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**LM CAPITAL GROUP ANNOUNCES ADDITIONAL ALLOCATION
FROM ILLINOIS STATE BOARD OF INVESTORS**

SAN DIEGO — (February 26, 2007) — LM Capital Group, LLC, a leading San Diego-based fixed income investment manager for institutional clients, announced that it has received \$118 million in additional assets from the Illinois State Board of Investments (ISBI). This latest investment increases the total ISBI assets to approximately \$288 million invested in LM Capital Group’s Intermediate Fixed-Income investment strategy.

Managing Director of LM Capital, John Chalker said, “We are very pleased to be entrusted with these additional funds from ISBI. It’s a great vote of confidence in our firm and our investment process when an existing client allocates additional funds to us. The firm’s Intermediate fixed income strategy utilizes a long-term macro economic, fundamental investment approach incorporating Global Scenario Planning to assemble portfolios representing the most attractive fixed-income investment opportunities. The Intermediate Fixed Income strategy generally consists of securities between three and ten years in maturity and is comprised of Treasuries, agencies and investment-grade (A/A2 min. or better) corporate issues.”

About LM Capital Group, LLC

LM Capital Group, LLC is a San Diego-based independent investment advisory firm registered under the Investment Advisors Act of 1940. The firm was founded in 1989 by Luis Maizel and John Chalker to provide fixed income investment services to institutional investors and is employed by public agencies, corporations and foundations across the United States. LM Capital Group manages nearly \$3 billion in four fixed income strategies: short-term, intermediate-term, core, and opportunistic core (core plus). For more information on LM Capital Group, please contact Richard Deary at 619.814.1401, or visit the LM Capital Group website at www.lmcapital.com.

NEWS RELEASE

Note to editors: A color photograph of John Chalker is available at:
www.mjemarketing.com/media/LMCapital/Chalker.jpg