Solstice

July 30, 2026

Second Quarter 2026 Financial Results

Forward-Looking Statements & Other Disclaimers

This presentation contains "forward-looking statements" within the meaning of the federal securities laws made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995 about us, our industry and with respect to our proposed acquisition of Element Solutions Inc ("Element Solutions") that involve substantial risks and uncertainties. These statements can be identified by the fact that they do not relate strictly to historical or current facts, but rather are based on current expectations, estimates, assumptions and projections regarding, among other things, our industry, our business and financial results, the anticipated benefits and timing of the proposed acquisition including expected synergies, expected future financial position, the combined company's expected Adjusted EBITDA, Adjusted EBITDA margin and FCF conversion, and expected synergies. Forward-looking statements often include words such as "anticipates," "estimates," "expects," "positioned," "projects," "forecasts," "intends," "plans," "continues," "could," "believes," "may," "will," "would," "should," "goals," and words and terms of similar substance in connection with discussions of the future operating or financial performance of us and the combined company and the proposed acquisition. As with any projection or forecast, forward-looking statements are inherently susceptible to uncertainty and changes in circumstances. Our and the combined company's actual results may vary materially from those expressed or implied in our forward-looking statements. Accordingly, undue reliance should not be placed on any forward-looking statement made by us or on our behalf. Although we believe that the forward-looking statements contained in this presentation are based on reasonable assumptions, you should be aware that a variety of factors, many of which are difficult to predict and outside of our control, could affect our or the combined company's actual financial results or results of operations and could cause actual results to differ materially from those in such forward-looking statements, including, but not limited to: risks and uncertainties around the Company's proposed acquisition of Element Solutions Inc, including the risk that the anticipated benefits and synergies of the transaction may not be realized when expected or at all, that the terms and scope of the expected financing in connection with the transaction may prove to be less favorable than currently expected, that the transaction may not be completed in a timely matter or at all, the risk that disruptions from the proposed transaction will harm our business, including current plans and operations, and the risk of litigation related to the transaction; our limited operating history as an independent, publicly traded company and unreliability of historical consolidated financial information as an indicator of our future results; our ability to successfully develop new technologies and introduce new products; an overall decline in the health of the economy and the industries in which we operate, including as a result of inflation, tariffs and other trade barriers and restrictions, market volatility, geopolitical instability and social unrest, the possibility of an economic downturn or recession or other macroeconomic factors; changes in the price and availability of raw materials that we use to produce our products, including due to factors such as supply chain disruptions, including due to increased energy prices, and the impact of inflation; our ability to comply with complex government regulations and the impact of changes in such regulations; global climate change and related regulations and changes in customer demand; the public and political perceptions of nuclear energy and radioactive materials; economic, political, regulatory, foreign exchange and other risks of international operations; the impact of tariffs or other restrictions on foreign imports; our ability to borrow funds and access capital markets and any limitations in the terms of our indebtedness; our ability to compete successfully in the markets in which we operate; the effect on our revenue and cash flow from seasonal fluctuations and cyclical market conditions; concentrations of our credit, counterparty and market risk; our ability to successfully execute or effectively integrate potential acquisitions, including the proposed acquisition of Element Solutions, or complete potential divestitures; our joint ventures and strategic co-development partnerships; our ability to recruit and retain qualified personnel; potential material environmental liabilities; the hazardous nature of chemical manufacturing; decommissioning and remediation expenses and regulatory requirements; potential material litigation matters, including disputes related to the spin-off ("the Spin-off") from Honeywell International Inc. ("Honeywell"); the impact of potential cybersecurity attacks, data privacy breaches and other operational disruptions; increasing stakeholder interest in public company performance, disclosure, and goal-setting with respect to sustainability matters; failure to maintain, protect and enforce our intellectual property or to be successful in litigation related to our intellectual property or the intellectual property of others, or competitors developing similar or superior intellectual property or technology; unforeseen U.S. federal income tax and foreign tax liabilities and our ability to achieve anticipated tax treatments in connection with the Spin-off; U.S. federal income tax reform; our ability to operate as an independent, publicly traded company without certain benefits available to us as a part of Honeywell prior to the Spin-off, including managing the costs of operating as an independent company following the Spin-off; our ability to achieve some or all of the benefits that we expect to achieve from the Spin-off; our inability to maintain intellectual property agreements; potential timing, declaration, amount and payment of the Company's dividend program; potential cash contributions to defined benefit pension plans; and our ability to maintain proper and effective internal controls. These and other factors are more fully discussed in the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections included in our Form 10-K for the fiscal year ended December 31, 2025, filed with the SEC on February 19, 2026, our Quarterly Reports on Form 10-Q and other documents we may file from time to time with the SEC. These risks could cause actual results to differ materially from those implied by forward-looking statements in this presentation. Forward-looking statements speak only as of the date they are made. Readers are cautioned not to put undue reliance on forward-looking statements, and Solstice assumes no obligation and do not intend to update or revise these forward-looking statements, whether as a result of new information, future events or otherwise, except as otherwise required by securities or other applicable law. We give no assurance that we will achieve our expectations. Even if our results of operations, financial condition and liquidity and the development of the industry in which we operate are consistent with the forward-looking statements contained in this presentation, those results or developments may not be indicative of results or developments in subsequent periods.

Non-GAAP Financial Measures

This presentation contains financial measures presented on a non-GAAP basis. The non-GAAP financial measures used in this presentation are as follows: Adjusted EBITDA, on a total company basis; Adjusted EBITDA margin, on a total company basis; Adjusted Standalone EBITDA; Adjusted Standalone EBITDA Margin; combined adjusted EBITDA; combined adjusted EBITDA margin; combined revenues; synergies; integration benefits; Adjusted Net Income attributable to Solstice; Adjusted Diluted EPS; Free Cash Flow; Organic sales percentage; Net debt; Total leverage ratio; and Net leverage ratio. Management believes that, when considered together with comparable GAAP measures, these non-GAAP measures are useful to investors and management in understanding our ongoing operations and in the analysis of ongoing operating trends. These measures should be considered in addition to, and not as replacements for, the most comparable GAAP measure. Refer to the appendix attached to this presentation for historical reconciliations of non-GAAP financial measures to the most directly comparable GAAP measures. The Company does not provide a reconciliation of forward-looking Adjusted EBITDA (non-GAAP) or Adjusted diluted Earnings per Share to GAAP net income (loss) attributable to Solstice Advanced Materials, due to the inherent difficulty in forecasting and quantifying certain amounts that are necessary for such reconciliation. Because deductions (such as repositioning charges, impairment charges, and litigation and other matters) used to calculate projected net income (loss) vary based on actual events, the Company is not able to forecast on a GAAP basis with reasonable certainty all deductions needed in order to provide a GAAP calculation of projected net income (loss) at this time. The amount of these deductions may be material and, therefore, could result in projected GAAP net income (loss) being materially less than projected Adjusted EBITDA (non-GAAP) or Adjusted Net Income attributable to Solstice (non-GAAP). These statements represent forward-looking information and a projected financial outlook, and actual results may vary. Please see the risks and assumptions referred to in the "Forward-Looking Statements & Other Disclaimers" section of this presentation. The guidance in this presentation is only effective as of the date it is given and will not be updated or affirmed unless and until the Company publicly announces updated or affirmed guidance.

Illustrative Combined Company Financial Information

This presentation contains illustrative financial information for the combined businesses of Solstice and Element Solutions which is based on management's estimates, assumptions and projections and has not been prepared in conformance with the applicable requirements of Regulation S-X relating to pro forma financial information, and the required pro forma adjustments have not been applied and are not reflected therein. This information is provided for illustrative purposes only and should not be considered in isolation from, or as a substitute for, the historical financial statements of Solstice and Element Solutions. These measures are provided for illustrative purposes and are based on an arithmetic sum of the relevant historical financial measures of Solstice and Element Solutions. Combined Revenue is the arithmetic sum of Solstice's revenue and Element Solutions' revenue. Combined Adjusted EBITDA is the arithmetic sum of Solstice's Adjusted Standalone EBITDA and Element Solutions' Pro Forma Adjusted EBITDA, inclusive of expected synergies. Combined Adjusted EBITDA Margin is inclusive of expected synergies. These measures do not reflect what the combined company's financial condition or results of operations would have been had the proposed transaction occurred on or prior to the dates indicated. Such illustrative information may differ materially from pro forma information included in SEC filings. Various factors could cause actual future results to differ materially from those currently estimated by management, including, but not limited to, the risks described above and in each of Solstice's and Element Solutions' respective filings with the SEC. For a definition of Element Solutions' adjusted EBITDA and a reconciliation of Solstice's adjusted standalone EBITDA, please see Solstice's Current Report on Form 8-K furnished with the SEC on February 11, 2026, and a reconciliation of adjusted EBITDA to the most comparable GAAP financial measure for 2025, please see Element Solutions' Current Report on Form 8-K furnished with the SEC on February 17, 2026 and Element Solutions' 2026 Investor Day presentation at its website at https://www.elementsolutions.com (information included on or accessible through Element Solutions' website is not incorporated by reference into this presentation). Element Solutions' pro forma Adjusted EBITDA for fiscal year 2025 is from Element Solutions' 2026 Investor Day presentation and is Element Solutions' Adjusted EBITDA inclusive of a pro forma adjustment of $61 million from the impact of the acquisitions of Micromax and EFC Gases. Combined Adjusted EBITDA and Combined Adjusted EBITDA margin includes expected synergies.

No Offer or Solicitation

This communication is not intended to and shall not constitute an offer to sell or the solicitation of an offer to buy any securities, or a solicitation of any vote or approval, nor shall there be any sale of securities in any jurisdiction in which such offer, solicitation or sale would be unlawful prior to registration or qualification under the securities laws of any such jurisdiction. No offer of securities shall be made except by means of a prospectus meeting the requirements of Section 10 of the Securities Act of 1933, as amended (the "Securities Act"), and/or offered pursuant to an exemption from the registration requirements of the Securities Act, and otherwise in accordance with applicable law.

Important Information and Where to Find It

In connection with the proposed transaction with Element Solutions Inc, Solstice intends to file with the SEC a registration statement on Form S-4 (the "Registration Statement"), which will include a prospectus with respect to the shares of Solstice's common stock to be issued in the proposed transaction and a joint proxy statement for Solstice's and Element Solutions' respective stockholders (the "Joint Proxy Statement/Prospectus"). The definitive Joint Proxy Statement/Prospectus (if and when available) will be mailed to stockholders of Solstice and Element Solutions after it is declared effective. Each of Solstice and Element Solutions may also file with or furnish to the SEC other relevant documents regarding the proposed transaction. This communication is not a substitute for the Registration Statement, the Joint Proxy Statement/Prospectus or any other document that Solstice or Element Solutions may mail to their respective stockholders in connection with the proposed transaction. INVESTORS AND SECURITY HOLDERS OF SOLSTICE AND ELEMENT SOLUTIONS ARE URGED TO READ THE REGISTRATION STATEMENT AND THE JOINT PROXY STATEMENT/PROSPECTUS INCLUDED WITHIN THE REGISTRATION STATEMENT CAREFULLY AND IN THEIR ENTIRETY WHEN THEY BECOME AVAILABLE, AS WELL AS ANY OTHER RELEVANT DOCUMENTS FILED WITH THE SEC IN CONNECTION WITH THE PROPOSED TRANSACTION OR INCORPORATED BY REFERENCE INTO THE REGISTRATION STATEMENT AND THE JOINT PROXY STATEMENT/PROSPECTUS (INCLUDING ANY AMENDMENTS OR SUPPLEMENTS THERETO), BECAUSE THEY WILL CONTAIN IMPORTANT INFORMATION REGARDING SOLSTICE, ELEMENT SOLUTIONS, THE PROPOSED TRANSACTION AND RELATED MATTERS. Investors and security holders may obtain free copies of the Joint Proxy Statement/Prospectus and other documents filed with the SEC by Solstice or Element Solutions through the website maintained by the SEC at http://www.sec.gov or from Solstice at its website, https://www.solstice.com, or from Element Solutions at its website, https://www.elementsolutionsinc.com (information included on or accessible through the SEC website or either of Solstice's or Element Solutions' website is not incorporated by reference into this communication).

Participants in Solicitation

Solstice and Element Solutions and their respective directors and executive officers may be deemed to be participants in the solicitation of proxies from the stockholders of Solstice and Element Solutions in connection with the proposed transaction. Information about the interests of the directors and executive officers of Solstice and Element Solutions and other persons who may be deemed to be participants in the solicitation of stockholders of Solstice and Element Solutions in connection with the proposed transaction and a description of their direct and indirect interests, by security holdings or otherwise, will be included in the Joint Proxy Statement/Prospectus, which will be filed with the SEC. Information about Solstice's directors and executive officers and their ownership of Solstice's common stock is set forth in Solstice's proxy statement for its 2026 Annual Meeting of Stockholders on Schedule 14A filed with the SEC on April 2, 2026 under the headings "Director Compensation," "Compensation Discussion and Analysis," "Executive Compensation Tables" and "Stock Ownership Information." To the extent that holdings of Solstice's securities have changed since the amounts printed in Solstice's proxy statement, such changes have been or will be reflected on Initial Statements of Beneficial Ownership of Securities on Form 3 and Statements of Changes in Beneficial Ownership on Form 4 filed with the SEC. Information about Element Solutions' directors and executive officers and their ownership of Element Solutions' common stock is set forth in Element Solutions' proxy statement for its 2026 Annual Meeting of Stockholders on Schedule 14A filed with the SEC on March 23, 2026 under the headings "Director Compensation," "Executive Compensation" and "Security Ownership." To the extent that holdings of Element Solutions' securities have changed since the amounts printed in Element Solutions' proxy statement, such changes have been or will be reflected on Initial Statements of Beneficial Ownership of Securities on Form 3 and Statements of Changes in Beneficial Ownership on Form 4 filed with the SEC. The information regarding the direct and indirect interests of those persons and other persons who may be deemed participants in the proposed transaction may be obtained by reading the Joint Proxy Statement/Prospectus regarding the proposed transaction when it becomes available. Free copies of these documents may be obtained as described above.

Second Quarter 2026 Highlights

Strong top and bottom-line results; double-digit sales growth across Refrigerants, Nuclear, Electronic Materials and Healthcare Packaging

Sound execution through macroeconomic volatility, plant turnarounds, and TSA exits

Solid cash generation with disciplined working capital management

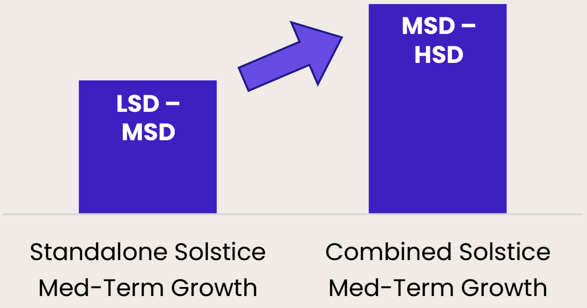
Accelerating our growth strategy; executing on high-return organic investments and announced proposed acquisition of Element Solutions

Raising full-year 2026 guidance demonstrating our resilient portfolio

Element Solutions Acquisition Expected to Accelerate Our Strategy and Fuel Significant, Sustainable Value Creation

- **Unlocks potential of combined electronics platform** – differentiated offering in key emerging technologies such as advanced packaging and next-gen semiconductor materials
- **Complementary strengths in advanced formulation and synthetic chemistry** - will position combined company as a "preferred partner" for customers' critical challenges
- **Expected to accelerate Solstice's financial engine** – anticipated synergies of $180+ million by Year 3; accretive to growth, Adj. EPS, Adj. EBITDA margins, and cash conversion
- **Expected upside from revenue synergies over time** – complementary products, technologies, and services to deliver value-added solutions
- **Anticipated enhanced cash generation and conservative leverage** – enables deleveraging ***and*** continued investment in key growth initiatives
- **Nuclear expected to remain a core growth pillar** – $2bn+ backlog, expected double-digit EBITDA CAGR through 2030, and increasing portion of overall business mix
- **Proven, experienced team in place to successfully execute integration and drive value creation**

Uniquely positioned to capture the generational tailwinds of critical AI infrastructure buildout



Expected Medium-Term Combined Revenue CAGR

HSD – LDD	**~75%**
Expected Med.-Term Combined Adj. EBITDA[3] CAGR	***Expected Med.-Term Combined FCF Conversion[1]***
$6.8B	**26%**
2025 Combined Revenue[2]	***2025 Combined Adj. EBITDA Margin%[3]***
	(28% ex-metals[4])

[1] Cash conversion defined as (Adj. EBITDA – Capex) / Adj. EBITDA. [2] For illustrative purposes. Combined company revenue includes pro forma adjustment for Micromax and EFC acquisitions. [3] Non-GAAP Measure; inclusive of $180m of expected run-rate synergies; Element Solutions' Adj. EBITDA and Adj. EBITDA margin includes pro-forma adjustment of $61m from the impact of the Micromax and EFC acquisitions. [4] Based on Pro Forma for Element Solutions excluding metals. Non-GAAP measure, inclusive of $180m+ of expected synergies by Y3.

Second Quarter 2026 Consolidated Results

Consolidated Financial Highlights

($ in millions, except per share amounts)	2Q'26	2Q'25	% Change
Net Sales	$1,148	$1,033	11%
Net Income attributable to Solstice Advanced Materials	$119	$97	23%
Diluted EPS	$0.75	$0.61	23%
Adjusted Diluted EPS[1]	$0.88	N/A	N/A
Adjusted EBITDA[1,2]	$290	$283	2%
Adjusted EBITDA Margin[1,2]	25.3%	27.4%	(218) bps

Key Takeaways

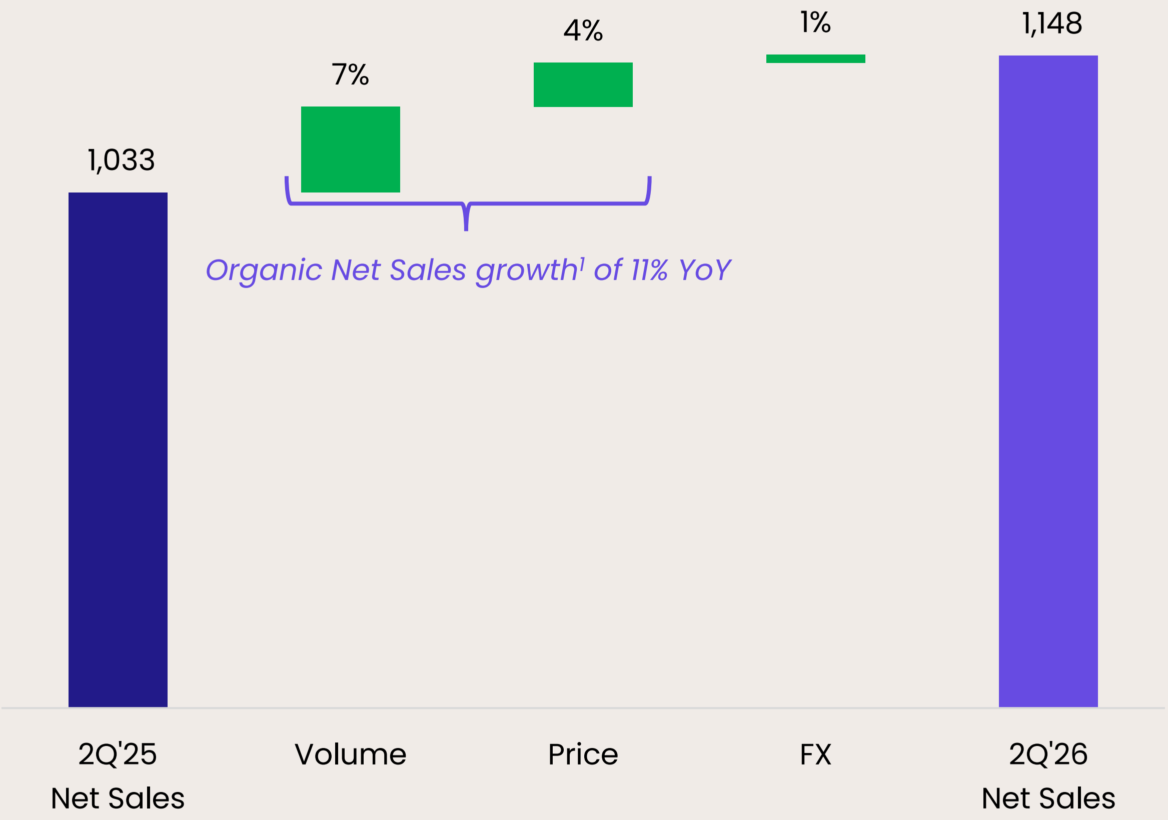
- Strong YoY Net Sales growth driven by Nuclear, Electronic Materials, Refrigerants, and Healthcare Packaging
- RAS Net Sales growth driven by 27% YoY increase in Nuclear and 13% YoY increase in Refrigerants
- ESM Net Sales growth driven by 15% growth in Electronic Materials reflecting robust customer demand for deposition and thermal solutions
- Adjusted EBITDA Margin[1] impacted by timing of plant turnaround activity and production incentive credits in the prior year
- Operating Cash Flow for the first half of 2026 of $461m; Free Cash Flow[1] of $248m

[1] Non-GAAP financial measure. Historical reconciliations of non-GAAP financial measures provided in the appendix of this presentation. Prior period EBITDA has been adjusted to reflect standalone operations as if the Company had been operating independently during that period. Current period EBITDA reflects actual operations and does not include standalone adjustments, as the Company is now operating independently. [2] 2Q'25 represents Adjusted Standalone EBITDA (non-GAAP) and Adjusted Standalone EBITDA Margin (non-GAAP).

Net Sales and Adjusted EBITDA[1] Bridges

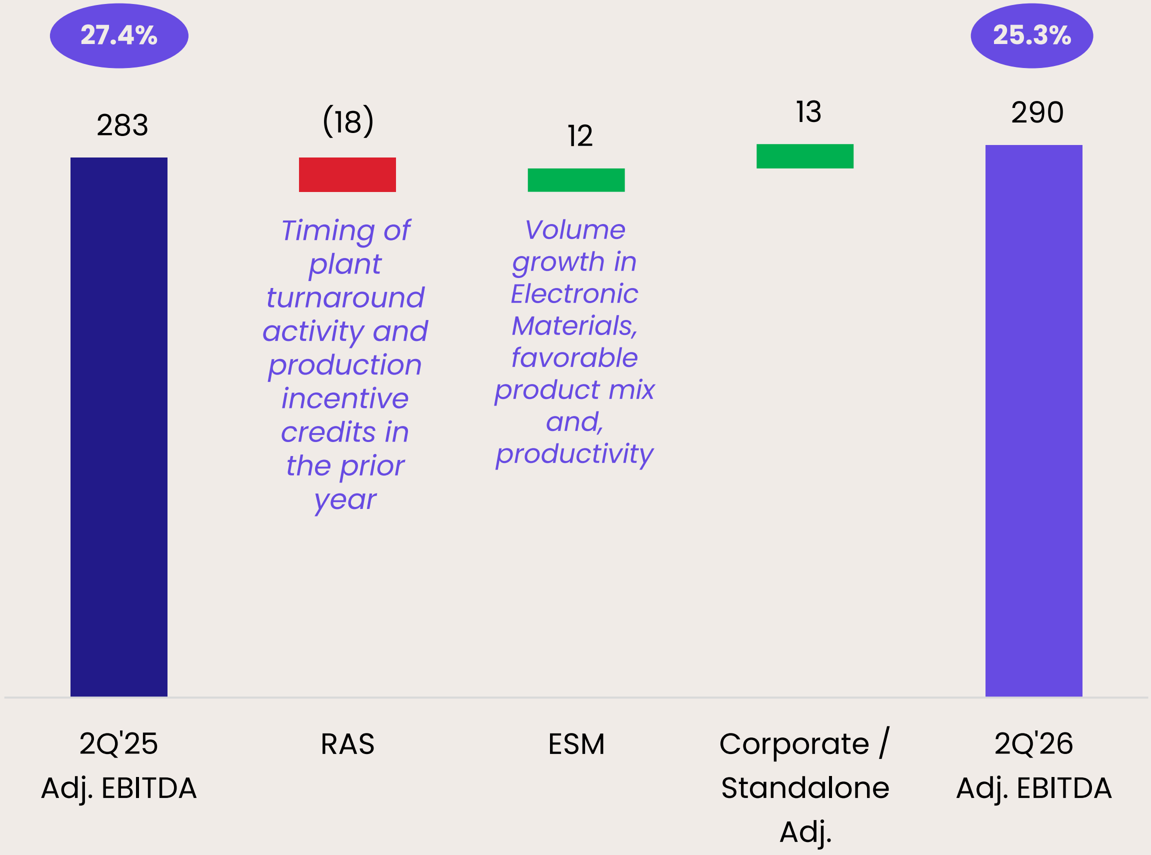
Change in Net Sales

($ in millions)



Change in Adjusted EBITDA[1,2] and Margin[1,2]

($ in millions)



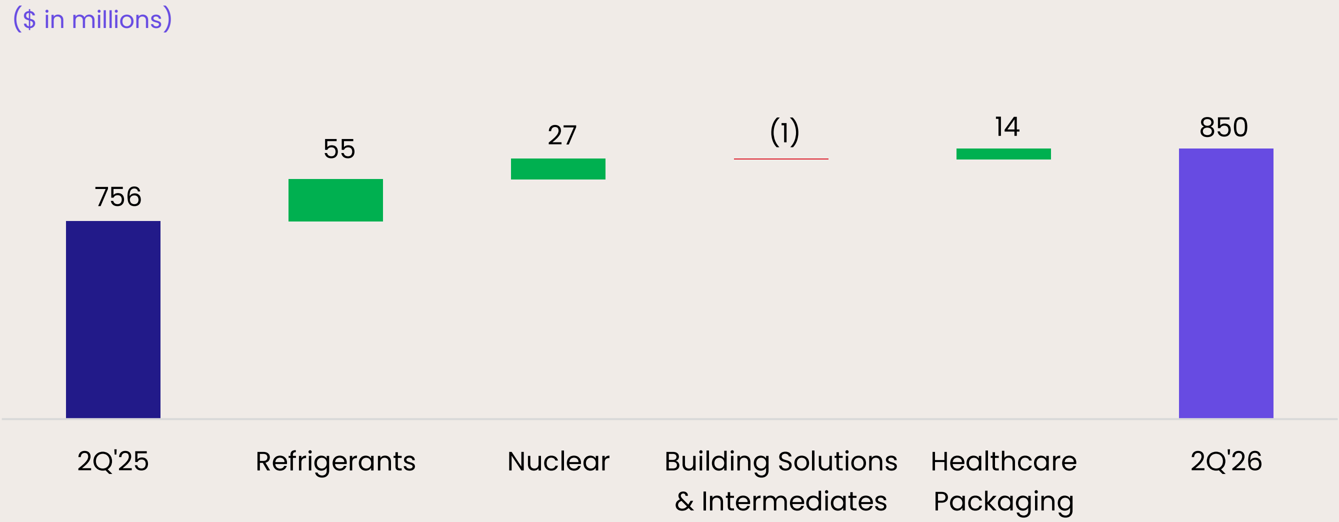
[1] Non-GAAP financial measure. Historical reconciliations of non-GAAP financial measures provided in the appendix of this presentation. Prior period EBITDA has been adjusted to reflect standalone operations as if the Company had been operating independently during that period. Current period EBITDA reflects actual operations and does not include standalone adjustments, as the Company is now operating independently. [2] 2Q'25 represents Adjusted Standalone EBITDA (non-GAAP) and Adjusted Standalone EBITDA Margin (non-GAAP).

Second Quarter 2026
Refrigerants & Applied Solutions Results

Financial Results

($ in millions)	2Q'26	2Q'25	% Change
Refrigerants	$473	$418	13%
Nuclear	125	98	27%
Building Solutions & Intermediates	180	181	(1)%
Healthcare Packaging	73	59	24%
RAS Net Sales	**850**	**756**	**12%**
RAS Adjusted EBITDA[1]	**280**	**298**	**(6)%**
RAS Adjusted EBITDA Margin[1]	**32.9%**	**39.4%**	**(648) bps**

RAS Net Sales



Key Takeaways

- YoY increase in RAS Net Sales primarily driven by 13% growth in Refrigerants, 27% growth in Nuclear and 24% growth in Healthcare Packaging, while Building Solutions & Intermediates was roughly flat
- Refrigerants strength led by continuing 454B demand and accelerating data center orders
- YoY increase in Healthcare Packaging as customer demand patterns recovered following destocking in the second half of 2025
- YoY decline in RAS Adjusted EBITDA primarily driven by timing of plant turnaround activity and production incentive credits in the prior year
- Expect segment Adjusted EBITDA Margins of mid-30% in the second half of 2026

[1] *Please refer to the reconciliation provided in the appendix of this presentation.*

Second Quarter 2026
Electronic & Specialty Materials Results

Top supplier award from

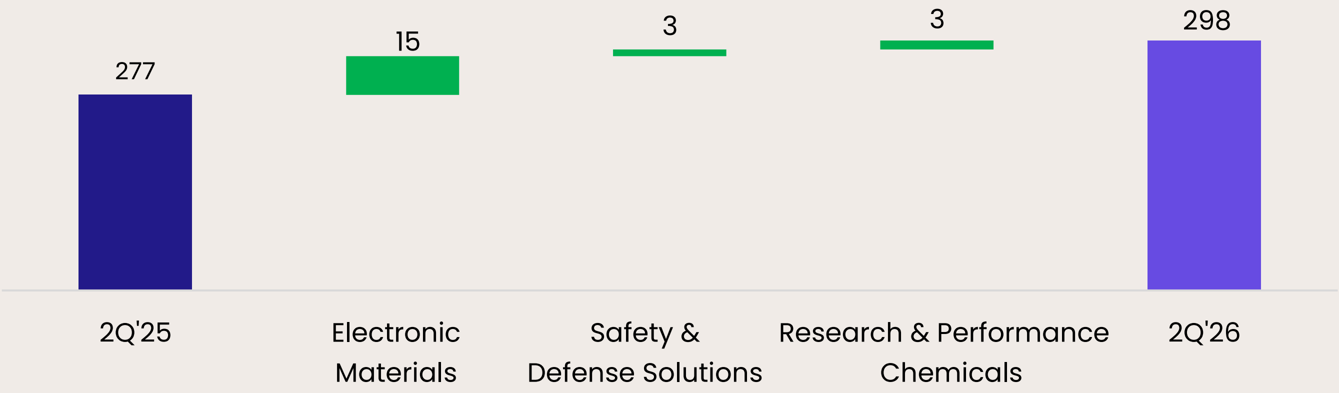
SK hynix

Financial Results

($ in millions)	2Q'26	2Q'25	% Change
Electronic Materials	$119	$104	15%
Safety & Defense Solutions	43	41	7%
Research & Performance Chemicals	135	132	3%
Net Sales	**298**	**277**	**8%**
ESM Adjusted EBITDA[1]	**64**	**52**	**24%**
ESM Adjusted EBITDA Margin[1]	**21.6%**	**18.8%**	**280 bps**

ESM Net Sales

($ in millions)



Key Takeaways

- YoY increase in ESM Net Sales primarily driven by 15% growth in Electronic Materials reflecting volume growth on robust customer demand across multiple product categories, which we expect to continue to accelerate
- Broad-based strength across Electronic Materials with Deposition and Thermal Solutions both growing in excess of 25% year-over-year with continued success capturing growth opportunities
- YoY increase in ESM Adjusted EBITDA primarily driven by volume growth and productivity

[1] *Please refer to the reconciliation provided in the appendix of this presentation.*

Balance Sheet and Capital Management

Cash Flow Highlights
(Six Months Ended June 30, 2026)

- **Operating Cash Flow of $461 million** reflecting strong working capital management
  - Disciplined focus on inventory optimization
- **Capital Expenditures of $186 million**[1] supporting multi-year capacity expansion projects
  - Electronic Materials
  - Safety and Defense Solutions
  - Nuclear
- **Free Cash Flow**[2] **of $248 million**

Capital Allocation Priorities

- Committed to Maintaining Strong Balance Sheet
- Uninterrupted Investment for Growth
- Opportunistically Return Excess Cash to Shareholders
- Portfolio Optimization

Debt Structure and Liquidity
(As of June 30, 2026)

Total Debt	$2 billion
Cash and Cash Equivalents	$750 million
Net Debt[2]	$1.25 billion
Net Leverage Ratio[2]	1.3x
Total Liquidity	$1.75 billion

[1] Capital expenditures represents capital expenditures incurred, whether or not paid in the current year. [2] Non-GAAP financial measure. Historical reconciliations of non-GAAP financial measures provided in the appendix of this presentation.

Financial Guidance

	Previous 2026E Guidance	*Raised* 2026E Guidance
Net Sales *($ in millions)*	$3,900 - $4,100	$4,125 – 4,185
Adjusted EBITDA[1] *($ in millions)*	$975 - $1,025	$1,035 - $1,055
Adjusted Diluted EPS[1]	$2.45 - $2.75	$2.75 - $2.95
Capital Expenditures *($ in millions)*	$400 - $425	$420 - $440

3Q'26 Commentary:

Providing 3Q'26E Net Sales guidance of $990 – $1,030m

- Continued momentum in Refrigerants and Electronic Materials
- More modest Nuclear performance on loan returns, order timing
- Consistent margin performance

2026 Commentary:

- Assumes stable macroeconomic environment
- Negative revenue impact from $30m final Nuclear loan returns skewed modestly towards 4Q

Raising Full-Year Guidance on Robust YTD Performance

[1] *Non-GAAP financial measure. Historical reconciliations of non-GAAP financial measures provided in the appendix of this presentation.*

Key Takeaways

Raising full-year 2026 guidance on continued strong business performance

Well-aligned to strong secular trends such as artificial intelligence, data centers, semiconductor manufacturing, and nuclear energy

Rigorous focus on operational execution and delivering on our commitments

Solid free cash flow generation enabling investments in our business while supporting deleveraging

Accelerating our growth strategy to become a premier advanced materials company

Appendix

Additional Full Year 2026 Modeling Considerations

($ in millions, unless otherwise noted)	***Revised*** **2026E**
Depreciation and Amortization Expense	$220 - $240
Net Interest Expense[1]	$100 - $105
Effective Tax Rate	~24-26%
Noncontrolling Interest	~$60

Other Considerations

- Strong demand expected to continue in Low-GWP Refrigerants, Electronic Materials, and Nuclear
- Interest rate sensitive end-markets such as housing / construction not expected to improve
- Raw material costs expected to be modestly inflationary; expect to fully cover with pricing
- Working capital expected to be a source of cash

[1] *Not inclusive of anticipated financing associated with the potential acquisition of Element Solutions*

Consolidated Statement of Operations

($ in millions, except per share amounts)	**For The Three Months Ended June 30, 2026**	**2025**
Product sales	$1,062	$945
Service sales	86	88
Net sales	**1,148**	**1,033**
Costs, expenses and other		
Cost of products sold	715	601
Cost of services sold	63	71
Total cost of products and services sold	**778**	**671**
Research and development expenses	25	23
Selling, general and administrative expenses	123	105
Transaction-related costs	25	30
Other expense (income)	(2)	2
Interest and other financial charges	23	2
Total costs, expenses and other	**972**	**833**
Income before taxes	176	199
Income tax expense	42	101
Net income	**134**	**99**
Less: Net income attributable to noncontrolling interest	15	2
Net income attributable to Solstice Advanced Materials	**119**	**97**
Basic earnings per share	**$0.75**	**$0.61**
Diluted earnings per share	**$0.75**	**$0.61**
Weighted average number of common shares outstanding - basic	158.8	158.7
Weighted average number of common shares outstanding - diluted	159.4	158.7

Reconciliation of Organic Sales Percentage

	For The Three Months Ended June 30, 2026 vs. 2025
Total % Change in Net Sales	**11.2%**
Foreign Currency Translation	(0.6)%
Acquisitions, Divestitures and Other, Net	-
Organic Sales Percentage	**10.6%**

Reconciliation of Adjusted EBITDA & Adjusted Standalone EBITDA

($ in millions)	For The Three Months Ended June 30, 2026	For The Three Months Ended June 30, 2025	For The LTM[1] Ended June 30, 2026
Net income attributable to Solstice Advanced Materials	**$119**	**$97**	**$210**
Net income attributable to noncontrolling interest	15	2	74
Net Income (GAAP)	**134**	**99**	**284**
Depreciation	54	55	193
Amortization	3	4	28
Interest and other financial charges	23	2	78
Other adjustments[2]	2	7	(37)
Stock compensation expense	6	6	27
Transaction-related costs	25	30	106
Income tax expense	42	101	287
Adjusted EBITDA (Non-GAAP)	**290**	**304**	**964**
Less - Standalone adjustments	-	(21)	(1)
Adjusted Standalone EBITDA (Non-GAAP)	**290**	**283**	**963**
Net Sales	**1,148**	**1,033**	**4,096**
Adjusted EBITDA margin (Non-GAAP)	***25.3%***	***29.5%***	***23.5%***
Adjusted Standalone EBITDA Margin (Non-GAAP)	***25.3%***	***27.4%***	***23.5%***

[1] LTM stands for "last twelve months". [2] Other adjustments primarily consisted of gains and losses from disposal of long-lived assets, remeasurement of foreign currencies, environmental reserves, asset retirement obligations, nonoperating pension expense (income), and certain legal costs, net of recoveries..

Reconciliation of Adjusted Standalone EBITDA

($ in millions)	For The Three Months Ended June 30, 2026	For The Three Months Ended June 30, 2025
Refrigerants & Applied Solutions (RAS)	$850	$756
Electronic & Specialty Materials (ESM)	298	277
Total Net Sales	**1,148**	**1,033**

($ in millions)	For The Three Months Ended June 30, 2026	For The Three Months Ended June 30, 2025
RAS Adjusted EBITDA	$280	$298
ESM Adjusted EBITDA	64	52
Segment Adjusted EBITDA	**344**	**350**
Less:		
Corporate and All Other	54	46
Standalone Adjustments	-	21
Total Adjusted Standalone EBITDA (Non-GAAP)	**290**	**283**

Reconciliation of Adjusted Net Income Attributable to Solstice and Adjusted Diluted EPS

($ in millions, except per share amounts)	**For The Three Months Ended June 30, 2026**
Net income attributable to Solstice Advanced Materials (GAAP)	**$119**
Other adjustments[1]	2
Amortization of acquired intangibles	1
Transaction costs	25
Tax effect of adjusting items	(7)
Adjusted net income attributable to Solstice (Non-GAAP)	**140**
Diluted weighted average shares outstanding	159.4
Diluted EPS (GAAP)	**$0.75**
Adjusted diluted EPS (Non-GAAP)	**$0.88**

($ in millions)	**For The Three Months Ended June 30, 2026**
Adjusted EBITDA (Non-GAAP)	**$290**
Less:	
Depreciation	54
Amortization[2]	2
Interest and other financial charges	23
Stock compensation expense	6
Income tax provision plus tax effect on adjusting items[3]	49
Net income attributable to noncontrolling interest	15
Adjusted net income attributable to Solstice (Non-GAAP)	**140**

[1] *Other adjustments primarily consisted of gains and losses from disposal of long-lived assets, remeasurement of foreign currencies, environmental reserves, asset retirement obligations, nonoperating pension expense (income), and certain legal costs, net of recoveries.* [2] *Excludes amortization of acquired intangible assets.* [3] *Includes tax effect of adjustments.*

Reconciliation of Free Cash Flow

($ in millions)	**For The Six Months Ended June 30, 2026**
Net Cash Provided by Operating Activities (GAAP)	**$461**
Less: Capital expenditures paid	213
Free Cash Flow (Non-GAAP)	**248**

Debt Structure

($ in millions)	**June 30, 2026**
Debt	
Term Loan B due 2032	$986
Unsecured Senior Notes due 2033	986
Total Debt	1,972
Less: Cash and Cash Equivalents	750
Net Debt (Non-GAAP)	**1,222**
LTM Adjusted Standalone EBITDA (Non-GAAP)	**963**
Total Leverage Ratio (Non-GAAP)	**2.0 x**
Net Leverage Ratio (Non-GAAP)	**1.3 x**

Non-GAAP Financial Measures

The Company uses non-GAAP financial measures to supplement the financial measures prepared in accordance with U.S. GAAP. These include (1) Organic sales percentage, (2) Adjusted EBITDA, (3) Adjusted EBITDA Margin, (4) Adjusted Standalone EBITDA, (5) Adjusted Standalone EBITDA margin, (6) Adjusted Net Income attributable to Solstice, (7) Adjusted diluted EPS, (8) Free Cash Flow, (9) Net debt, (10) Total leverage ratio, and (11) Net leverage ratio.

Below are definitions and reconciliations of certain non-GAAP financial measures to the most directly comparable financial measures calculated and presented in accordance with U.S. GAAP. Management believes that, when considered together with reported amounts, these measures are useful to investors and management in understanding our ongoing operations and in the analysis of ongoing operating trends. Management believes these non-GAAP financial measures provide investors with a meaningful measure of its performance period to period, align the measures to how management evaluates performance internally, and make it easier for investors to compare our performance to peers. These measures should be considered in addition to, and not as replacements for, the most directly comparable US GAAP measure. The non-GAAP financial measures we use are as follows:

Organic Sales Percentage

The Company defines organic sales percentage as the year-over-year change in reported sales relative to the comparable period, excluding the impact on sales from foreign currency translation and acquisitions, net of divestitures, for the first 12 months following the transaction date. We believe this measure is useful to investors and management in understanding our ongoing operations and in analysis of ongoing operating trends.

Adjusted EBITDA, Adjusted EBITDA Margin, Adjusted Standalone EBITDA, and Adjusted Standalone EBITDA Margin

The Company defines Adjusted EBITDA as net income excluding income taxes, depreciation, amortization, interest and other financial charges, remeasurement of foreign currencies, stock-based compensation expense, nonoperating pension expense (income), transaction-related costs, repositioning charges, asset retirement obligations accretion, asset impairment charges, litigation costs and insurance settlements (net of recoveries), gains and losses on disposal of assets, and certain other items that are otherwise of an unusual or non-recurring nature. The Company defines Adjusted EBITDA margin as Adjusted EBITDA divided by Net sales. The Company defines Adjusted Standalone EBITDA as Adjusted EBITDA less, for fiscal year 2025, estimated recurring and ongoing costs required to operate a new independent public company, and autonomous entity adjustments as well as adjustments for certain other employee compensation expense for employees that have historically been shared with other Honeywell businesses and were transferred to the Company in connection with the spin-off. The Company defines Adjusted Standalone EBITDA Margin as Adjusted Standalone EBITDA divided by Net sales. We believe these measures are useful to investors as they provide greater transparency with respect to supplemental information used by management in its financial and operational decision making, as well as understanding ongoing operating trends.

Adjusted Net Income attributable to Solstice and Adjusted Diluted EPS

The Company defines Adjusted net income attributable to Solstice as Net income attributable to Solstice Advanced Materials excluding the after-tax impact - based on the tax rates by jurisdiction, net of discrete items - of amortization of acquired intangibles, remeasurement of foreign currencies, nonoperating pension expense (income), transaction-related costs, repositioning charges, asset retirement obligations accretion, asset impairment charges, litigation costs and insurance settlements (net of recoveries), gains and losses on disposal of assets, and certain other items that are otherwise of an unusual or non-recurring nature. We believe Adjusted net income attributable to Solstice is useful to investors as it provides greater transparency with respect to supplemental information used by management in its financial and operational decision making, as well as in understanding ongoing operational trends. The Company defines Adjusted diluted EPS as Adjusted net income attributable to Solstice divided by diluted weighted average shares outstanding to reflect shares that are dilutive or anti-dilutive based on the amount of Adjusted net income attributable to Solstice Advanced Materials. The weighted average common shares outstanding used to calculate Adjusted diluted earnings (loss) per share will differ from such shares used to calculate diluted earnings (loss) per share (GAAP) when the inclusion of dilutive shares has an anti-dilutive effect for one calculation but not for the other. We believe Adjusted diluted EPS is useful to investors as it provides greater transparency with respect to supplemental information used by management in its financial and operational decision making, as well as in understanding ongoing operational trends.

Free Cash Flow

The Company defines free cash flow as net cash provided by operating activities less net capital expenditures. Net capital expenditures include capital expenditures paid less proceeds from the disposals of property, plant, and equipment. We believe this measure is useful to investors and management as a measure of cash generated by operations that can be used to invest in future growth through new business development activities or acquisitions, pay dividends, repurchase stock, or repay debt obligations prior to their maturities. This measure can also be used to evaluate our ability to generate cash flow from operations and the impact that this cash flow has on our liquidity.

Net Debt, Total Leverage ratio and Net Leverage ratio

The Company defines net debt as total debt less cash. The Company defines total leverage ratio as total debt divided by Adjusted EBITDA. The Company defines net leverage ratio as net debt divided by Adjusted EBITDA. For purposes of showing total leverage ratio and net leverage ratio, we use Adjusted Standalone EBITDA instead of Adjusted EBITDA. We believe these measures are useful to investors and management in understanding our overall financial condition.

Solstice