



MEDIA RELEASE

ARCAPITA TO DISPOSE OF ITS ONE THIRD STAKE IN THE ZEPHYR WIND FARM PORTFOLIO FOR AN EQUITY CONSIDERATION OF £145 MILLION

FOR IMMEDIATE RELEASE

(Manama, 22 August 2007) - Arcapita Bank B.S.C.(c), a leading international investment firm headquartered in Bahrain, announced today that its affiliates have entered into a binding agreement with Infracapital Partners LP, the European focused infrastructure fund managed by Prudential M&G, and a subsidiary of an investment entity advised by JPMorgan Asset Management, to sell its one third stake in Zephyr Investments Limited ("Zephyr"), for a total consideration of £145 million. Each of the purchasers, who are already shareholders in Zephyr, will separately acquire 50% of Arcapita's investment in Zephyr.

Zephyr owns a portfolio of 17 wind farms in the United Kingdom with a combined capacity of 391MW, which represent approximately 20 percent of the installed wind power capacity in the UK. Arcapita and its co-investors acquired a one third stake in Zephyr in 2004. The other shareholder of Zephyr is RWE Npower, a leading integrated UK energy company.

Atif A. Abdulmalik, Chief Executive Officer of Arcapita stated, "The divestment of our interest in Zephyr after a three year holding period will allow our investors to generate a substantial return on their original investment. Zephyr has been one of Arcapita's most profitable investments to date and demonstrates our ability to source high quality investment opportunities."

Asim Zafar, Executive Director and Global Head of Asset Based Investments commented, "Security of energy supply and environmental concerns have recently drawn increased attention to the value of renewable energy. The renewable energy production targets set by the UK Government, together with the strong national wind resource, make Zephyr an attractive asset for any forward looking investor."

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NOTES TO EDITORS

About Arcapita

Headquartered in Bahrain with offices in Atlanta, London and Singapore, Arcapita's four principal lines of business are corporate investment, real estate investment, asset-based investment and venture capital. To date, the Bank has completed 60 transactions with a total value of more than \$19.2 billion and has exited from 14 portfolio investments for a total transaction value in excess of \$3.5 billion. Arcapita's mission is to provide innovative and distinctive investment opportunities that generate superior risk-adjusted returns whilst adhering to Islamic principles.

Full details of Arcapita can be found at www.arcapita.com