

CAPITAL POINT PARTNERS

**For Immediate Release:
October 2006**

Contact:

Jeff Sangalis, Managing Partner	713.964.2766
Alfred Jackson, Managing Partner	713.853.2311
Don Rice, Managing Partner	610.519.1336

CAPITAL POINT PARTNERS ANNOUNCES INITIAL CLOSING OF CAPITAL POINT PARTNERS, L.P.

Houston, TX – October 5, 2006 – Capital Point Partners, LLC announced today the formation and initial closing of its Capital Point Partners, L.P. mezzanine fund. Jeff Sangalis, Managing Partner of Capital Point Partners, stated that he was “very pleased with the outstanding quality of the investors and advisors that have committed to the fund and its investment activities”.

Focused on mezzanine investments, the fund closing represents the fourth independent mezzanine fund and sixth investment vehicle for Jeff Sangalis and Don Rice. Working together, they have invested over \$1 billion in more than 75 transactions dating back to the mid 1980’s. The addition of Alfred Jackson as Managing Partner further complements the team’s skill sets and experience. Capital Point Partners, L.P. will provide mezzanine capital for buyouts/acquisitions, expansions, and recapitalizations. Investments will be made primarily from \$3 – 15 million in a variety of industries and geographic territories.

Parties interested in learning more about Capital Point Partners’ value-added mezzanine products should contact Jeff Sangalis, Managing Partner, at 713.964.2766 or visit our website at www.cappoint.com.

Capital Point Partners
4801 Woodway, Suite 300 East
Houston, TX 77056
713.964.2765
713.964.2769 Fax
www.cappoint.com
www.subdebt.com

This press release is neither an offer to sell nor a solicitation of an offer to buy limited partnership interests. The offering of limited partnership interests will be made only by means of a prospectus.