



Saw Mill Capital Sells Clyde Bergemann in a \$136 million Transaction

Westchester, New York, July 12, 2005 - Saw Mill Capital LLC and its affiliated investment fund, Saw Mill Capital Fund III, announced today the sale of its portfolio company, Clyde Bergemann, a leading global provider of boiler cleaning equipment and services, and ash handling equipment to coal fired power plants. Saw Mill Capital sold its equity interest in Clyde Bergemann to a group of senior managers led by Jim McColl and German buy-out firm Deutsche Beteiligungs AG and its co-investment fund DBAG Fund IV, in a transaction with an enterprise value of \$136 million.

Scott Budoff, a Partner with Saw Mill Capital commented, "Clyde Bergemann was an excellent investment for Saw Mill Capital, growing from \$103 million of sales in 2001 to almost \$200 million of sales in 2005. This growth was largely a result of investments made in global market development, sales and marketing infrastructure and development of innovative solutions to improve the efficiency of coal fired power plants. During this time period, Clyde Bergemann also invested heavily in increasing its productivity through standardization and global outsourcing programs. As a result, Clyde is well positioned to take advantage of positive trends in global power markets that are now recovering from a severe downturn in 2001-2003."

Saw Mill Capital is a private equity investment firm based in Westchester, NY, focused on investing in middle-market manufacturing and service companies in partnership with proven management teams. Saw Mill Capital builds upon strong relationships and best business practices to achieve maximum shareholder value.

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