

In This Issue:

The Oilgear Company

Dedicated Computing, LLC

Portfolio Company Updates:

Converting, Inc.

HK Systems, Inc.

NameProtect, Inc.

TeraMedica, Inc.

*For previous editions
log on to our website
www.masonwells.com*

The Oilgear Company is Buyout Fund's Latest Investment

Oilgear On December 15, 2006, Mason Wells announced the completion of the acquisition of The Oilgear Company by a group of investors led by Mason Wells Buyout Fund II, Limited Partnership.

Oilgear is a leader in the hydraulic fluid power industry, providing advanced technology in the design and production of unique fluid power products, systems and electronic controls. The company also operates an extensive aftermarket and repair business in support of its fluid power products and systems. Oilgear primarily serves the heavy duty mobile equipment and industrial stationary equipment end markets.

Oilgear, headquartered in Milwaukee, Wisconsin, has world-wide locations in eleven

countries, including a majority-owned Joint Venture in India.

In August 2006, Mason Wells and Oilgear entered into a definitive merger agreement that called for Oilgear's shareholders to receive \$15.25 per share in cash for each share of common stock held. Oilgear common stock ceased trading on the Nasdaq Capital Market at the close of business on the date the acquisition was completed.

Rick Armbrust, one of the investors, will serve as President of Oilgear, succeeding David Zuege, Oilgear's CEO. Mr. Armbrust brings a wealth of multi-national industrial operating experience to Oilgear from several companies including Invensys and ABB. Mr. Zuege will continue as CEO at the company during a transition period following the acquisition.

Dedicated Computing Wins Mid-Market Growth Award



Dedicated Computing, LLC, a Buyout

Fund II portfolio company, was recognized at the Mid-Market Growth Awards presented by The Business Journal of Greater Milwaukee. Dedicated was one of 20 Milwaukee-area companies recognized for their outstanding achievements in increasing revenue growth over the past three years.

During that period, Dedicated Computing's revenue has grown 195 percent to slightly more than \$100 million in 2005. In 2006, the company expects its revenue to increase approximately 50 percent.

Dedicated Computing, LLC is an outsourced provider of embedded computers ("compute engines") as well as integration and product lifecycle management services to original equipment manufacturers (OEMs) and independent software vendors (ISVs). A compute

engine is a purpose specific computer, with or without a direct interface, that acts as the logic or processing "engine" driving an OEM/ISV's equipment.

The company recently expanded its design capabilities to include acoustic, shock, vibration, thermal and air-flow testing. The expansion was important for the company because many of its compute engines go into custom applications with unique environmental constraints such as medical diagnostic equipment and security networks, which experience significant thermal and acoustical challenges.

To continue its growth, Dedicated Computing's executive team plans to aggressively seek out more business in a number of sectors, including the United States military sector, having enjoyed success in the military simulation markets in previous years.

Buyout & Venture Portfolio Company Updates

Converting, Inc. Converting, Inc., a Buyout Fund portfolio company, recently expanded the company's capacity in mid-web flexographic printing and mid-web paper board forming with the purchase of capital equipment. The investments increase the company's capacity in printing and forming by 25% in each area and open the door for production of more products beyond the company's core party goods product line. The new printing and converting equipment is used primarily to print, convert, and package tissue and airlaid napkins and pocket tissues.

HK SYSTEMS SUPPLY CHAIN SOLUTIONS HK Systems, Inc., a Buyout Fund managed company, announced the acquisition of AGV Products, a leading supplier of automated guided vehicles (AGV), based in Charlotte, North Carolina. The transaction enhances the current HK Systems' AGV solution offering. The resulting state-of-the-art family of products enables HK Systems to deliver comprehensive end-to-end AGV product and application solutions. HK has partnered with AGV Products for more than five years as a supplier of advanced laser-guided AGV systems, making this acquisition a natural progression of HK's business model, which enables HK to introduce its unique technology to new markets.

NameProtect digital brand protection NameProtect, Inc., a Venture Fund portfolio company, recently announced the availability of the Brand Aware Report which is an affordable advanced online brand monitoring product that provides a one-time snapshot of online activity posing an immediate threat to a company's brand.

NameProtect also announced the establishment of an

Executive Business Advisory Board. The Board brings an elite group of industry leaders together to discuss topics of importance within the trademark and brand space, such as identifying new industry trends, and developing strategies for managing the evolving challenges and opportunities facing Intellectual Property professionals in today's ever-expanding digital economy.



TeraMedica, Inc., a Venture Fund portfolio company, integrated its Evercore Oncology Information Manager with IMPAC Medical Systems' image-enabled, electronic medical record (EMR) at the University of California-Davis Cancer Center. The software will help UC-Davis bring together information from a diverse range of equipment having different operating systems and will be used as the central DICOM data repository and RT-image management system.

TeraMedica also launched its new Evercore VisLite Information Manager which integrates and manages all (VL) Visible Light Modalities into a single cohesive infrastructure and serves this vital dataset to resident Enterprise EMR. The integrated clinical focus includes connectivity of visible light data sets with traditional medical images and MPEG2, JPEG, BMP files, in a patient centric context.

TeraMedica has also entered into a joint marketing agreement with eCARE Solutions, Inc., a Personal Health Record (PHR) provider. The partnership allows caregivers and patients timely access to relevant patient information, which helps improve patient safety and care while increasing efficiency and reducing costs.

Mason Wells is a leading Midwest private equity firm with over \$500 million of assets under management. The principals in the firm have successfully invested in over 80 companies and have completed transactions having a total value in excess of \$1 billion. Mason Wells currently invests through multiple private equity funds that provide capital for leveraged buyouts and new venture start-ups, as follows:



Mason Wells Buyout Fund

Investment Criteria:

- Buyout and recapitalization transactions
- Profitable companies with revenues of \$25 to \$250 million
- Solid management team in place or identified
- Established growing market

Industry Sectors:

- Engineered Products and Services
- Specialty Packaging and Paper
- Outsourced Business Services

Submit Business Plans:

- Via our website: www.masonwells.com
- Click on "Buyouts"
- Click on "Contact Us" and complete form



Mason Wells Venture Fund

Investment Criteria:

- Seed, early and mid-stage venture capital investments
- Companies with proprietary or leading edge technology
- Large and growing addressable market

Industry Sectors:

- Medical Devices
- Biomedical Information Technology
- Pharma/Biotechnology

Submit Business Plans:

- Via our website: www.masonwells.com
- Click on "Venture Capital"
- Click on "Business Plan" and complete form