



Challenger Capital Group Secures Senior Financing

Preferred Medical Holding LLC, a Dallas-based provider of outpatient medical imaging and pain management services, completes a \$17 million senior credit facility

DALLAS, May 18, 2010 – Challenger Capital Group, Ltd., a Dallas-based full-service investment bank, announced today that it has secured a \$17.0 million senior credit facility for Preferred Medical Holdings (“PMH”) from BBVA Compass. The facility is structured as a \$14.0 million term loan, a \$2.0 million revolving credit facility, and a \$1.0 million capital expenditures facility. The funds will primarily be used to refinance existing debt, fund a potential acquisition, and allow for a one-time dividend to existing management, all without diluting the ownership of PMH. The deal provides an infusion of growth capital and liquidity, under reasonable covenant restrictions, and establishes a large bank relationship to position the company for additional senior capital in the future.

Headquartered in Plano, Texas, PMH is the largest privately held provider of outpatient imaging and invasive pain management services in North Texas. Since its inception in 2000, PMH has continued to expand operations through development and acquisition of additional centers as well as other business ventures. In addition to the senior credit facility, Challenger also helped PMH to secure a \$1.0 million term loan with BBVA Compass to finance a new medical laboratory testing and services venture.

James Webb, Chairman and CEO of PMH commented, “From inception to conclusion, Jeff, Greg, and the Challenger team have been a model of professionalism, diligence, and enthusiasm. We look forward to continuing to work with this dynamic team well into the future.”

“It has been a privilege working for such a dynamic management team. Under their leadership, PMH has been and will continue to be one of the more exciting growth stories in the sector.” Said Jeff Matthews, Challenger Managing Director and Lead Banker on the transaction. “I could not think of a more deserving group of people.”

About Challenger Capital Group

Challenger Capital Group, a full-service investment bank with offices in Dallas and Chicago, has an impressive transaction resume that draws upon experience from a wide spectrum of industry sectors. Challenger’s industry expertise includes transactions in consumer products, industrial products, food service, retail, energy, entertainment, healthcare, media, natural gas, oilfield service, publishing and the telecom sectors. For more information, please visit www.challengercapitalgroup.com.

About Preferred Medical Holdings

Preferred Medical Holdings is the largest privately held provider of outpatient medical imaging and invasive pain management services in North Texas. PMH’s current platform consists of 11 owned and operated fixed-base imaging centers, 12 owned and operated pain management partnerships, a laboratory testing and services company, a wholly owned billing company, a wholly owned medical transcription company, a wholly owned management company and a women’s health division. For more information, please visit www.preferredmri.com.

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