

We Aspire to Create Nonwoven Innovations to Enhance Quality of Life

AVGOL[®]
Nonwovens

INDORAMA
VENTURES

2025 Third Quarter Results

November 19, 2025

למסמך נגיש

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Analyst Conference | Who We Are



AVGOL® is a global leader in the development, manufacturing, and marketing of nonwoven fabrics, specializing in the hygiene sector.

We also serve a diverse range of industries, including medical, filtration, and construction, providing innovative and high-quality solutions for various applications.

AVGOL® aspires to continue to grow and strengthen its market position by expanding production capacity to meet the continued growth of the hygiene market.

Our aspiration is to base our growth on developing innovative nonwoven products that will bring a solution to the fast changes in trends and preferences, with the goal to enhance the quality of life.

AVGOL® continues to focus on the Hygiene segment while exploring other niches within the nonwovens industry which are synergetic to our expertise and technology.



6

Production Sites

+900

Employees

+30

Countries Served

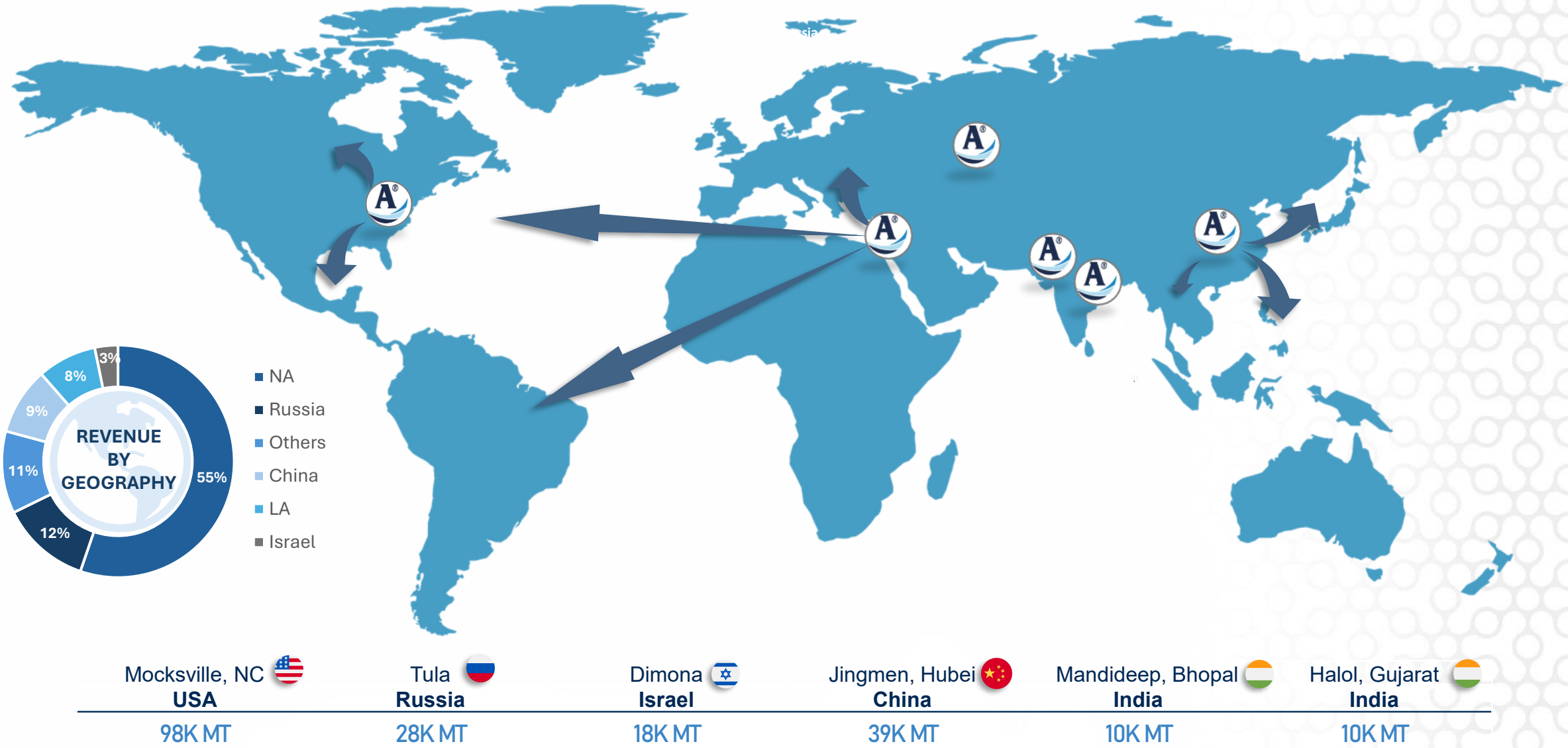
+50

Primary Customers



In 2018 Indorama Ventures acquired the majority stake in Avgol, holding 65.97% of the shares and voting rights and creating a strong strategic partnership.

Analyst Conference | Strong Footprint to Serve The Global Market





HOW WE ARE PLANNING TO DO THINGS BETTER:



Partner with others that share the same environmental obligation to achieve new, meaningful, and timely results.



Improved Technologies to increase product performance in lighter weights.



Being Proactive by Improving Efficiency and Reducing Environmental Impact in our operations.



replace unrenewable resins with alternate materials which minimize negative environmental impact.



Recycle PP Waste streams.

Analyst Conference | USA Expansion



The successful launch of commercial operations of our state-of-the-art multi-beam production line at our Mocksville, NC facility, achieved at the end of the first quarter of 2025, underscores our unwavering commitment to innovation, operational excellence and delivering superior value to our customers.

Since the line began commercial operation, basic and relatively simple products were produced on the line, partially utilizing its full capabilities, while progressively ramping up output. In the third quarter of 2025, outputs continued to increase gradually, accompanied by improvement in key operational indicators. In the coming months, we will continue to carry out various product qualifications, leveraging the line's full capabilities and further enhance performance, ensuring the highest standards of quality and efficiency.

This expansion, completed on-time and within the planned USD 90 million budget, strengthens our ability to respond quickly to market needs and deliver cutting-edge solutions. Our strategic partnerships and deep customer engagement remain at the core of this success, enabling us to bring market-driven innovations that align with evolving consumer demands in baby care, adult incontinence, and feminine hygiene.

As we move forward, our focus remains clear: driving innovation, increasing capacity, and empowering our customers to succeed in a dynamic marketplace.



Analyst Conference | Quarter Key Highlights

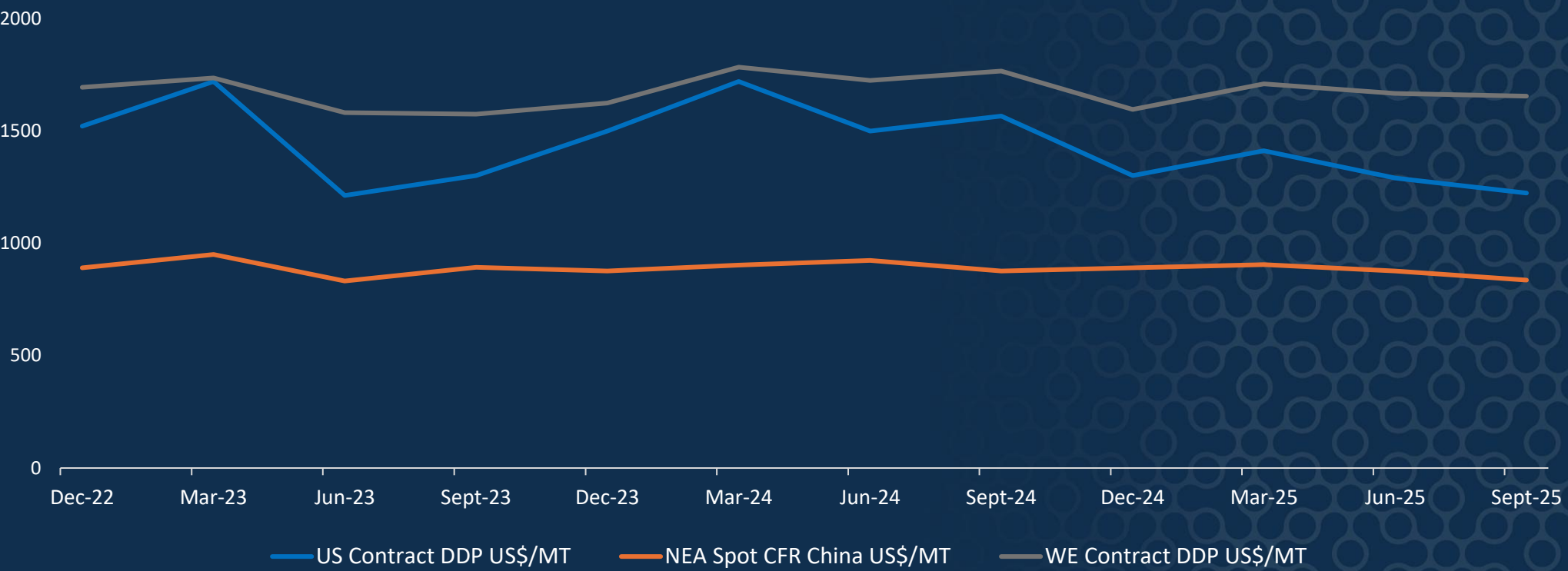
Q3-25 \$11.8M	Q3-24 \$11.1M	Q3-25 \$11.1M	Q3-24 \$11.6M	Q3-25 vs. Q3-24 +21.3%	Q3-25 \$(0.9M)	Q3-24 \$0.4M	NET DEBT TO EBITDA 2.8
EBITDA		UL EBITDA		SALES VOLUME	NET PROFIT (LOSS)		LEVERAGE

- ✓ Sales volume increased 21.3%, supported by heightened demands across North America and Asia.
- ✓ Underlying EBITDA declined 4.1%, driven by unfavorable product mix, lower operational efficiency in US, in part due to the commercial launch of the new line, as well as increase in production costs, increased duties and unfavorable FX impact. These challenges were partially mitigated by the increased sales volumes.
- ✓ Commissioning of the U.S. RF5 line was finalized late in the first quarter, enabling the start of commercial operations. Working on the next phase, which centers on product qualifications and ongoing evaluation and optimization of operational performance, continued in the third quarter.
- ✓ Net Loss of \$0.9M reflects the decrease in gross profit, as well as increase in finance expenses, driven mainly by the absence of interest capitalization related to the new production line project.

Analyst Conference | Polypropylene Index Trend



Raw material indices decline continued to decline in the third quarter of 2025 in all regions. The decline trend continued in October and the Company anticipates this will have a positive impact on the results of the fourth quarter of 2025.



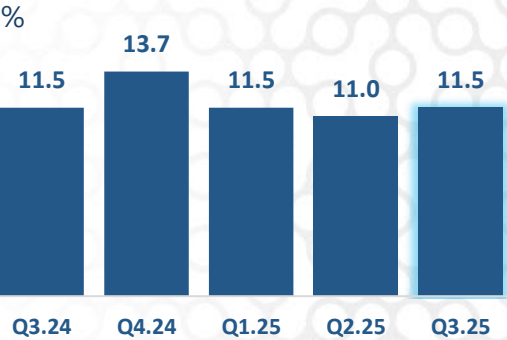
This information is forward-looking information, which is based on the information known by the Company at the time this report is being published. This information might not materialize or might materialize in a way that differs from that anticipated, inter alia, if a material change in trend occurs, or due to other parameters that affect the Company's manufacturing costs or the Company's selling prices.

Analyst Conference | Quarterly Financial Performance

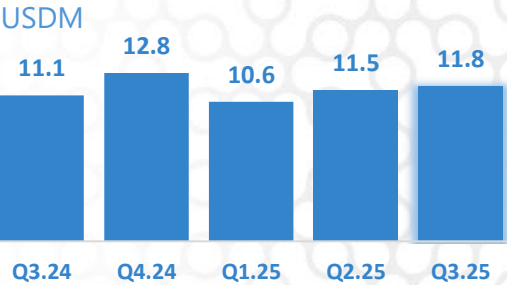


\$Mn	Q3-25	Q3-24	%	Key Highlights
Sales	100.0	86.9	▲ 15.2%	Driven mainly by an increase of 21.3% in sales volume
Gross Profit	11.5	11.5	▼ 0.5%	Sales gains were offset by less favorable product mix, lower operational efficiency in US, partly from the new line, which also led to increased depreciation, increased production costs, duties and FX impact
SG&A Expenses	7.3	7.0	▲ 5.1%	Maintained at a flat level. The increase is attributed mainly to higher shipping costs, driven by the increase in sales volume
EBITDA	11.8	11.1	▲ 6.1%	EBITDA includes a positive lag impact of \$0.6M, compared to a negative lag impact of \$0.5M in Q3'24
Underlying EBITDA	11.1	11.6	▼ 4.1%	Decreased due to unfavorable product mix, lower operational efficiency in US, partly from the new line, increase in production costs, duties and unfavorable FX impact, partially offset by increase in sales volume
Net Finance Expenses	4.8	3.6	▲ 36.6%	Increase primarily attributed to capitalized interest in the corresponding period
Net Profit (Loss)	(0.9)	0.4	▼ 370.2%	Driven mainly by higher finance expenses
Operating CF	1.0	4.8	▼ 79.2%	The decrease is primarily due to lower net profit and changes in working capital

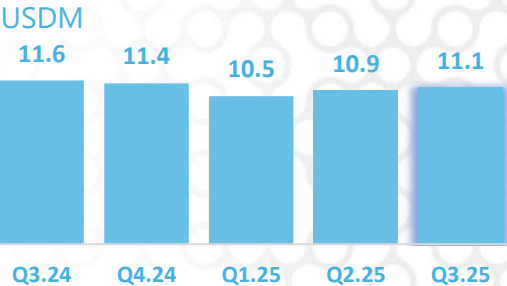
GROSS PROFIT



EBITDA



Underlying EBITDA



Analyst Conference | Balance Sheet



\$Mn	30.09.2025	%	31.12.2024	%
CASH AND CASH EQUIVALENTS	67.6	14.2	60.9	13.0
TRADE RECEIVABLES	29.8	6.3	34.0	7.2
INVENTORY	34.4	7.2	38.5	8.2
OTHER CURRENT ASSETS	7.4	1.5	5.3	1.1
TOTAL CURRENT ASSETS	139.2	29.3	138.7	29.6
NON-CURRENT ASSETS	336.1	70.7	330.3	70.4
TOTAL ASSETS	475.3	100.0	469.0	100.0
CREDIT FROM BANKS AND OTHERS	73.7	15.5	88.0	18.8
TRADE PAYABLES	34.0	7.1	37.9	8.0
OTHER CURRENT LIABILITIES	35.5	7.4	22.3	4.8
TOTAL CURRENT LIABILITIES	142.9	30.0	148.2	31.6
LONG-TERM LOANS FROM BANKS AND BONDS	107.3	22.6	107.3	22.9
OTHER LONG-TERM LIABILITIES	24.0	5.0	21.9	4.7
TOTAL LONG-TERM LIABILITIES	131.3	27.6	129.1	27.5
EQUITY	201.1	42.4	191.7	40.9
TOTAL LIABILITIES AND EQUITY	475.3	100.0	469.0	100.0

EQUITY TO TOTAL BALANCE SHEET **+40%**

CASH ON HAND **\$68M**

NET WORKING CAPITAL **\$46M**



SAY HELLO!

Avgol is proud to support our clients with outstanding technical service and support

To find out more about how Avgol can support your baby care diaper range developments, please visit avgol.com or contact us at: avgolinfo@avgol.com

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