

## **PRESS RELEASE**

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FOR IMMEDIATE RELEASE

### **ARC Industries, Inc. Acquires Fine Art Inc.**

May 31, 2008 -- ARC Industries, Inc. is pleased to announce the acquisition of Fine Art, Inc. ("FAI"). Fine Art has designing and manufacturing framed art since 1992. The art is designed to work with current trends in interior design, emphasizing clean lines and comfortable home interiors. Fine Art's products are displayed twice a year at the Highpoint, NC Showplace every April and October, and are available only to leading furniture stores and home accents sources nationwide.

Since its founding in 1992, Fine Art has not utilized any outside capital to fund its expanding operations. The additional funding will be used to acquire new machinery and equipment that will further broaden Fine Art's product offering.

ARC Industries believes that Fine Art presented an attractive opportunity due to the following: (i) strong management team led by the founder, Jane Hilson; (ii) high quality product that has attracted a first class customer list; (iii) its proven track record of quality and design work; and lastly, (vi) attractive industry fundamentals.

#### **About ARC**

ARC Industries, Inc., founded in 2001, is a privately held firm investing equity capital in smaller and mid-sized companies throughout the United States. ARC seeks to invest in the light manufacturing, distribution and warehousing sectors. The principals of ARC provide portfolio companies with extensive operational and financial expertise that will supplement the current management team.