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FOR IMMEDIATE RELEASE

MOSAIC CAPITAL CORPORATION

Completes Acquisition of a Leading Manitoba Based Mechanical Contractor

Calgary, Alberta – January 9, 2012. Mosaic Capital Corporation ("**Mosaic**") (TSX-V Symbols: **M** and **M.P.R.A**) is pleased to announce today the successful completion of its acquisition of the business of Ambassador Mechanical Ltd. ("**Ambassador**"), a leading private mechanical contractor based in Winnipeg, Manitoba, in partnership with Claude Cloutier, President. With this transaction Mosaic will own 75% of the business. Mosaic's cost of acquisition is \$14,625,000 and will be funded through a combination of cash and vendor take back financing. The acquisition is expected to be immediately accretive to Mosaic's free cash flow and distributable cash per common share.

Ambassador has serviced the Manitoba and south west Ontario areas since 1991 and has established itself as one of the leading and most reputable Manitoba based commercial and industrial mechanical contractors. Ambassador provides mechanical equipment provisioning and installation services in areas ranging from plumbing and gas fitting to heating, ventilation and air conditioning. Ambassador employs over 130 tradespeople in sheet metal, plumbing and hydronic piping divisions. For the year ended October 31, 2011 Ambassador had revenues of approximately \$40 million and has a significant work backlog, which provides excellent visibility for the year ahead.

"The acquisition of Ambassador Mechanical is further execution of our strategic plan of partnering with management of great businesses with growing sustainable free cash flow and operating in an industry which we believe has good growth potential," commented John Mackay, CEO of Mosaic. Mr. Mackay added, "As we look at the Canadian marketplace we recognize that investors are looking to invest in corporations with growing distributable free cash flow per common share. Mosaic's model is to acquire businesses that will continue to increase Mosaic's distributable free cash flow per common share."

ABOUT MOSAIC CAPITAL CORPORATION

Mosaic is an investment company based in western Canada that owns a portfolio of established businesses with unique competitive advantages that have a history of generating strong sustainable cash flow from their operations. Mosaic's objective is to create long term value for our shareholders and business partners and to have that reflected in our share price. We believe that this is achieved by growing free cash flow per share and retained earnings. We do this by acquiring businesses that we understand at attractive prices and we manage our risk through extensive due diligence, creative transaction structuring and working closely with our businesses after acquisition.

We strongly encourage the management teams of our operating companies to continue to look for acquisitions that would facilitate their entry into new markets or increase their product or service offerings. We are actively looking for businesses in a variety of industries that fit our investment model.

Our preferred acquisition criteria for such transactions include the following:

- Demonstrated history of growing sustainable cash flow and operating in an industry which we believe has good growth potential
- A capable and experienced management team that is growth oriented
- The business should have a significant market share in its business area
- A unique competitive advantage
- Ability to grow the business without significant amounts of new capital

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This press release may contain forward-looking statements and forward-looking information, including statements and information which reflect current expectations regarding the future business outlook for Ambassador and Mosaic. The words "believe", "expect", "intend", "estimate", "anticipate", "project", "scheduled", and similar expressions, as well as future or conditional verbs such as "will", "should", "would", and "could" often identify forward-looking statements and forward-looking information. More particularly, and without limitation, this news release contains forward-looking statements and information concerning actual and anticipated contracted work in 2012 for Ambassador as well as the expected impact of the Ambassador acquisition on Mosaic's cash flow and distributable cash. These statements and information are only predictions and reflect the current beliefs of management with respect to future events and are based on information currently available to management. Actual results and events may differ materially from those contemplated by these forward-looking statements and information due to these statements and information being subject to a number of risks and uncertainties. Undue reliance should not be placed on these forward-looking statements and forward-looking information as there can be no assurance that the plans, intentions or expectations upon which they are based will occur. By their nature forward-looking statements and information involve numerous assumptions and known and unknown risks and uncertainties, both general and specific, that contribute to the possibility that the predictions, projections and other forward-looking statements and information will not occur. These risks and uncertainties include, but are not limited to, general business and economic conditions in geographic areas where Ambassador has operations; pricing pressures and other competitive factors; third parties failing to honour their contractual obligations with Ambassador; procurement and pricing issues with suppliers; unforeseen cost overruns on Ambassador's projects; legislative or regulatory developments; the availability and cost of qualified labour; and the continued ability to secure new business. Should any of the risks or uncertainties facing Ambassador materialize, or should assumptions underlying the forward-looking statements or information prove incorrect, actual results, performance, activities or achievements of both Ambassador and Mosaic could vary materially from those expressed or implied by the forward-looking statements or information contained in this document.

Readers are cautioned that the foregoing list of risks is not exhaustive. Additional information on these and other factors that could affect the operations or financial results of Mosaic and its subsidiaries are included in reports on file with applicable securities regulatory authorities and may be accessed through the SEDAR website (www.sedar.com) under the profile for Mosaic.

Although Mosaic believes that the expectations represented by any forward-looking-statements and forward-looking information contained herein are reasonable based on the information available to them on the date of this document, management cannot assure investors that actual results, performance or achievements will be consistent with these forward-looking statements or forward-looking information. Any forward-looking statement or information herein contained is made as of the date of this press release and Mosaic does not assume any obligation to update or revise them to reflect new information, events or circumstances, except as required by law.