

Press Release

For Immediate Release
15 December 2006

Lexicon Assists The Watermill Group in Latrobe Specialty Steel Transaction

Houston, TX – Independent consulting firm Lexicon Systems, LLC announced today that it completed a strategic assignment to support the acquisition of Timken Latrobe Steel Company, a wholly owned subsidiary of the Timken Company, by private equity firm The Watermill Group of Lexington, MA, along with Hicks Holdings and Sankaty Advisors. The specialty steel manufacturer is now a private company operating under the new name of Latrobe Specialty Steel Company.

“Lexicon Systems, LLC appreciates this opportunity to continue its ongoing relationship with The Watermill Group,” said founder Jill Barson Gilbert. “Over the years, Watermill has applied innovative management strategies to increase the value of young and old companies alike.”

For additional information on Lexicon Systems, LLC, please visit our website at www.Lexicon-Systems.com, e-mail us at Info@Lexicon-Systems.com or call us at +1 281.280.8106.

About Lexicon Systems

Lexicon Systems, LLC is an independent consulting firm that helps clients to bridge the gap between business issues and information technology. The firm advises senior management in industry, investment firms and software companies. With headquarters in the heart of the Chemical, Petrochemical, Oil & Gas, Energy and Semiconductor industries, Lexicon's is experienced in these and a variety of other industries such as Pulp & Paper, Heavy Manufacturing, Pharmaceutical, Utilities and Light Manufacturing. The firm's management has completed assignments for and held positions with many top global and U.S. firms. Lexicon also has a solid foundation in software development and implementation. Its founder was director of product management for the world's largest database company and today is a thought leader in EH&S management information systems.

About Watermill Group

Watermill Ventures and Watermill Advisors provide investment capital and strategic and other advisory services to middle-market manufacturing and value-added distribution companies. By leveraging 28 years of strategic, transactional and operating experience, The Watermill Group offers extensive direction and support to its clients and portfolio companies enabling them to reach new heights and increase their level of success. Its investment practice, Watermill Ventures, focuses on acquiring middle-market companies in turnaround and workout situations.

For further information on The Watermill Group, please visit their website at www.watermill.com or call +1 781.891.6660.