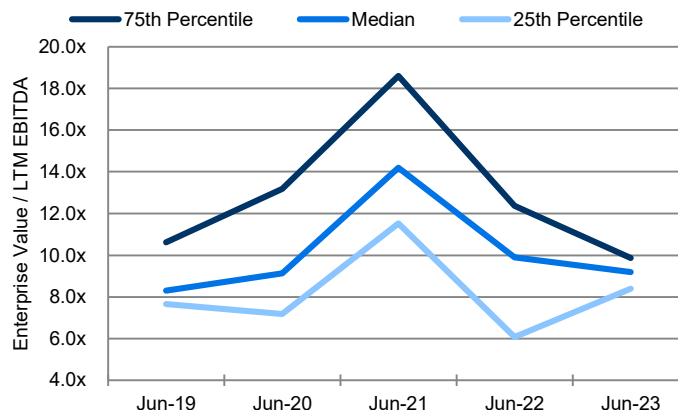


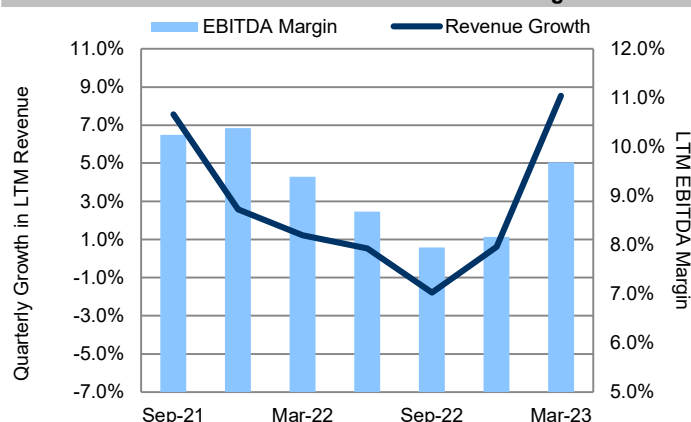
M&A Activity

- M&A activity has recently come under considerable pressure as market participants navigate inflationary pressures, rising interest rates and continued geopolitical tension. 2021's abundant liquidity and record setting activity is firmly in the rear view. Despite this, 2023 M&A activity is poised for a modest bounce back as equity markets and EBITDA multiples have come down to more attractive levels for buyers. Boosting growth, restructuring business models, digital transformation and geographic expansion are expected to be top priorities for deal makers as they navigate the remainder of 2023.
- Demand for construction and industrial machinery is expected to remain relatively strong in the near future amid the Biden administration's infrastructure project, nonresidential construction demand improving (CHIPS Act), residential construction, domestic oil & gas investment and broader economic demand as conditions stabilize, lowering the costs of materials such as steel.

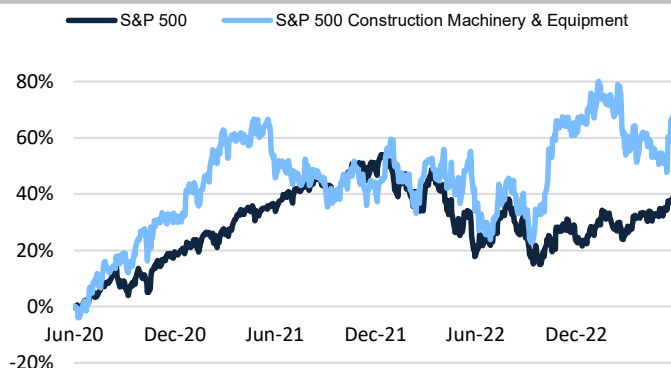
Trend in Industry EBITDA Multiples¹



Trends in Revenue Growth and EBITDA Margins¹



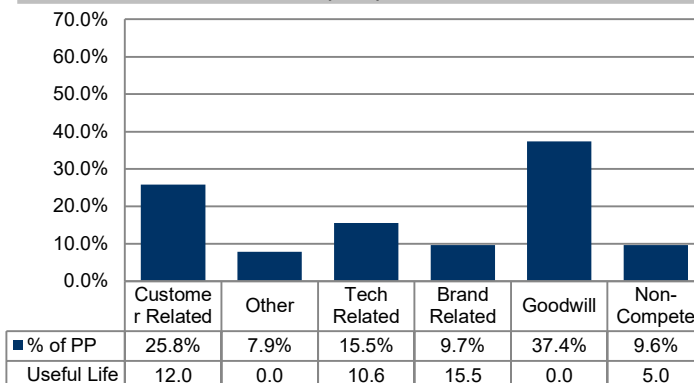
Relative Stock Price Returns²



¹ Calculated using aggregated data for MTW, CAT, OSK, TEX, MNTX, PCAR, CMI, NAV, REVG, MTU, ATCO, Tadano, Kato, PAL.

² Construction Machinery & Heavy Trucks Industry is a custom, equal-weighted index constructed with the aforementioned companies.

Purchase Price Allocation (PPA) % from Recent Transactions



Useful Life	12.0	0.0	10.6	15.5	0.0	5.0
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Notable M&A Deals



On May 30, 2023, Oshkosh Corporation, a leading innovator of purpose-built vehicles and equipment, entered into a definitive agreement to acquire the AeroTech business from JBT Corporation in an \$800 million all-cash transaction. When adjusted for the present value of expected tax benefits of approximately \$80 million, the purchase price is \$720 million. This represents approximately 9x EBITDA multiple.



During the spring of 2023 Atlas Copco completed a handful of acquisitions which included Mazziak Compressor Services Ltd., a UK distributor of air compressors, C.P. Service SRL, a compressor distributor and service provider, assets of James E. Watson & Co., a vacuum equipment and service solutions distributor, water treatment and service provider National Pump & Energy and US-based vacuum pump service provider Trillium US Inc.



On May 23, 2023, Cummins Inc. announced that it entered into a definitive agreement with Faurecia, a company of the FORVIA Group, to purchase two of Faurecia's commercial vehicle manufacturing plants and their related activities for approximately \$153 million.