



Keating Capital Reports Q3 2010 Quarterly Results

Late Stage, Pre-IPO Investor Provides Financial and Operational Update

November 15, 2010 - Greenwood Village, Colorado - [Keating Capital, Inc.](#) ("Keating" or the "Company") a closed-end fund focused on making pre-IPO investments, has filed its Quarterly Report on Form 10-Q announcing results for the quarter ended September 30, 2010. The 10-Q is available at <http://ir.keatingcapital.com/sec.cfm> or at www.sec.gov.

Highlights of Keating's Quarterly Report include:

Capital Raise

- During the quarter ended September 30, 2010, the Company raised gross proceeds of approximately \$4.6 million in its continuous public offering.
- During the nine months ended September 30, 2010, the Company raised gross proceeds of approximately \$11.9 million in its continuous public offering.
- Subsequent to the end of the third quarter and through the Company's most recent closing on November 10, 2010, the Company raised additional gross proceeds of approximately \$4.6 million in its continuous public offering. The Company continues to sell its common stock in its public offering which ends on June 30, 2011. From May 9, 2008 (Inception) through September 30, 2010, the Company has raised gross proceeds of approximately \$17.6 million through its initial private placement and its continuous public offering.

Portfolio Company Investments

- During the quarter ended September 30, 2010, the Company made a \$500,500 investment in the convertible preferred stock and warrants of [Livescribe, Inc.](#), an Oakland, California based developer and marketer of a mobile, paper-based computing platform consisting of smartpens, dot paper, smartpen applications, accessories, desktop software, an online community and development tools.
- During the quarter ended September 30, 2010, the Company made a \$999,991 investment in the convertible preferred stock of [Solazyme, Inc.](#), a San Francisco, California based renewable oil and green bioproducts company considered to be a leader in the development and commercialization of algal oil and bioproducts for the fuels and chemicals, nutritional and health sciences markets.
- Subsequent to the Company's third quarter end, the Company made a \$1.1 million investment in the convertible preferred stock of [MBA Polymers, Inc.](#), a Richmond, California based global manufacturer of recycled plastics using sourced goods, such as computers and electronics, to produce various types of plastics as green replacements for virgin plastics.

Operating Results

- For the quarter ended September 30, 2010, the Company reported: (i) investment income of \$12,428, (ii) operating expenses of \$426,614, (iii) a net investment loss of (\$414,186), (iv) a net unrealized gain on portfolio company investments of \$27,364, and (v) a resulting net decrease in net assets from operations of (\$386,822), or (\$0.26) per weighted average common share outstanding.
- For the nine months ended September 30, 2010, the Company reported: (i) investment income of \$36,047, (ii) operating expenses of \$1,263,624, (iii) a net investment loss of (\$1,227,577), (iv) a net unrealized gain on portfolio company investments of \$577,364, and (v) a resulting net decrease in net assets from operations of (\$650,213), or (\$0.59) per weighted average common share outstanding.

Net Assets

- As of September 30, 2010, the Company reported \$3,077,855 of investments in portfolio company securities at fair value and \$10,192,438 in cash and other short-term liquid investments and is actively seeking new portfolio company investment opportunities.
- As of September 30, 2010, the Company reported \$13,479,904 of net assets, or \$7.65 per share, based on 1,762,971 common shares outstanding.

The Company will host a conference call on Tuesday, November 16, 2010, to review financial and operational results for the

quarter ended September 30, 2010. The conference call is scheduled for 11:00 a.m. EST. You may pre-register for the call at <https://cc.readytalk.com/r/3j3w8mkz71nh>; and to participate in the call, please dial:

U.S. and Canada 1 (800) 913-8744

International +1 (212) 231-2902

In order to submit questions during the call, please use the following Web Login information:

- Meeting URL: <http://www.readytalk.com/?ac=8890133>
- Access Code: 8890133

An archived recording of the call will be available within three hours of completion at <http://keatingcapital.readytalk.com/>, and will be accessible until the Company's next conference call in Q1 2011.

About Keating Capital, Inc.

Keating Capital (www.KeatingCapital.com) is a business development company ("BDC") that specializes in making pre-IPO investments in innovative, high growth private companies that are committed to and capable of becoming public. Keating Capital provides individual investors with the ability to participate in a **unique fund that invests in a private company's late stage, pre-IPO financing round** - an opportunity that has historically been reserved for institutional investors.

Forward-Looking Statements

This announcement may contain certain forward-looking statements, including statements with regard to the future performance of Keating Capital, Inc. Words such as "believes," "expects," "projects," and "future" or similar expressions are intended to identify forward-looking statements. These forward-looking statements are subject to the inherent uncertainties in predicting future results and conditions. Certain factors that could cause actual results to differ materially are included in the "Risk Factors" section of Keating Capital's Prospectus, and include uncertainties of economic, competitive, and market conditions, and future business decisions all of which are difficult or impossible to predict accurately, and many of which are beyond the control of Keating Capital. Although Keating Capital believes that the assumptions underlying the forward-looking statements included herein are reasonable, any of the assumptions could be inaccurate and therefore there can be no assurance that the forward-looking statements included herein will prove to be accurate.