



FOR IMMEDIATE RELEASE

OXFORD FINANCE CORPORATION DECLARES FOURTH QUARTER DIVIDEND OF \$0.15 PER SHARE

ALEXANDRIA, VIRGINIA, December 3, 2003 – Oxford Finance Corporation today announced that its Board of Directors has declared a fourth quarter 2003 dividend of \$0.15 per share payable on December 31, 2003 to holders of record as of December 15, 2003.

This dividend represents a 36% increase over the \$0.11 per share dividend paid on September 30, 2003. This is the sixth consecutive increase in the regular quarterly dividend since the company commenced operations as of March 20, 2002.

About Oxford:

Oxford is a financial services company that provides senior secured equipment financing to emerging-growth life science companies. Such financings are generally in the form of loans with equity features, typically warrants. Our investment objectives are to achieve a high level of current income from interest payments and transaction fees from the loans we make to portfolio companies, and to achieve capital gains through an increase in the value of the warrants we expect to receive from our portfolio companies in connection with these loans. We are headquartered in Alexandria, Virginia, with offices in California and Massachusetts.

Forward-Looking Statements:

The information contained in this press release contains forward-looking statements. These forward-looking statements are subject to the inherent uncertainties in predicting future results and conditions. Certain factors could cause actual results and conditions to differ materially from those projected in these forward-looking statements, and these factors are enumerated in Oxford Finance Corporation's filings with the Securities and Exchange Commission.

Contact:

For additional information please contact J. Alden Philbrick, Chief Executive Officer at 703-519-4900 or 1-888-471-0174.