

# Investor Presentation

April 2025



(NYSE: AZZ)



# Disclaimers

**Cautionary Statements Regarding Forward Looking Statements** – Certain statements herein about our expectations of future events or results constitute forward-looking statements for purposes of the safe harbor provisions of The Private Securities Litigation Reform Act of 1995. You can identify forward-looking statements by terminology such as "may," "could," "should," "expects," "plans," "will," "might," "would," "projects," "currently," "intends," "outlook," "forecasts," "targets," "anticipates," "believes," "estimates," "predicts," "potential," "continue," or the negative of these terms or other comparable terminology. Such forward-looking statements are based on currently available competitive, financial, and economic data and management's views and assumptions regarding future events. Such forward-looking statements are inherently uncertain, and investors must recognize that actual results may differ from those expressed or implied in the forward-looking statements. Forward-looking statements speak only as of the date they are made and are subject to risks that could cause them to differ materially from actual results. Certain factors could affect the outcome of the matters described herein. This presentation may contain forward-looking statements that involve risks and uncertainties including, but not limited to, changes in customer demand for our manufactured solutions, including demand by the construction markets, the industrial markets, and the metal coatings markets. We could also experience additional increases in labor costs, components and raw materials including zinc and natural gas, which are used in our hot-dip galvanizing process, paint used in our coil coating process; supply-chain vendor delays; customer requested delays of our manufactured solutions; delays in additional acquisition opportunities; an increase in our debt leverage and/or interest rates on our debt, of which a significant portion is tied to variable interest rates; availability of experienced management and employees to implement AZZ's growth strategy; a downturn in market conditions in any industry relating to the manufactured solutions that we provide; economic volatility, including a prolonged economic downturn or macroeconomic conditions such as inflation or changes in the political stability in the United States and other foreign markets in which we operate; tariffs; acts of war or terrorism inside the United States or abroad; and other changes in economic and financial conditions. AZZ has provided additional information regarding risks associated with the business, including in Part I, Item 1A. Risk Factors, in AZZ's Annual Report on Form 10-K for the fiscal year ended February 28, 2025, and other filings with the SEC, available for viewing on AZZ's website at [www.azz.com](http://www.azz.com) and on the SEC's website at [www.sec.gov](http://www.sec.gov). You are urged to consider these factors carefully when evaluating the forward-looking statements herein and are cautioned not to place undue reliance on such forward-looking statements, which are qualified in their entirety by this cautionary statement. These statements are based on information as of the date hereof and AZZ assumes no obligation to update any forward-looking statements, whether as a result of new information, future events, or otherwise.

**Non-GAAP - Regulation G Disclosures** – In addition to reporting financial results in accordance with Generally Accepted Accounting Principles in the United States ("GAAP"), AZZ has provided EBITDA, Adjusted EBITDA, Net Debt, Net Leverage, Free Cash Flow and Free Cash Flow Conversion which are non-GAAP measures, which should be considered supplemental to, not a substitute for, or superior to, the financial measures calculated in accordance with GAAP. Management believes that the presentation of these measures provides investors with a greater transparency comparison of operating results across a broad spectrum of companies, which provides a more complete understanding of AZZ's financial performance, competitive position and prospects for the future. Management also believes that investors regularly rely on non-GAAP financial measures, such as EBITDA and Adjusted EBITDA, to assess operating performance and that such measures may highlight trends in the Company's business that may not otherwise be apparent when relying on financial measures calculated in accordance with GAAP. There are a number of limitations related to the use of these non-GAAP financial measures and their nearest GAAP equivalents. For example, AZZ's definitions of non-GAAP financial measures may differ from non-GAAP financial measures used by other companies. For reconciliations to the most directly comparable GAAP measure, see the appendix to this presentation.



# Why Invest in AZZ?



Differentiated, high value-add **metal coatings provider** with scale, expertise and customer centric technology uniquely positioned to serve the growing **North American** steel and aluminum markets



Strong business foundation capable of **growing sales and margins** at or above market levels, supported by **multi-year secular growth drivers**; while **generating significant free cash flow**



Coil coating and hot dip galvanizing **provide environmentally friendly solutions** that reduce emissions and extend the life cycle of the coated materials



**Focused capital allocation** to **reduce debt** and **improve leverage** while supporting **high ROIC investments**, and **returning capital to shareholders**



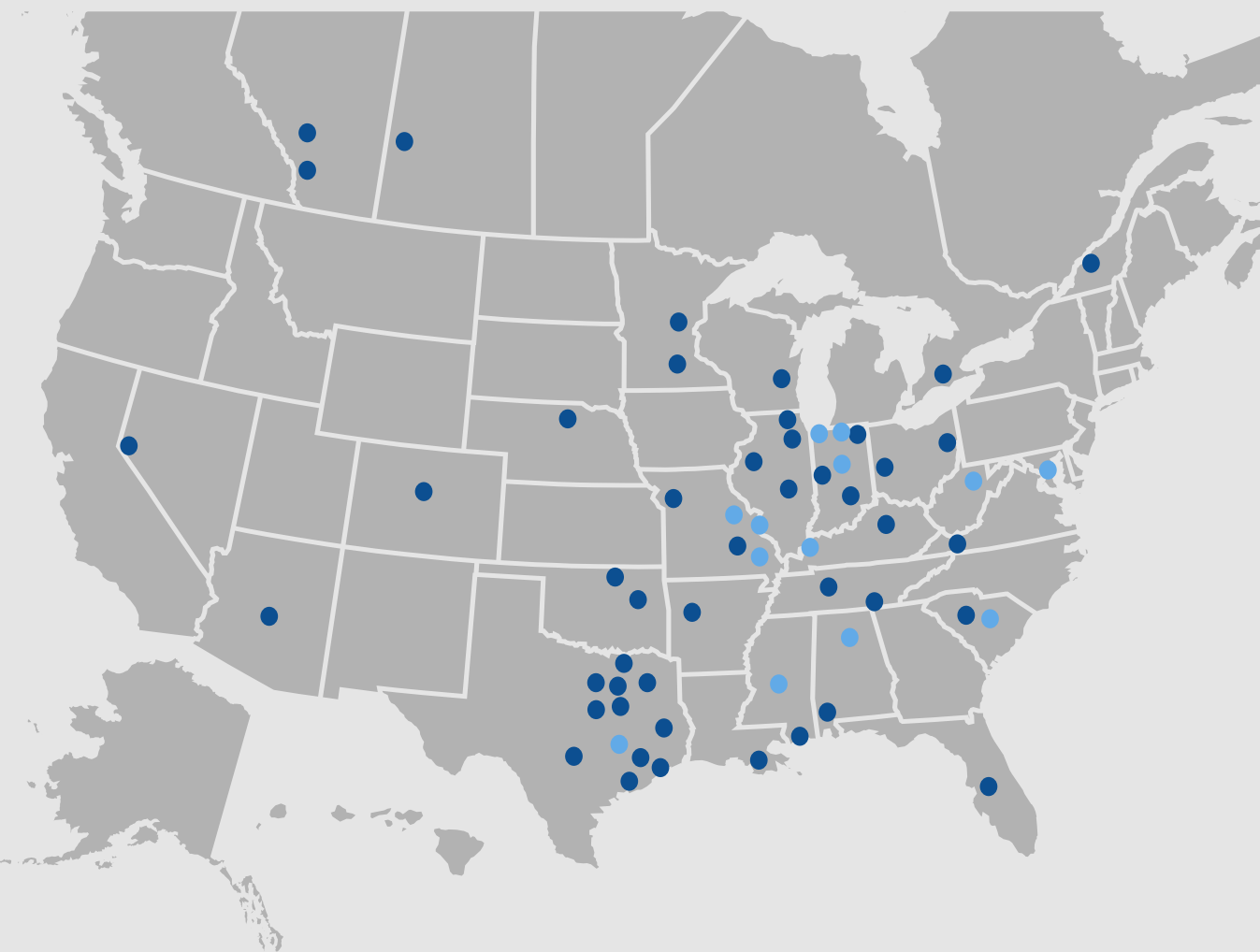
**Commitment to EPS growth** driven by **operational improvement** creates **compelling investment opportunity** and long-term shareholder value





# AZZ Snapshot (NYSE: AZZ)

**AZZ is North America's leading independent post-fabrication hot-dip galvanizing & coil coating solutions company with #1 positions in both markets**



● AZZ Metal Coatings    ● AZZ Precoat Metals

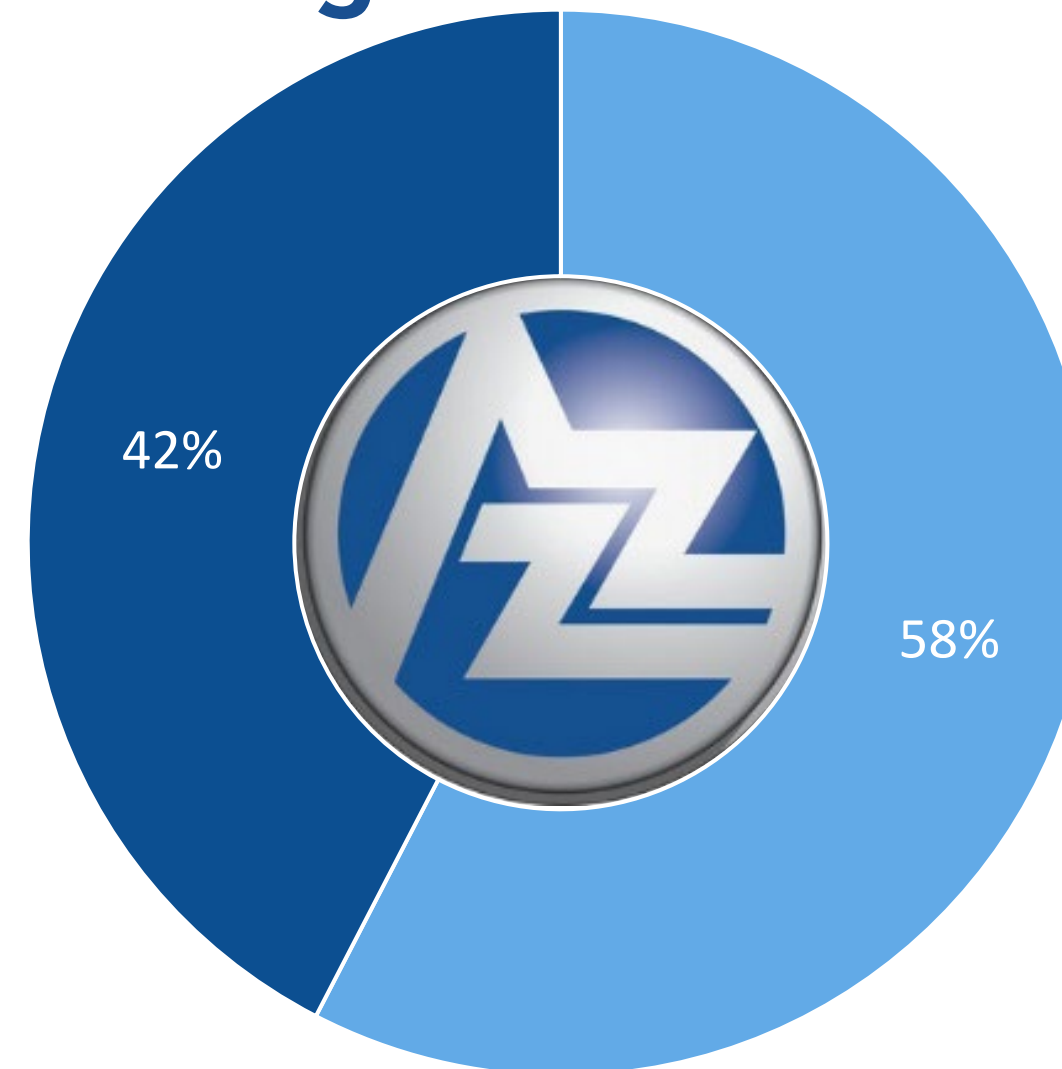
**FORT WORTH, TEXAS**  
Headquarter:

**3,684**  
Employees:

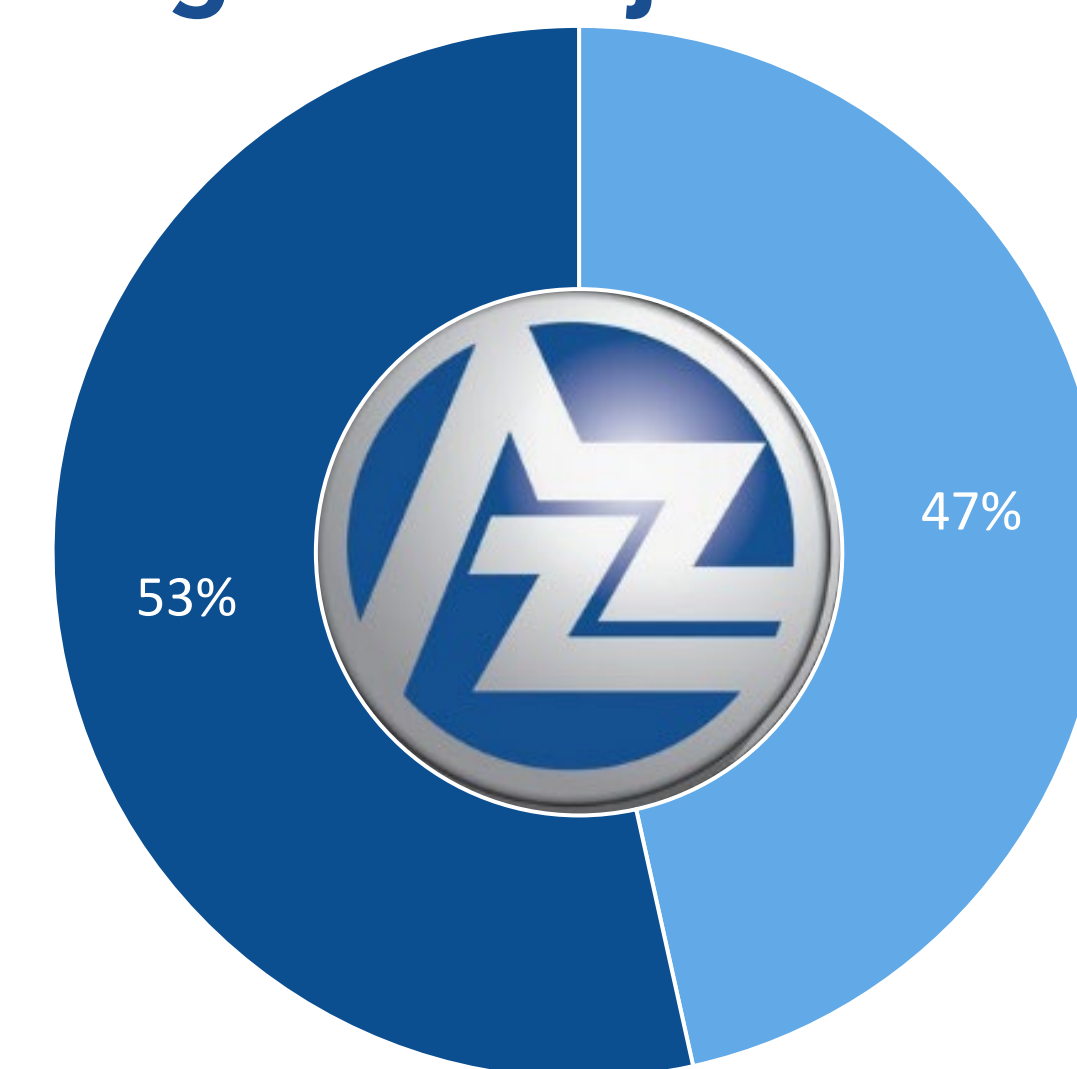
Metal Coatings  
locations<sup>1</sup>: **47**

Coil Coating  
Locations<sup>2</sup>: **14**

**Segment Sales<sup>3</sup>**



**Segment Adj. EBITDA<sup>3</sup>**



■ AZZ Metal Coatings    ■ AZZ Precoat Metals

**~\$1.58B<sup>3</sup>**  
TTM Sales

**\$384M<sup>4</sup>**  
TTM Adj. EBITDA

**24.4%<sup>4</sup>**  
TTM Adj. EBITDA Margin



(1) 41 galvanizing locations and 6 surface technologies locations

(2) Currently 14 plants with 16 processing lines

(3) Segment Sales and Adjusted EBITDA based on AZZ FY 2025 full year results for the period ended February 28, 2025

(4) Adjusted EBITDA excludes corporate costs and AVAIL JV equity income; For a reconciliation to the most directly comparable GAAP measure, see the appendix to this presentation.

# AZZ's Strategic Journey

\$571 ————— \$810 ————— \$903 ————— \$1,538 ————— \$2,000<sup>1</sup>  
 Sales, in millions

2013-2018

## Optimized Legacy Footprint

- Improved capabilities and profitability of Metal Coatings
- Combined Electrical and Industrial assets into one operating segment (Infrastructure Solutions)

2019-2022

## Strategic Transformation – Positioning for the Future

- Divested nuclear and labor augmentation related businesses
- Divested majority stake (60%) of non-core Infrastructure Solutions segment to a joint venture
- Acquired Precoat Metals
- Returned \$79 million to shareholders through stock repurchases FY2021-FY2022
- Reduced leverage from 4.2X to 3.5X

2023 -2024

## Focused Metal Coatings Company

- Invested in our future - New aluminum coil coating facility; on-budget and on-track for full production in FY 2026
- Drove operational excellence with ESG focus
- Expanded use of customer-centric and digital technology (DGS, Coil Mart, Coil Zone)
- Reduced debt while improving the cost of capital
- Identified and pursued customer facing synergies
- Attain target leverage of 2.5X-3.0X

2025 -2028






## Strengthen the Core; Invest in the Future

- Commitment to continuous process improvement initiatives across the segments
- Capture opportunities associated with long-term growth drivers in end markets to sustain >GDP level growth
- Invest in technologies to maintain competitiveness
- Pursue strategic acquisitions as well as bolt-on opportunities to support growth
- Maintain emphasis on Sustainability initiatives
- Ensure capital is deployed to highest ROIC opportunities while maintaining a safe operating environment



(1) Based on management estimates as of 02/28/25.

# Achievements Against Stated Commitments

	Commitments	Achievements to Date
Target Leverage	<ul style="list-style-type: none"> <li>Reduce net leverage from 5.0x to 3.0x by FYE 2024; Maintain net leverage target range of 1.5X -2.5X</li> </ul>	 <ul style="list-style-type: none"> <li>Total net leverage of 2.5x as of February 28, 2025</li> </ul>
Cash Flow Generation	<ul style="list-style-type: none"> <li>Preliminary FY25E Adj. EBITDA<sup>1</sup> guidance of \$340 - \$360 million</li> <li>Adj. EBITDA Margin of 22.0% at mid-point of guidance<sup>1</sup></li> </ul>	 <ul style="list-style-type: none"> <li>TTM Adjusted EBITDA<sup>1</sup> of \$348 million as of 02/28/2025</li> <li>Adj. EBITDA Margin of 22.0%<sup>1</sup></li> </ul>
Acquisition Policy	<ul style="list-style-type: none"> <li>Prudently evaluate acquisition opportunities meeting strategic parameters</li> </ul>	 <ul style="list-style-type: none"> <li>No acquisitions since May 2022</li> <li>Building M&amp;A pipeline</li> </ul>
Dividend Policy	<ul style="list-style-type: none"> <li>Commitment to Dividend Payment</li> </ul>	 <ul style="list-style-type: none"> <li>AZZ continues to pay common stock dividends</li> </ul>
Debt Reduction	<ul style="list-style-type: none"> <li>Continued focus on reduction of debt; Committed to reducing debt by \$75 million to \$100 million during fiscal 2025</li> </ul>	 <ul style="list-style-type: none"> <li>TTM debt reduction totaling \$110 million as of 02/28/2025</li> </ul>



(1) Adjusted EBITDA inclusive of corporate costs; For a reconciliation to the most directly comparable GAAP measure, see the appendix to this presentation



# Mission-Driven, Experienced Management Team

## Our Mission

Create superior value in a culture where people can grow and TRAITS matter.

We are diverse, collaborative, and service-minded, operating in a culture of TRAITS...**T**rust, **R**espect, **A**ccountability, **I**ntegrity, **T**eamwork, and **S**ustainability

## Leadership Highlights

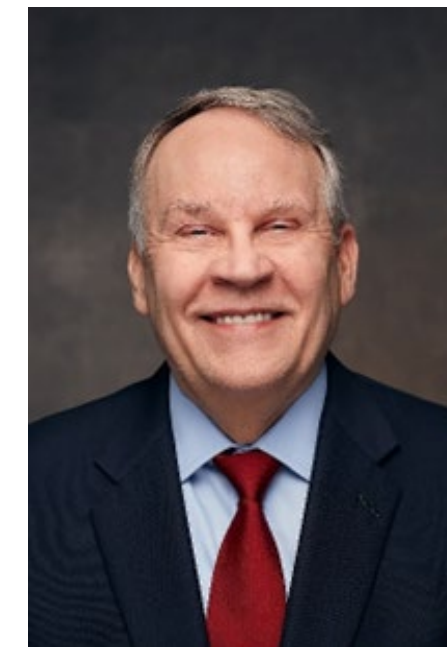
+200 years of combined industry experience

Senior corporate leadership with tenure and track record at AZZ

Proven industry leaders at respective coatings businesses

Executed and integrated multiple acquisitions, including transformational M&A

Track record of success



**Tom Ferguson**  
President and Chief Executive Officer



**Jason Crawford**  
Chief Financial Officer



**Bryan Stovall**  
President & COO Metal Coatings



**Jeff Vellines**  
President & COO Precoat Metals



**Kurt Russell**  
Senior Vice President & Chief Strategy Officer



**Tara Mackey**  
Chief Legal Officer



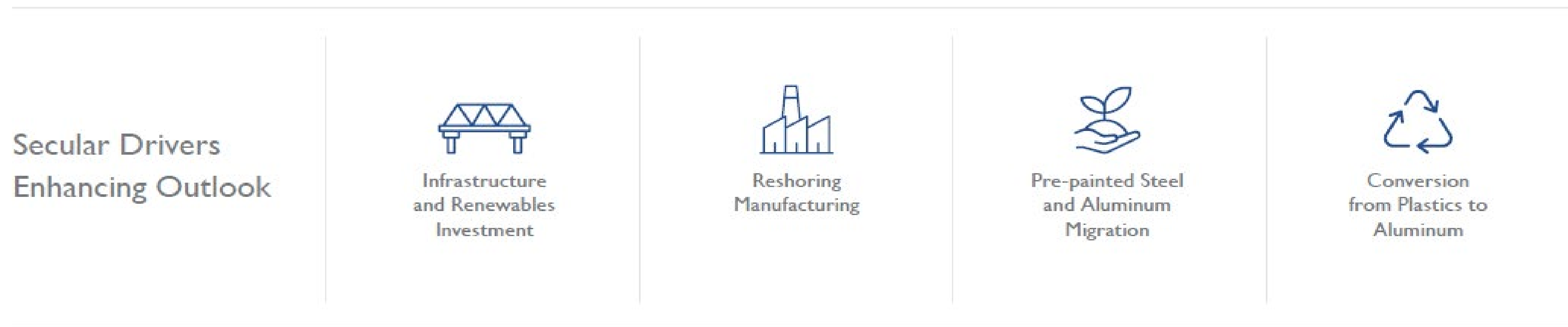
**David Nark**  
Chief Marketing, Communications and Investor Relations Officer



**Chris Bacius**  
Vice President Business Development



# End Markets<sup>1</sup> & Drivers



(1) Based on AZZ FY2025 full year financial results ended 02/28/2025



# Uniquely Positioned to Capitalize on Generational Infrastructure Investment in U.S.



Roads, Bridges and Major Projects

+\$110bn

Government Investment to repair over 45,000 bridges and roughly 1 in 5 miles of highways currently in poor condition

**Our Metal Coatings segment provides hot-dip galvanizing for many end uses including guardrails, signs, bridges and light poles**



Clean Energy and Power

+\$65bn

Government Investment in clean energy transmission and grid by building thousands of miles of transmission lines

**Our Metal Coatings segment provides hot-dip galvanizing for transmission, distribution and solar, including monopoles and lattice towers**



Water, Airports and Other

+\$75bn

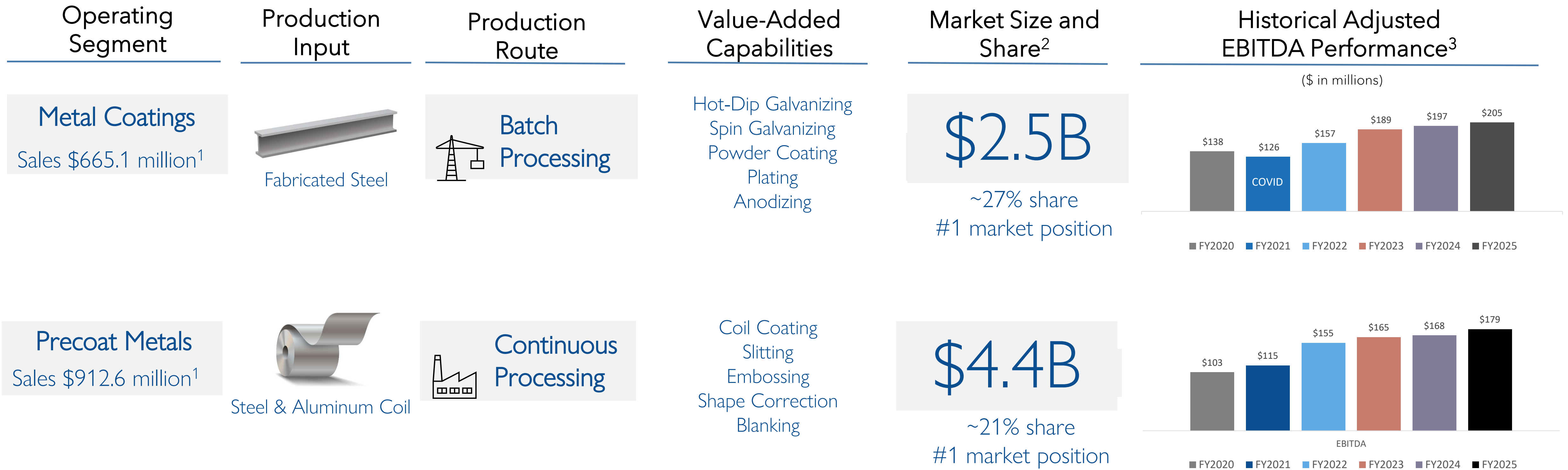
Government Investment to improve critical infrastructure for water including both waste and drinking water, airports and data centers among many other areas

**Our Precoat Metals segment provides aesthetic coatings for the metal used in data centers, airports, and other critical infrastructure**





# Our Leading Segments (#1 Market Position in Each Segment)



Value-added tolling model limits risk and exposure to metal price fluctuation



(1) Sales based on AZZ FY2025 full year results ended 2/28/2025  
 (2) Management estimates based on data from the American Galvanizing Association and National Coat Coaters Association  
 (3) For a reconciliation to the most directly comparable GAAP measure, see the appendix to this presentation; Precoat EBITDA FY2020-FY2022 prior to acquisition; Fiscal year 2023 Precoat EBITDA adjusted to include results from March 1, 2022 to May 13, 2022 prior to completion of acquisition on May 13, 2022



# Strategic Value Proposition Built on Common Business Models



Metal Coatings



Precoat Metals

Standout Market Leaders with Best-in-Class Financial Profiles

Tolling Based Businesses with Minimal Commodity and Inventory Risk

Proprietary Systems Driving Efficiencies in Operations, Procurement, Supply Chain, IT and Back Office

Service-Driven Culture with Focus on Superior Customer Satisfaction

Support ESG Enhancements Across Operations Footprint





# Metal Coatings Value Proposition

## Key Value Propositions

✓ **Technology:** Digital Galvanizing System (DGS) provides customers with near real-time updates and operational efficiencies

✓ **Embracing Complexity:** Quick turns on special projects to meet demanding customer schedules

✓ **Value-Added Services:** Over 30+ solutions offerings, including surface preparation, ground line coating and a dedicated transportation network

✓ **Operational Flexibility:** Unmatched solutions offering validated through best-in-class Net Promoter Score

✓ **Cost, Efficiency and Environmental Benefits:** Galvanizing can last between 50-100 years and is then 100% recyclable thereafter

✓ **Expanded Footprint and Redundancy:** Scaled network ensures proximity and logistical cost advantages across the supply chain





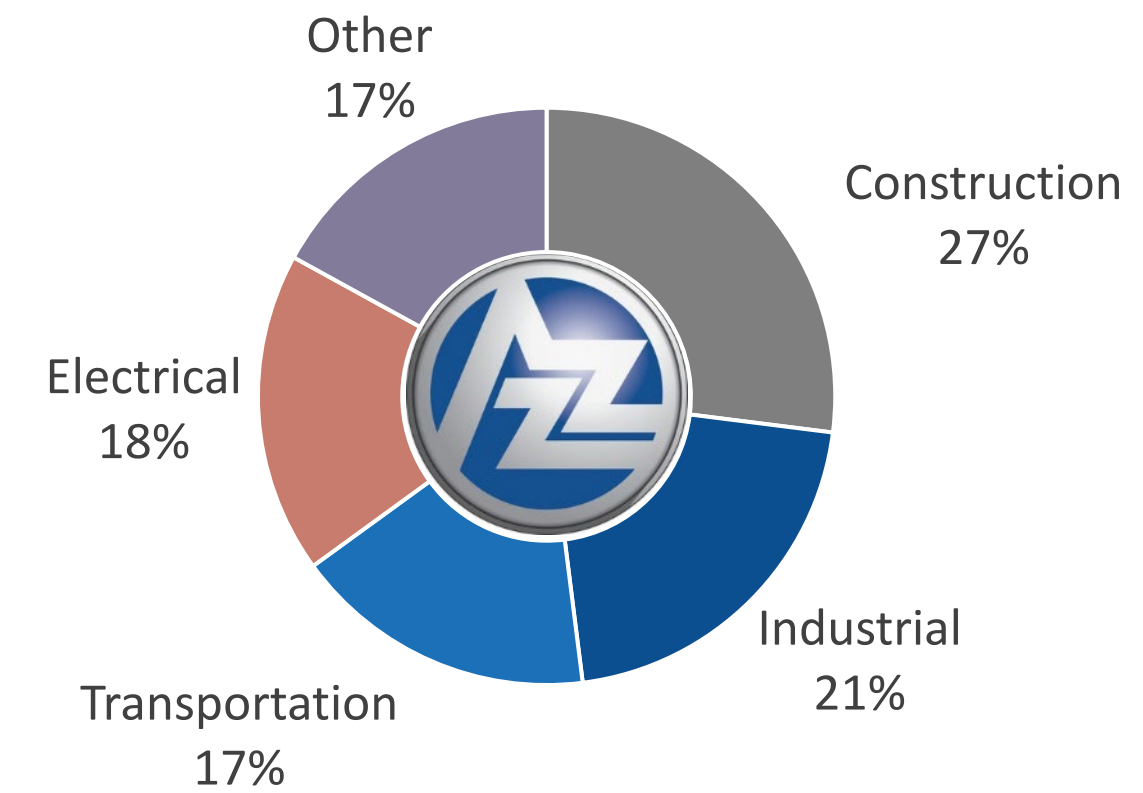
# Metal Coatings Footprint Well-Positioned to Serve Key End-Markets

## State-of-the-Art Facilities Across North America<sup>1</sup>



*North America's leading post-fabrication hot-dip galvanizer with unmatched competitive moat*

## Superior Capabilities Enable Leading Position Across All End-Markets<sup>2</sup>



## Key Technologies

Hot-Dip Galvanizing

Spin Galvanizing

Powder Coating

Anodizing and Plating



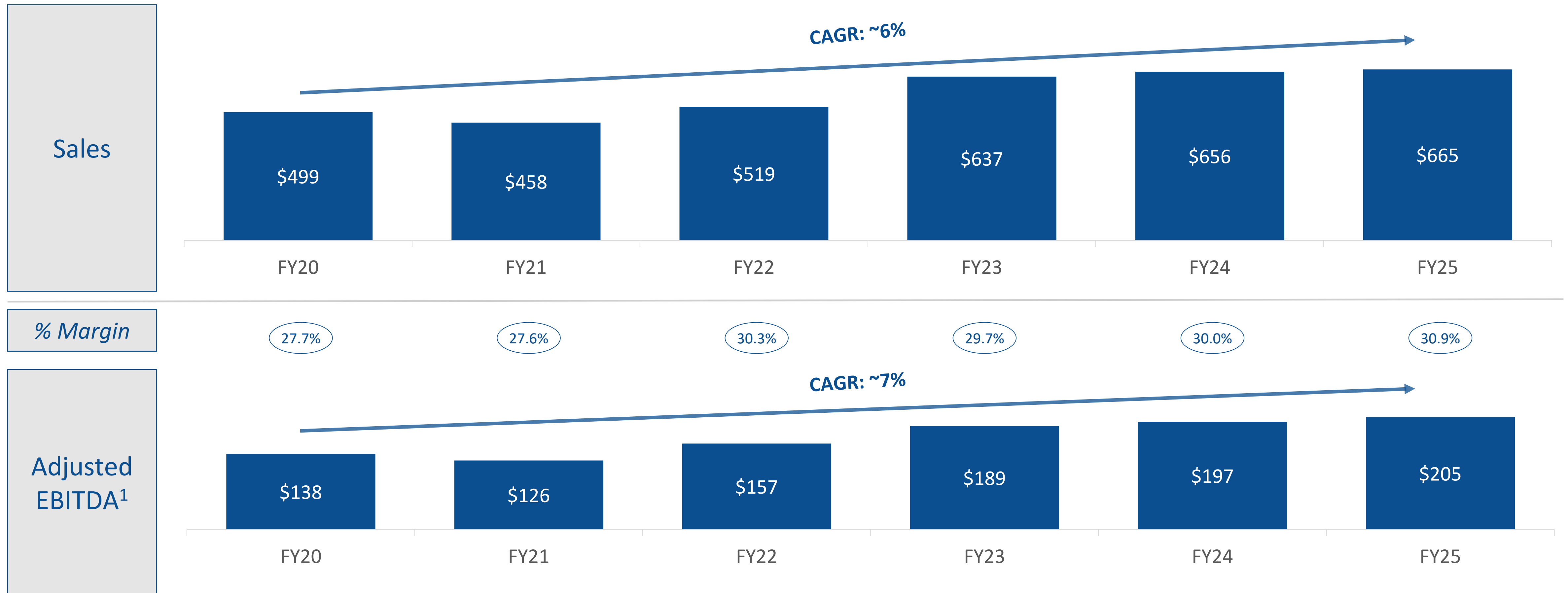
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 (2) Based on AZZ FY2025 full year financial results ended February 28, 2025



# Metal Coatings Historical Financials

(\$ in millions)

## Historical Performance



(1) Adjusted EBITDA prior to corporate allocations; For a reconciliation to the most directly comparable GAAP measure, see the appendix to this presentation



# Precoat Metals Value Proposition

## Key Value Propositions

- ✓ **Technology:** Coilzone provides customers with near real-time access to inventory, production and shipping information generating operational efficiencies
- ✓ **Embracing Complexity:** Quickly accommodate customer needs by offering quick turns on special colors and coatings, enhanced with paint blend cell capability
- ✓ **Value-Added Services:** Unique position as the “one-stop-shop” across all end-markets and substrates for coil coating, slitting, embossing and shape correction
- ✓ **Operational Flexibility:** Tolling model provides customers with Sourcing Latitude and Late Point SKU identification to meet real-time business demand
- ✓ **Cost, Efficiency and Environmental Benefits:** Significant cost, quality and environmental advantages vs. post-paint driving increased customer demand
- ✓ **Expanded Footprint and Redundancy:** Scaled, purpose-built manufacturing network ensures proximity and logistical cost advantages across the supply chain





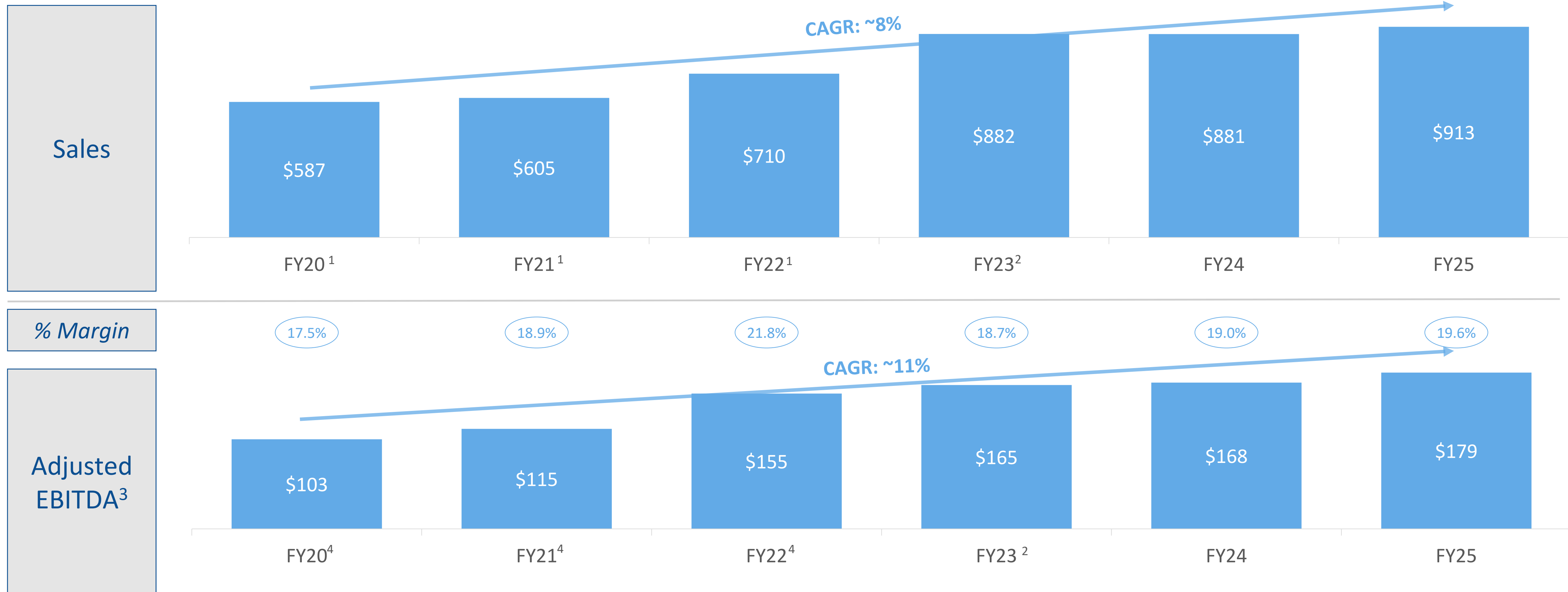




# Precoat Metals Historical Financials

(\$ in millions)

## Historical Performance



Note: FY based on February year-end

(1) Precoat sales for FY 20 – FY 22 net of external claims

(2) Fiscal year 2023 Precoat Sales and EBITDA are adjusted to include results from March 1, 2022 to May 13, 2022 prior to completion of acquisition on May 13, 2022

(3) Adjusted EBITDA prior to corporate allocations; For a reconciliation to the most directly comparable GAAP measure, see the appendix to this presentation

(4) Precoat EBITDA for FY 20 – FY 22 excludes buy-side standalone diligence adjustments made by AZZ



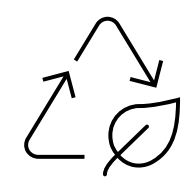
# Investing in Future Growth

New aluminum coil coating line in Washington, Missouri



Two-year construction project completed Q4 FY25  
on-time and on budget

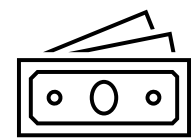
## Compelling Strategic and Financial Investment



Enables AZZ to benefit from secular shift to aluminum cans



Run-rate contracted sales of \$50+ million exiting FY 2026 at an EBITDA margin above Precoat overall margin



ROIC well in excess of cost of capital



Long-term contractual customer commitment for 75% of the new capacity



Total investment of ~\$125 million





# Technology Transformation – A Key Differentiator



Digital Galvanizing System (DGS) is a distinct competitive advantage

- Near elimination of paper with proprietary, state-of-the-art tool linked to Oracle ERP system
- Fully integrated; Allows real-time decisions and enhanced customer experience
- Provides real-time order status updates, tracking and notifications
- Improved visibility and decision making across the organization and with customers



CoilZone is the industry leading productivity and customer engagement platform

- Customer Portal for real time visibility for all inventory transactions of their material
- Fully integrated with APM's ERP system
- Paperless scheduling with a customer portal for schedule visibility
- Provides customer ability to arrange and release shipments
- Heavily integrated with customers through EDI



# Sustainability

## We are essential and environmentally friendly

- Sustainability is intrinsic to our products as both hot-dip galvanized steel and coil coated steel and aluminum are 100% recyclable
- Hot-dip galvanized steel is an infinitely renewable building material and used in renewable energy projects such as wind, solar and battery
- Utilizing hot-dip galvanizing and coil coating ensures that fewer natural resources are consumed, fewer emissions are produced in the future, and with minimal environmental impact over the life of a customer's project



## We are committed to sustainability initiatives and reporting

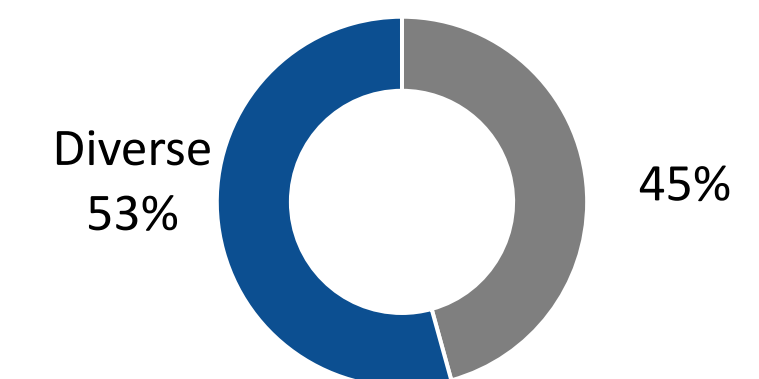
- Tracking and Reporting on Scope 1 and 2 consumption and intensity in our annual sustainability report
- Targeting a 10% reduction in Scope 1 and Scope 2 consumption and intensity
- Tracking green sales in FY2024 and FY2025 to further disclose AZZ's role in the transition to a low carbon economy
- Recognized by Newsweek as one of America's Most Responsible Companies for the past three years



## We recognize that diversity is key to sustainability

- We embrace the diversity of our employees, customers, vendors, suppliers, stakeholders and consumers, including their unique backgrounds, experiences, creative solutions, skills and talents
- Everyone is valued and appreciated for their distinct contributions to the continued growth and sustainability of our business
- AZZ's percentage of women in the global workforce for FY2025 was 14.7%; Additionally, 12.5% of the executive team and 16.7% of our non-employee Board members are female.

Ethnicity demographics of AZZ's employees for FY2025<sup>(1)</sup>

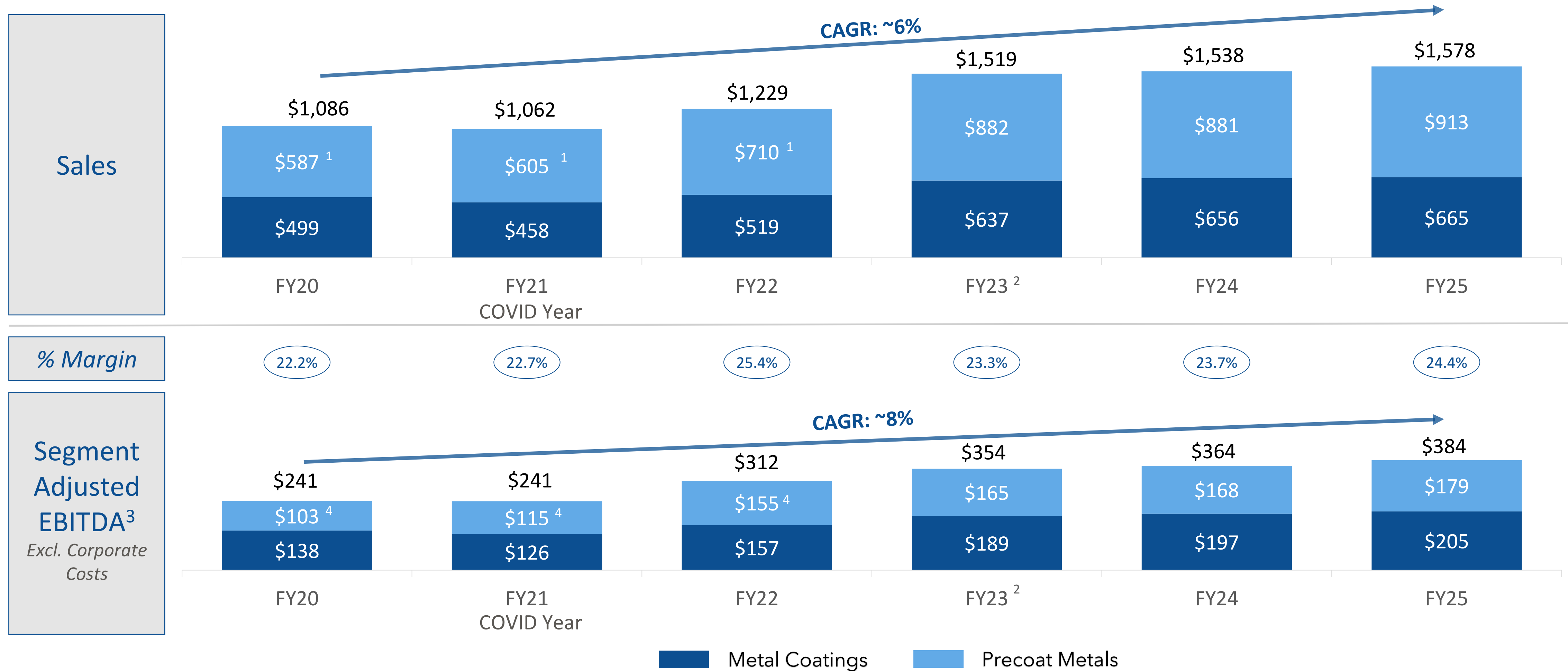


1 AZZ 10K for FY2025 which ended 02/28/2025; Chart excludes 2% 'not specified'



# Consistent Top-Line Growth and Profitability

(\$ in millions)



Note: FY based on February year-end financial results; Financials exclude AIS which was divested in September 2022; Please reference Appendix for LTM reconciliation (Reg G)

(1) Precoat sales for FY 20 – FY 22 net of external claims

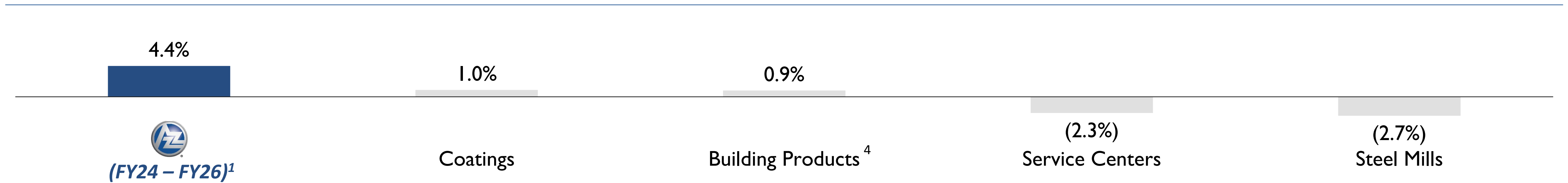
(2) Fiscal year 2023 Precoat Sales and EBITDA are adjusted to include results from March 1, 2022 to May 13, 2022 prior to completion of acquisition on May 13, 2022

(3) Adjusted EBITDA excludes corporate costs and AVAIL JV results

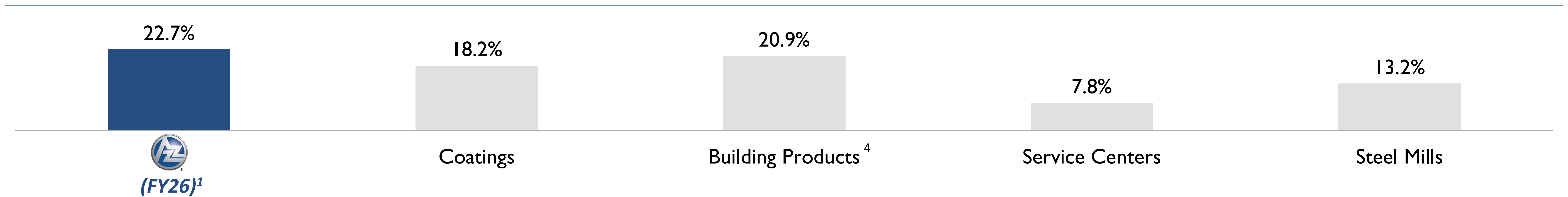
(4) Precoat EBITDA for FY 20 – FY 22 excludes buy-side standalone diligence adjustments made by AZZ

# AZZ's Attractive Financial Metrics Relative to Related Industrial Companies

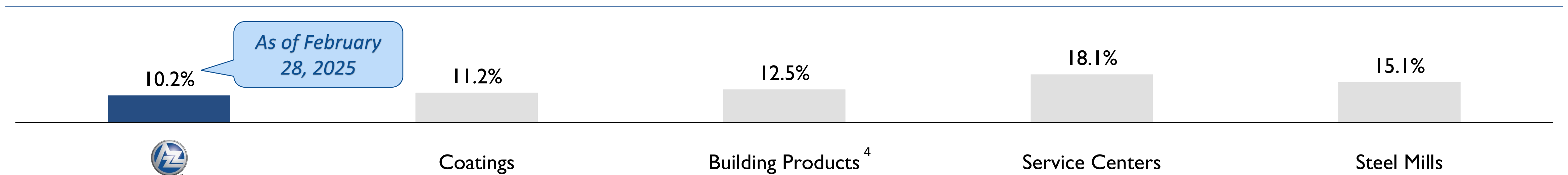
## CY23A - CY25E Revenue Growth



## CY25E EBITDA Margin<sup>2</sup>



## Current Net Working Capital / LTM Sales<sup>3</sup>



Source: Factset and Company Filings

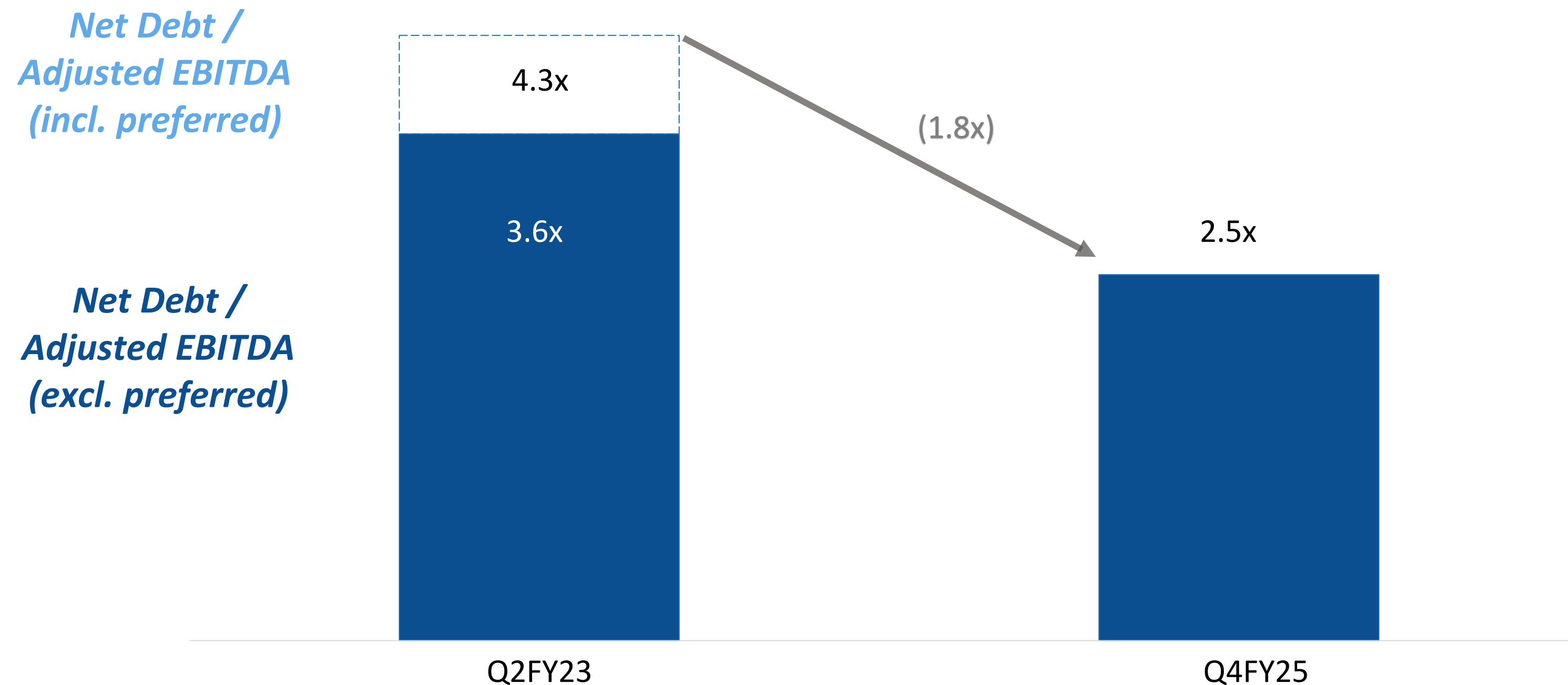
Note: Figures reflect peers median; Coatings peers include Valmont, Hill & Smith, Sherwin-William, PPG, Akzo Nobel; Building Products peers include A. O. Smith, James Hardie, Trex, Griffon, Fortune Brands Innovations, Kingspan, Simpson, Jeld-Wen; Service Centers peers include Reliance, Ryerson, Worthington Steel, Russel Metals; Steel Mills peers include BlueScope, Nucor, Steel Dynamics

1. AZZ FY26E metrics represent mid-point of Company's full year guidance
2. Includes corporate expense
3. Based on latest available filing
4. James Hardie figures Pro Forma for acquisition of Azek



# Impactful Deleveraging Post Transformational Acquisition

## Net Leverage Since Precoat Metals Acquisition<sup>1</sup>



**No significant debt maturities until FY30**

- Strong free cash flow generation<sup>(2)</sup>
- ~\$110M debt reduction in fiscal year 2025
- Fully Redeemed Series A Convertible Preferred Stock in Q1 FY 2025



Note: Financials exclude AIS in which AZZ divested 60% into a joint venture in September 2022

(1) Reflects net leverage inclusive of credit agreement-related adjustments; Adjusted EBITDA inclusive of corporate costs

(2) Free Cash Flow Conversion defined as (CFO – Capex) / Net Income; Free Cash Flow is a non-GAAP financial measure that requires reconciliation to Cash Flow from Operations. Accordingly, Free Cash Flow conversion is a ratio of a non-GAAP financial measure to a GAAP financial measure that requires reconciliation.

# AZZ - Proven Resilience Through Prior Cycles

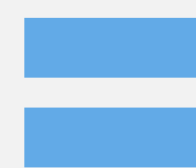
Limited exposure to metal prices



Value-added pricing model

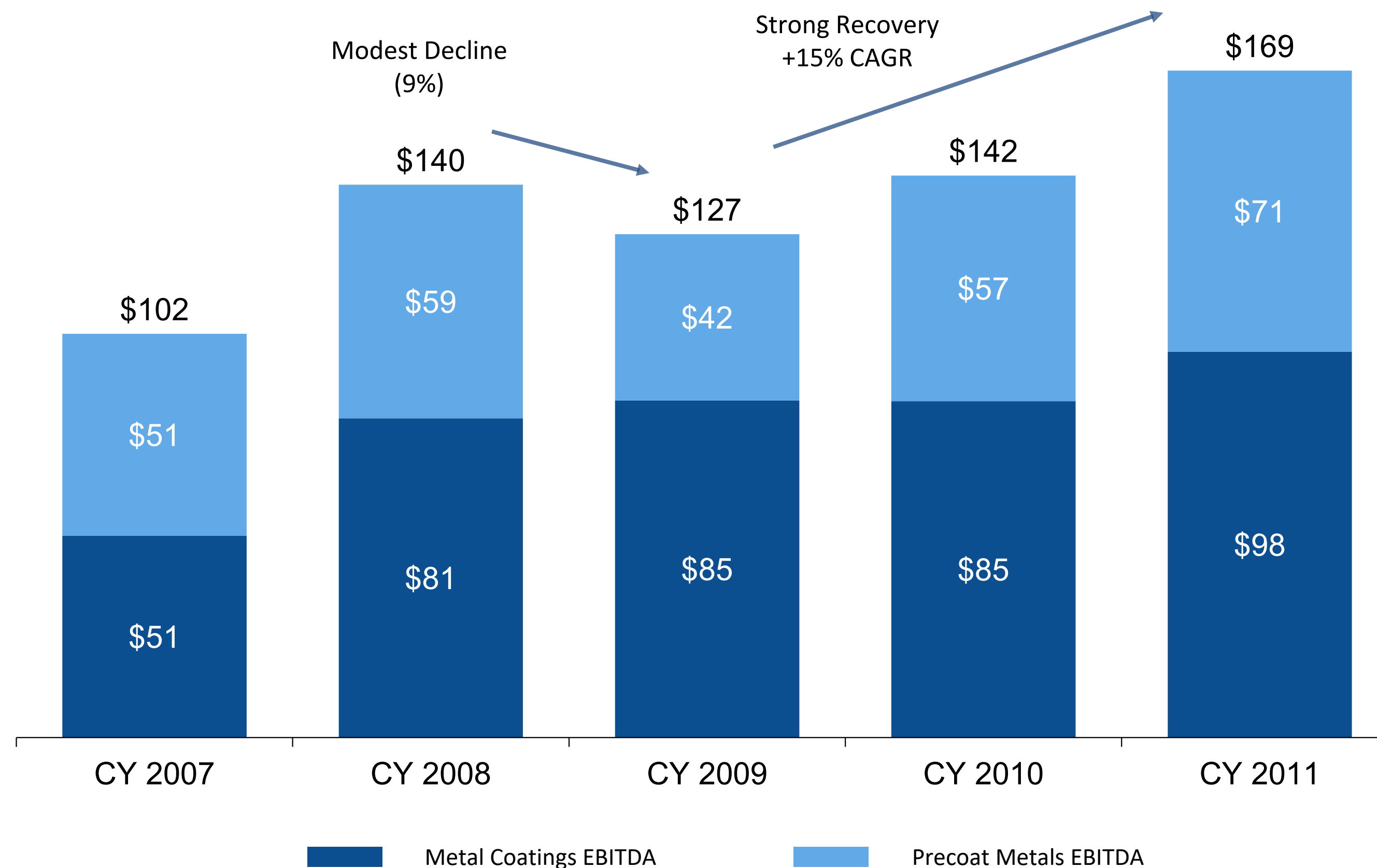


Highly variable cost structure with flexible operating model



Consistent strong earnings and cash flow

(\$ in millions)





# Our Capital Allocation Priorities



## Strategic M&A

Bolt-on acquisitions, and/or strategic M&A that aligns with our business segments



## High ROIC Investments

Organic growth, Strategic customer partnerships & Productivity Improvements



## Manage Leverage<sup>(1)</sup>

Net Leverage target range of 1.5x – 2.5x



## Return Capital

Committed to sustaining dividends



1. Excludes any M&A activity

# FY 2026 Guidance<sup>(1)</sup>

## Sales

\$1.625 - \$1.725 billion

## Adjusted EBITDA<sup>(2)</sup>

\$360 - \$400 million

## EPS Range

\$5.50 - \$6.10

(1) FY2026 Guidance Assumptions: Results include approximately \$15-\$18 million of equity income from AZZ's minority interest in its unconsolidated subsidiary; The newly built Washington, Missouri plant is expected to be operational in the first half of FY2026, and accretive to earnings in the second half of FY2026; Capital expenditures are expected to be approximately \$60 to \$80 million, down from \$100 to \$120 million for FY2025 due to the completion of the Washington, Missouri facility in 2025; Debt-to-leverage ratio is estimated to be between 1.5 to 2.5 times, interest expense is expected to be \$60 to \$70 million, and the annualized effective tax rate of 25% excludes federal regulatory changes that may emerge; Debt reduction in the range of \$140 to \$180 million; Adjusted Diluted EPS guidance includes adding back amortization related to the Company's intangible assets; Excludes all potential M&A activities.

(2) For a reconciliation to the most directly comparable GAAP measures, please see the appendix to this presentation





# Why Invest in AZZ?



Differentiated, high value add **metal coatings provider** with scale, expertise and customer centric technology uniquely positioned to serve the growing **North American** steel and aluminum markets



Strong business foundation capable of **growing sales and margins** at or above market levels, supported by **multi-year secular growth drivers**; while **generating significant free cash flow**



Coil coating and hot dip galvanizing **provide environmentally friendly solutions** that reduce emissions and extend the life cycle of the coated materials



**Focused capital allocation** to **reduce debt and improve leverage** while supporting **high ROIC investments**, and **returning capital to shareholders**



**Commitment to EPS growth** coupled with **multiple expansion** creates **compelling investment opportunity** and long-term shareholder value



# Appendix





# Net Leverage Calculations

## *Debt Leverage Ratio Reconciliation*

	<b>Trailing Twelve Months Ended</b>	
	<b>February 28, 2025</b>	<b>February 29, 2024</b>
Gross debt	\$ 900,250	\$ 1,010,250
Less: Cash per bank statement	(12,670)	(24,807)
Add: Finance lease liability	6,647	3,987
Consolidated indebtedness	<u>\$ 894,227</u>	<u>\$ 989,430</u>
Net income	\$ 128,833	\$ 101,607
Depreciation and amortization	82,205	79,423
Interest expense	81,282	107,065
Income tax expense	41,850	28,496
EBITDA per Credit Agreement	334,170	316,591
Cash items <sup>(7)</sup>	15,325	25,443
Non-cash items <sup>(8)</sup>	12,161	9,510
Equity in earnings, net of distributions	(3,598)	(12,294)
Adjusted EBITDA per Credit Agreement	<u>\$ 358,058</u>	<u>\$ 339,250</u>
Net leverage ratio	2.5x	2.9x



The table presented above is an excerpt from the Company's FY2025 financial results found in the Company's 10K filed 4/21/2025. Please see page 35 of this presentation for footnotes.

# Reg “G” Tables



## Non-GAAP Disclosure of Continuing Operations Adjusted EBITDA

	Three Months Ended		Year Ended	
	February 28, 2025	February 29, 2024	February 28, 2025	February 29, 2024
Net income	\$ 20,210	\$ 17,863	\$ 128,833	\$ 101,607
Interest expense	17,375	24,734	81,282	107,065
Income tax expense	6,122	4,099	41,850	28,496
Depreciation and amortization	20,821	20,388	82,205	79,423
Adjustments:				
Legal settlement and accrual <sup>(3)</sup>	6,466	6,793	9,949	17,043
Retirement and other severance expense <sup>(4)</sup>	188	—	3,741	—
Adjusted EBITDA (non-GAAP)	<u>\$ 71,182</u>	<u>\$ 73,877</u>	<u>\$ 347,860</u>	<u>\$ 333,634</u>

The table presented above is an excerpt from the Company's FY2025 results found in the Company's 10K filed with the SEC on 4/21/2025. Please see page 35 of this presentation for footnotes.

## Continuing Operations Non-GAAP Disclosure

	Three Months Ended				Year Ended			
	February 28, 2025		February 29, 2024		February 28, 2025		February 29, 2024	
	Amount	Per Diluted Share <sup>(1)</sup>	Amount	Per Diluted Share <sup>(1)</sup>	Amount	Per Diluted Share <sup>(1)</sup>	Amount	Per Diluted Share <sup>(1)</sup>
Net income	\$ 20,210		\$ 17,863		\$ 128,833		\$ 101,607	
Less: Series A Preferred Stock dividends	—		(3,600)		(1,200)		(14,400)	
Less: Redemption premium on Series A Preferred Stock	—		—		(75,198)		—	
Net income available to common shareholders <sup>(2)</sup>	20,210		14,263		52,435		87,207	
Impact of Series A Preferred Stock dividends <sup>(2)</sup>			3,600		1,200		14,400	
Net income and diluted earnings per share for Adjusted net income calculation <sup>(2)</sup>	20,210	\$ 0.67	17,863	\$ 0.61	53,635	\$ 1.79	101,607	\$ 3.46
Adjustments:								
Amortization of intangible assets	5,758	0.19	5,852	0.19	23,111	0.77	23,960	0.83
Legal settlement and accrual <sup>(3)</sup>	6,466	0.21	6,793	0.23	9,949	0.33	17,043	0.58
Retirement and other severance expense <sup>(4)</sup>	188	0.01	—	—	3,741	0.12	—	—
Redemption premium on Series A Preferred Stock <sup>(5)</sup>	—	—	—	—	75,198	2.50	—	—
Subtotal	12,412	0.42	12,645	0.42	111,999	3.72	41,003	1.40
Tax impact <sup>(6)</sup>	(2,979)	(0.10)	(3,035)	(0.10)	(8,832)	(0.29)	(9,841)	(0.34)
Total adjustments	9,433	0.31	9,610	0.32	103,167	3.42	31,162	1.06
Adjusted net income and adjusted earnings per share (non-GAAP)	\$ 29,643	\$ 0.98	\$ 27,473	\$ 0.93	\$ 156,802	\$ 5.20	\$ 132,769	\$ 4.53
Weighted average shares outstanding - Diluted for Adjusted earnings per share <sup>(2)</sup>		30,169		29,463		30,134		29,326

The table presented above is an excerpt from the Company's FY2025 results found in the Company's 10K filed with the SEC on 4/21/2025. Please see page 35 of this presentation for footnotes.



## Non-GAAP Segment Disclosure from Continuing Operations (Metal Coatings and Precoat Metals)

	Three Months Ended February 28, 2025				
	Metal Coatings	Precoat Metals	Infra-structure Solutions	Corporate	Total
Net income (loss)	\$ 36,564	\$ 28,124	\$ (2,978)	\$ (41,500)	\$ 20,210
Interest expense	—	—	—	17,375	17,375
Income tax expense	—	—	—	6,122	6,122
Depreciation and amortization	6,684	8,051	—	6,086	20,821
Adjustments:					
Legal settlement and accrual <sup>(3)</sup>	—	—	6,466	—	6,466
Retirement and other severance expense <sup>(4)</sup>	—	—	—	188	188
Adjusted EBITDA (non-GAAP)	\$ 43,248	\$ 36,175	\$ 3,488	\$ (11,729)	\$ 71,182

	Year Ended February 28, 2025				
	Metal Coatings	Precoat Metals	Infra-structure Solutions	Corporate	Total
Net income (loss)	\$ 178,722	\$ 147,828	\$ 9,426	\$ (207,143)	\$ 128,833
Interest expense	—	—	—	81,282	81,282
Income tax expense	—	—	—	41,850	41,850
Depreciation and amortization	26,640	31,185	—	24,380	82,205
Adjustments:					
Legal settlement and accrual <sup>(3)</sup>	—	—	6,466	3,483	9,949
Retirement and other severance expense <sup>(4)</sup>	—	—	—	3,741	3,741
Adjusted EBITDA (non-GAAP)	\$ 205,362	\$ 179,013	\$ 15,892	\$ (52,407)	\$ 347,860

The tables presented above are an excerpt from the Company's FY2025 results found in the Company's 10K filed with the SEC on 4/21/2025. Please see page 35 of this presentation for footnotes.

## Non-GAAP Segment Disclosure from Continuing Operations (Metal Coatings and Precoat Metals)

	<b>Three Months Ended February 29, 2024</b>				
	<b>Metal Coatings</b>	<b>Precoat Metals</b>	<b>Infra- structure Solutions</b>	<b>Corporate</b>	<b>Total</b>
Net income (loss)	\$ 36,501	\$ 30,121	\$ 4,270	\$ (53,029)	\$ 17,863
Interest expense	—	—	—	24,734	24,734
Income tax expense	—	—	—	4,099	4,099
Depreciation and amortization	6,706	7,534	—	6,148	20,388
Adjustments:					
Legal settlement and accrual <sup>(3)</sup>	950	—	—	5,843	6,793
Adjusted EBITDA (non-GAAP)	<u>\$ 44,157</u>	<u>\$ 37,655</u>	<u>\$ 4,270</u>	<u>\$ (12,205)</u>	<u>\$ 73,877</u>
	<b>Year Ended February 29, 2024</b>				
	<b>Metal Coatings</b>	<b>Precoat Metals</b>	<b>Infra- structure Solutions</b>	<b>Corporate</b>	<b>Total</b>
Net income (loss)	\$ 164,856	\$ 139,571	\$ 9,161	\$ (211,981)	\$ 101,607
Interest expense	—	—	—	107,065	107,065
Income tax expense	—	—	—	28,496	28,496
Depreciation and amortization	26,353	27,941	—	25,129	79,423
Adjustments:					
Legal settlement and accrual <sup>(3)</sup>	5,450	—	5,750	5,843	17,043
Adjusted EBITDA (non-GAAP)	<u>\$ 196,659</u>	<u>\$ 167,512</u>	<u>\$ 14,911</u>	<u>\$ (45,448)</u>	<u>\$ 333,634</u>

The table presented above is an excerpt from the Company's FY2025 results found in the Company's 10K filed with the SEC on 4/21/2025. Please see page 35 of this presentation for footnotes.



# Non-GAAP Disclosure of Free Cash Flow and Free Cash Flow Conversion Reconciliation

	Year Ended	
	February 28, 2025	February 29, 2024
Cash Flow from Operations	\$ 249,909	\$ 244,468
Less: Capital Expenditures	\$ (115,883)	\$ (95,119)
Free Cash Flow	\$ 134,026	\$ 149,349
Net Income from Continuing Operations available to common shareholders	\$ 52,435	\$ 87,207
<b>Free Cash Flow Conversion</b>	256%	171%

The table presented above is provided using FY2025 financial results found in the Company's 10K filed with the SEC on 4/21/2025..

## Notes for Non-GAAP Disclosure Slides

(1) Earnings per share amounts included in the "Adjusted Net Income and Adjusted Earnings Per Share" table above may not sum due to rounding differences.

(2) For the three months ended February 29, 2024, diluted earnings per share is based on weighted average shares outstanding of 25,346, as the Series A Preferred Stock that was redeemed May 9, 2024 is anti-dilutive for this calculation. The calculation of adjusted diluted earnings per share is based on weighted average shares outstanding of 29,463, as the Series A Preferred Stock is dilutive to adjusted diluted earnings per share. Adjusted net income for adjusted earnings per share also includes the addback of Series A Preferred Stock dividends for the period noted above.

For the year ended February 28, 2025 and February 29, 2024, diluted earnings per share is based on weighted average shares outstanding of 29,344 and 25,209, respectively, as the Series A Preferred Stock that was redeemed May 9, 2024 is anti-dilutive for these calculations. The calculation of adjusted diluted earnings per share is based on weighted average shares outstanding of 30,134 and 29,326, respectively, as the Series A Preferred Stock is dilutive to adjusted diluted earnings per share. Adjusted net income for adjusted earnings per share also includes the addback of Series A Preferred Stock dividends for the periods noted above.

For further information regarding the calculation of earnings per share, see "Item 8. Financial Statements and Supplementary Data—Note 15" in the Company's Form 10-K for the fiscal year ended February 28, 2025.

(3) For the three months February 28, 2025, represents a \$6.5 million write off of receivable and related legal fees due to the unfavorable resolution of a litigation matter related to the AIS segment that was retained following the sale of the AIS business. For the year ended February 28, 2025, consists of a \$3.5 million legal settlement and accrual related to a non-operating entity, and is classified as "Corporate" in our operating segment disclosure, and \$6.5 million for the write off of receivable and related legal fees described above.

For the three months ended February 29, 2024, represents a legal accrual related to the Metal Coatings segment of \$1.0 million and \$5.8 million for the settlement of a litigation matter that was acquired as part of the Precoat Acquisition and relates to the business activities that were discontinued prior to our acquisition. For the year ended February 29, 2024, consists of the \$5.5 million accrual for the Metal Coatings segment, \$5.75 million for the settlement of a litigation matter related to the AIS segment that was retained following the sale of the AIS business, and \$5.8 million for the settlement of a litigation matter that was acquired as part of the Precoat Acquisition and relates to the business activities that

(4) Related to retirement and other severance expense for certain executive management employees.

(5) On May 9, 2024, we redeemed the Series A Preferred Stock. The redemption premium represents the difference between the redemption amount paid and the book value of the Series A Preferred Stock.

(6) The non-GAAP effective tax rate for each of the periods presented is estimated at 24.0%.

(7) Cash items includes certain legal settlements, accruals, and retirement and other severance expense, and costs associated with the AVAIL JV transition services agreement.

(8) Non-cash items include stock-based compensation expense.