

CAPITAL MARKETS ANNOUNCEMENT

Medallion Financial Corp. Announces the Closing of its Offering of \$30 Million of 9.00% Notes due 2021

Sandler O'Neill + Partners, L.P. served as joint book-running manager for this offering.

This transaction represents the third BDC bond offering that Sandler O'Neill has acted as book-runner on since January 1, 2015, and this transaction is the 57th senior note or subordinated note transaction since January 1, 2014 in which Sandler O'Neill acted as a placement agent, sole underwriter or book-runner.¹

About the Offering:

Medallion Financial Corp. (NASDAQ: TAXI) announced the closing of its offering of \$30 million in aggregate principal amount of 9.00% senior unsecured notes due 2021.

The Notes may be redeemed in whole or in part at the Company's option on or after April 15, 2020. The Company has also granted the underwriters a 30-day option to purchase up to an additional \$4.5 million in aggregate principal amount of Notes to cover over-allotments. The Company intends to use the net proceeds from the offering to make loans to and other investments in portfolio companies and for general corporate purposes, including repaying borrowings under its credit facilities in the ordinary course of business and expanding its operations.

The Notes are expected to be listed on The NASDAQ Global Select Market and to trade thereon within 30 days of the first original issue date of the notes under the symbol "TAXIL".

This announcement is for informational purposes only and does not constitute an offer to sell or the solicitation of an offer to buy securities.

About the Company:

Medallion Financial Corp. is a specialty finance company with a leading position in the origination and servicing of loans financing the purchase of taxicab medallions and related assets. The Company also originates and services loans in other commercial industries, and its wholly-owned portfolio company, Medallion Bank, also originates and services consumer loans.

April 15, 2016

\$30 Million

9.00% Senior Unsecured Notes
Due 2021



Joint Book-Running Manager
SANDLER O'NEILL + PARTNERS

(1) Source: SNL Financial and Sandler O'Neill + Partners, L.P.

Sandler O'Neill Contacts:

Bob Kleinert

Managing Principal
(212) 466-7806

Emmett Daly

Principal
(212) 466-7955

Jacques de Saint Phalle

Principal
(212) 466-7721

Jennifer Docherty

Managing Director
(212) 466-7796

Avi Barak

Managing Director
(212) 466-7908

Susan Weinberg

Managing Director
(212) 466-7807

James Furey

Managing Director
(212) 466-7934

Matt Landolphi

Analyst
(212) 466-7732