



Sector Update

- **M&A Activity:** Deal activity in the precision manufacturing sector remains strong, fueled by sustained interest from both strategic buyers and financial sponsors.
- **High-Margin Industry Expansion:** Driven by a focus on profitability, buyers are showing heightened interest in precision manufacturers serving high-margin end markets, including semiconductor equipment, medical devices, and aerospace and defense.
- **Skilled Labor Constraints:** Precision manufacturers continue to face mounting pressure from a persistent nationwide shortage of skilled labor, limiting capacity expansion and increasing operational risk.
- **Technological Advancements:** Continued adoption of advanced manufacturing technologies, including robotics and additive manufacturing, is reshaping production processes, enabling companies to improve operational efficiency, reduce costs, and address labor shortages.
- **Tariff-Induced Challenges:** Companies are navigating economic repercussions of recent tariffs, which have escalated material costs and disrupted global supply chains.

Selected Recent EdgePoint Transactions



For more information and insights, please contact us:



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Select Transaction Profiles

CMG Acquires Columbia Manufacturing



Target



Buyer

- **May 2025** – Collective Manufacturing Group (CMG) acquired Columbia Manufacturing, a manufacturer of aerospace OEM hardware and MRO components.
- Headquartered in Columbia, CT, Columbia Manufacturing specializes in the precision machining and fabrication of complex metal components for commercial and military aerospace applications.

AIP Acquires Anderton Machining



Target



Auxo Investment Partners

Buyer

- **April 2025** – Auxo Investment Partners acquired Anderton Machining, a precision manufacturer based in Jackson, MI.
- Anderton Machining produces precision-machined components for the automotive, heavy truck, and defense industries, specializing in milling, drilling, and grinding custom steering components.

PAH Acquires Clearwater Engineering



Target



Buyer

Sponsor

- **March 2025** – Precision Aerospace Holdings (PAH), backed by CIC Partners, acquired Clearwater Engineering. PAH is a leading manufacturer of components for the aerospace industry.
- Clearwater Engineering, headquartered in Derby, KS, manufactures complex aerospace parts and precision assemblies serving commercial and government aerospace sectors.

Kinzie Capital Partners Acquires Fraser Steel



Target



KINZIE

Buyer

- **February 2025** – Kinzie Capital Partners acquired Fraser Steel.
- Based in Albertville, MN, Fraser Steel manufactures tubular components serving the automotive, agriculture, and medical industries. The Company specializes in laser tube cutting, precision tube bending, robotic welding, machining and turning, and fabrication services.

BTX Precision Acquires Chandler Industries



Target



Buyer



Sponsor

- **January 2025** – BTX Precision, backed by L Squared Capital Partners, acquired Chandler Industries. This marks the third acquisition by BTX Precision since December 2024.
- Chandler Industries, headquartered in Blaine, MN, manufactures precision-machined components and complex assemblies for the aerospace, defense, energy, and medical industries.

IPS Acquires Spira Manufacturing



Target



Buyer

Sponsor

- **January 2025** – Integrated Polymer Solutions (IPS), backed by Arcline Investment Management, acquired Spira Manufacturing.
- Headquartered in San Fernando, CA, Spira is a precision manufacturer specializing in electromagnetic interference (EMI) and radio-frequency interference (RFI) shielding solutions.

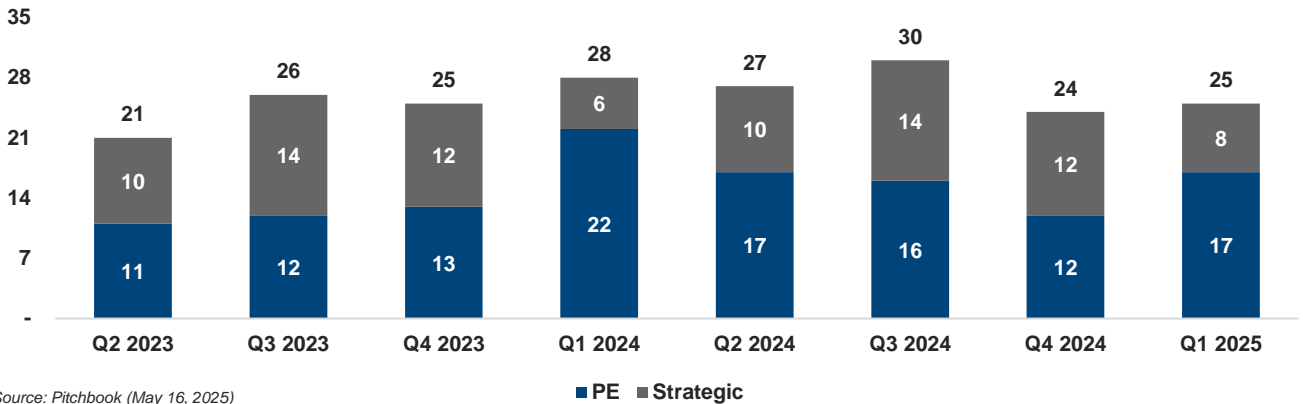
Precision Manufacturing | May 2025

Select Recent Transactions (Last Ten Months)

| Date | Target | State | Buyer | Financial Sponsor |
|--------|----------------------------------|-------|--------------------------------|-------------------------------|
| May 25 | Columbia Manufacturing | CT | Collective Manufacturing Group | - |
| Apr 25 | Cincinnati Gearing Systems | OH | Renk (BER: R3NK) | - |
| Apr 25 | Anderton Machining | MI | Auxo Investment Partners | - |
| Mar 25 | Dun-Rite Machining | MI | Fresh Water Ventures | - |
| Mar 25 | Clearwater Engineering | KS | Precision Aerospace Holdings | CIC Partners |
| Mar 25 | Flexline | NJ | TIPCO Technologies | Platte River Equity |
| Mar 25 | Ignova Mechanical | AZ | Ignova Ventures | - |
| Feb 25 | Fraser Steel | MN | Kinzie Capital Partners | - |
| Jan 25 | ACT Aerospace | UT | The Thermal Group | Behrman Capital |
| Jan 25 | Chandler Industries | MN | BTX Precision | L Squared Capital Partners |
| Jan 25 | Spira Manufacturing | CA | Integrated Polymer Solutions | Arcline Investment Management |
| Jan 25 | Monalex Manufacturing | MA | Lampin | - |
| Dec 24 | A1 Jays Machining | CA | BTX Precision | L Squared Capital Partners |
| Oct 24 | Kadon Precision Machining | IL | Tecum Capital | - |
| Oct 24 | Precinmac | ME | Centerbridge Partners | - |
| Sep 24 | Keystone Precision & Engineering | MA | Price Industries | HC Private Investments |
| Aug 24 | MSK Precision Products | FL | PrecisionX Group | Core Industrial Partners |

Source: Pitchbook (May 16, 2025)

Quarterly Transaction Volumes



Source: Pitchbook (May 16, 2025)

Select Precision Manufacturing Platforms (Date of Investment & Sponsor)

