

## PRESS RELEASE

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FOR IMMEDIATE RELEASE

### **ARC Industries, Inc. Acquires Haz~Mat Environmental Services, Inc.**

November 11, 2005 -- ARC Industries, Inc. is pleased to announce the acquisition of Haz~Mat Transportation & Disposal, Inc. ("Haz~Mat"). Haz~Mat, founded in 1944 and headquartered in Charlotte, NC is the region's premier provider of environmental services. These services include:

- Transportation of hazardous and non-hazardous materials
- Disposal of hazardous and non-hazardous materials
- Remediation of contaminated site
- Wastewater treatment
- Recycling fuels for beneficial reuse
- Industrial cleaning

ARC was introduced to Haz~Mat from Geneva Capital Strategies. Prior to partnering with ARC, Haz~Mat's sole shareholder, Mr. Jack Holder, was looking to reduce his role in the business over time and monetize the value he had created since acquiring the Company in 1973. Mr. Holder agreed to oversee a two-year transition period and remained on as President.

Since the acquisition, the Company has continued to execute upon low-risk growth strategies; and sales have increased substantially. To date, employee turnover has been almost zero. In addition, ARC has increased the employee base from 32 at the time of acquisition, to 75 currently.

For more information on Haz~Mat, please visit their website at [www.hazmatnc.com](http://www.hazmatnc.com).

#### **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.