

News Release



Prudential Financial, Inc.
751 Broad Street
Newark, NJ 07102-3777
www.prudential.com

For Immediate Release
September 10, 2008

Contact: Theresa Miller
973-802-7455
theresa.miller@prudential.com

PRUDENTIAL FIXED INCOME MANAGEMENT MANAGES NEW \$500 MILLION CLO TRANSACTION

NEWARK, N.J. – Prudential Fixed Income Management has been selected as collateral manager for a recently closed \$500 million cash collateralized loan obligation transaction. Prudential Fixed Income Management is the primary fixed income asset management business of Prudential Financial, Inc. (NYSE: PRU).

“We’re proud to have participated in this transaction, one of the few bank loan deals to successfully close in today’s difficult markets,” said Jamie Dixon, product manager for Prudential Fixed Income Management’s U.S. collateralized debt obligation business. “At current levels, we believe the bank loan market offers the potential for excellent relative value for investors who want exposure to corporate loans.”

The transaction, part of Prudential’s Dryden series, closed August 28 with a portfolio comprised of primarily senior secured leveraged loans, the majority of which were purchased in the secondary market during August. Also, responding to the needs of an investor, the transaction was completed in five weeks, an unusually short timeframe for these kinds of transactions, which often take four to six months to structure.

The recent CLO transaction follows Prudential Fixed Income Management’s selection as a collateral servicer in a €250 million European transaction in June and continues to build Prudential’s business within this important asset class.

The transaction is Prudential’s 23rd since entering the CDO market in 2000, bringing its total CDO capital under management to about \$9 billion. Standard & Poor’s ranks Prudential among the world’s largest cash flow CLO managers.

(more)

Prudential Fixed Income Management, among the largest fixed income managers in the United States, had \$209 billion in assets under management as of June 30, 2008, for institutional, retail, and affiliated clients worldwide. The company offers traditional and alternative fixed income strategies, with an emphasis on credit-related strategies. Prudential Fixed Income Management and its predecessor units have managed U.S. fixed income accounts for institutional clients since 1928. Prudential Fixed Income Management has more than a decade of experience in long/short strategies and launched its flagship Pru Alpha strategy for institutional investors in 2006. The firm currently manages nearly \$1 billion in its hedge platform. The company also has 23 CDOs under management with total capital of approximately \$9 billion as of August 31, 2008. For more information, please visit <http://www.prudential.com/pfi>.

Prudential Financial, Inc. (NYSE: PRU), a financial services leader with approximately \$638 billion of assets under management as of June 30, 2008, has operations in the United States, Asia, Europe, and Latin America. Leveraging its heritage of life insurance and asset management expertise, Prudential is focused on helping approximately 50 million individual and institutional customers grow and protect their wealth. The company's well-known Rock symbol is an icon of strength, stability, expertise and innovation that has stood the test of time. Prudential's businesses offer a variety of products and services, including life insurance, annuities, retirement-related services, mutual funds, investment management, and real estate services. For more information, please visit <http://www.news.prudential.com>.

