We Aspire to Create Nonwoven Innovations to Enhance Quality of Life

AVGOL® Nonwovens

An Indorama Ventures Company



2026 Third Quarter Results

November 11, 2026

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	+900	+30	+50
Production Sites	Employees	Countries Served	Primary Customers

INDORAMA VENTURES
Innovating TOGETHER | HYGIENE & TECHNICAL SOLUTIONS

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

AVGOL™ Nonwovens

Global Reach. Local Presence.

A diversified manufacturing footprint close to our customers and markets

6
Manufacturing sites

5
Countries

+30
Countries served



Mocksville, NC **USA**	Tula **Russia**	Dimona **Israel**	Jingmen, Hubei **China**	Mandideep, Bhopal **India**	Halol, Gujarat **India**
98K MT	28K MT	18K MT	39K MT	10K MT	10K MT

Analyst Conference | We are Committed to Sustainability and Innovation



DRIVING A BETTER FUTURE THROUGH RESPONSIBLE INNOVATION

Sustainability at the Core

- Reducing environmental impact across operations
- Increasing efficiency and lowering waste streams
- Expanding use of responsible and alternative materials

Innovation That Enhances Quality of Life

- Developing new soft solutions for improved comfort
- Advancing skin wellness technologies to support consumer well-being
- Leveraging cutting-edge capabilities to deliver lighter, higher-performance nonwovens

Creating Meaningful Value Together

- Partnering across the value chain
- Accelerating new product development in response to evolving global needs

Analyst Conference | Quarter Key Highlights

AVGOL™ Nonwovens

REVENUE
$102.5M
vs. $100M in Q3 2025
▲2.4%

EBITDA
$14.3M
vs. $11.8M in Q3 2025
▲21.2%

UNDERLYING EBITDA
$14.0M
vs. $11.1M in Q3 2025
▲26.1%

NET PROFIT
$2.9M
vs. $(0.9)M in Q3 2025
▲402.7%

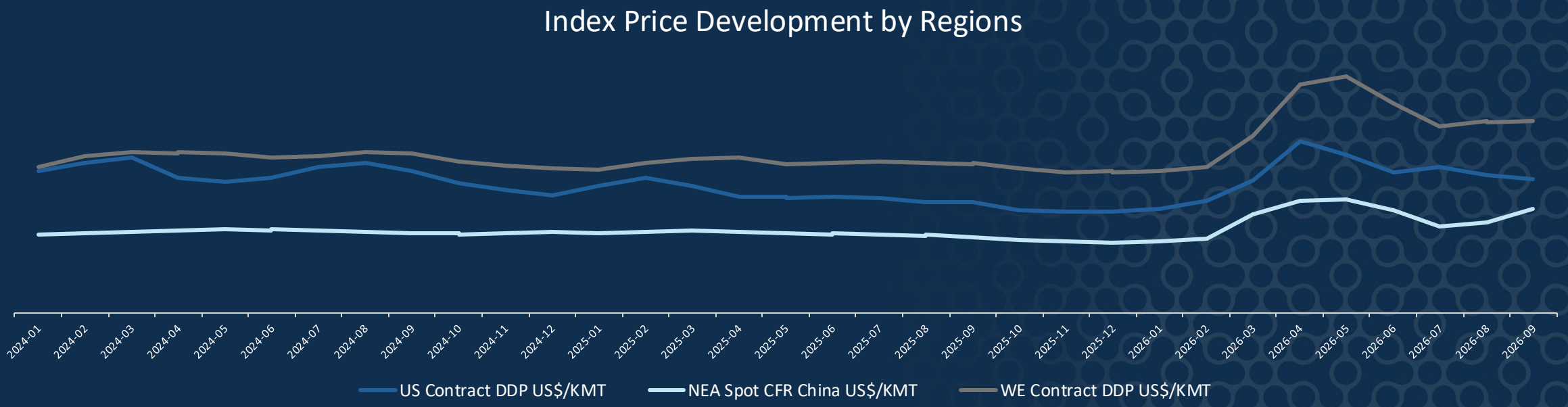
NET DEBT / EBITDA
2.20
vs. 2.80 in Q3 2025
▼20.9%

- ✓ Q3 2026 revenue grew 2.4%, driven by raw material indexes selling price adjustments, despite an 8.4% decline in sales volumes, primarily in Asia and Russia and linked to geo-political implications.
- ✓ Strong profitability supported by a favorable product mix, improved operational efficiency and tariff's refund, moderated by higher production input costs and unfavorable FX impact.
- ✓ Net profit rose to $2.9M, erasing the net loss from the first half, driven by higher gross profit and lower finance expenses, partly offset by an increase in operational and other expenses.
- ✓ Refinancing of short-term ILS commercial papers with long-term debt improves our financial position and eliminates FX exposure

Analyst Conference | Polypropylene Index Trend

Geopolitical developments in the Middle East drove higher oil and polypropylene prices at the end of the first quarter and beginning of the second quarter of 2026. As geopolitical tensions eased, prices started to decline but have not returned to pre-crisis levels. In October, prices turned to a moderate upward trend; the Company expects the effect on fourth quarter results to be negligible. However, geopolitical uncertainty remains and actual results may differ from current estimates.

The Company's selling prices are linked to raw material price indices and adjusted monthly, bi-monthly, or quarterly, resulting in temporary exposure during periods of sustained price increases due to timing gaps. In addition, a portion our of sales prices is fixed for up to one year, back-to-back with raw material procurement agreements at predetermined prices.

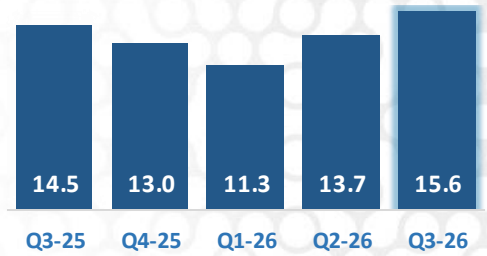


This information is forward-looking information, which is based on the information known by the Company at the time this report is being published. This information might not materialize or might materialize in a way that differs from that anticipated, inter alia, if a material change in trend occurs,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

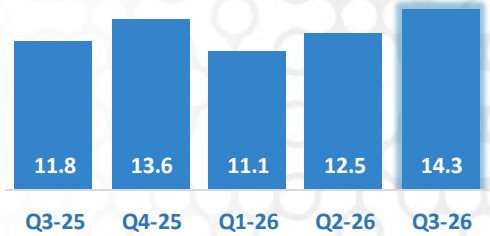
Analyst Conference | Quarterly Financial Performance

$Mn	Q3-26	Q3-25	%	Key Highlights
SALES	102.5	100.0	▲2.4%	Driven by raw material indexes selling price adjustments, despite an 8.4% decline in sales volumes
GROSS PROFIT	15.6	11.5	▲36.0%	Supported by a favorable mix, improved operational efficiency and tariff's refund, partly offset by cost inflation and unfavorable FX impact
SG&A EXPENSES	8.3	7.3	▲13.3%	Increased logistic costs due to mix and higher rates, as well as higher payroll and consulting expenses and unfavorable FX impact
EBITDA	14.3	11.8	▲22.0%	EBITDA includes a positive lag impact of $0.3M in the current quarter compared to $0.6M in Q3-25
UNDERLYING EBITDA	14.0	11.1	▲26.1%	Same drivers as mentioned above for Gross Profit
NET FINANCE EXPENSES	3.5	4.8	▼27.8%	Lower FX expenses following the refinancing of the ILS-denominated commercial papers
NET PROFIT (LOSS)	2.9	(0.9)	▲402.3%	Supported by improved profitability and lower financing expenses, partly offset by increase in SG&A expenses
OPERATING CF	8.2	1.0	▲718.5%	Driven by favorable working capital movements and higher net profit

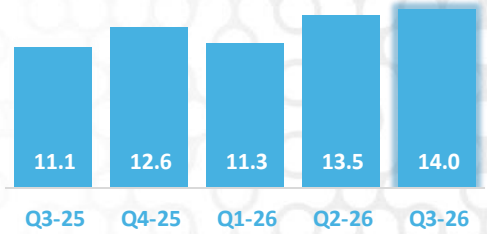
GROSS PROFIT
USDM



EBITDA
USDM



Underlying EBITDA
USDM



Analyst Conference | Balance Sheet

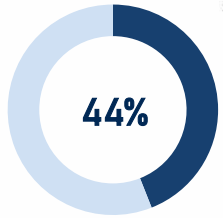
$Mn	30.09.2026	%	31.12.2025	%
CASH AND CASH EQUIVALENTS	65.6	12.4	51.2	11.1
TRADE RECEIVABLES	27.0	5.3	28.0	6.1
INVENTORY	39.7	7.6	36.1	7.8
OTHER CURRENT ASSETS	9.1	1.6	7.4	1.6
TOTAL CURRENT ASSETS	**141.4**	**27.0**	**122.7**	**26.6**
NON-CURRENT ASSETS	**320.9**	**73.0**	**337.8**	**73.4**
TOTAL ASSETS	**462.3**	**100.0**	**460.5**	**100.0**
CREDIT FROM BANKS AND OTHERS	54.6	19.1	86.0	18.7
TRADE PAYABLES	34.6	6.8	33.3	7.2
OTHER CURRENT LIABILITIES	24.6	4.9	24.8	5.4
TOTAL CURRENT LIABILITIES	**113.8**	**30.8**	**144.1**	**31.3**
LONG-TERM LOANS FROM BANKS AND BONDS	121.9	19.4	89.3	19.4
OTHER LONG-TERM LIABILITIES	23.9	5.3	23.4	5.1
TOTAL LONG-TERM LIABILITIES	**145.8**	**24.7**	**112.6**	**24.5**
EQUITY	**202.7**	**44.5**	**203.8**	**44.2**
TOTAL LIABILITIES AND EQUITY	**462.3**	**100.0**	**460.5**	**100.0**



Cash on hand
vs. $51.2M as at December 2025



Adjusted Net Working Capital
Excluding factored receivables of $36.1M, cash and short-term debt



Equity / Total Assets
Stable vs. 44% at Dec. 2025

Strong liquidity
Cash increased by $14.4M since previous year-end, supported by a strong cash flow from operations

Working capital turned positive
Working capital moved from a deficit at year end to a healthy surplus

Maintaining a solid capital structure
Equity remained stable at 44% of total assets



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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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INDORAMA VENTURES

AVGOL™ LTD

9 Shimshon St. Lexus House, 7th floor,
Petah Tikva, 4952707 Israel

ISRAEL AMERICA RUSSIA CHINA INDIA

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