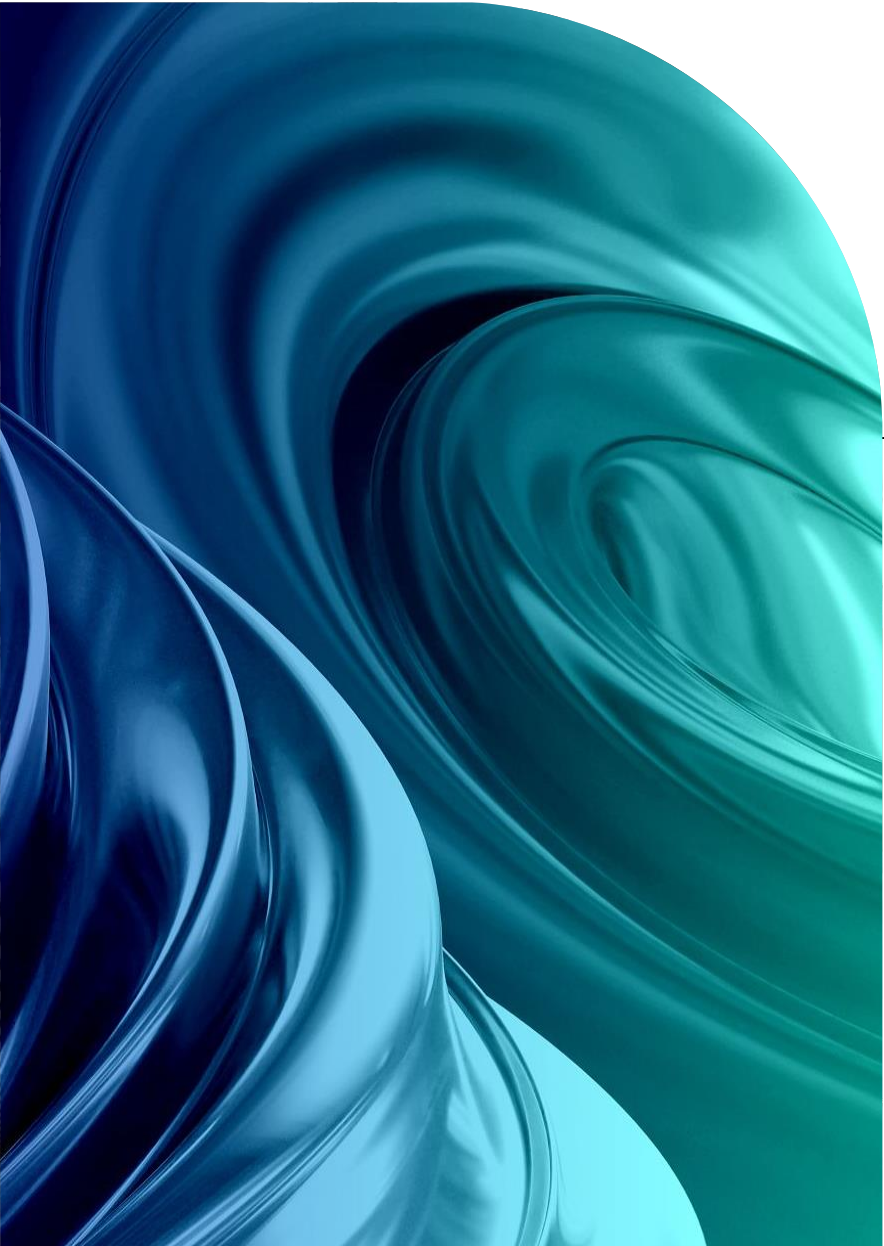


Third-quarter 2022 results and highlights



Third-quarter 2022 financial performance

Very solid Q3'22 supported by North America and innovation in sustainability

Sales
€2,972m

+24% vs Q3'21

EBITDA
€495m

16.7% EBITDA margin

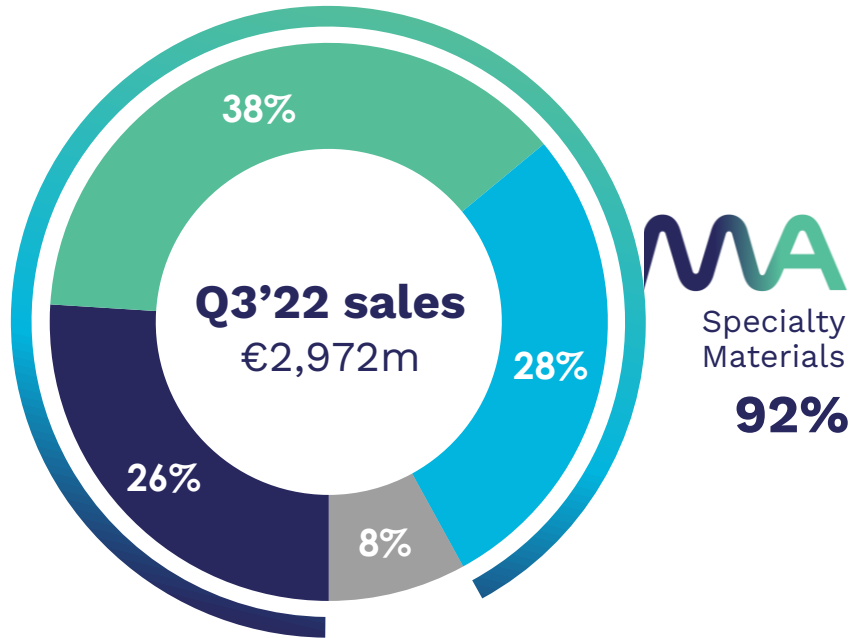
Adjusted net income
€260m

€3.52 per share

Recurring cash flow
€434m

Net debt: 1.2x LTM EBITDA

A performance driven by Specialty Materials

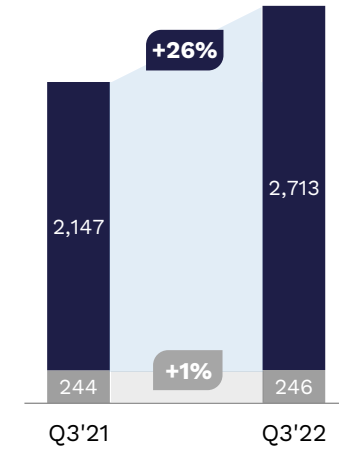


- Adhesive Solutions
- Coating Solutions
- Advanced Materials
- Intermediates

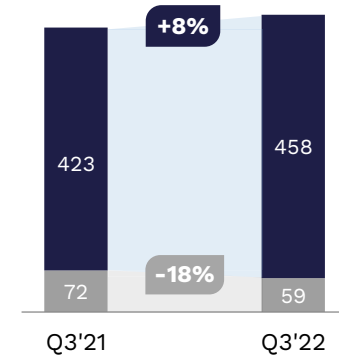
Sales
+26% YoY

EBITDA
+8% YoY

Sales (in €m excl. corporate)



EBITDA (in €m excl. corporate)



- Specialty Materials
- Intermediates

Q3'22 financial highlights

€2,972m sales

→ Up **24%** vs **Q3'21**

- Growing demand for high value-added solutions in batteries, lightweighting, bio-based and recycled materials, 3D printing...
- Group's ongoing initiatives to adjust its selling price in the face of raw materials and energy cost inflation
- Volumes globally down, with contrasting trends by region and end-market

€495m EBITDA

→ EBITDA up slightly to **€495m**, and EBITDA margin at **16.7%**

16.7% EBITDA margin

→ Specialty Materials EBITDA up 8% YoY, driven by Adhesive Solutions and Advanced Materials

→ Intermediates EBITDA down 18%

€260m adj. net income

→ Representing €3.52 per share

€2,615m net debt
(incl. hybrid bonds)

→ 1.2x LTM EBITDA

→ Strong cash flow generation with **€434m** recurring cash flow

Outlook

- More challenging and uncertain global operating environment in the second half, marked in particular by the energy crisis in Europe, a slowdown in demand amplified temporarily by some destocking, and elevated inflation.
- The Group will continue to benefit from the strength of its innovation in high performance materials, its balanced geographical presence, the diversity of its end markets and the solidity of its low-debt balance sheet. It will ensure it adapts quickly to the evolution of the economic context, reinforcing its cost-saving initiatives, notably in Europe, and strictly managing its inventories.
- Arkema is **confirming its annual target** and aims to achieve an **EBITDA of €2,100 million in 2022**, representing annual EBITDA growth at constant scope of around 20% compared with 2021. Q4'22 EBITDA, which includes the destocking expected at year-end, should be comparable to the pre-Covid level of 2019, but below Q4'21 which benefited from significant restocking.
- Moreover, the Group is reaffirming its confidence in its ability to achieve the ambitious targets it has set for 2024. As of 2023, it will benefit from the start-up of several significant capacity expansions for growing, high value-added products, and will continue to implement its strategic roadmap for sustainable development.

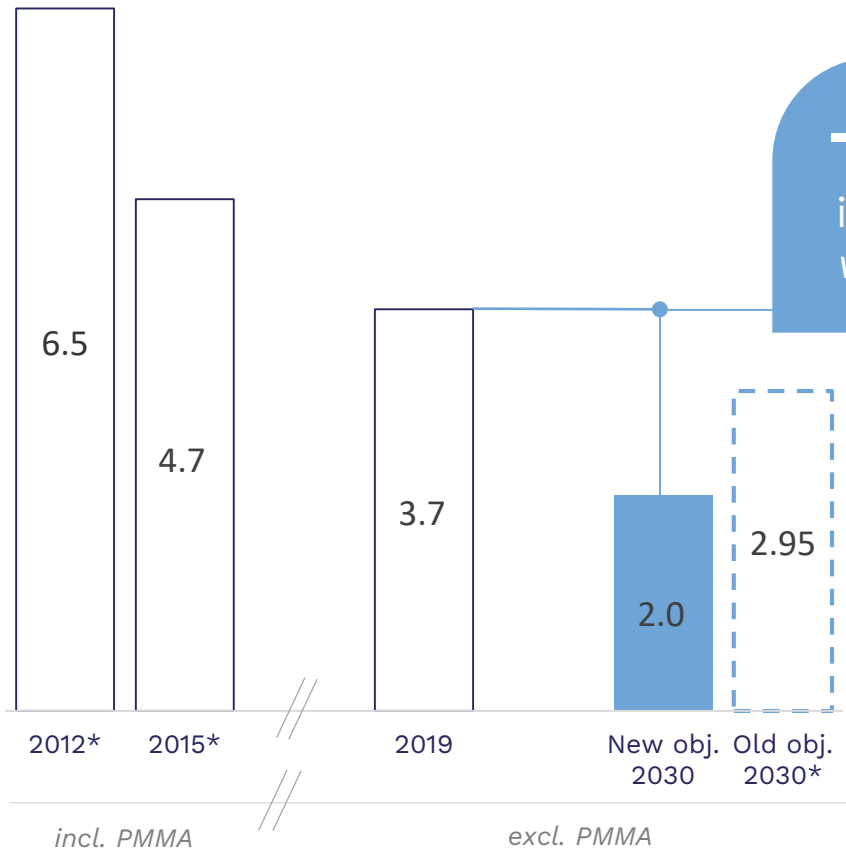


Further steps toward our
long term ambition

A new, more ambitious climate plan

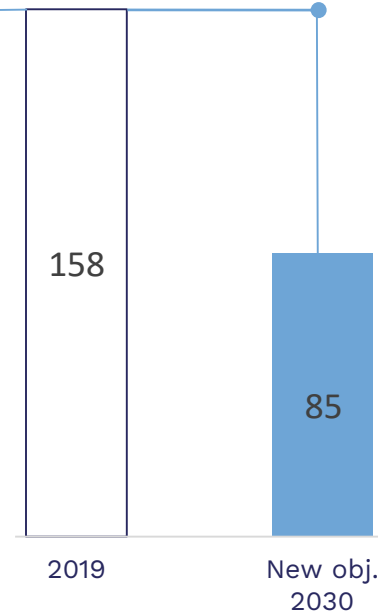
Scopes 1+2

(Mt CO₂ eq.)



Scope 3

(Mt CO₂ eq.)



-46%
in 2030
vs 2019

1.5°C trajectory across the whole value chain

- Replacing previous commitment of a well below 2°C trajectory on scopes 1+2
- Science Based Target approach

Scopes 1+2

- Energy efficiency
- Evolution of energy mix

Scope 3

- Reduction of most emissive activities
- Innovation contributing to GHG reduction
- Commitments from suppliers on scopes 1+2

* Including Ozone Depleting Substances (~0,25 kT in 2015)

Sustainability at the heart of our latest innovations

New ranges of recycled high performance polyamides

Partially or fully recycled PA11, PA12 and Pebax® polymers made by Agiplast



Synaqua® resins for waterborne decorative paints

97% bio-based raw materials coming from by-products of predominately Nordic foresting, USDA certified



Natural resources and circular economy



STIX A600 bio-based floor adhesive

35% bio-based raw material, solvent, phthalate and isocyanate-free formulation

Partnership in circularity (Spanish consortium Suschempol)

Recycling innovations in more sustainable solvent-free powder resins for the coating market

Sustainability at the heart of our latest innovations (cont'd)

New energies



Clean mobility

Impermeable hydrogen tank liner
in bio-based and recyclable Rilsan® PA11

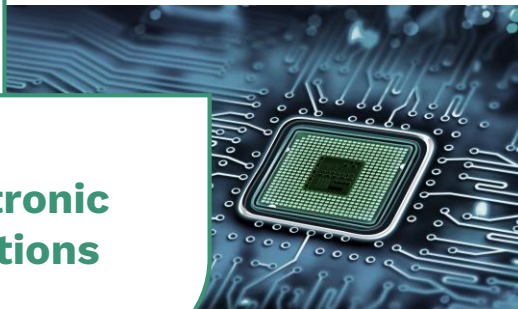
Living comfort and home efficiency



Cool roof

Kynar Aquatec® and Coating Solutions resins and additives for **durable thermal reflective roofs**

Electronic solutions



Printed circuit boards

Solvent-free UV coating using Sartomer® resins for **humidity protection and insulation** of PCBs

- HIGHLIGHT -

Pierre Potier medal 2022



- Innovative adhesive for flexible food packaging **PURBINDER-CX**
- Reduced adhesive setting time **by 2 to 3x** without a heating step

Booming demand for our high performance Pebax® elastomers

Global capacity expansion boosted to **+40%**



Recyclable



Bio-based

Pebax® Rnew®

→ **+15%** starting in Q1'23,
+25% starting in Q3'23,
in Serquigny (France)

→ Traditional and bio-based grades

→ Sports, consumer electronics,
medical and industrial markets



- HIGHLIGHT -

**New partnership
with Decathlon**



Courtesy of Decathlon

→ Carbon-plated running shoe
Kiprun KD900X

→ Using **Pebax® foam** for
lightweight, flexibility and
exceptional energy return

High return investments strengthening our sustainable growth profile

Forane®




15 kt/yr 1233zd
new capacity*
(start early-24)

Kynar® PVDF





+50% plant capacity* (start end-22)
+50% plant capacity* (start Q1'23)

Sartomer®




+100% plant capacity*
(start H2'23)

Hydrofluoric acid




40 kt/yr* supply
in partnership with Nutrien
(start H1'23)

Pebax®





+40% global capacity*
(start +15% in Q1'23 and +25% in Q3'23)

Rilsan® PA11





New PA11 powders capacity* (start Q1'23)
+50% global capacity* (start end-22)


Bio-based,
renewable


Recyclable


Solvent-
free


Less emissive

* After full demand ramp-up

Fostering our employees' engagement



First publication of Arkema Diversity and Inclusion Charter

- Strengthen **well-being** at work
- Foster **innovation** and **creativity**
- Develop a business model creating **LT value**

8th capital increase reserved for employees

- **~7,400** subscriptions, totaling **~€49m**
- Employees' shareholding **~7%**
- Reflecting **employees' commitment** and their **confidence** in the Group's development

Arkema among the world's best employers

WORLD'S BEST EMPLOYERS | **Forbes**
2022
POWERED BY STATISTA

- **113th** among the **top 800** companies
- **3rd** in its category (chemicals/construction/oil & gas and mining)

Recognized non-financial performance

Member of
**Dow Jones
Sustainability Indices**

Powered by the S&P Global CSA

→ **3rd place in DJSI World 2021**

« *Chemicals* » category

CSA score by S&P Global: **82**



Rating: **A**



B for climate change



Among the best performing **3%** in the sector



MOODY'S | ESG Solutions

Superior percentile
across all sectors

Score 2022: **69**



ISS ESG

1st decile (global)

(Oct. 2022)

CAC40[®] ESG

Listed in the new Euronext index
since its inception in March 2021

Continued business portfolio management

Finalization of two high-value bolt-on acquisitions



Polimeros Especiales SA (Mexico)

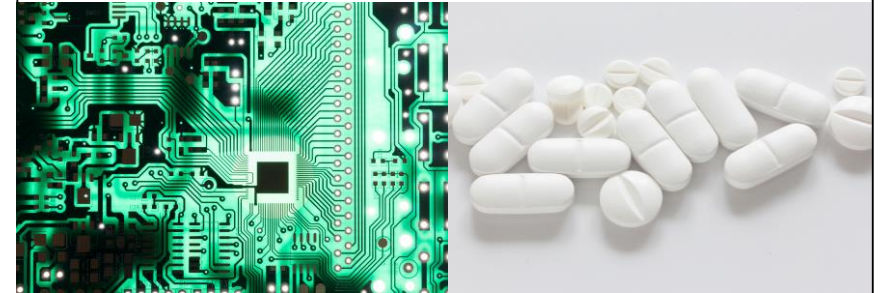
- Leading player in **solvent-free waterborne acrylic resins** for architectural & decorative paints, textiles, pressure sensitive adhesives
- ~US\$40m sales in 2021 and 230 employees
- Finalized on 1 September 2022



Permoseal (South Africa)

- **Adhesive solutions** for DIY, packaging and construction
- €43m sales in 2021
- Finalized on 1 July 2022

Disposal of Febex



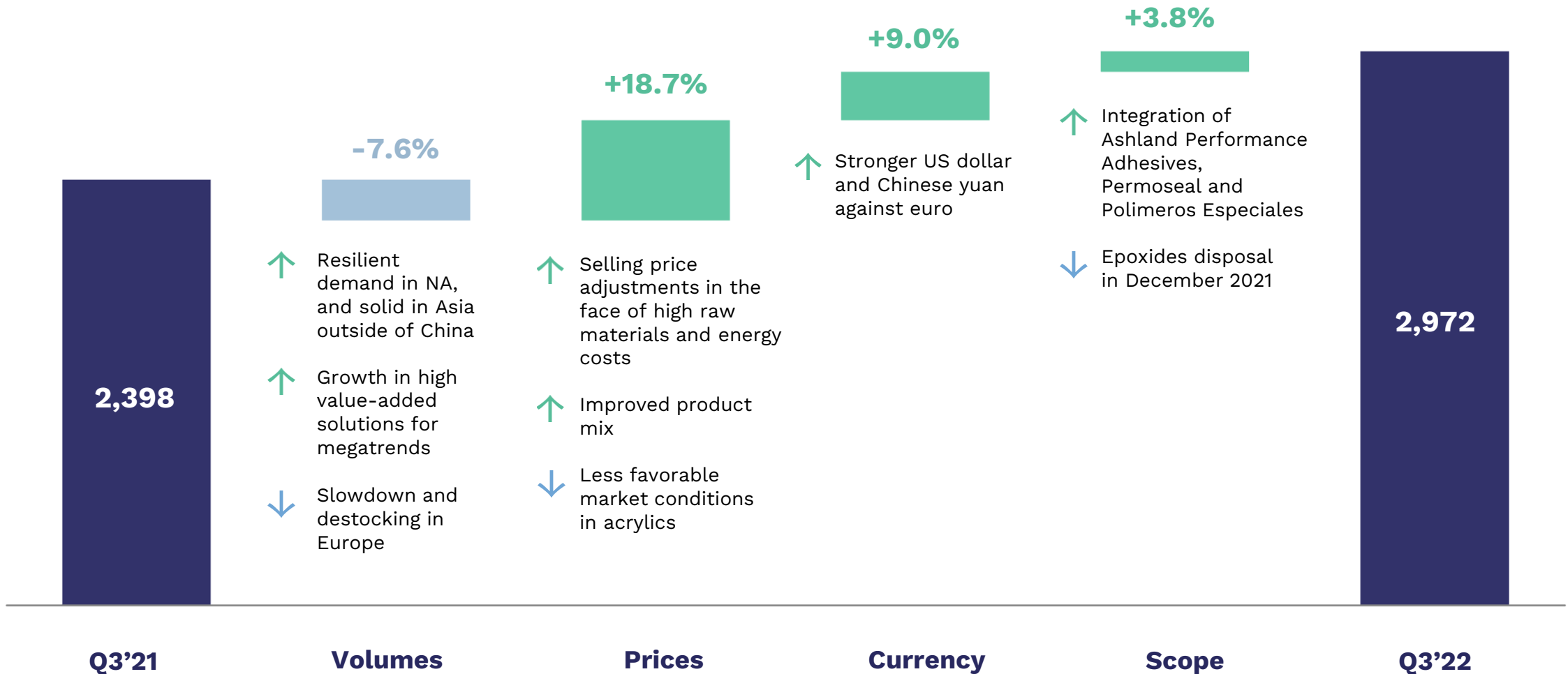
- Proposed disposal to Belgian group Prayon
- **Phosphorus derivatives** used in electronics and pharmaceuticals
- ~€30m sales in 2021, 59 employees
- Closing expected in Q1 2023



Detailed Q3'22 results

Sales increase driven by price adjustments to pass on high inflation

Sales in €million

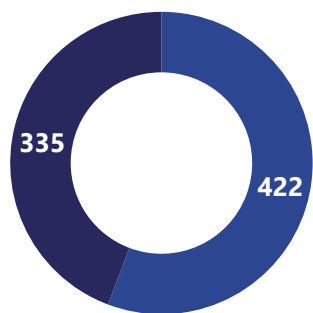


Adhesive Solutions (26% of Group sales in Q3'22)

Key figures

in €m	Q3'22	Q3'21	Change	9m'22	9m'21	Change
Sales	757	568	+33.3%	2,206	1,698	+29.9%
EBITDA	90	79	+13.9%	291	247	+17.8%
EBITDA margin	11.9%	13.9%		13.2%	14.5%	
REBIT	69	63	+9.5%	234	199	+17.6%

Q3'22 Sales by Business Line



■ Construction & Consumer
■ Industrial Assembly

Q3'22 sales development

Volumes — -8.6%
Prices — +14.8%
Currency — +7.9%
Scope — +19.2%

Highlights Q3'22

- **Prices up 14.8%**, in a context of high raw materials, energy and logistics cost inflation
- **Volumes down 8.6%**
 - Solid in industrial markets in the US, and in Asia
 - Slowdown and temporary destocking in construction in Europe, after two years of significant growth
- **€90m EBITDA, up 13.9%**
 - Improved product mix with more high value-added solutions
 - Offset of input cost increases
 - Integration of Ashland's adhesives, benefiting from their excellent positioning in the US
- **EBITDA margin at 11.9%**
 - Impacted by lower volumes in the European construction market
 - Mechanical dilutive effect of price increases
 - Benefit from Ashland's adhesives

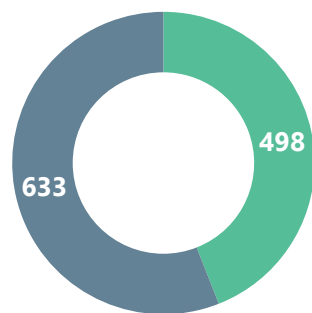
Advanced Materials (38% of Group sales in Q3'22)

Key figures

in €m	Q3'22	Q3'21 *	Change	9m'22	9m'21 *	Change
Sales	1,131	837	+35.1%	3,319	2,374	+39.8%
EBITDA	237	176	+34.7%	793	502	+58.0%
EBITDA margin	21.0%	21.0%		23.9%	21.1%	
REBIT	167	106	+57.5%	589	297	+98.3%

* Integrates the reclassification of the upstream of PVDF in the High Performance Polymers Business Line (from Intermediates segment).

Q3'22 Sales by Business Line



■ High Performance Polymers
■ Performance Additives

Q3'22 sales development

Volumes — -4.9%
Prices — +32.6%
Currency — +8.8%
Scope — -1.4%

Highlights Q3'22

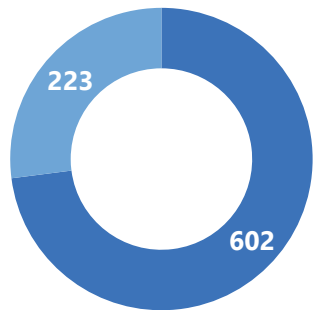
- **Prices up 32.6%**
 - Consistent across the segment in response to cost inflation
 - Favorable product mix thanks to the development of solutions with high technological content
- **Volumes slightly down 4.9%**
 - Demand well oriented in areas linked to sustainable megatrends such as batteries, bio-based consumer goods, 3D printing and sports
 - Slowdown in Performance Additives in Europe
- **€237m EBITDA, significantly up 34.7%**
 - Strong growth in High Performance Polymers
 - Resilience of Performance Additives despite lower volumes
- **EBITDA margin at 21.0%**
 - Consistently above 20%
 - Gradual easing of the tightness seen in the first half

Coating Solutions (28% of Group sales in Q3'22)

Key figures

in €m	Q3'22	Q3'21	Change	9m'22	9m'21	Change
Sales	825	742	+11.2%	2,647	2,021	+31.0%
EBITDA	131	168	-22.0%	530	403	+31.5%
EBITDA margin	15.9%	22.6%		20.0%	19.9%	
REBIT	99	138	-28.3%	435	315	+38.1%

Q3'22 Sales by Business Line



■ Coating Resins
■ Coating Additives

Q3'22 sales development

Volumes — -10.6%
Prices — +12.1%
Currency — +9.3%
Scope — +0.4%

Highlights Q3'22

- **Prices up 12.1%**
 - Increases in downstream product lines in response to inflation
 - Stable in acrylic monomers, sequentially down
- **Volumes down 10.6%**
 - Demand still well-oriented in the US
 - Slowdown and destocking in Europe, particularly in decorative paints
- **€131m EBITDA, down 22.0%**
 - Robust level against Q3'21 high comparison base
 - Benefit from higher value-added solutions in new energies and 3D printing
 - More challenging market conditions in upstream acrylics in Europe
- **Normalization of EBITDA margin at 15.9%**

Intermediates (8% of Group sales in Q3'22)

Key figures

in €m	Q3'22	Q3'21 *	Change	9m'22	9m'21 *	Change
Sales	246	244	+0.8%	839	905	-7.3%
EBITDA	59	72	-18.1%	282	228	+23.7%
EBITDA margin	24.0%	29.5%		33.6%	25.2%	
REBIT	44	58	-24.1%	237	175	+35.4%

* Integrates the reclassification of the upstream of PVDF in the Advanced Materials segment (from Intermediates segment).

Q3'22 Sales development

Volumes	——	-7.0%
Prices	————	+0.4%
Currency	——	+10.7%
Scope	————	-3.3%

Highlights Q3'22

→ Volumes down 7.0%

- Mechanical effect of refrigerant gas quotas in the US

→ Prices up 0.4%

- Solid momentum in refrigerant gases, particularly in the US
- Deteriorating market conditions in acrylics in Asia

→ €59m EBITDA, down 18.1%

- Reduced tightness in upstream acrylics in Asia
- EBITDA margin at 24.0%

Simplified P&L

in €million

	Q3'22	Q3'21 *	Change	9m'22	9m'21 *	Change
Sales	2,972	2,398	+23.9%	9,043	7,019	+28.8%
EBITDA	495	474	+4.4%	1,819	1,310	+38.9%
Specialty Materials	458	423	+8.3%	1,614	1,152	+40.1%
Intermediates	59	72	-18.1%	282	228	+23.7%
Corporate	-22	-21		-77	-70	
EBITDA margin	16.7%	19.8%		20.1%	18.7%	
Specialty Materials	16.9%	19.7%		19.8%	18.9%	
Intermediates	24.0%	29.5%		33.6%	25.2%	
Recurring operating income (REBIT)	356	343	+3.8%	1,414	911	+55.2%
REBIT margin	12.0%	14.3%		15.6%	13.0%	
Adjusted net income	260	258	+0.8%	1,079	684	+57.7%
Net debt (incl. hybrid bonds)	2,615	1,255		2,615	1,255	

* Integrates reclassification of the upstream of PVDF in the Advanced Materials segment (ex Intermediates segment).

Strong cash flow generation

in €million

Reconciliation of EBITDA to net cash flow

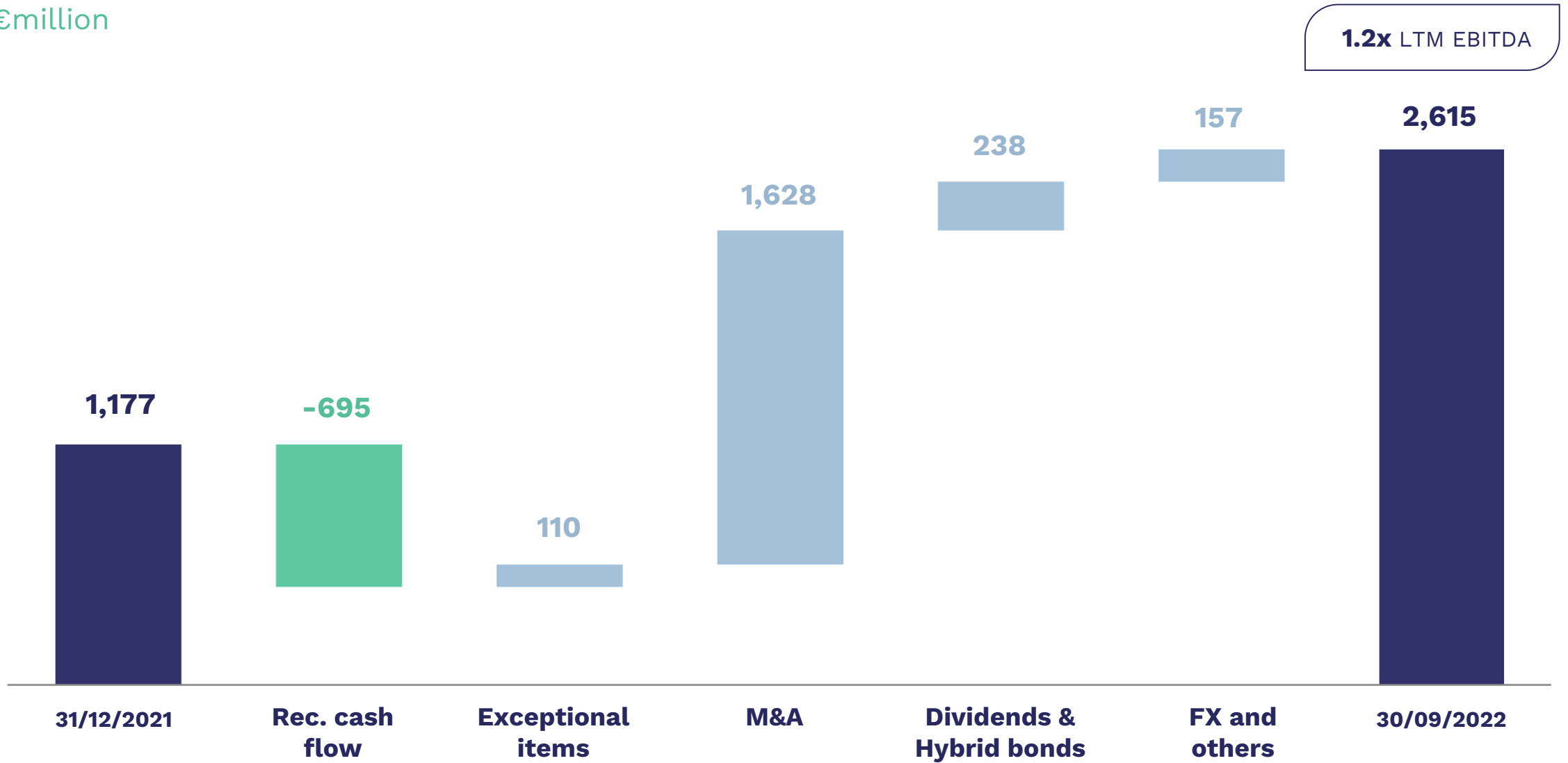
	Q3'22	Q3'21	9m'22	9m'21
EBITDA	495	474	1,819	1,310
Current taxes	-76	-60	-294	-177
Cost of debt	-21	-13	-47	-40
Change in working capital and fixed assets payables ⁽¹⁾	138	-80	-490	-320
Recurring capital expenditure	-131	-111	-302	-276
Others	29	26	9	37
Recurring cash flow	434	236	695	534
Exceptional capital expenditure	-21	-64	-87	-181
Non-recurring cash flow	-16	-98	-23	18
Free cash flow	397	74	585	371
Impact of portfolio management	-121	-10	-1,628	886
Net cash flow	276	64	-1,043	1,257

1. Excluding non-recurring items and impact of portfolio management

- **Q3'22 tax rate**
21% of REBIT (excl. exceptional items)
- **Working capital**
 - Active management to adjust to activity level in Q3'22
 - **15.5%** of annualized sales at end-September 2022
- **Impact of portfolio management**
 - Payment of Ashland's performance adhesives acquisition finalized on 28 February 2022
 - Proceeds from PMMA disposal in May 2021

Net debt tightly controlled

in €million



Disclaimer

The information disclosed in this document may contain forward-looking statements with respect to the financial condition, results of operations, business and strategy of Arkema.

In the current context, where the Covid-19 epidemic persists across the world, and where the consequences of the Russian offensive in Ukraine and the economic sanctions against Russia on geopolitical equilibriums and the world economy remain uncertain, the retained assumptions and forward looking statements could ultimately prove inaccurate.

Such statements are based on management's current views and assumptions that could ultimately prove inaccurate and are subject to material risk factors such as among others, changes in raw material prices, currency fluctuations, implementation pace of cost-reduction projects, development of the Russian offensive against Ukraine, developments in the Covid-19 situation, and changes in general economic and business conditions. These risk factors are further developed in the 2021 Universal Registration Document.

Arkema does not assume any liability to update such forward-looking statements whether as a result of any new information or any unexpected event or otherwise.

Further information on factors which could affect Arkema's financial results is provided in the documents filed with the French *Autorité des marchés financiers*.

Financial information since 2005 is extracted from the consolidated financial statements of Arkema. Quarterly financial information is not audited.

The business segment information is presented in accordance with Arkema's internal reporting system used by the management.

The main performance indicators used by the Group are defined in the 2021 Universal Registration Document. As part of the analysis of its results or to define its objectives, the Group uses in particular the following indicators:

EBITDA margin: corresponds to EBITDA as a percentage of sales, EBITDA equaling recurring operating income (REBIT) plus recurring depreciation and amortization of tangible and intangible assets

REBIT margin: corresponds to the recurring operating income (REBIT) as a percentage of sales

Free cash flow: corresponds to cash flow from operations and investments excluding the impact of portfolio management

EBITDA to cash conversion rate: corresponds to the recurring cash flow divided by EBITDA