

News Release

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**MONTGOMERY FINANCIAL SERVICES CORPORATION
ANNOUNCES FUNDING EVENT
Subordinated debt investment to fuel
MFSC's service and geographic expansion, brand change**

SAN MATEO, Calif. (April 2, 2003) ---- Rick Giorgetti, president and CEO of Montgomery Financial Services Corporation (MFSC) a regional finance and accounting outsourcing firm, today announced the completion of a round of subordinated debt financing of approximately \$1 Million. The Company also announced its intention to change its name from Montgomery Financial Services Corporation to Montgomery Professional Services Corporation (MPSC) to reflect a broader service vision.

Mr. Giorgetti commented on the transaction and the future of the company. "Since joining MFSC, we have been working hard to create a growth oriented business plan that will reward clients, investors and employees in this venture. We have succeeded in developing a sustainable vision for the company that includes the addition of several practice areas and a new service area. I am very pleased that the investor community has responded and is willing to devote financial resources to this vision."

Founded in 1989, MFSC has earned a solid reputation for outsourcing the finance, accounting and tax departments of small to mid-cap companies in the greater Bay Area. Going forward, Mr. Giorgetti will implement a business plan that will include the addition of a marketing services practice (already in operation), a human resources practice, and an IT services practice – all operating within the outsourcing business model. In Addition, MFSC will debut an interim services division focusing on professional level talent. These services will be rolled out from the San Mateo headquarters as well as in the soon to be launched service branches in San Jose and Sacramento.

According to Giorgetti, "the timing is right for these professional services to excel in the Northern California marketplace providing a value proposition for companies seeking to limit their overhead exposure yet receive the expertise they need to excel."

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Henry Montgomery, the company's founder and Chairman of the Board, commented on the direction the firm is taking. "I was looking for a leader who can drive this business to sustained growth and profitability. Since Giorgetti has come on board we have added significant new business, raised investment funds to fuel growth and are implementing dynamic additions to this model. I am excited for our opportunities and look forward to working alongside Rick and his management team in implementing this vision."

Kyle Krajewski, Managing Director of Marketing, will take on the responsibility of branding the new entity. "The Montgomery name is already well known throughout the Valley. Taking it to the next level is only a matter of delivering high quality timely service to our clients and communicating our abilities consistently in a number of different mediums. The Company will be re-branded in the coming weeks with a new logo and website URL."

Mr. Krajewski also runs the marketing consulting services division, in operation since mid-2002. "Krajewski's success has helped our investors see the vision," remarked Giorgetti. "He launched the marketing practice in June 2002 and in a short time was operating profitably with increasing revenues from month to month. His success shows that we can effectively transition our model to other service areas."

About Montgomery Financial Services Corporation (MFSC):

MFSC is a San Mateo based outsourced professional services firm. Founded in 1989, the company has focused in the finance, accounting and tax service categories. In Q2 2003, the company will be re-branded Montgomery Professional Services Corporation (MPSC) and over time will provide complete back office outsourcing and interim placement solutions.

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