



USA Industries Announces New Partnership with Levine Leichtman Capital Partners to Accelerate Growth

HOUSTON, TX – December 16, 2025 — USA Industries, LLC (“USA Industries”), a leading manufacturer of industrial flow control and testing products, announced today that Levine Leichtman Capital Partners (“LLCP”), a Los Angeles-based private equity firm, has partnered with the Company’s management team to acquire USA Industries from Sky Island Capital. Financial terms of the transaction were not disclosed.

Founded in 1982 and headquartered in Houston, Texas, USA Industries provides piping isolation tools, tube plugs, flow measurement devices, heat exchanger tools, and other critical flow control solutions to the refining, petrochemical, chemical, industrial, pharmaceutical, OEM, and EPC markets. The Company has established itself as a critical partner by providing a broad portfolio of patented and engineered products with unmatched speed to market.

Over the past four years under Sky Island Capital’s ownership, USA Industries expanded into new regions and end markets, accelerated innovation across its product portfolio, and strengthened its operational and commercial capabilities. These efforts positioned the Company as a diversified, high-performing platform with strong momentum.

The Company will continue to be led by CEO Justin Watts and the existing management team.

“Over the past several years, USA Industries has transformed into a more innovative and agile organization while remaining deeply committed to our customers,” said Justin Watts, CEO of USA Industries. “During Sky Island’s investment period, USA Industries executed initiatives to accelerate new product development, enter new markets, and strengthen the capabilities of our team. I’m incredibly proud of what we’ve built together and excited for the continued opportunities ahead for USA Industries.”

“Our partnership with LLCP is an exciting milestone for USA Industries. They offer valuable expertise in supporting and successfully growing businesses like ours, as well as a shared vision for the future and a collaborative approach. Our key priorities continue to be driving both organic growth and M&A by providing a



best-in-class solution of products and services to our valued customers,” Watts added.

“USA Industries has proven to be an increasingly valuable supplier to its loyal customer base. Together we can build on this momentum and market position to continue this compelling growth trend,” said Micah Levin, Partner at LLCPC.

“USA Industries provides essential, must-have products integral to the operations of high value applications. The Company is well aligned to our engineered products sector investment criteria and has multiple attractive vectors for future growth. We are thrilled to work together with Justin and the entrepreneurial team at USA Industries to capitalize on these opportunities,” added Andrew Alexander, Managing Director at LLCPC.

USA Industries is a platform investment of LLCPC Lower Middle Market Fund III, L.P. Honigman LLP served as legal counsel to LLCPC, with debt financing provided by Churchill. Piper Sandler & Co. served as exclusive financial advisor to USA Industries, and Jones Day served as legal counsel to USA Industries and Sky Island Capital.

About Levine Leichtman Capital Partners

Levine Leichtman Capital Partners, LLC is a middle-market private equity firm with a 41-year track record of investing across various targeted sectors, including Business Services, Franchising & Multi-unit, Education & Training and Engineered Products & Manufacturing. LLCPC utilizes a differentiated Structured Private Equity investment strategy, combining debt and equity capital investments in portfolio companies. LLCPC believes that by investing in a combination of debt and equity securities, it offers management teams growth capital in a highly tailored, flexible investment structure that can be a more attractive alternative than traditional private equity. LLCPC’s global team of dedicated investment professionals is led by 9 partners who have worked at LLCPC for an average of 20 years. Since inception, LLCPC and its affiliates have managed approximately \$18.1 billion of capital across nearly 20 investment funds and has invested in approximately 120 portfolio companies. LLCPC currently manages \$12.7 billion of assets and has offices in Los Angeles, New York, Chicago, Miami, London, Stockholm, Amsterdam and Frankfurt.



About Sky Island Capital

Sky Island Capital (www.skyislandcap.com) is a lower middle market private equity firm headquartered in Dallas, Texas that focuses exclusively on partnering with privately held manufacturing companies in North America. Sky Island was born out of the desire to work alongside entrepreneurs and family business owners to serve as a resource and strategic partner with one goal in mind – growth. Sky Island focuses on situations where it can draw upon its deep operational and management experience to support senior management in driving significant value creation through operational and strategic partnership.

About USA Industries

USA Industries (<https://www.usaindustries.com/>) is a manufacturer of innovative piping maintenance products, serving blue-chip refining, petrochemical, chemical, industrial, OEM, and engineering, procurement, and construction customers. The Company is headquartered in South Houston, Texas and maintains a diverse customer base throughout North America and internationally. GripSafe® is a patented, high pressure isolation and testing plug that utilizes Gritlock™ Wedge Surface Coating and high performance Tri-Ply™ Seals to instantly secure the product and provide superior self-gripping performance without damaging the surface of the pipe. Snap It® Mechanical Tube Plugs are cost-effective and reliable tube plugs that can be installed without welding and in 80% less time, avoid tube sheet damage completely, and are rated at 1,000 pounds per square inch differential (psid).