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PNC Mezzanine Capital Exits Central States Paving and Concrete While Reinvesting Debt and Equity Alongside the Buyer, Pave America

PNC Mezzanine Capital (“PNC MC”) announced that it has exited Central States Paving and Concrete (“Central States”), while reinvesting debt and equity alongside the buyer, Pave America.

From 2021 to 2023, PNC MC supported Grove Mountain Partners (“Grove Mountain”), an Atlanta based private equity firm, with their formation of Central States through the combination of four separate businesses.

“Grove Mountain successfully executed on their consolidation strategy in the pavement services industry by being thoughtful and diligent in identifying the right opportunities, both strategically and culturally,” said Doug Phillips, Partner at PNC Mezzanine Capital. “This has created immense value and positioned the platform for future success with their new partners, Pave America.”

Central States is a leading pavement and concrete maintenance provider to the greater Midwest. Central States is comprised of four separate companies all with their own dedicated management teams including, Parking Lot Maintenance Paving and Concrete, Sipes Asphalt and Paving, Encore Paving, and Asphalt Seal & Repair.

“PNC Mezzanine Capital was supportive of our consolidation strategy from the beginning and provided beneficial strategic guidance as we executed on our vision,” said Ransom James, Managing Partner at Grove Mountain. “We are proud of the positive outcomes we’ve delivered for PNC and all of our investors.”

About PNC Mezzanine Capital

PNC Mezzanine Capital is a flexible junior capital provider with expertise supporting buyouts, recapitalizations and consolidation strategies. PNC Mezzanine Capital invests in companies operating in a wide range of industries, but has particular interest in Manufacturing, Value-Added Distribution, Business Services, and Consumer Services. Since 1989, PNC Mezzanine Capital has been a stable, thoughtful junior capital partner for private equity firms, independent sponsors, entrepreneurs, and management teams. Our approach is to underwrite the long-term business strategy of our portfolio companies, allowing us to respond constructively to the opportunities and challenges of the changing business environment. As a result, PNC Mezzanine Capital has made 209 investments in 109 portfolio companies in support of 413 transactions. We invest \$10 million to \$65 million in subordinated debt and equity in companies with strong management, proven business models, stable cash flows, and a clear plan for growth.

For more information on PNC Mezzanine Capital please visit www.pncmezzanine.com.

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