	Axa Private Equity	€ 35,000	Paris	11/05
 SBS Broadcasting S.A.	Pan-European broadcaster	Mezzanine in Private Equity Buyout	Perimira, Kohlberg Kravis Roberts & Co.	€ 14,000	London	11/05
 Terreal	Manufacturer of clay roof tiles and bricks	Mezzanine in Private Equity Buyout	LBO France	€ 13,000	London	11/05
 Moeller	Supplier of low voltage electrical distribution and automation components for industrial, commercial and residential use	Mezzanine in Private Equity Buyout	Doughty Hanson & Co.	€ 7,000	London	11/05
 Marco Polo Foods	Producer in the European commercial sushi market	European Capital One Stop Buyout™		€ 29,000	Paris	11/05
 SigmaKalon	Manufacturer and distributor of decorative paint in Europe	Mezzanine in Private Equity Buyout	Bain Capital	€ 33,000	London	9/05
 Polyconcept, Inc/ Global Promo Group	Global leader in specialty advertising and promotional products industry	Mezzanine in Private Equity Buyout	Investcorp Capital Partners	€ 17,000	London	8/05

European Capital Cumulative Investments

August 2005 – May 2006



*Exchange rate as of 31/05/06.

CORPORATE NEWS

European Capital Expands to 41 Employees in Two Offices

European Capital currently has 41 employees in its U.K. Buyout Team, Paris Buyout and Mezzanine Team, Pan European Mezzanine Team, Finance Team, Financial Analysis and Compliance Team and Information Technology Department.

For more information about the European Capital go to:

http://www.ecas.com/our_people/our_people.cfm