



Recent Developments

[3 September 2008](#) – Fremont General Corporation announced today that the Boards of Directors of Fremont General and Fremont Reorganizing Corporation (formerly known as Fremont Investment & Loan) (“FRC”) accepted the voluntary resignation of both Stephen H. Gordon and David S. DePillo, as Chief Executive Officer and President for both the Company and FRC, effective September 30, 2008. Additionally, the Company also announced that Richard A. Sanchez has been appointed Interim Chief Executive Officer for Fremont General and FRC, effective October 1, 2008.

[25 July 2008](#) – Fremont General Corporation announced today that the Company completed the sale of a substantial portion of FIL’s remaining assets, including all of its branches and 100% of its deposits, to CapitalSource Bank, a newly formed California industrial bank and indirect wholly-owned subsidiary of CapitalSource Inc.

[17 July 2008](#) - Fremont General Corporation announced today that the United States Bankruptcy Court for the Central District of California, Santa Ana Division issued a court order granting the motion filed by the Company on June 23, 2008, which sought approval to consummate the acquisition by CapitalSource Inc., through its newly formed California industrial bank subsidiary, CapitalSource Bank, of a substantial portion of Fremont Investment & Loan’s assets, including all of FIL’s branches, and the assumption of all of FIL’s deposits pursuant to the terms and conditions of the Purchase and Assumption Agreement, dated April 13, 2008.

[23 June 2008](#) – Fremont General Corporation announced today that the United States Bankruptcy Court for the Central District of California, Santa Ana Division entered a court order that imposes substantial restrictions on the trading of the Company’s common stock, par value \$1.00 per share, for those holders that are “Substantial Equityholders,” effective as of June 18, 2008.

[18 June 2008](#) – Fremont General Corporation announced the following today:

- (1) CapitalSource Inc. has received all requisite regulatory approvals for purchase of bank deposits and branches and certain bank assets by newly approved CapitalSource Bank;
- (2) Fremont General Corporation (parent company) has filed for relief under Chapter 11 of the U.S. Bankruptcy Code; and
- (3) Fremont General Corporation files motion with bankruptcy court for approval of CapitalSource transaction

[3 June 2008](#) – Fremont General Corporation, doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, announced that FIL completed the previously announced sale of its remaining mortgage servicing rights on their \$12.2 billion serviced loan portfolio (as of March 31, 2008) to Litton Loan Servicing LP, a Delaware limited partnership and an affiliate of Goldman, Sachs & Co. as contemplated by the Asset Purchase Agreement entered into between FIL and Litton on May 7, 2008.

[2 June 2008](#) – Fremont General Corporation announced today that the Company entered into a Forbearance Agreement with Tennenbaum Multi-Strategy Master Fund, the majority holder of the Company’s \$166.5 million of Series B 7.875% Senior Notes due March 2009.

[9 May 2008](#) - Fremont General Corporation is today providing updated information on matters that pertain to its previously announced transactions with CapitalSource, Inc. and Litton Loan Servicing LP as well as with respect to its future plans.

[8 May 2008](#) - Fremont General Corporation doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, announced today that FIL has entered into an Asset Purchase Agreement with Litton Loan Servicing LP, a Delaware limited partnership and an affiliate of Goldman Sachs & Co., that provides for the sale of FIL’s remaining mortgage servicing rights on their \$12.2 billion serviced loan portfolio (as of March 31, 2008).



[16 April 2008](#) - Fremont General Corporation doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, announced on April 15, 2008 that trading in the Company's Common Stock and the 9% Trust Originated Preferred Securities of Fremont General Financing I will be suspended by the New York Stock Exchange prior to the opening of trading on Thursday, April 17, 2008.

[15 April 2008](#) - Fremont General Corporation doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, announced today that, as set forth in an April 14, 2008 news release issued by the NYSE Regulation, Inc., trading in the Company's Common Stock and the 9% Trust Originated Preferred Securities of Fremont General Financing I will be suspended by the New York Stock Exchange prior to the opening of trading on Thursday, April 17, 2008.

[14 April 2008](#) - Fremont General Corporation doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, is providing additional information with respect to the net premium associated with its announcement earlier today that the Company and the Bank had entered into a definitive purchase and sale agreement with CapitalSource TRS Inc., a wholly-owned subsidiary of CapitalSource, Inc., that provides for the purchase of substantially all of the Bank's assets, which includes the Bank's participation interest in certain previously sold commercial real estate loans, the assumption of all the Bank's deposits and the acquisition of all the Bank's branches, by a California industrial and loan bank to be organized and wholly owned by the Purchaser.

[14 April 2008](#) - Fremont General Corporation doing business primarily through its wholly-owned bank subsidiary, Fremont Investment & Loan, announced today that the Company, Fremont General Credit Corporation and the Bank had entered into a definitive purchase and sale agreement with CapitalSource TRS Inc., a wholly-owned subsidiary of CapitalSource, Inc., that provides for the purchase of substantially all of the Bank's assets, which includes the Bank's participation interest in certain previously sold commercial real estate loans, the assumption of all the Bank's deposits and the acquisition of all the Bank's branches, by a California industrial bank to be organized and wholly owned by the Purchaser.

[8 April 2008](#) - Fremont General Corporation announced today that on April 3, 2008, Fremont General received written notice from the New York Stock Exchange that the Company's common stock price was below the quantitative continued listing standard that requires a listed company's security to maintain an average closing price of not less than \$1.00 over a consecutive 30 day trading period. The Company was also advised that NYSE Regulation staff reserved the right to take accelerated action in the event the Company's common stock traded at levels deemed to be "abnormally low" over a sustained period of time.

[28 March 2008](#) - Fremont General Corporation announced today that on March 26, 2008, the Federal Deposit Insurance Corporation, with the concurrence of the California Department of Financial Institutions, issued a Supervisory Prompt Action Directive to Fremont Investment & Loan, to Fremont General and to Fremont General Credit Corporation, the Company's wholly-owned subsidiary and direct parent to the Bank.

[20 March 2008](#) - Fremont General Corporation announced today that Fremont Investment & Loan has entered into a definitive agreement to sell the mortgage servicing rights to mortgage loans currently held in certain securitization trusts sponsored by an affiliate of Carrington Capital Management, LLC ("CCM") to Carrington Mortgage Services, LLC, a wholly-owned subsidiary of CCM.

[18 March 2008](#) - Fremont General Corporation announces intention to delay the scheduled interest payment on its senior debt as it attempts to negotiate a comprehensive debt restructuring with its majority senior debt holder.

[12 March 2008](#) - Fremont General Corporation announced today the following:

- (4) The Board of Directors of the Bank appointed Mr. Mark E. Schaffer, Mr. Robert J. Shackleton, Mr. John C. Loring and Mr. Richard A. Sanchez to serve as directors, effective March 10, 2008.
- (5) Due to continuing ongoing review and determination of adjustments to 2007 consolidated financial statements, Fremont General's 2007 Report on Form 10-K will continue to be delayed and the Annual Meeting will be postponed.
- (6) Separation of Ronald J. Nicolas, Jr., Executive Vice President and Director of Corporate Development and Alan W. Faigin, Senior Vice President



[4 March 2008](#) – Fremont General Corporation announces receipt of notice of covenant default with respect to guaranties issued in connection with certain prior residential sub-prime loan sale transactions.

[28 February 2008](#) – Fremont General Corporation announced today the following:

- (1) In connection with ongoing reviews and preparation of its year-end financial statements, additional reserves and write-downs (or alternatively, adjustments to bank subsidiary's regulatory capital) are possible, which could adversely impact company and bank subsidiary's capital;
- (2) Timing of completion of ongoing review and determination of final adjustments is uncertain and will cause delay in filing of Fremont General's 2007 annual report on form 10-K and delay in holding previously announced combined 2007 and 2008 annual meeting of shareholders;
- (3) Company working with its investment banking firms, Credit Suisse Securities (USA), LLC ("Credit Suisse") and Sandler O'Neil & Partners, L.P. ("Sandler O'Neil"), to explore strategic alternatives, including raising capital, restructuring debt, as well as possible sale of the company; and
- (4) Company announces intention to defer interest payments on its junior subordinated debentures and related 9% trust originated preferred securities issued by its trust subsidiary.

[4 February 2008](#) – Fremont General Corporation announced today that it has changed the location of the Company's principal executive office from Santa Monica, California to FIL's corporate headquarters in Brea, California, effective February 1, 2008.

[14 January 2008](#) – Fremont General Corporation announced today that FIL has entered into a definitive agreement to sell the fixed assets and assign its lease obligation of its Irving, Texas loan servicing facility. Pursuant to the agreement, FIL will receive cash for the sale of the fixed assets and the assignment of its lease obligations to the Irving Facility.

[9 January 2008](#) – Fremont General Corporation announced today the appointments of five new members to the Company's Board of Directors, effective January 8, 2008. The new appointees, John C. Loring, Barney R. Northcote, Richard A. Sanchez, Mark E. Schaffer and Robert J. Shackleton will be replacing outgoing directors Thomas W. Hayes, Robert F. Lewis, Russell K. Mayerfeld, Dickinson C. Ross and James A. McIntyre. The Company also announced the combined 2007 and 2008 Annual Meeting of Shareholders will be held on April 16, 2008.