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FOR IMMEDIATE RELEASE

BALMORAL ADVISORS ACQUIRES CUSTOM FORGING DIVISION FROM CITATION CORP.

LOS ANGELES, CA, January 4, 2007 – Balmoral Advisors, a Los Angeles-based private equity firm, announced today that it has acquired the assets and business of Interstate Southwest Ltd., L.P., the Navasota, Texas, custom forging division of Citation Corporation. Terms of the sale were not disclosed.

Interstate Southwest is a leader in the manufacturing and marketing of large scale forgings (30 – 3,000 pounds) for the construction, automobile, medium and heavy truck, aerospace and oil field industries. Its manufacturing assets include five hydraulic press lines, ranging in size from 700 to 7,000 tons, and six drop hammers ranging in size from 12,000 to 50,000 pounds. A state-of-the-art tooling and die shop, and integrated engineering capacities, enable it to uniquely partner with its diverse client base to produce efficient forging products and solutions. Key products include draw bars, end bits, landing gears, ripper shanks, steering knuckles/arms, tension struts, turbine blades and valve bodies.

Jonathan Victor, Managing Director of Balmoral Advisors, said, “This company has great fundamental value with a solid management team led by George Thomas. In the seven months since George came to Navasota, he has already made significant operational improvements to the business. The restructuring of its parent Citation as well as rises in natural gas and steel prices had hurt results for the last several years, but the company has been largely turned around.”

George Thomas, President and Chief Executive Officer of Interstate Southwest, added, “We are excited about our prospects as an independent company. Partnering with Balmoral will give us access to new capital resources to invest in our business and more aggressively pursue new opportunities. At the same time, we are confident we will continue to lower our operating costs and better serve our existing customers.”

About Balmoral Advisors

Balmoral Advisors LLC is a Los Angeles-based private equity firm which invests in recapitalizations, special situations, and acquisitions of small and middle-market companies. Its target companies have revenues of \$25 million to \$500 million; are typically experiencing financial distress; undergoing or in need of an operational turnaround; and/or misunderstood or undervalued by their markets or stakeholders. To learn more about Balmoral Advisors, please visit www.balmoralfunds.com.

About Citation Corporation

Citation is a privately held corporation based in Birmingham, Ala. Through its subsidiaries, the company produces high-quality cast, forged, and machined components for several market segments, including the automotive, heavy truck, construction, aerospace, agricultural and commercial industries. The company operates facilities in Alabama, Indiana, Wisconsin, Michigan, Illinois, Texas, and North Carolina. For more information about Citation Corporation, contact Gene Monteith at 614-224-0600 Ext. 312.