

2008 Asset Holding Corp.



July 1, 2009

2008 Asset Holding Corp. (formerly, GSC Capital Corp., the "Company") is reporting today certain developments with respect to the rights of shareholders and the holders of its \$97.9 million aggregate face value 7.25% Convertible Senior Notes due 2010 (the "Notes").

As reported previously, due to the surge in mortgage delinquencies and foreclosures, and resulting downgrades and discounting of securities backed by mortgages, the Company did not consummate a Qualifying IPO (as defined in the Indenture governing the Notes). Because of the Company's operating results and financial position, the Company has been unable to satisfy its obligations to the Note holders under the Indenture. Although the Company defaulted under the terms of the Indenture, throughout 2008 to the present time, the Note holders have been operating under an informal forbearance arrangement as the Company pursued the disposition of its remaining assets. As reported previously, the Board of Directors, in consultation with its legal and financial adviser(s), determined that the Company's equity is valueless, and the Company cannot continue as a going concern. For most of 2008 and 2009, the Company has been analyzing all available options including a potential Chapter 11 proceeding or Chapter 7 liquidation under the Bankruptcy Code.

This week, the Company filed a voluntary petition under Chapter 11 of the Bankruptcy Code in order to dispose of its remaining assets. In bankruptcy, the Company anticipates that the financial recovery to the Company's Note holders and other creditors will be approximately \$2 million. Because shareholders' claims and interests are subordinate to the claims of these creditors, and these creditors will receive substantially less than payment in full, the shareholders will not be entitled to, and will not receive, any recovery in the bankruptcy. The recovery to shareholders will be formally and finally determined at the time that the Company's plan is confirmed in the bankruptcy proceeding. We expect that this matter will be concluded during the third or fourth quarter of 2009. We will notify Note holders and shareholders at that time. In the meantime, if you have any questions regarding this notice, please contact Carl J. Crosetto at 973.437.1007.

Important Notice: This information is a general description of the current state of the Company and the value of your investment. It does not address any specific tax consequences that may be relevant to you based on your particular circumstances. We urge you to consult your personal tax advisor before you make any decisions about the tax treatment of your investment.