

## **CapitalSource Extends and Increases \$42.5 Million Loan to Electric Guard Dog**

**Chevy Chase, Md. (September 8, 2011)**—CapitalSource, one of the leading commercial lenders in the United States, announced today that it has closed a \$12.5 million increase to its revolving credit facility with Electric Guard Dog, which is the leading theft-deterrent service in the country. The terms of the facility also were modified, including a multi-year extension of the facility commitment, to give Electric Guard Dog the financial flexibility necessary to support its aggressive growth plans.

Electric Guard Dog is best known for its patented perimeter security system, which stops crime before it happens. This solar-powered system integrates multiple technologies, including non-lethal electronic fencing to deter intruders, perimeter breach detection and monitoring, video security services, wireless communication, and integrated interior intrusion products. Based in Columbia, S.C., it deploys its unique security solution at more than 2,550 commercial locations nationwide.

Electric Guard Dog has had 14% annual organic growth since 2007. It was recently ranked 29<sup>th</sup> on *SDM's* list of the top security companies in the U.S.

With the facility increase, Electric Guard Dog now has a \$42.5 million line of credit with CapitalSource. The company will use the proceeds from the loan extension to refinance existing debt and provide working capital to support additional growth in the coming years.

"We have been a CapitalSource customer since 2007 and this additional financing will enable us to meet the rising demand for our services," said Jack DeMao, CEO of Electric Guard Dog. "In this economy, more customers are coming to us to cut their security costs while improving security at the same time."

"Electric Guard Dog has a unique service offering and, despite the difficult economy, has exhibited consistent positive performance the past few years," said Will Schmidt, managing director for the CapitalSource Security Lending Group. "The company has a large base of blue-chip national accounts, including the market leaders in all its vertical markets, which results in low attrition rates and a growing profile in this recession-resistant industry."

CapitalSource's Security Lending Group works with middle-market companies across multiple verticals and provides a broad range of products to address the complex challenges of the security industry. It specializes in providing innovative debt facilities to companies who protect life, property, information and the U.S. homeland.

### **About CapitalSource**

*CapitalSource Inc. (NYSE: CSE) is a commercial lender that provides financial products to small and middle market businesses nationwide and offers depository products and services in southern and central California through its wholly owned subsidiary CapitalSource Bank. As of June 30, 2011, CapitalSource had total assets of \$9.3 billion and \$4.8 billion in deposits. Visit [www.capitalsource.com](http://www.capitalsource.com) for more information.*

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