



AVIENT CORPORATION
*SPECIALTY PORTFOLIO TRANSFORMATION
CONTINUES WITH DYNEEMA ACQUISITION*

2022 FIRST QUARTER RESULTS

(NYSE: AVNT)



DISCLAIMER

Forward-Looking Statements

In this presentation, statements that are not reported financial results or other historical information are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements give current expectations or forecasts of future events and are not guarantees of future performance. They are based on management’s expectations that involve a number of business risks and uncertainties, any of which could cause actual results to differ materially from those expressed in or implied by the forward-looking statements. They use words such as “will,” “anticipate,” “estimate,” “expect,” “project,” “intend,” “plan,” “believe” and other words and terms of similar meaning in connection with any discussion of future operating or financial condition, performance and/or sales. In particular, these include statements relating to future actions; prospective changes in raw material costs, product pricing or product demand; future performance; estimated capital expenditures; results of current and anticipated market conditions and market strategies; sales efforts; expenses; the outcome of contingencies such as legal proceedings and environmental liabilities; and financial results.

Factors that could cause actual results to differ materially from those implied by these forward-looking statements include, but are not limited to:

- The time required to consummate the acquisition of the Dyneema business, the satisfaction or waiver of conditions in the purchase agreement, the ability to obtain required regulatory or other third-party approvals and consents and otherwise consummate the proposed acquisition of the Dyneema business;
- Our ability to achieve the strategic and other objectives relating to the proposed acquisition of the Dyneema business and possible sale of the Distribution business;
- Disruptions, uncertainty or volatility in the credit markets that could adversely impact the availability of credit already arranged and the availability and cost of credit in the future;
- The effect on foreign operations of currency fluctuations, tariffs and other political, economic and regulatory risks;
- The current and potential future impact of the COVID-19 pandemic on our business, results of operations, financial position or cash flows, including without any limitation, any supply chain and logistics issues;
- Changes in polymer consumption growth rates and laws and regulations regarding plastics in jurisdictions where we conduct business;
- Fluctuations in raw material prices, quality and supply, and in energy prices and supply;
- Production outages or material costs associated with scheduled or unscheduled maintenance programs;
- Unanticipated developments that could occur with respect to contingencies such as litigation and environmental matters;
- Our ability to pay regular quarterly cash dividends and the amounts and timing of any future dividends;
- Information systems failures and cyberattacks;
- Amounts for cash and non-cash charges related to restructuring plans that may differ from original estimates, including because of timing changes associated with the underlying actions; and
- Other factors described in our Annual Report on Form 10-K for the year ended December 31, 2021 under Item 1A, “Risk Factors.”

The above list of factors is not exhaustive. We undertake no obligation to publicly update forward-looking statements, whether as a result of new information, future events or otherwise. You are advised to consult any further disclosures we make on related subjects in our reports on Form 10-Q, 8-K and 10-K that we provide to the Securities and Exchange Commission.

Use of Non-GAAP Measures

This presentation includes the use of both GAAP (generally accepted accounting principles) and non-GAAP financial measures. The non-GAAP financial measures include: adjusted EPS, adjusted operating income, free cash flow and adjusted EBITDA.

Avient’s chief operating decision maker uses these financial measures to monitor and evaluate the ongoing performance of Avient and each business segment and to allocate resources.

A reconciliation of each historical non-GAAP financial measure with the most directly comparable GAAP financial measure is attached to this presentation which is posted on our website at www.avient.com.

Avient does not provide reconciliations of forward-looking non-GAAP financial measures, such as outlook for Adjusted EBITDA, Adjusted Earnings Per Share, Adjusted Operating Income and Free Cash Flow, to the most comparable GAAP financial measures on a forward-looking basis because Avient is unable to provide a meaningful or accurate calculation or estimation of reconciling items and the information is not available without unreasonable effort. This is due to the inherent difficulty of forecasting the timing and amount of certain items, such as, but not limited to, restructuring costs, environmental remediation costs, acquisition-related costs, and other non-routine costs. Each of such adjustments has not yet occurred, are out of Avient’s control and/or cannot be reasonably predicted. For the same reasons, Avient is unable to address the probable significance of the unavailable information.

Avient acquired the Clariant Color business on July 1, 2020 (the “Acquisition Date”). To provide comparable financial results, the Company references “pro forma” financial metrics, which include the business results of Clariant Color for periods prior to the Acquisition Date. Avient also references “pro forma” financial metrics, which include the results of the proposed Dyneema acquisition. Management believes this provides comparability of the performance of the combined businesses.

The background features a large, stylized white arrow pointing downwards, set against a dark blue background with various financial charts including candlesticks, line graphs, and bar charts. The charts are rendered in a light blue/white color, creating a high-tech, data-driven aesthetic.

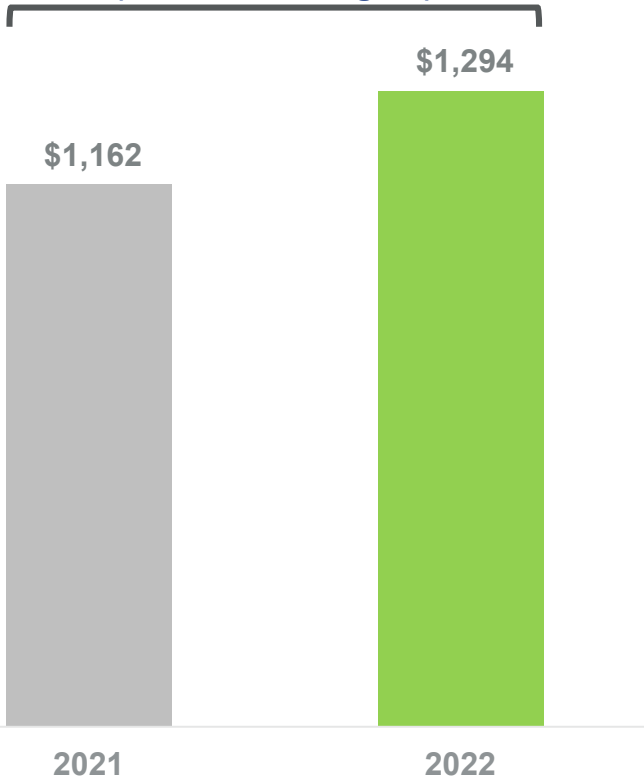
FIRST QUARTER 2022 RESULTS

Q1 2022 PERFORMANCE

(TOTAL COMPANY)

Sales

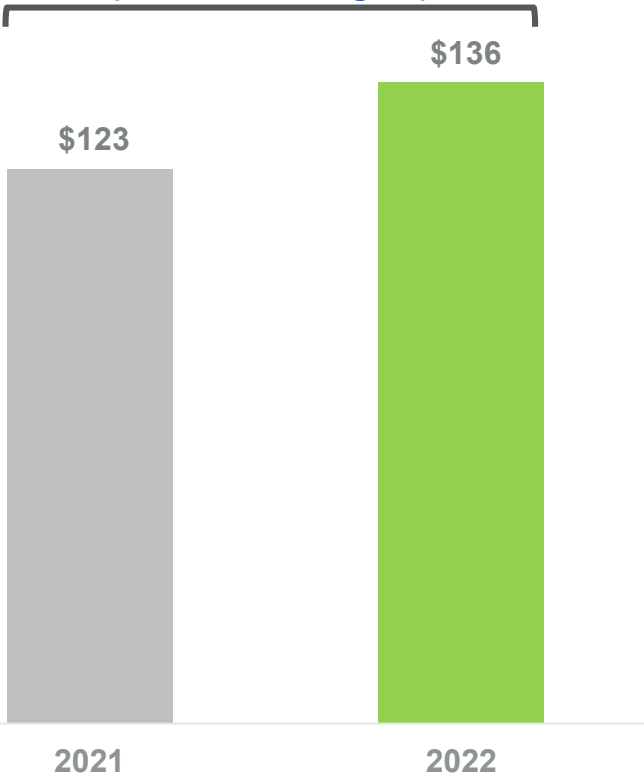
+ 11%
(+ 14% excluding FX)



(in millions)

Adjusted Operating Income

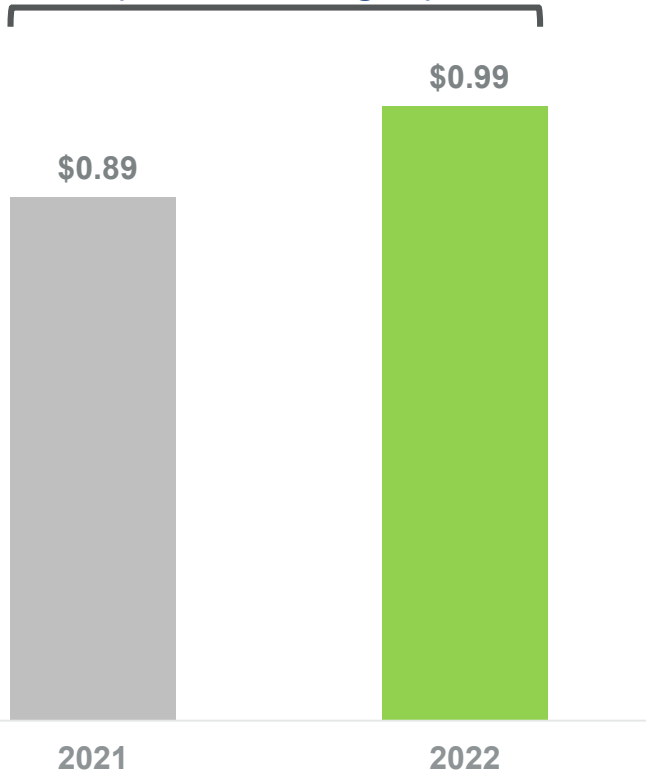
+ 11%
(+ 15% excluding FX)



(in millions)

Adjusted EPS

+ 11%
(+ 16% excluding FX)



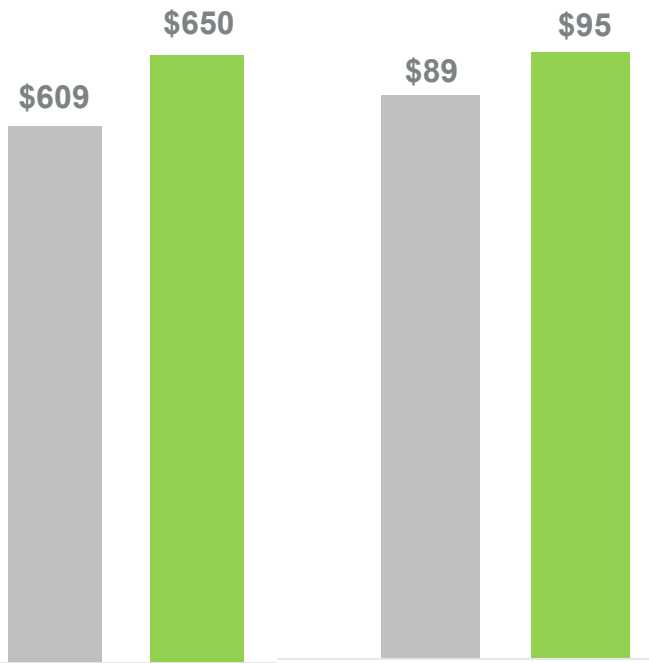
Q1 2022 SEGMENT PERFORMANCE

CAI

(\$ in millions)

+ 7%
(+ 10% excluding FX)

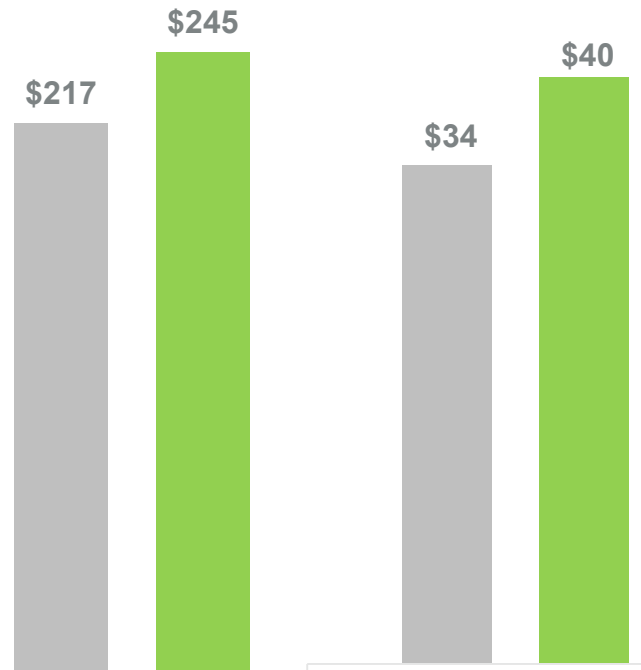
+ 7%
(+ 11% excluding FX)



SEM

+ 13%
(+ 17% excluding FX)

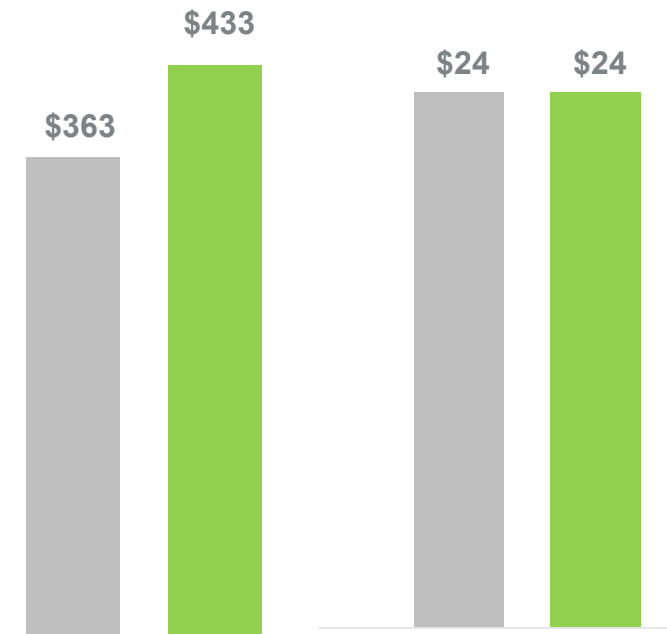
+ 18%
(+ 20% excluding FX)



Distribution

+ 19%

Flat



■ Q1 2021 ■ Q1 2022

Q1 2022 SALES AND OPERATING INCOME

(TOTAL COMPANY)

<i>\$ millions</i>	Sales	Growth Rate	Adjusted Operating Income
Q1 2021	\$1,162		\$123
Sustainable Solutions	19	8%	7
Healthcare	32	21%	6
Composites (excl. Outdoor High Performance)	8	18%	3
Growth in Asia / LATAM	6	3%	2
Other	100	19%	5
Sub-total	\$1,327	14%	\$146
Outdoor High Performance Impact	(5)		(3)
Wage Inflation and Overtime			(11)
Other Supply Chain Costs			(4)
Synergies			5
Incentives, Other Employee Costs			8
FX	(28)		(5)
Q1 2022	\$1,294	11%	\$136

Q1 EBITDA BRIDGE

<i>\$ millions</i>	Adjusted EBITDA	
Q1 2021	\$ 161	
Demand	(23)	{ China Lockdowns / Russia Impact \$ (7) Transportation (7) Outdoor High Performance (3)
<u>CAI:</u>		
<i>Price / Mix</i>	77	
<i>Inflation</i>	(54)	✓
<u>SEM:</u>		
<i>Price / Mix</i>	41	✓
<i>Inflation</i>	(26)	
<u>Distribution:</u>		
<i>Price / Mix</i>	84	✓
<i>Inflation</i>	(82)	
Net Price Benefit	40	
Wage Inflation and Overtime	(11)	
Other Supply Chain Costs	(4)	
Synergies	5	
Incentives, Other Employee Costs	8	
FX	(5)	
Q1 2022	\$ 171	

Price increases more than offset raw material and supply chain impacts

Q1 EPS BRIDGE

Q1 2021 - Adjusted EPS	\$	0.89
CAI		0.08
Specialty Engineered Materials		0.06
Distribution		0.00
Corporate Costs		0.02
F/X		(0.04)
Segment OI		0.12
Tax Rate		(0.02)
Q1 2022 - Adjusted EPS	\$	0.99



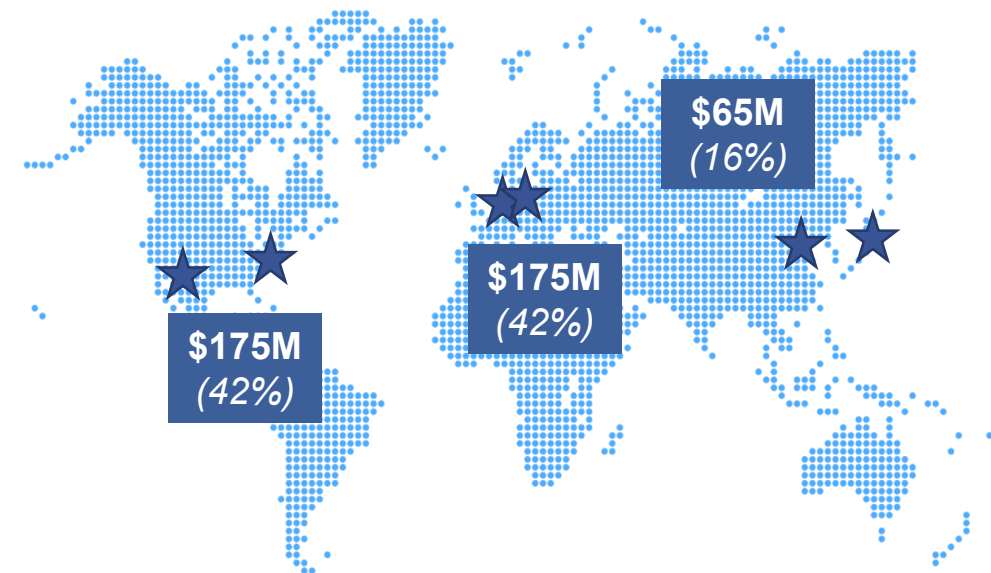
AVIENT™



Dyneema®

- Purchase price of \$1.48B represents 11.4x multiple of 2022 EBITDA
- Acquisition will expand Avient's composites and fiber portfolio with Dyneema®, the **World's Strongest Fiber™**
- \$415M sales and **30%+ EBITDA margins**; Immediately accretive to pro forma 2022 EPS, adding **\$0.35**^{(1) (2)}
- 1,300 patents globally, **~50%** of sales patent protected
- 1,000+ employees across **global** production network and **dedicated technology** centers
- Composites platform will increase from \$261M to **\$680M** in **revenue** and from \$49M to **\$180M** in **EBITDA**⁽²⁾

2022E Sales By Region (\$M)



Well-maintained global asset base poised to serve growing demand

★ Indicates Dyneema® location

15x stronger than steel
Reduces weight by 30% vs. other solutions

FIT WITH FOUR PILLAR STRATEGY



DYNEEMA® OVERVIEW

KEY INDUSTRIES



PERSONAL PROTECTION

Military • Law Enforcement • First Responders Body Armor • Helmets • Vehicle Protection

\$215M



MARINE & SUSTAINABLE INFRASTRUCTURE

Towing / Mooring • Aquaculture • Floating Wind • Offshore Cranes

\$130M



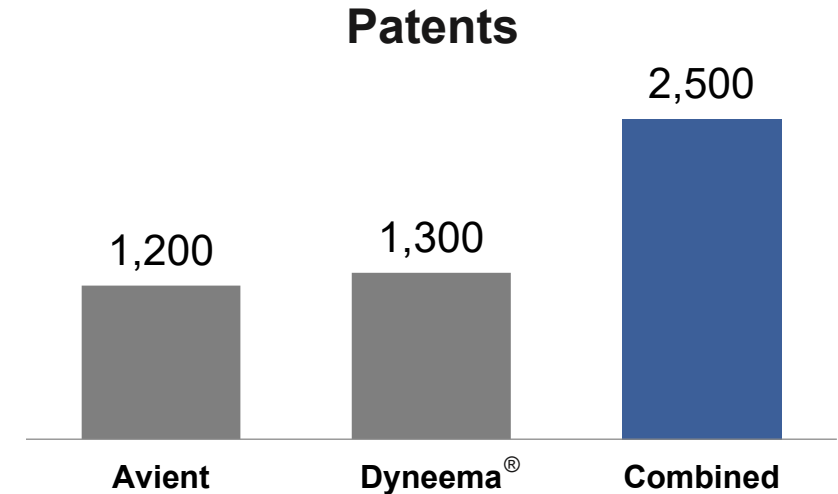
CONSUMER

Consumer • Outdoor High Performance • Safety Equipment

\$70M

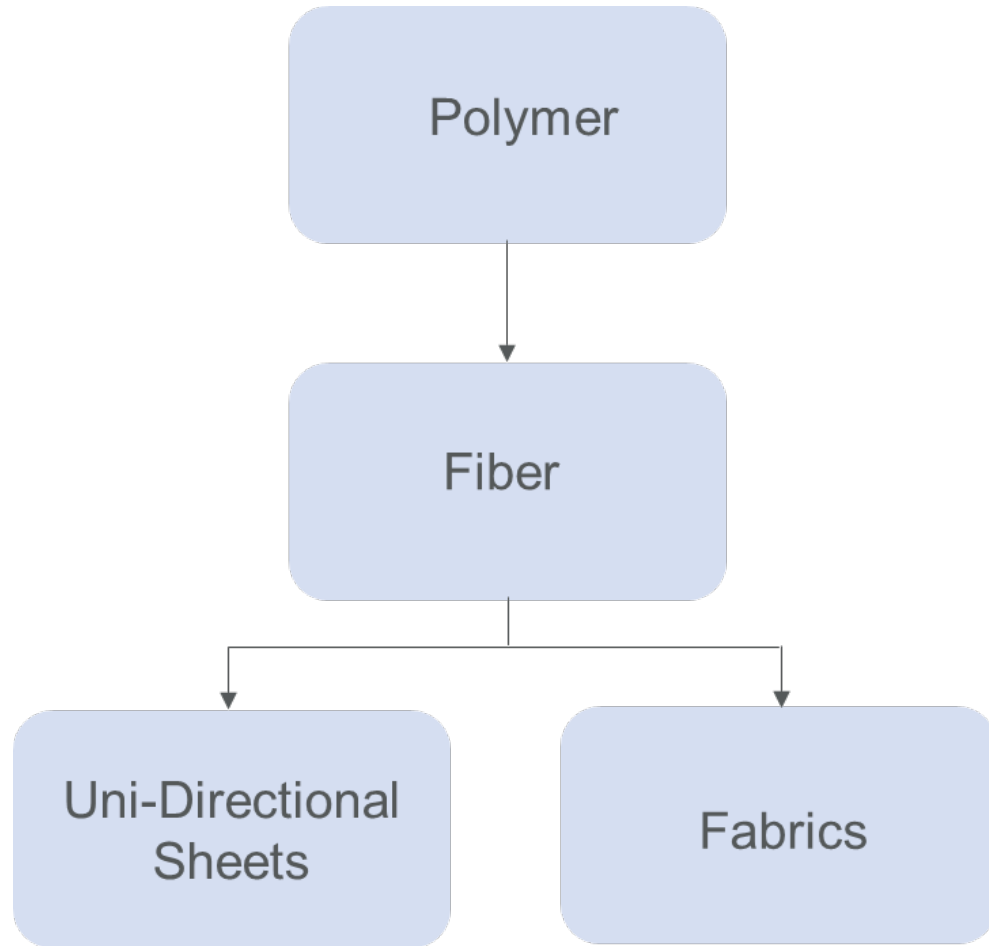
TECHNOLOGY

- True specialty business – the World’s Strongest Fiber™
- Deep history of application development with customers, strongest in the industry
- The only UHMwPE (ultra-high molecular weight polyethylene) fiber producer that is backward integrated
 - Provides innovation advantage through control of all steps of the process
- Complementary with our existing reinforced film expertise (PolyStrand) and engineered fiber presences (Fiber-Line)



WINNING PROPERTIES	
Ultra high strength vs. weight	Highly flexible
Floats on water	Chemically inert; no smell/taste and non-toxic
High resistance to UV radiation	Self-lubricating, with low friction
<i>One-of-a-kind technology</i>	

FORMULATION PROCESS



- Like Avient, Dyneema[®] offers similar core competencies around formulation and material science
- Technology that combines polymers and fibers to provide specialized, high performing solutions for customers
- Design capabilities ensure that applications are highly customized for the specified end use

DYNEEMA® IN THE VALUE CHAIN

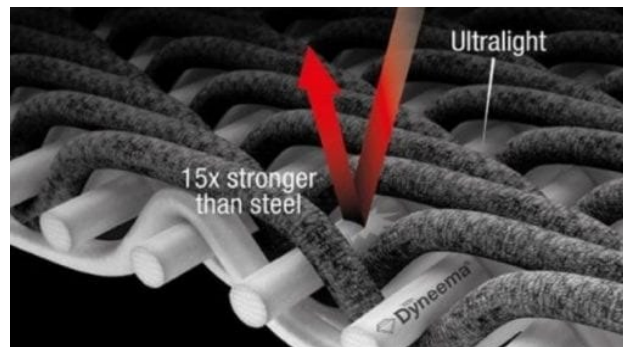
INTERMEDIATE MANUFACTURING (CUSTOMERS)

OEM / APPLICATION



**UHMwPE
Fiber / Tapes**

- *Material Science*
- *Formulation*
- *Service*



**Military Personnel,
Law Enforcement**



**Heavy Marine,
Offshore Wind Energy
and Mooring,
Aquaculture**



**Outdoor,
Footwear, Apparel,
Inflatables**



DEMAND TRENDS

- Military spending and near-term demand for higher performing personal protection products (like Dyneema®) expected to increase
 - European NATO members annual defense spend expected to increase by up to 20%⁽¹⁾
 - Accelerated launch of next generation technology in North America
- Policy-driven demand for sustainable energy; growth in floating offshore wind farms which require advanced, durable technology
 - Offshore wind expected to grow at a CAGR of 32% with the level of annual installations quadrupling over the next five years⁽²⁾
- Continued investment in aquaculture as a sustainable food source⁽³⁾
- Strong demand in outdoor high performance space across niche consumer applications aligns with 10% growth assumption for Avient's Composites portfolio

Sources:

(1) "Funding NATO", NATO.int (April 1, 2022)

(2) "Global Wind Report 2021", Global Wind Energy Council

(3) "Aquaculture Supports a Sustainable Earth", NOAA Fisheries



PRODUCTS

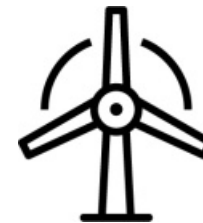
ALIGNMENT WITH SUSTAINABILITY GOALS



Human Health
& Safety



Lightweighting



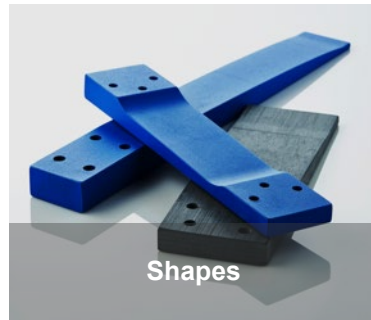
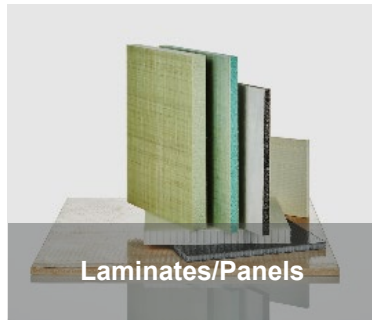
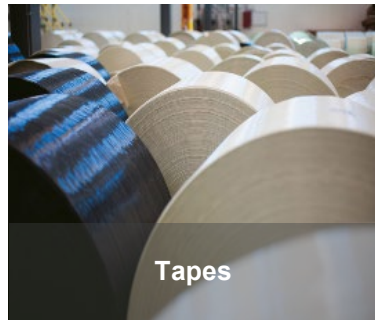
Sustainable
Infrastructure



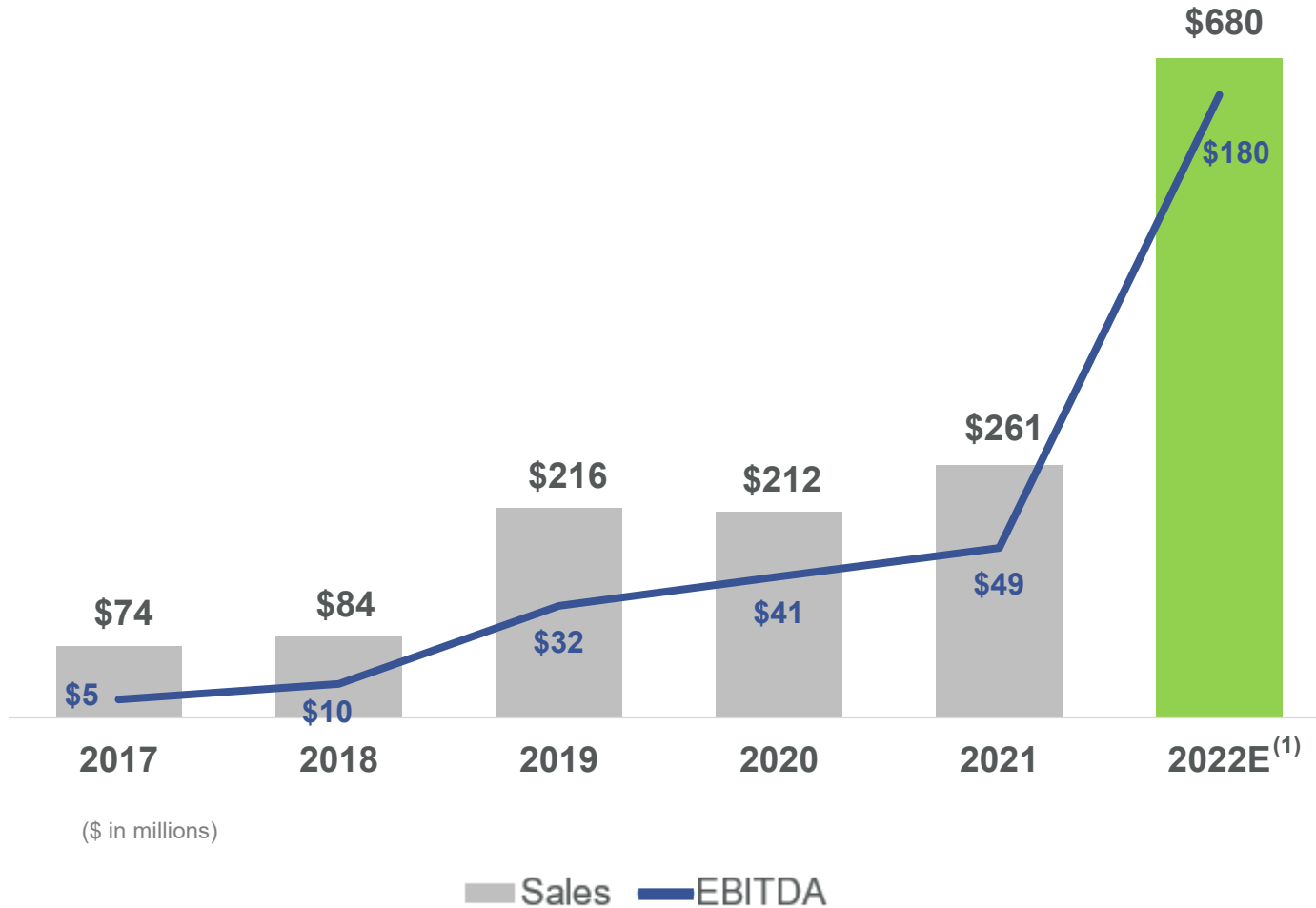
Bio-polymers

AVIENT'S EXISTING COMPOSITES PORTFOLIO

DIVERSE CAPABILITIES AND SOLUTIONS SERVING
MANUFACTURERS AND OEMS



AVIENT'S COMPOSITES PORTFOLIO SALES AND EBITDA



- Dyneema[®] acquisition will further improve Composites EBITDA margins to **26%**
- Dyneema[®] will complement our existing portfolio with deep formulation expertise, innovative culture and global commercial presence
- Composites will continue to be a key growth driver to deliver future revenue growth in excess of GDP

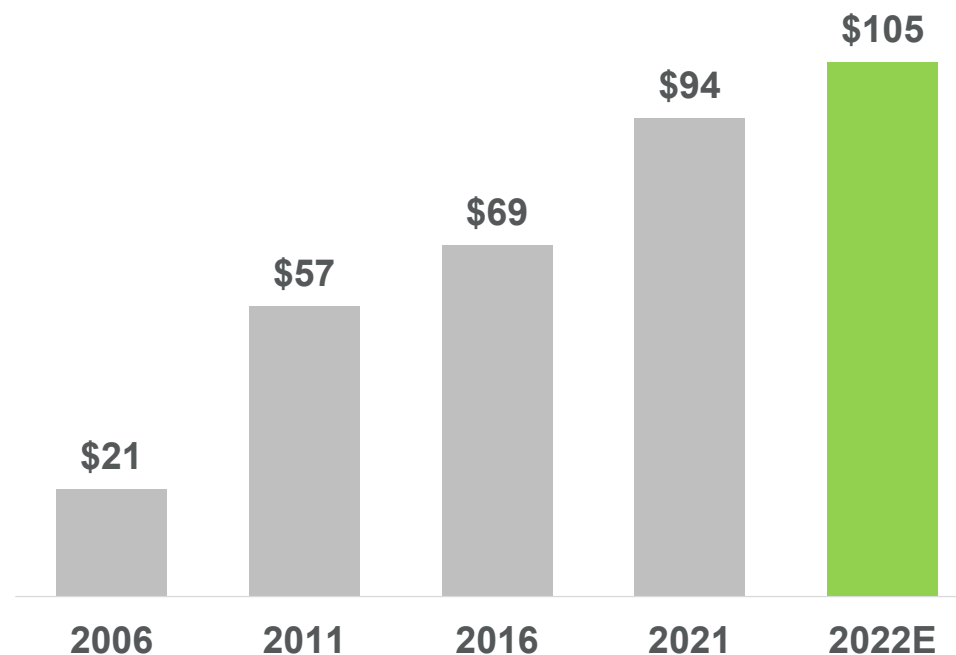
The background features a large, abstract graphic composed of several overlapping, angular shapes in shades of blue and teal. These shapes are arranged in a way that suggests a stylized 'X' or a complex geometric pattern. The colors transition from a deep blue on the left to a vibrant teal on the right.

DISTRIBUTION DIVESTITURE CONSIDERATIONS

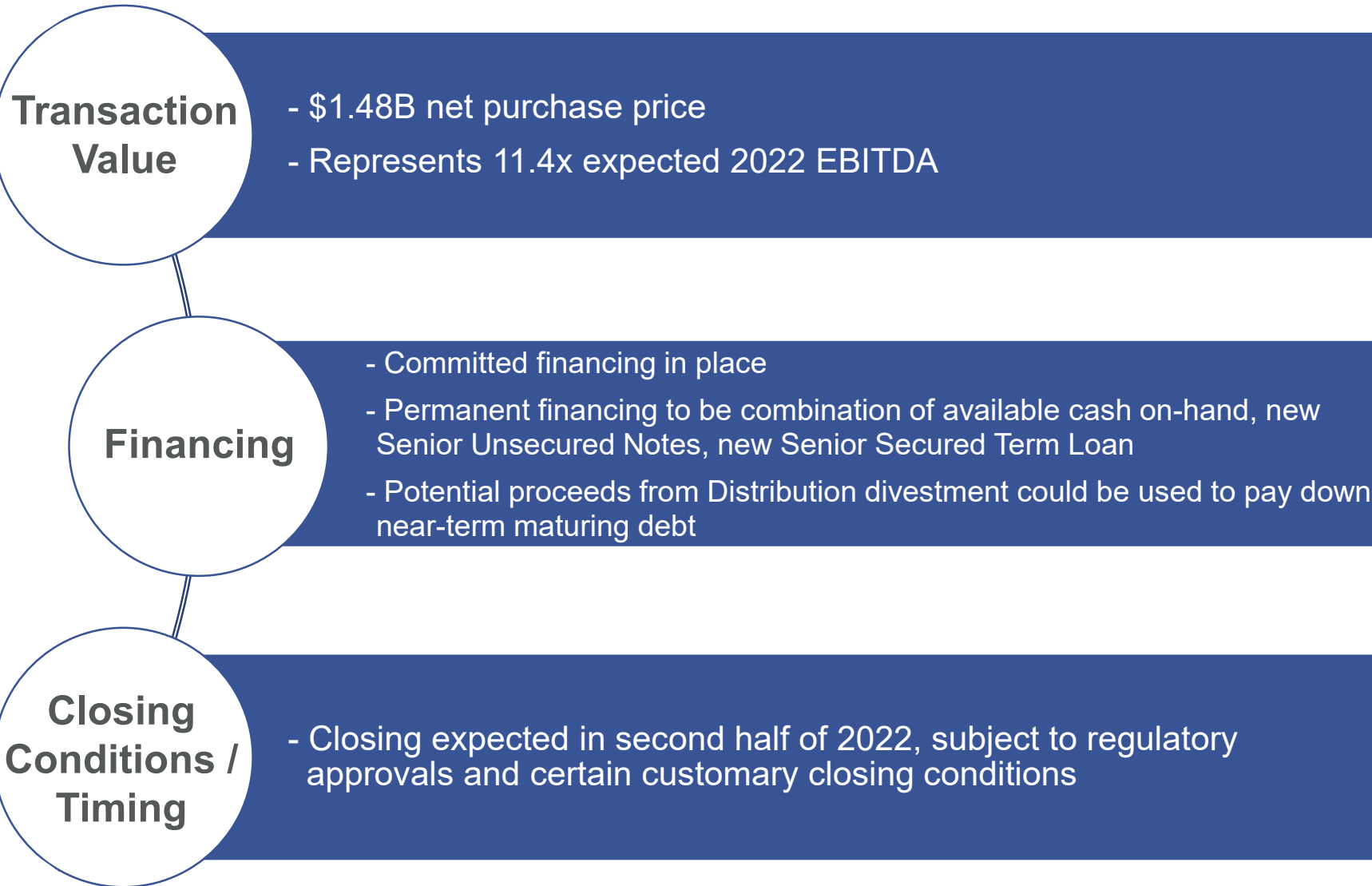
DISTRIBUTION HIGHLIGHTS

- Leading North American Distribution business with longstanding blue-chip supplier and customer relationships
- Commercial excellence and regulatory knowledge have grown healthcare portfolio to over 25% of sales and positioned business for long-term growth
- Highly specialized portfolio of engineered polymers along with sustainable solution offerings
- Leading digital capabilities through Avient Now, allowing enhanced visibility and 24/7 interface with customers
- 98% free cash flow conversion drives greater than 30% after-tax return on invested capital (ROIC)
- Potential divestiture allows us to remain modestly leveraged with net debt to adjusted EBITDA expected to be 2.9x and positions us for further specialty growth in the future

EBITDA (in \$M)



DYNEEMA[®] TRANSACTION OVERVIEW



CAPITAL STRUCTURE / LEVERAGE

Pro Forma Capitalization

(2022 estimates, all figures in \$M)

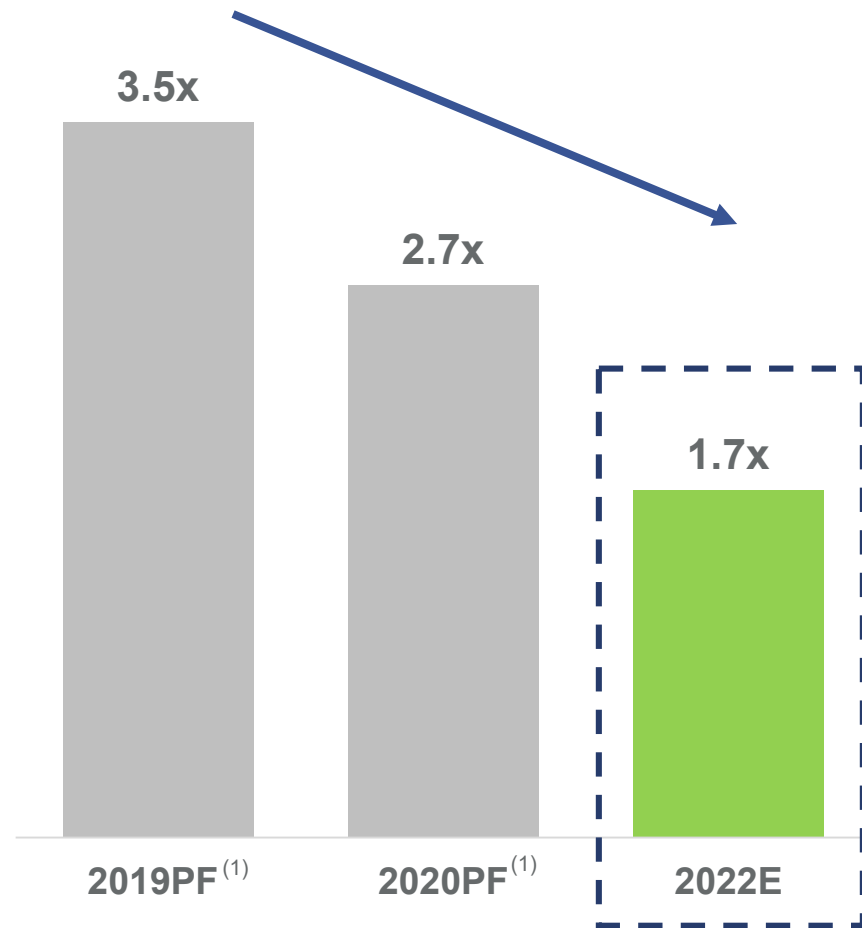
Cash and Cash Equivalents	\$ 595
Senior Secured Term Loan due 2026	\$ 605
New Senior Secured Term Loan B	500
Total Senior Secured Debt	\$ 1,105
Senior Unsecured Notes due 2025	\$ 650
New Senior Unsecured Notes	740
Total Senior Unsecured Debt	\$ 1,390
Total Debt	\$ 2,495
Net Debt	\$ 1,900
2022 Pro forma Adjusted EBITDA	\$ 660

Net Debt / Adjusted EBITDA 2.9x

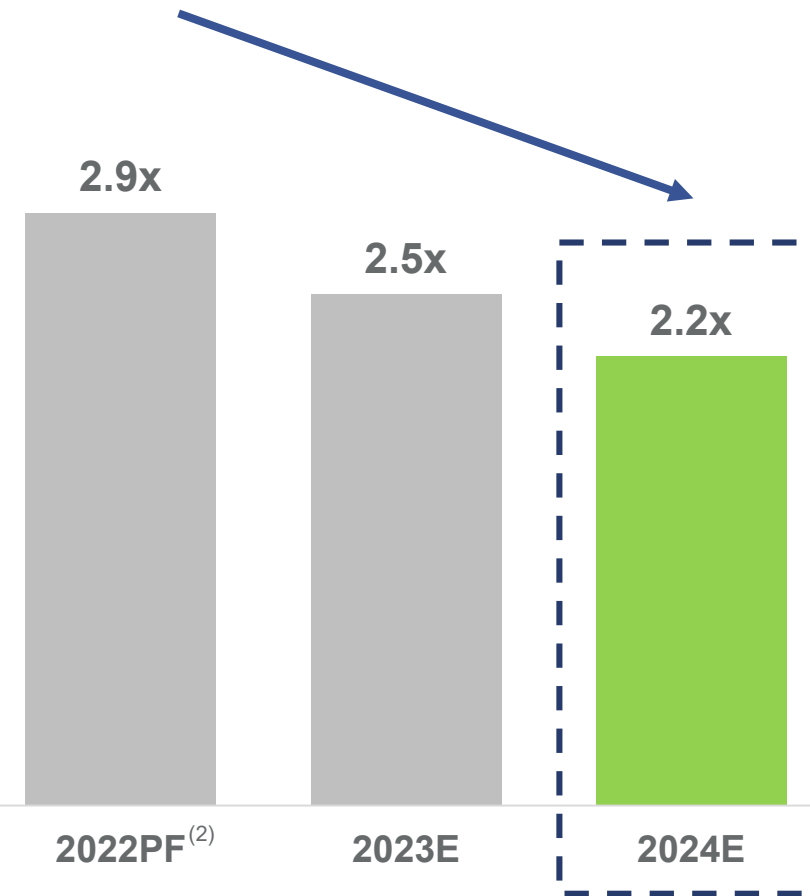
- Financing commitments secured from Morgan Stanley and J.P. Morgan
- New Senior Secured Term Loan B and new Senior Unsecured Notes
- Potential proceeds from sale of Distribution business modeled to pay off 5.25% senior notes due 2023 and Term Loan
- Acquisition aligned with Avient's track record of disciplined capital allocation policy
- Existing dividend policy maintained, focus on deleveraging in the near term

TWO-YEAR LEVERAGE GOAL

Clariant Color Acquisition



Dyneema[®] Acquisition



(1) Pro forma for the acquisition of the Clariant Color business
(2) Pro forma for the acquisition of Dyneema[®] and potential divestiture of Distribution, including repayment of senior notes due 2023 and Term Loan

PRO FORMA MODELING

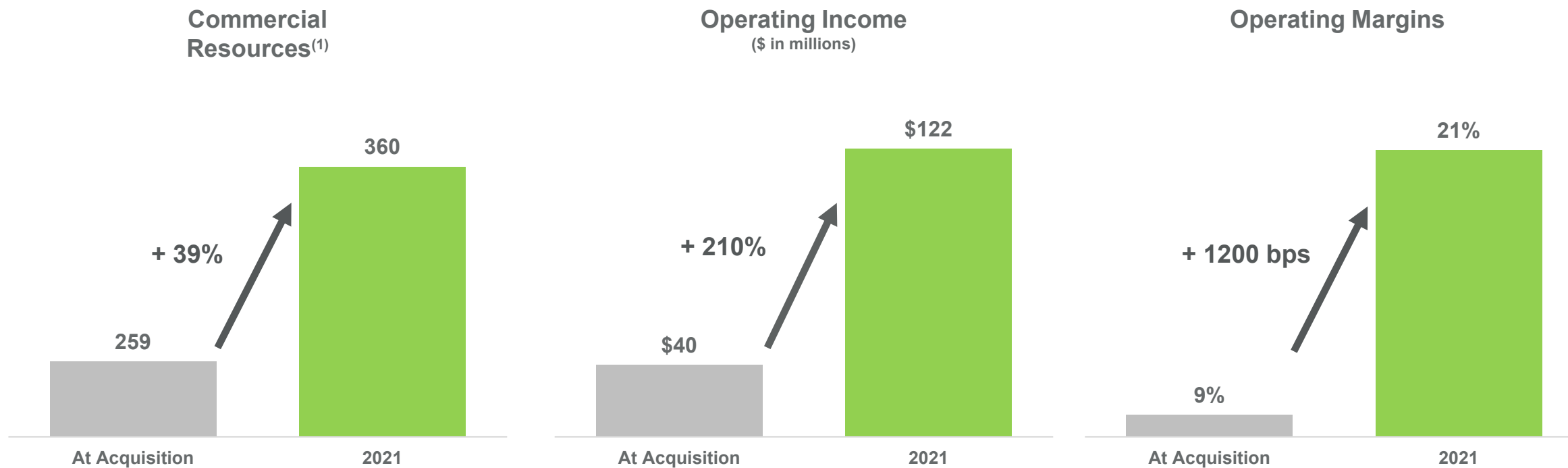
2022E (\$M)	Avient	Dyneema [®]	Pro Forma w/ Dyneema [®]	Distribution	Pro Forma w/Sale
Revenue	\$ 5,100	\$ 415	\$ 5,515	\$ (1,775)	\$ 3,740
Adjusted EBITDA	635	130	765	(105)	660
EBITDA %	12%	31%	14%	6%	18%
Pro Forma EPS (Adjusted)	\$ 3.50				
Pro Forma EPS (excl. amortization)	\$ 3.96	\$ 0.35	\$ 4.31	\$ (0.56)	\$ 3.75
Leverage (12/31/2022E)					
Net Debt / Adjusted EBITDA	1.7x		3.5x		2.9x



OUR SPECIALTY JOURNEY

ACQUISITION HISTORY

Established Acquisitions (> 7 years)

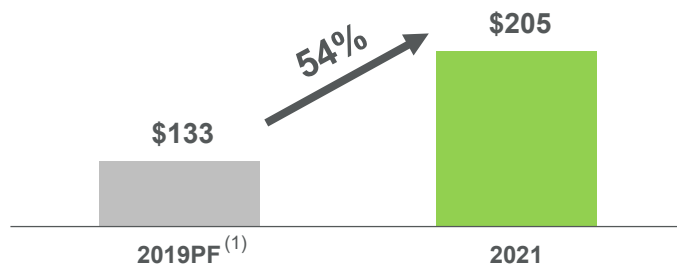


(1) Commercial Resources include associate headcount in R&D / Technical, Marketing and Sales

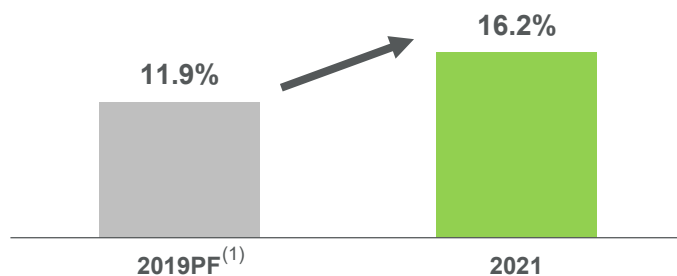
CLARIANT COLOR ACQUISITION

Clariant Color EBITDA Growth

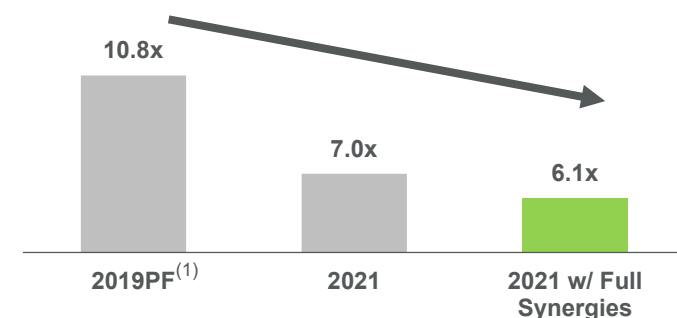
(\$ in millions)



EBITDA Margins

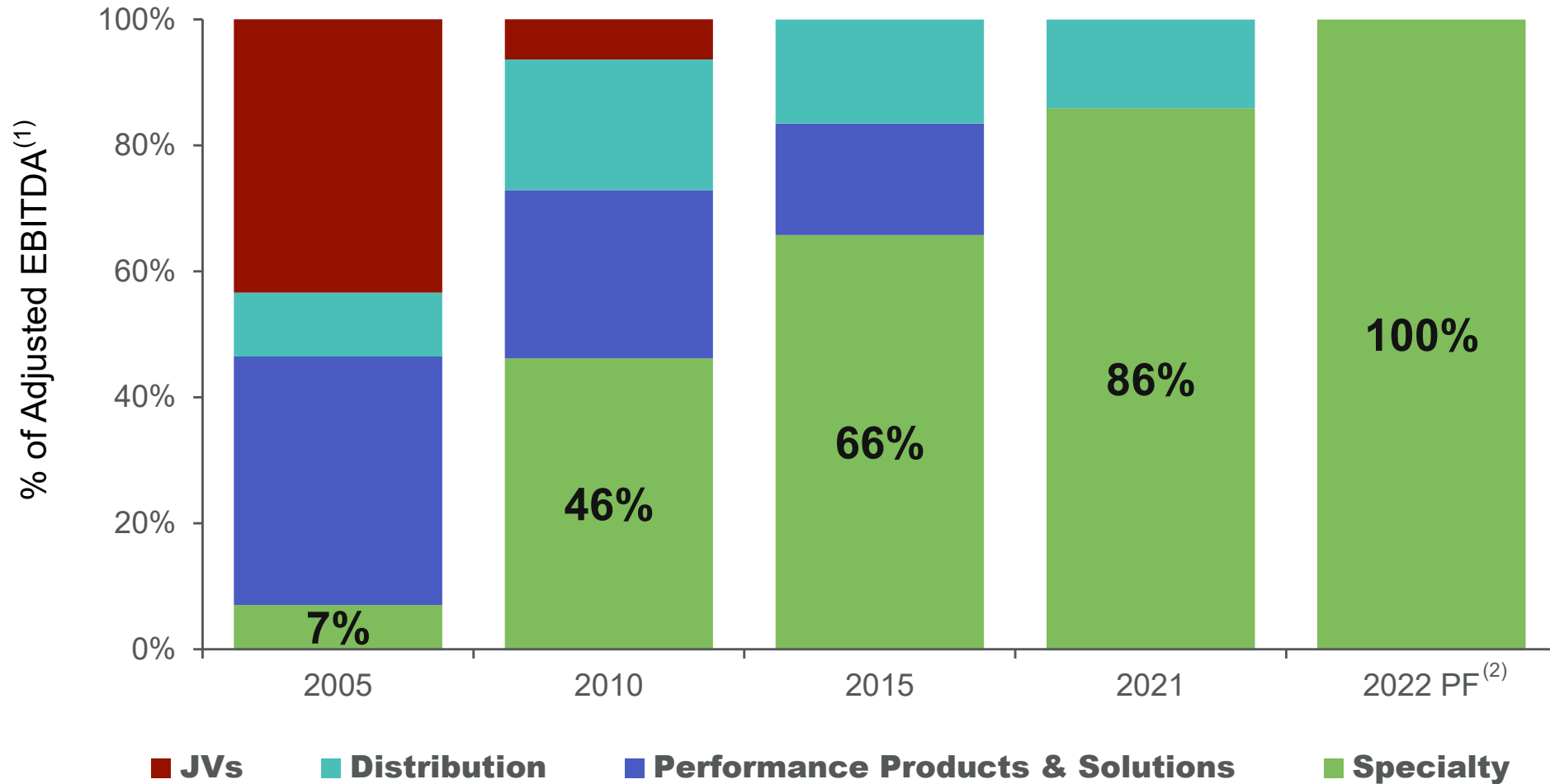


Purchase Price Multiple



- Acquisition of Clariant Color business significantly expanded presence in healthcare, packaging and consumer end markets
- Strength of portfolio – double-digit annual EBITDA growth since acquisition
- \$54 million of synergies realized in 2021
- Acquisition completed on July 1, 2020 for \$1.45 billion. Purchase price multiple rapidly declining on strength of business and synergy capture

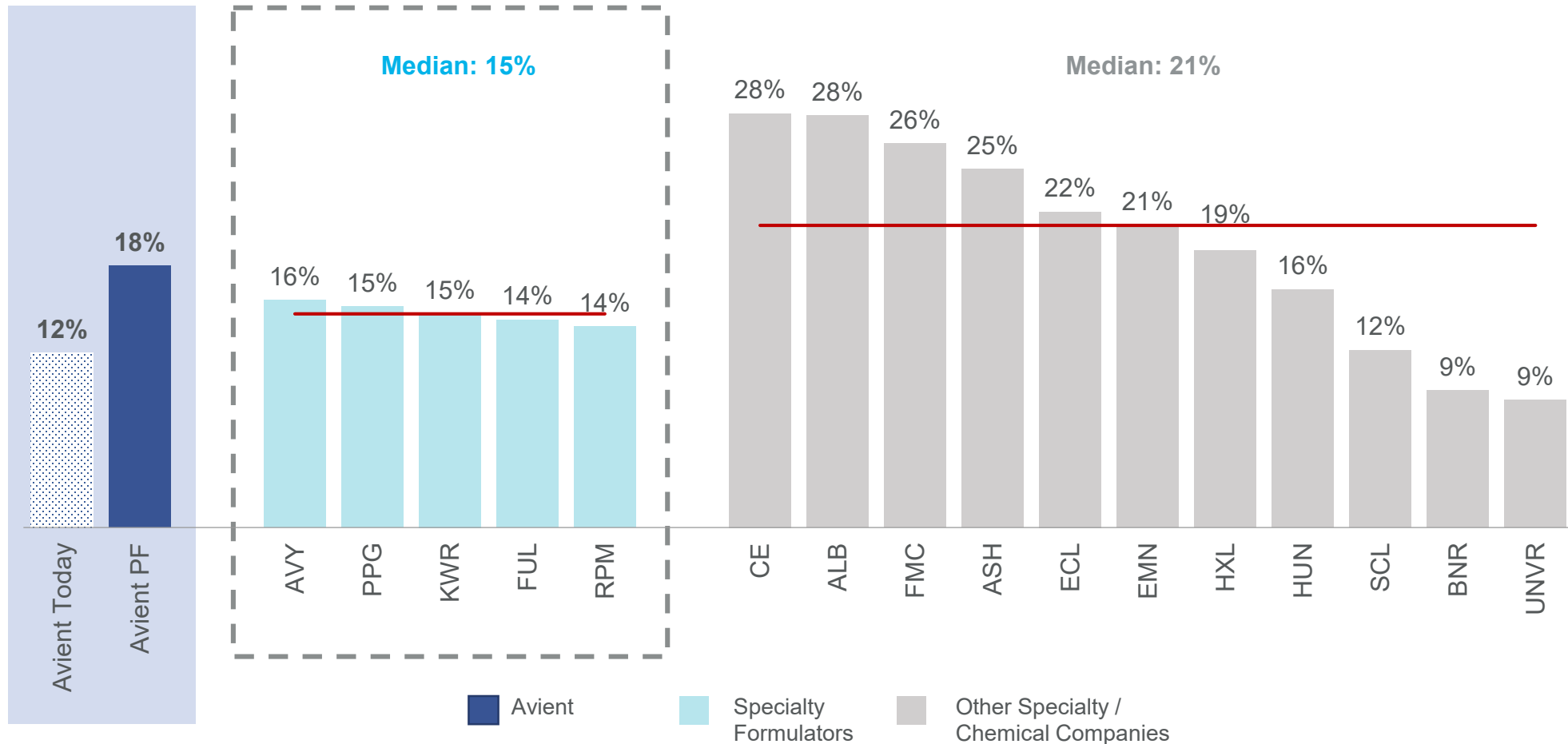
SPECIALTY TRANSFORMATION



(1) Adjusted EBITDA is EBITDA excluding corporate costs and special items

(2) Pro forma for the acquisition of Dyneema® and potential divestiture of Distribution

2022 EBITDA MARGINS VS. PEERS



Avient today reflects 2022 estimated EBITDA of \$635M and revenue of \$5,100.

Avient pro forma reflects 2022 estimated EBITDA of \$660M and revenue of \$3,740M. Financials are pro forma for the acquisition of Dyneema® and potential divestiture of Distribution

CULTURE AND PEOPLE



BARRON'S

Most Sustainable Companies 2022



OUR SPECIALTY JOURNEY CONTINUES

- Dyneema[®] brings leading technology and brand with **the World's Strongest Fiber™**, deep history of **application development** and **strong management team** focused on specialty applications
- Dyneema[®] transaction is aligned with our previously stated acquisition goal of expanding our **composites** and **fiber capabilities**
- Similar to our other technology expansion acquisitions, Dyneema[®] allows us to leverage our **invest-to-grow** strategy
- We plan to explore a possible sale of our Distribution business. As presented in previous slides, this presents potential benefits with respect to leverage and EBITDA margins



AVIENT™

**Reconciliation of Non-GAAP Financial Measures
(Unaudited)**

(Dollars in millions, except for per share data)

Senior management uses comparisons of adjusted net income from continuing operations attributable to Avient shareholders and diluted adjusted earnings per share (EPS) from continuing operations attributable to Avient shareholders, excluding special items, to assess performance and facilitate comparability of results. Senior management also uses operating income before special items to assess performance and allocate resources because senior management believes that these measures are useful in understanding current profitability levels and how it may serve as a basis for future performance. In addition, operating income before the effect of special items is a component of Avient's annual and long-term employee incentive plans and is used in debt covenant computations. We also monitor earnings (defined as net income from continuing operations) before interest, taxes, depreciation and amortization (EBITDA) and adjusted EBITDA (EBITDA before the impact of special items) as a supplement to our GAAP measures. EBITDA and Adjusted EBITDA are non-GAAP financial measures that management uses in evaluating operating performance.

Senior management believes the measures described above are useful to investors because they allow for comparison to Avient's performance in prior periods without the effect of items that, by their nature, tend to obscure Avient's operating results due to the potential variability across periods based on timing, frequency and magnitude. The presentation of these non-GAAP measures is not intended to be considered in isolation from, as a substitute for, or as superior to, the financial information prepared and presented in accordance with U.S. GAAP. Non-GAAP financial measures have limitations as analytical tools and should not be considered in isolation from, or solely as alternatives to, financial measures prepared in accordance with GAAP. The presentation of these measures may be different from non-GAAP financial measures used by other companies.

A reconciliation of these measures to their most directly comparable GAAP measures is provided in the tables below.

Reconciliation to Condensed Consolidated Statements of Income	Three Months Ended March 31, 2022		
	GAAP Results	Special Items	Adjusted Results
Operating Income	\$ 128.6	\$ 7.8	\$ 136.4
Income before income taxes	\$ 111.1	\$ 7.7	\$ 118.8
Income tax expense - GAAP	(26.6)	—	(26.6)
Income tax impact of special items	—	(2.0)	(2.0)
Tax adjustments	—	1.5	1.5
Net income attributable to noncontrolling interests	(0.3)	—	(0.3)
Net income attributable to Avient shareholders	<u>\$ 84.2</u>	<u>\$ 7.2</u>	<u>\$ 91.4</u>
EPS	\$ 0.91	0.08	\$ 0.99
Weighted-average diluted shares	92.3	92.3	92.3

**Three Months Ended
March 31, 2021**

Reconciliation to Condensed Consolidated Statements of Income	GAAP Results	Special Items	Adjusted Results
Operating Income	\$ 120.4	\$ 2.4	\$ 122.8
Income before income taxes	\$ 102.6	\$ 2.4	\$ 105.0
Income tax expense - GAAP	(22.9)	—	(22.9)
Income tax impact of special items	—	(0.9)	(0.9)
Tax adjustments	—	1.1	1.1
Net income attributable to noncontrolling interests	(0.4)	—	(0.4)
Net income attributable to Avient shareholders	<u>\$ 79.3</u>	<u>\$ 2.6</u>	<u>\$ 81.9</u>
EPS	\$ 0.86	0.03	\$ 0.89
Weighted-average diluted shares	92.2	92.2	92.2

**Year Ended
December 31, 2021**

Reconciliation to Condensed Consolidated Statements of Income	GAAP Results	Special Items	Adjusted Results
Operating income	\$ 381.2	\$ 47.8	\$ 429.0
Income from continuing operations before income taxes	\$ 304.6	\$ 57.1	\$ 361.7
Income tax expense - GAAP	(74.0)	—	(74.0)
Income tax impact of special items	—	(13.0)	(13.0)
Tax adjustments	—	5.9	5.9
Net income attributable to noncontrolling interests	0.2	—	0.2
Net income from continuing operations attributable to Avient shareholders	<u>\$ 230.8</u>	<u>\$ 50.0</u>	<u>\$ 280.8</u>
EPS	\$ 2.51	0.54	\$ 3.05
Weighted-average diluted shares	92.1	92.1	92.1

Reconciliation of EBITDA by Segment	Three Months Ended March 31,		Year Ended December 31,
	2022	2021	2021
Operating income:			
Color, Additives and Inks	\$ 94.5	\$ 88.8	\$ 303.1
Specialty Engineered Materials	39.7	34.2	132.0
Distribution	24.2	24.0	93.2
Corporate and eliminations	(29.8)	(26.6)	(147.1)
Operating income	<u>\$ 128.6</u>	<u>\$ 120.4</u>	<u>\$ 381.2</u>
Items below OI in Corporate:			
Other income, net	\$ (0.6)	\$ 1.5	\$ (1.3)
Depreciation & amortization:			
Color, Additives and Inks	\$ 26.0	\$ 27.4	\$ 105.7
Specialty Engineered Materials	7.8	7.8	31.7
Distribution	0.2	0.2	0.8
Corporate and eliminations	3.8	1.7	7.7
Depreciation & Amortization	<u>\$ 37.8</u>	<u>\$ 37.1</u>	<u>\$ 145.9</u>
EBITDA:			
Color, Additives and Inks	\$ 120.5	\$ 116.2	\$ 408.8
Specialty Engineered Materials	47.5	42.0	163.7
Distribution	24.4	24.2	94.0
Corporate and eliminations	(26.0)	(24.9)	(140.7)
EBITDA	<u>\$ 165.8</u>	<u>\$ 159.0</u>	<u>\$ 525.8</u>

Reconciliation of Sales, Operating Income and EBITDA - Distribution	Year Ended December 31,		
	2006	2011	2016
Sales	\$ 732.8	\$ 996.5	\$ 1,071.0
Operating income	19.2	56.0	68.2
Depreciation & amortization	1.5	0.7	0.7
EBITDA	<u>\$ 20.7</u>	<u>\$ 56.7</u>	<u>\$ 68.9</u>

	Three Months Ended March 31,		Year Ended December 31,
	2022	2021	2021
Reconciliation to EBITDA and Adjusted EBITDA:			
Net income from continuing operations – GAAP	\$ 84.5	\$ 79.7	\$ 230.6
Income tax expense	26.6	22.9	74.0
Interest expense	16.9	19.3	75.3
Depreciation and amortization from continuing operations	37.8	37.1	145.9
EBITDA	\$ 165.8	\$ 159.0	\$ 525.8
Special items, before tax	7.7	2.4	57.1
Depreciation and amortization included in special items	(2.1)	(0.5)	(1.7)
Adjusted EBITDA	\$ 171.4	\$ 160.9	\$ 581.2