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KRG Capital Partners Completes Recapitalization of Tensor

Recapitalization provides 5th liquidity event in 2004 for KRG

Denver, CO (January 6, 2005) – Denver based private equity firm, KRG Capital Partners (“KRG”), announced today that it completed a \$187 million recapitalization of its portfolio company The Tensor Corporation (“Tensor” or the “Company”) on December 22, 2004. Tensor is a technology-driven solutions provider of specialty products, technologies and services used in the commercial, residential, industrial and municipal site-development markets as well as in transportation and environmental infrastructure projects.

“Completing the recapitalization allows KRG to return capital to its investors while continuing to support the Company and its growth prospects,” said Chuck Hamilton, Managing Director of KRG Capital Partners. “Management’s execution delivered record results for Tensor in 2004 and has positioned the Company to capitalize on opportunities in its markets in 2005.” Tensor’s core geogrid products provide cost-effective solutions for common earthwork applications such as grade changes and poor foundation conditions affecting the cost of roadways, parking lots, or buildings. The Company’s proprietary products and solutions are protected by over 70 patents, including a licensed method-of-use patent in the U.S. that provides Tensor exclusive rights to manufacture its UX and BX geogrids for earthwork reinforcement applications. The Company also supplies foundation systems, erosion control blankets, and a line of light-weight netting products used in consumer products applications and the erosion control market.

Proceeds from the recapitalization were used to refinance the Company’s indebtedness and to redeem a substantial portion of the Company’s preferred stock, including accrued and unpaid dividends.

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Through this distribution, KRG's investors received approximately 100% of their invested capital while still maintaining their entire common stock ownership stake in Tensar. The recapitalization was KRG's 5th announced liquidity event in 2004 and the 4th liquidity event for KRG Capital Fund I.

Senior financing commitments of \$130 million for the transaction were provided by a syndicate of lenders led by General Electric Capital Corporation. In addition, over \$77 million of junior debt financing was provided, led by Merrill Lynch PCG, Inc. and American Capital Strategies Ltd.

About KRG Capital Partners

Founded in 1996, KRG is a Denver based private equity buyout firm that currently manages over \$1 billion of committed equity capital and equity co-investments. KRG specializes in acquiring and recapitalizing unique and profitable middle-market companies. The firm seeks investment opportunities for its partners where KRG can work in concert with owners and operating managers who are committed to expanding their companies and becoming industry leaders. The result is a partnership that focuses on creating a significantly larger enterprise through a combination of internal growth and complementary add-on acquisitions. Since inception, KRG has invested in 19 "platform companies" and has completed 57 add-on acquisitions for those platforms. For more information on KRG Capital Partners, please visit www.krgcapital.com.

About The Tensar Corporation

Headquartered in Atlanta, Georgia, The Tensar Corporation is the premier provider of *technology-driven site solutions*. Tensar is a full-service provider of specialty products, technologies and engineering services used in the cost-effective site development of commercial, residential, industrial and municipal properties as well as a transportation and environmental infrastructure. Tensar specializes in "*Everything from the Ground Down*": site development solutions for common earthwork problems such as grade changes requiring retaining walls, poor foundation conditions affecting the cost of pavements, parking lots or buildings and stabilization of soils to prevent sedimentation of ponds, streams, rivers and other waterways. Tensar's solutions are based on advanced soil reinforcement technologies that incorporate high performance and proprietary products such as Tensar geogrids, Geopier *Rammed Aggregate Piers*TM, and North American Green erosion control blankets. Production of these high performance products, in turn, requires a core proficiency in several sophisticated process technologies. For more information on The Tensar Corporation, please visit www.tensarcorp.com.