GLOBAL HIGH YIELD & LEVERAGED FINANCE CONFERENCE
FEBRUARY 2020
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 performance and/or sales.

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

- Our ability to identify and evaluate acquisition targets and consummate and integrate acquisitions
- 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;
- Changes in polymer consumption growth rates and laws and regulations regarding the disposal of plastic in jurisdictions where we conduct business;
- Changes in global industry capacity or in the rate at which anticipated changes in industry capacity come online;
- 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;
- An inability to raise or sustain prices for products or services;
- Information systems failures and cyber attacks; and
- Other factors affecting our business beyond our control, including, without limitation, changes in the general economy, changes in interest rates and changes in the rate of inflation.

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.
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, and return on invested capital.

PolyOne’s chief operating decision maker uses these financial measures to monitor and evaluate the ongoing performance of the Company and each business segment and to allocate resources. In addition, operating income before special items and adjusted EPS are components of various PolyOne annual and long-term employee incentive plans.

A reconciliation of each 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.polyone.com.
VISION

To be the world’s premier provider of specialized polymer materials, services and solutions

CORE VALUES

Collaboration  Innovation  Excellence

PERSONAL VALUES

Honesty  Respect  Integrity

STRATEGY

Globalization  Specialization  Operational Excellence  Commercial Excellence
SAFETY FIRST

Injuries per 100 Workers

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<tbody>
<tr>
<td>Value</td>
<td>1.3</td>
<td>1.1</td>
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<td>0.74</td>
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Spartech Acquisition
**Volume**
- Volume driven, commodity production
- Heavily tied to cyclical end markets
- Performance largely dependent on non-controlling joint ventures

**Value**
- Shift to value-based selling & an innovative culture
- New leadership team appointed
- Implementation of four pillar strategy
- Investment in commercial training and innovation
- Faster growing, high margin focus

**Transformation**
- Accelerated growth with world class vitality index
- Significant commercial resource additions
- Expanded margins with specialty focus
- Acquired strategic, bolt-on companies to expand technology offerings and improve geographic breadth

**The Future**
- Landmark portfolio transformation creates specialty growth company
- Sustainability / mega-trends drive above market growth

2000-2005

2006 - 2013

2013 - 2019

2020 and Beyond
PolyOne Corporation

2019 Revenue | $2.9 Billion

Segment
- Distribution: 41%
- Color Additives & Inks: 34%
- Specialty Engineered Materials: 25%

End Market
- Transportation: 15%
- Healthcare: 15%
- Appliance: 3%
- Textiles: 5%
- Electrical & Electronics: 6%
- Building & Construction: 6%
- Wire & Cable: 11%
- Consumer: 12%
- Packaging: 13%
- Industrial: 14%
- Consumer: 12%

Geography
- United States: 54%
- Europe: 19%
- Asia: 11%
- Latin America: 11%
- Canada: 5%
PROOF OF PERFORMANCE

ADJUSTED EPS EXPANSION

10 CONSECUTIVE YEARS

2009 $0.13
2010 $0.68
2011 $0.82
2012 $1.00
2013 $1.31
2014 $1.80
2015 $1.96
2016 $2.06
2017 $2.21
2018 $2.43
2018 $1.51
2019 $1.69

**Pro Forma for sale of PP&S

PolyOne Corporation 8
SUSTAINABLE PATH TO DOUBLE-DIGIT EPS GROWTH

Expand specialty portfolio with strategic acquisitions

Innovate and develop new technologies and services

Increase commercial resources 5-7% annually

Double acquired company margins

Repurchase 600K-1M shares annually

Enhance efficiencies through Lean Six Sigma and commercial excellence

Double digit annual EPS growth
EXPANSION OF COMMERCIAL RESOURCES DRIVING GROWTH

Revenue in Billions

<table>
<thead>
<tr>
<th>Year</th>
<th>R&amp;D / Technical</th>
<th>Marketing</th>
<th>Sales</th>
<th>Total</th>
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</thead>
<tbody>
<tr>
<td>2015</td>
<td>$2.9</td>
<td></td>
<td></td>
<td>$3.2</td>
</tr>
<tr>
<td>2016</td>
<td>$2.9</td>
<td></td>
<td></td>
<td>$3.2</td>
</tr>
<tr>
<td>2017</td>
<td>$3.5</td>
<td></td>
<td></td>
<td>$3.5</td>
</tr>
<tr>
<td>2018</td>
<td></td>
<td></td>
<td></td>
<td>$3.5</td>
</tr>
<tr>
<td>2019E PF*</td>
<td></td>
<td></td>
<td></td>
<td>$4.0</td>
</tr>
</tbody>
</table>

* 2019E Pro Forma for PP&S Divestiture and Clariant Masterbatch business

PolyOne Corporation 10
EXPANDED PATH
ADDING CUSTOMER TOUCHPOINTS

Investments in digital and dedicated inside sales to improve customer experience

110% increase in leads (from 6,000 to 12,700) driven by website, phone, and online chat

- Inside sellers
  - 2014: 4
  - 2019: 33

- Inside sales/digital revenue
  - 2014: $11M
  - 2019: $87M
ALIGNING WITH TRENDS FOR GROWTH

TRANSPORTATION

Light-weighting

PACKAGING

Facilitate alternative energy solutions

HEALTHCARE

Reduce packaging materials

CONSUMER

Improve recyclability

Reduce spread of infection
REVENUE FROM SUSTAINABLE SOLUTIONS

- Lightweighting
- Renewable Energy Applications
- Reduced Energy Use

- Reduced Material Requirements
- Eco-conscious
- VOC Reduction

- Improved Recyclability
- Bio-derived Content

$275M  $325M  $355M  $410M

14% Total Annual Growth
9% Organic Annual Growth
INNOVATION

Innovation comes from

- Customization: 55%
- M&A: 30%
- Innovation Pipeline: 15%

Research & Development Spend
($ millions)

- 2006: $20
- 2019: $51

Vitality Index
% of sales from products launched last 5 years

- 2006: 12%
- 2019: 37%
3 Horizons of Development

Market
Create new markets, target new customer needs

Service adjacent markets and customers

Service existing markets and customers

Technical

Transformational
Opportunity for Growth Through M&A

Adjacent
Opportunity for Growth Through New Product Pipeline

Core
Customization

New technology development outside of and with our current base

Incremental development from existing base of technology

New development adjacent to current technology

INNOVATION

Fiber-Line
ColorMatrix – Liquid Color & Additives
Gordon Composites/ Polystrand – Composites
GLS – Thermoplastic Elastomers
PlastiComp
Non-Halogen Flame Retardants
Barrier Technologies
Fiber Colorants
Advanced Composites
Thermoplastic Elastomers
INNOVATION SPOTLIGHT: COMPOSITES
COMPOSITE MATERIALS

- Glass
- Carbon
- Aramid
- Thermosets
- Thermoplastics

Focused End Markets
- Wire & Cable / Electrical
- Consumer
- Transportation
- Industrial
COMPOSITES PORTFOLIO
DIVERSE CAPABILITIES AND SOLUTIONS SERVING MANUFACTURERS AND OEMS

LFT Tapes Laminates/panels Shapes Pultrusion Engineered Fibers
1. **Loose buffer tube** – made of PBT, PTFE, Nylon 12, PP or other polymers. Holds multiple optical fibers.

2. **Buffer thread (inside tubes)**
   - PET, Polyester, Kevlar yarns coated with Swellcoat (absorbs and blocks water).

3. **Optical fibers** – Two parts of an optical fiber: core (carries the signal and cladding (reflects the signal to move it forward). Both parts are made of silica/glass or polymer.

4. **Central support member**
   - Pultruded composite rod, often polymer coated.

5. **Filler Yarns/Core Fillers (not visible)**
   - PET, Polyester, Kevlar yarns coated with Swellcoat (absorbs and blocks water).

6. **Binder**
   - PET, Polyester, Kevlar yarns coated with Swellcoat (absorbs and blocks water).

7. **Outer strength member**
   - Base fiber of Kevlar, E-Glass, Zylon, Vectran LCP.
   - Often be coated with Fiber-Line coatings (Swellcoat, Bondcoat, Wearcoat).

8. **Cable jacket/sheath** – Made of PE.

9. **Ripcords**
   - Lubricated, color coated, various fibers.
   - Rips through any material including steel armor.
   - Made from Kevlar, Vectran LCP or PET polyester.
5G technology will be a leading growth driver in fiber optic cable for several years

<table>
<thead>
<tr>
<th>5G vs. 4G</th>
<th>5G Networks</th>
</tr>
</thead>
</table>
| **10x** Speed Increase & **8x** More Antennae Required | - Enable lower latency, greater flexibility & efficiency
- Installation of these networks are in the very early stages
- Installation will start in urban hubs and will continue to expand into suburban and rural areas
- By 2025, only 14% of the world will have 5G connections
- Growth is expected over multi-year period |
INVEST-TO-GROW M&A STRATEGY

- **Safety**: Low EH&S risk profile
- **Technology**: New and complementary technologies
- ** Geography**: Leverage our global footprint
- **Service**: Strong customer relationships
- **People**: Motivated team with a specialty culture
- **Financial**: Foundational operating margins of 8-10% with ability to double
INVEST-TO-GROW M&A PLAYBOOK

Safety First!

Phase 1
- Protect customers
- Retain employees
- Invest in commercial resources
- Capture sourcing synergies
- Implement LSS to drive efficiency improvements

Phase 2
- Cross-sell & blend technology

Phase 3
- Innovate with combined portfolio
- Leverage PolyOne’s global reach

18-20% operating margins

8-10% operating margins

PolyOne Corporation
Established Acquisitions
(> 7 years)

Commercial Resources

At Acquisition: $256
Today: $309
Increase: +20%

Operating Income ($ in millions)

At Acquisition: $36
Today: $100
Increase: +165%

Operating Margins

At Acquisition: 9%
Today: 19%
Increase: +1000 bps
CLARIANT MASTERBATCH ACQUISITION DRIVES
NEXT LEVEL SPECIALTY TRANSFORMATION

ACCELERATING GROWTH WITH SUSTAINABLE SOLUTIONS
PolyOne Announces Divestiture of Performance Products & Solutions

- Provides near-term deleveraging benefits
- Reduces exposure to cyclical end markets
- Raises $600 million of after-tax proceeds to fund ongoing specialty transformation

PolyOne Announces Agreement to Acquire Clariant Masterbatch Business

- Landmark portfolio transformation creates $4 billion specialty growth company
- More than 85% of Adjusted EBITDA from specialty solutions
- Expects $60 million of synergies
- Sustainable solutions drive above market growth
Specialization
- Innovation-led organization with heavy emphasis on R&D
- World-class expertise in color formulation
- Strong presence in specialty end markets including Consumer, Packaging and Healthcare

Globalization
- Diverse geographic portfolio with an established presence in every major region
- Expands PolyOne’s ability to serve customers in key growth areas including India, China and Southeast Asia

Operational Excellence
- Extensive manufacturing footprint with 46 facilities
- Organizational focus on optimizing supply chain to better serve customers
- Color design expertise

Commercial Excellence
- Value-focused salesforce with vast experience marketing and commercializing specialty technologies
- Diverse customer portfolio with established OEM’s

People
Experienced and talented associates with a winning mentality
END MARKET TRANSFORMATION

Percentage of Total Revenue

Building & Construction
2006: 38%
2019E PF*: 5%

High Growth End Markets
2006
Packaging: 22%
Consumer: 10%
Healthcare: 8%

2019E PF*
50%
20%
18%
12%

* 2019E Pro Forma for PP&S Divestiture and Clariant Masterbatch business

PolyOne Corporation
END MARKET TRANSFORMATION

2006

- Building & Construction: 38%
- Packaging: 8%
- Consumer: 10%
- Transportation: 12%
- Healthcare: 4%
- Electrical & Electronic: 7%
- Industrial: 10%
- Wire & Cable: 11%

2019E PF*

- Packaging: 20%
- Healthcare: 12%
- Consumer: 18%
- Transportation: 13%
- Appliance: 3%
- Textiles: 6%
- Electrical & Electronic: 5%
- Building & Construction: 5%
- Wire & Cable: 6%
- Industrial: 12%

* 2019E Pro Forma for PP&S Divestiture and Clariant Masterbatch business
COMPLEMENTARY GEOGRAPHIC PRESENCE

Net Sales by Geographic Region

**Color & Engineered Materials**
- United States: 38%
- Europe: 33%
- Latin America: 6%
- Canada: 4%
- Asia: 19%

**Clariant Masterbatch Business**
- United States: 22%
- Europe & Middle East: 48%
- Latin America: 6%
- Canada: 1%
- Asia: 23%

**Pro Forma Color & Engineered Materials**
- United States: 31%
- Europe & Middle East: 39%
- Latin America: 6%
- Canada: 3%
- Asia: 21%
<table>
<thead>
<tr>
<th>PolyOne</th>
<th>Clariant Masterbatch Business</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Uses packaging additives &amp; colorants to improve recyclability and enhance automated sorting</td>
<td>• Building mini-recycling plants to facilitate customer projects on design for recycling - CycleWorks</td>
</tr>
<tr>
<td>• Combines UV-blocking additive colorants &amp; other barriers to prevent spoilage and waste</td>
<td>• Manufactures oxygen scavengers to extend shelf-life of perishable items and reduce material requirements</td>
</tr>
<tr>
<td>• Produces infrared absorbing additives that reduce energy requirements for bottle manufacturing</td>
<td>• Offers spin-dyeing solutions that use significantly less water than traditional methods, allowing for sustainable coloration of textiles</td>
</tr>
</tbody>
</table>

**PEOPLE**

**PRODUCTS**

**PLANET**

**PERFORMANCE**
PolyOne + Clariant Masterbatch Business

($ in millions)

<table>
<thead>
<tr>
<th></th>
<th>PolyOne (Continuing Operations)</th>
<th>Clariant Color &amp; Additive Masterbatch Business</th>
<th>Synergies</th>
<th>New PolyOne</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019 Total Sales</td>
<td>$2,863</td>
<td>$1,150</td>
<td>$60</td>
<td>$4,013</td>
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<tr>
<td>2019 Adjusted EBITDA</td>
<td>$309</td>
<td>$130</td>
<td>$499</td>
<td></td>
</tr>
<tr>
<td>% Margin</td>
<td>10.8%</td>
<td>11.3%</td>
<td>12.4%</td>
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<tr>
<td>2019 CapEx</td>
<td>$68</td>
<td></td>
<td>$85</td>
<td></td>
</tr>
<tr>
<td>% Sales</td>
<td>2.4%</td>
<td></td>
<td>2.1%</td>
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<tr>
<td>2019 Free Cash Flow</td>
<td>$161</td>
<td></td>
<td>$250</td>
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<tr>
<td>2019 Adjusted EPS</td>
<td>$1.69</td>
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<td>$2.22</td>
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<tr>
<td>2019 PF Adjusted EPS</td>
<td>$1.69</td>
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<td>$2.54</td>
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</table>

$0.85/share

(1) Excludes step-up of depreciation & amortization related to purchase accounting of transaction
OVER 85% OF ADJUSTED EBITDA FROM SPECIALTY

<table>
<thead>
<tr>
<th>Year</th>
<th>Specialty EBITDA</th>
<th>JV’s</th>
<th>Performance Products &amp; Solutions</th>
<th>Distribution</th>
<th>Specialty</th>
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</thead>
<tbody>
<tr>
<td>2005</td>
<td>$14M</td>
<td>7%</td>
<td></td>
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<td></td>
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<tr>
<td>2010</td>
<td>$117M</td>
<td>46%</td>
<td></td>
<td>66%</td>
<td></td>
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<tr>
<td>2015</td>
<td>$273M</td>
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<td>87%</td>
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<tr>
<td>2019E PF**</td>
<td>$500M</td>
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</table>

* Adjusted EBITDA is EBITDA excluding corporate costs and special items
** 2019E Pro Forma for PP&S Divestiture and Clariant Masterbatch business acquisition with synergies

PolyOne Corporation 33
**Transaction Overview**

- **Transaction Value**
  - $1.45 B net purchase price
  - Represents 11.1x adjusted EBITDA (excluding synergies), 7.6x adjusted EBITDA (including synergies)

- **Synergies**
  - Pre-tax synergies of $60MM expected to be fully realized by the end of 2023
  - Synergies realized from sourcing, operational, technology / commercial, and general administrative

- **Financing**
  - Committed financing in place
  - Permanent financing to be combination of available cash on-hand, new debt and equity component to limit leverage
  - Equity issuance of $500MM
  - Target net leverage below 3.5x, 3.1x synergized

- **Closing Conditions / Timing**
  - Expected mid-2020, subject to regulatory approvals and customary closing conditions
**Significant Synergy Opportunities**

- Expect EBITDA synergies of $60MM
  - Proven integration expertise with a decade of acquisition experience
  - Administrative synergies reflect reduction of duplicative internal and third-party costs

- Run rate synergies of $20MM by the end of Year 1 with $60MM achieved by the end of Year 3

- Significant additional opportunity for geographical expansion
  - Clariant Masterbatch business has complementary regional presence in key growth areas including India & Southeast Asia

- Opportunity to accelerate growth with a combined portfolio of innovative solutions aligned with sustainability megatrends
**ATTRACTIVE FINANCING STRUCTURE**

**Financing Summary**
- $465 million of cash from the balance sheet expected to fund a portion of the purchase price
- Bridge financing for remainder fully committed from Citi, Morgan Stanley and Wells Fargo
- Permanent financing expected to include a combination of long-term debt and new equity
- The timing of the permanent financing is subject to a number of factors, including, but not limited to, market conditions
- PolyOne is committed to preserving a strong balance sheet
  - Target net leverage at close below 3.5x, excluding synergies
- Pro forma capital structure positions PolyOne with flexibility to pursue continued growth strategy

**Terms on New Debt**
- New financing expected to have same or better covenant package than existing capital structure
- Capital structure would be “covenant lite”

**Capital Policy**
- Transaction in line with PolyOne’s disciplined capital allocation policy
- Existing PolyOne dividend policy to be maintained
- Focus on deleveraging in the near term

**Attractive Debt Maturity Profile**

<table>
<thead>
<tr>
<th>Year</th>
<th>Existing Revolver</th>
<th>Existing Senior Notes</th>
<th>Existing Term Loan B</th>
</tr>
</thead>
<tbody>
<tr>
<td>2019</td>
<td>$450</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2020</td>
<td>$600</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2021</td>
<td>$624</td>
<td></td>
<td></td>
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<tr>
<td>2022</td>
<td></td>
<td></td>
<td></td>
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<td>2023</td>
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<td>2024</td>
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<td>2025</td>
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<tr>
<td>2026</td>
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<tr>
<td>2028+</td>
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</tr>
</tbody>
</table>

![New Debt Financing](chart)
RETURNING CASH TO SHAREHOLDERS
OVER $1.2 BILLION SINCE 2011

Cumulative Share Repurchases
(In millions)

Increasing Annual Dividend

PolyOne Corporation
WHY INVEST IN POLYONE?

THE NEW POLYONE: A SPECIALTY GROWTH COMPANY

- Transformational M&A with PP&S divestment and pending acquisition of Clariant Masterbatch business
- Growing leadership position in attractive markets
- Innovation, technology and service are differentiators
- Capital management is a strength: Record-setting cash generation to continue for years
- Proven acquisition strategy with robust pipeline
- Commercial investments are fueling momentum and generating organic growth
SERVICE: THE TIMELESS DIFFERENTIATOR
A UNIQUE CUSTOMER EXPERIENCE

Designers & Engineers

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Designers &amp; Engineers</td>
<td>3</td>
<td>15</td>
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</tbody>
</table>

Opportunity funnel

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2019</th>
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</thead>
<tbody>
<tr>
<td>Opportunity funnel</td>
<td>$4M</td>
<td>$87M</td>
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</tbody>
</table>

Total Revenue

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Revenue</td>
<td>$0</td>
<td>$15M</td>
</tr>
</tbody>
</table>
LSS CUSTOMER FIRST

Enables sales growth by building more intimate customer relationships, giving us insight to customers’ needs, with a service that is not easily replicated.

**Customer Engagements**

<table>
<thead>
<tr>
<th></th>
<th>2014</th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2</td>
<td>210</td>
</tr>
</tbody>
</table>
SEGMENT HIGHLIGHTS
INNOVATING WITH POLYONE
COLOR, ADDITIVES & INKS
END MARKETS & SOLUTIONS

- Packaging: 31%
- Industrial: 14%
- Textiles: 13%
- Electrical & Electronics: 1%
- Appliances: 2%
- Healthcare: 5%
- Transportation: 7%
- Consumer: 8%
- Building & Construction: 9%
- Wire & Cable: 10%

Solid Colorants
Liquid Colorants
Performance Additives
Screen Printing Inks
COLOR, ADDITIVES & INKS

2019 REVENUE | OVER $1 BILLION

Revenue by Region

- United States: 44%
- Europe: 34%
- Asia: 15%
- Canada: 1%
- Mexico: 3%
- South America: 3%

Operating Income & Margin

- 2005: 0.9%
- 2009: 5.5%
- 2013: 12.2%
- 2019: 14.7%

2019 Revenue: Over $1 Billion
SPECIALTY ENGINEERED MATERIALS

END MARKETS & SOLUTIONS

- **Telecommunications (FOC)**: 13%
- **Consumer**: 19%
- **Wire & Cable**: 15%
- **Appliance**: 2%
- **Building & Construction**: 2%
- **Packaging**: 6%
- **Industrial**: 8%
- **Healthcare**: 9%
- **Transportation**: 14%
- **Electrical & Electronics**: 12%

Note: (FOC) refers to Fiber Optic Cabling

PolyOne Corporation
SPECIALTY ENGINEERED MATERIALS

2019 REVENUE | $750 MILLION

Revenue by Region

- United States 54%
- Europe 27%
- Asia 17%
- Canada 2%

Operating Income & Margin

- 2005: 0.1%
- 2009: 5.1%
- 2013: 9.3%
- 2019: 11.6%
END MARKETS & SUPPLIERS

2019 Revenue | $1.2 Billion

- Healthcare: 28%
- Transportation: 23%
- Industrial: 19%
- Consumer: 12%
- Appliance: 6%
- Electrical & Electronics: 5%
- Building & Construction: 4%
- Packaging: 2%
- Wire & Cable: 1%

Operating Income & Margin

- 2005: $20, 2.9%
- 2009: $25, 4.0%
- 2013: $63, 5.9%
- 2019: $75, 6.3%
$900 million of raw material purchases in 2019 excluding Distribution business

Note: All figures exclude divested PP&S business
Target End Markets... Healthcare

- Structural Composites
- Elastomeric Grips and Handles
- Antimicrobial Technologies
- Thermally Conductive Technologies
- Anti-Counterfeiting Technologies
- Catheter Technologies
- Chemical Resistant Technologies
- Polymer Colorants
Target End Markets... Automotive

- Roof Systems
- Interior Structural Components
- Exterior / Interior Trim
- Seals & Flaps
- Fasteners
- Lighting
- Under-hood Components
- Electronics and Cameras
- Braces & Brackets
- Air Management
- Sound & Vibration Management

Under-hood Components
Target End Markets... Consumer

- Elastomeric Grips and Handles
- Polymer Colorants
- Thermally Conductive Components
- Structural Composite Components
Target End Markets... Packaging

UV Light Barrier Technologies
Cap & Closure Colorants
Laser Marking Additives
Oxygen Scavenger Technologies
Antistatic Technologies
Process Optimization Technologies
Antioxidant Technologies
Density Modified Technologies
Impart weight, sound and metallic finish to caps and closures for cosmetics and spirits applications

Elevate quality and prestige perceptions among high-end consumers

Eliminate time and cost associated with secondary operations and assembly
Optimize Color Usage

- Eliminate costs by increasing pigment density
- Enhance color performance without altering form and formulation
- Increase design capabilities by reducing weight and layer thickness
WithStand™ Antimicrobial Technology

Combat Bacteria Formation

- Inhibit microbial growth on polymer surfaces
- Enhance value or products and devices
- Highly versatile concentrate with the ability to be incorporated into a wide variety of products
Durable, long-lasting products stand up to the most aggressive disinfectants

Minimize environmental stress cracking and discoloration

One of the broadest medically approved polymer and colorant portfolios
Color & Design Services

- Greater control of color development and supply chain
- Work across entire design process from concept to commercialization
- Inspire creativity in the use of polymer materials, colors, and effects
- Innovative brand differentiation
- Faster development timelines
Outdoor Applications

- Leading provider of high performance specialty materials for the recreational and sports & leisure industry
- Well positioned across all segments to address market needs
  - Metal to Polymer Conversion
  - Lightweighting
  - Thermal Management
  - Impact Performance
Fiber Colorants

- ColorMatrix Fiber Colorant Solutions
  - Proprietary advanced liquid color formulations and equipment enable greater efficiency and productivity
  -Eliminates aqueous dyeing and its associated wastewater treatment

- Solid Color Concentrates
  - Extrusion-spun fibers colored via solid masterbatch
Reconciliation of Non-GAAP Financial Measures (Unaudited)
(Dollars in millions, except per share data)

Senior management uses comparisons of adjusted net income from continuing operations attributable to PolyOne shareholders and diluted adjusted earnings per share (EPS) from continuing operations attributable to PolyOne shareholders, excluding special items, to assess performance and facilitate comparability of results. Senior management believes these measures are useful to investors because they allow for comparison to PolyOne’s performance in prior periods without the effect of items that, by their nature, tend to obscure PolyOne’s operating results due to the potential variability across periods based on timing, frequency and magnitude. 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. Below is a reconciliation of these non-GAAP financial measures to their most directly comparable financial measures calculated and presented in accordance with GAAP.

Adjusted EPS attributable to PolyOne common shareholders is calculated as follows:

<table>
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</tr>
</thead>
<tbody>
<tr>
<td>Net income from</td>
<td>106.7</td>
<td>152.6</td>
<td>153.4</td>
<td>53.3</td>
<td>64.2</td>
<td>78.0</td>
<td>144.6</td>
<td>165.4</td>
<td>173.5</td>
<td>161.1</td>
<td>87.7</td>
<td>(1.3)</td>
<td>75.5</td>
<td>6.4</td>
</tr>
<tr>
<td>continuing operations</td>
<td></td>
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<tr>
<td>attributable to PolyOne common shareholders</td>
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</tr>
<tr>
<td>Joint venture equity earnings, after tax</td>
<td>(19.6)</td>
<td>(14.7)</td>
<td>(3.7)</td>
<td></td>
<td></td>
<td></td>
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<td></td>
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<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Special items, before tax</td>
<td>(48.7)</td>
<td>24.2</td>
<td>(48.1)</td>
<td>55.1</td>
<td>46.3</td>
<td>164.2</td>
<td>87.6</td>
<td>23.8</td>
<td>32.9</td>
<td>59.5</td>
<td>58.7</td>
<td>26.2</td>
<td>61.7</td>
<td>15.0</td>
</tr>
<tr>
<td>Special items, tax adjustments</td>
<td>(27.2)</td>
<td>(39.7)</td>
<td>(24.7)</td>
<td>(18.9)</td>
<td>(13.7)</td>
<td>(73.7)</td>
<td>(53.7)</td>
<td>(15.9)</td>
<td>(24.8)</td>
<td>(52.3)</td>
<td>(25.1)</td>
<td>(5.6)</td>
<td>(5.9)</td>
<td>4.0</td>
</tr>
<tr>
<td>Adjusted net income from continuing operations attributable to PolyOne common shareholders</td>
<td>118.7</td>
<td>65.3</td>
<td>70.9</td>
<td>89.5</td>
<td>126.6</td>
<td>168.6</td>
<td>173.5</td>
<td>174.3</td>
<td>191.8</td>
<td>195.3</td>
<td>121.3</td>
<td>19.3</td>
<td>131.3</td>
<td>26.3</td>
</tr>
<tr>
<td>Diluted shares</td>
<td>93.4</td>
<td>96.0</td>
<td>94.3</td>
<td>89.8</td>
<td>96.5</td>
<td>93.5</td>
<td>83.7</td>
<td>84.6</td>
<td>82.1</td>
<td>80.4</td>
<td>80.4</td>
<td>70.2</td>
<td>77.7</td>
<td>77.5</td>
</tr>
<tr>
<td>Adjusted EPS</td>
<td>0.13</td>
<td>0.06</td>
<td>0.08</td>
<td>0.10</td>
<td>0.11</td>
<td>0.13</td>
<td>0.17</td>
<td>0.15</td>
<td>0.20</td>
<td>0.21</td>
<td>0.24</td>
<td>0.04</td>
<td>0.01</td>
<td>0.03</td>
</tr>
<tr>
<td>attributable to PolyOne common shareholders</td>
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</tr>
</tbody>
</table>

* Historical results are shown as presented in prior filings and have not been updated to reflect subsequent changes in accounting principle, discontinued operations or the related resegmentation.
** Pro Forma for sale of PP&S.

(1) Special items include charges related to specific strategic initiatives or financial restructuring such as: consolidation of operations; debt extinguishment costs; costs incurred directly in relation to acquisitions or divestitures, including adjustments related to contingent consideration; employee separation costs resulting from personnel reduction programs; plant realignment costs, executive separation agreements; asset impairments; mark-to-market adjustments associated with actuarial gains and losses on pension and other post-retirement benefit plans; environmental remediation costs; fines, penalties and related insurance recoveries related to facilities no longer owned or closed in prior years; gains and losses on the divestiture of operating businesses; joint ventures and equity investments; gains and losses on facility or property sales or disposals; results of litigation, fines or penalties, where such litigation (or action relating to the fines or penalties) arose prior to the commencement of the performance period; one-time, non-recurring items; and the effect of changes in accounting principles or other such laws or provisions affecting reported results. Tax adjustments include the net tax benefit/(expense) from one-time income tax items, the set-up or reversal of uncertain tax position reserves and deferred income tax valuation allowance adjustments.
Reconciliation of Non-GAAP Financial Measures (Unaudited)
(Dollars in millions)

Adjusted EBITDA is calculated as follows:

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Net income from continuing operations attributable to PolyOne common shareholders</td>
<td>$75.5</td>
</tr>
<tr>
<td>Interest expense, net</td>
<td>59.5</td>
</tr>
<tr>
<td>Depreciation and amortization</td>
<td>78.1</td>
</tr>
<tr>
<td>Income tax expense</td>
<td></td>
</tr>
<tr>
<td>EBITDA</td>
<td>33.7</td>
</tr>
<tr>
<td>Special items, before tax</td>
<td>246.8</td>
</tr>
<tr>
<td>Adjusted EBITDA</td>
<td>61.7</td>
</tr>
<tr>
<td></td>
<td>$308.5</td>
</tr>
</tbody>
</table>

(1) Special items include charges related to specific strategic initiatives or financial restructuring such as: consolidation of operations; debt extinguishment costs; costs incurred directly in relation to acquisitions or divestitures, including adjustments related to contingent consideration; employee separation costs resulting from personnel reduction programs; plant realignment costs; executive separation agreements; asset impairments; mark-to-market adjustments associated with actuarial gains and losses on pension and other post-retirement benefit plans; environmental remediation costs; fines, penalties and related insurance recoveries related to facilities no longer owned or closed in prior years; gains and losses on the divestiture of operating businesses, joint ventures and equity investments; gains and losses on facility or property sales or dispositions; results of litigation, fines or penalties, where such litigation (or action relating to the fines or penalties) arose prior to the commencement of the performance period; one-time, non-recurring items; and the effect of changes in accounting principles or other such laws or provisions affecting reported results.

The following table reconciles the capital expenditures from the consolidated statement of cash flows to the amount from continuing operations presented herein:

<table>
<thead>
<tr>
<th></th>
<th>2019</th>
</tr>
</thead>
<tbody>
<tr>
<td>Capital expenditures from continuing operations</td>
<td>$67.6</td>
</tr>
<tr>
<td>Capital expenditures from discontinued operations</td>
<td>14.1</td>
</tr>
<tr>
<td>Consolidated capital expenditures</td>
<td>$81.7</td>
</tr>
</tbody>
</table>