



Earnings Summary

First Quarter 2021

April 27, 2021

Safe Harbor

This presentation contains forward-looking statements. The words “believe,” “expect,” “anticipate,” “intend,” “estimate,” “forecast,” “project,” “should,” “may,” “will,” “would” or the negative thereof and similar expressions are intended to identify such forward-looking statements. These forward-looking statements include statements related to future period guidance; future net revenue, operating expenses, net income, diluted earnings per common share, non-GAAP operating expenses, non-GAAP net income, diluted non-GAAP earnings per common share, and other financial metrics; future repayments under the Company's credit facilities; the Company's performance relative to its markets, including the drivers of such performance; the impact, financial or otherwise, of any organizational changes; market and technology trends, including the expected impact of the COVID-19 pandemic; the development of new products and the success of their introductions; the Company's capital allocation strategy, which may be modified at any time for any reason, including share repurchases, dividends, debt repayments and potential acquisitions; the impact of the acquisitions the Company has made and commercial partnerships the Company has established; the Company's ability to execute on its strategies; and other matters. These statements involve risks and uncertainties, and actual results may differ materially from those projected in the forward-looking statements. These risks and uncertainties include, but are not limited to, risks related to the COVID-19 pandemic on the global economy and financial markets, as well as on the Company, our customers and suppliers, which may impact our sales, gross margin, customer demand and our ability to supply our products to our customers; weakening of global and/or regional economic conditions, generally or specifically in the semiconductor industry, which could decrease the demand for the Company's products and solutions; the Company's ability to meet rapid demand shifts; the Company's ability to continue technological innovation and introduce new products to meet customers' rapidly changing requirements; the Company's concentrated customer base; the Company's ability to identify, complete and integrate acquisitions, joint ventures or other transactions; the Company's ability to effectively implement any organizational changes; the Company's ability to protect and enforce intellectual property rights; operational, political and legal risks of the Company's international operations; the Company's dependence on sole source and limited source suppliers; the increasing complexity of certain manufacturing processes; raw material shortages, supply constraints and price increases; changes in government regulations of the countries in which the Company operates; fluctuation of currency exchange rates; fluctuations in the market price of the Company's stock; the level of, and obligations associated with, the Company's indebtedness; and other risk factors and additional information described in the Company's filings with the Securities and Exchange Commission, including under the heading “Risks Factors” in Item 1A of the Company's Annual Report on Form 10-K for the fiscal year ended December 31, 2020, filed with the Securities and Exchange Commission on February 5, 2021, and in the Company's other periodic filings. The Company assumes no obligation to update any forward-looking statements or information, which speak as of their respective dates.

This presentation contains references to “Adjusted EBITDA,” “Adjusted EBITDA – as a % of Net Sales,” “Adjusted Operating Income,” “Adjusted Operating Margin,” “Adjusted Gross Profit,” “Adjusted Gross Margin – as a % of Net Sales,” “Adjusted Segment Profit,” “Adjusted Segment Profit Margin,” “Non-GAAP Operating Expenses,” “Non-GAAP Tax Rate,” “Non-GAAP Net Income,” “Diluted Non-GAAP Earnings per Common Share” and “Free Cash Flow” that are not presented in accordance GAAP. The non-GAAP financial measures should not be considered in isolation or as a substitute for GAAP financial measures but should instead be read in conjunction with the GAAP financial measures. Further information with respect to and reconciliations of such measures to the most directly comparable GAAP financial measure can be found attached to this presentation.

First Quarter 2021 Financial Summary



\$513M **+24%**¹
REVENUE

\$114M **+41%**
OPERATING INCOME

\$128M **+29%**
ADJUSTED OPERATING INCOME²

\$0.62 **+38%**
DILUTED GAAP EPS
\$0.70 **+27%**
DILUTED NON-GAAP EPS²

22.2%³ **+260 bps**
OPERATING MARGIN

25.0%³ **+80 bps**
ADJUSTED OPERATING MARGIN²

1. All growth data on this slide is year-on-year.
2. See appendix for GAAP to Non-GAAP reconciliations.
3. As a % of net sales.

Summary – Consolidated Statement of Operations (GAAP)

\$ in millions, except per share data	1Q21	1Q21 Guidance	4Q20	1Q20	1Q21 over 1Q20	1Q21 over 4Q20
Net Revenue	\$512.8	\$510 - \$525	\$517.6	\$412.3	24.4%	(0.9%)
Gross Margin	45.8%		44.6%	45.0%		
Operating Expenses	\$121.0	\$118 - \$120	\$117.6	\$104.7	15.6%	2.9%
Operating Income	\$114.0		\$113.2	\$80.7	41.3%	0.7%
Operating Margin	22.2%		21.9%	19.6%		
Tax Rate	13.7%		18.6%	12.4%		
Net Income	\$84.7	\$83 - \$90	\$86.6	\$61.0	38.9%	(2.2%)
Diluted Earnings Per Common Share	\$0.62	\$0.61 - \$0.66	\$0.63	\$0.45	37.8%	(1.6%)

Summary – Consolidated Statement of Operations (Non-GAAP)¹

\$ in millions, except per share data	1Q21	1Q21 Guidance	4Q20	1Q20	1Q21 over 1Q20	1Q21 over 4Q20
Net Revenue	\$512.8	\$510 - \$525	\$517.6	\$412.3	24.4%	(0.9%)
Adjusted Gross Margin – as a % of Net Sales ²	45.8%		44.6%	45.1%		
Non-GAAP Operating Expenses ³	\$107.0	\$104 - \$106	\$103.9	\$86.2	24.1%	3.0%
Adjusted Operating Income	\$128.0		\$126.9	\$99.6	28.5%	0.9%
Adjusted Operating Margin	25.0%		24.5%	24.2%		
Non-GAAP Tax Rate ⁴	14.8%		19.1%	14.6%		
Non-GAAP Net Income ⁵	\$95.5	\$94 - \$101	\$97.1	\$75.6	26.3%	(1.6%)
Diluted Non-GAAP Earnings Per Common Share	\$0.70	\$0.69 - \$0.74	\$0.71	\$0.55	27.3%	(1.4%)

1. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

2. Excludes charges for fair value write-up of acquired inventory sold.

3. Excludes amortization expense, deal and transaction costs, integration costs and severance and restructuring costs.

4. Reflects the tax effect of non-GAAP adjustments and discrete tax items to GAAP taxes.

5. Excludes the items noted in footnotes 2 and 3 and the tax effect of non-GAAP adjustments .



Specialty Chemicals and Engineered Materials (SCEM)

1Q21 Highlights

\$ in millions	1Q21	4Q20	1Q20	1Q21 over 1Q20	1Q21 over 4Q20
Net Revenue	\$166.5	\$168.6	\$144.2	15.5%	(1.2%)
Segment Profit	\$34.6	\$29.8	\$32.7	5.8%	16.1%
Segment Profit Margin	20.7%	17.6%	22.7%		
Adj. Segment Profit ¹	\$34.6	\$29.9	\$33.1	4.6%	15.7%
Adj. Segment Profit Margin ¹	20.8%	17.7%	22.9%		

Sales growth (YOY): primarily driven by advanced deposition materials, cleaning chemistries, specialty gases and advanced coatings.

Adj. segment profit margin (SEQ): increase in operating margin was primarily related to improvement in gross margin.

1. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

Microcontamination Control (MC)

1Q21 Highlights

\$ in millions	1Q21	4Q20	1Q20	1Q21 over 1Q20	1Q21 over 4Q20
Net Revenue	\$207.1	\$205.6	\$159.3	30.0%	0.7%
Segment Profit	\$70.6	\$71.7	\$50.2	40.7%	(1.6%)
Segment Profit Margin	34.1%	34.9%	31.5%		
Adj. Segment Profit ¹	\$70.6	\$71.9	\$50.5	39.9%	(1.7%)
Adj. Segment Profit Margin ¹	34.1%	34.9%	31.7%		

Sales growth (YOY): primarily driven by liquid filtration and gas purification. Gas filtration had best quarter in years.

1. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

Advanced Materials Handling (AMH)

1Q21 Highlights

\$ in millions	1Q21	4Q20	1Q20	1Q21 over 1Q20	1Q21 over 4Q20
Net Revenue	\$148.5	\$151.7	\$116.1	27.9%	(2.1%)
Segment Profit	\$32.1	\$34.3	\$20.6	55.6%	(6.5%)
Segment Profit Margin	21.6%	22.6%	17.8%		
Adj. Segment Profit ¹	\$32.1	\$34.4	\$20.8	54.7%	(6.7%)
Adj. Segment Profit Margin ¹	21.6%	22.7%	17.9%		

Sales increase (YOY): primarily driven by growth across all major product platforms, strong sales of our Aramus high purity bags and the impact of the GMTI acquisition.

Adj. segment profit margin (YOY): increase in operating margin was driven by the higher sales volume and solid cost management.

1. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

Summary – Balance Sheet Items

\$ in millions	1Q21		4Q20		1Q20	
	\$ Amount	% Total	\$ Amount	% Total	\$ Amount	% Total
Cash & Cash Equivalents	\$548.5	18.7%	\$580.9	19.9%	\$335.1	12.9%
Accounts Receivable, net	\$282.6	9.6%	\$264.4	9.1%	\$277.8	10.7%
Inventories	\$358.8	12.2%	\$323.9	11.1%	\$300.7	11.6%
Net PP&E	\$542.6	18.5%	\$525.4	18.0%	\$474.8	18.3%
Total Assets	\$2,933.5		\$2,917.7		\$2,598.6	
Current Liabilities ¹	\$266.3	9.1%	\$302.6	10.4%	\$202.0	7.8%
Long-term Debt, Excluding Current Maturities	\$1,086.2	37.0%	\$1,085.8	37.2%	\$1,074.9	41.4%
Total Liabilities	\$1,505.2	51.3%	\$1,538.2	52.7%	\$1,427.2	54.9%
Total Shareholders' Equity	\$1,428.3	48.7%	\$1,379.5	47.3%	\$1,171.3	45.1%
AR – DSOs	50.3		46.6		61.5	
Inventory Turns	3.3		3.5		3.1	

1. Current Liabilities includes \$4 million of current maturities of long term debt in 1Q20.

Cash Flows

\$ in millions	1Q21	4Q20	1Q20
Beginning Cash Balance	\$580.9	\$448.0	\$351.9
Cash provided by operating activities	\$53.1	\$204.0	\$11.4
Capital expenditures	(\$43.3)	(\$52.2)	(\$22.6)
Proceeds from short-term borrowings and long-term debt	—	—	\$217.0
Payments on short-term borrowings and long-term debt	—	—	(\$75.0)
Acquisition of business, net of cash	—	(\$0.8)	(\$75.6)
Repurchase and retirement of common stock	(\$15.0)	(\$15.0)	(\$29.6)
Payments for dividends	(\$10.9)	(\$10.8)	(\$10.8)
Other investing activities	\$0.1	\$0.1	—
Other financing activities	(\$13.5)	\$3.6	(\$29.9)
Effect of exchange rates	(\$2.9)	\$4.0	(\$1.7)
Ending Cash Balance	\$548.5	\$580.9	\$335.1
Free Cash Flow ¹	\$9.8	\$151.8	(\$11.2)
Adjusted EBITDA ²	\$150.1	\$148.3	\$120.3
Adjusted EBITDA – as a % of net sales ²	29.3%	28.7%	29.2%

1. Free cash flow equals cash from operations less capital expenditures.

2. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

Outlook

GAAP

\$ in millions, except per share data	2Q21 Guidance	1Q21 Actual	4Q20 Actual
Net Revenue	\$530 - \$545	\$512.8	\$517.6
Operating Expenses	\$122 - \$124	\$121.0	\$117.6
Net Income	\$77 - \$84	\$84.7	\$86.6
Diluted Earnings per Common Share	\$0.56 - \$0.61	\$0.62	\$0.63

Non-GAAP

\$ in millions, except per share data	2Q21 Guidance	1Q21 Actual	4Q20 Actual
Net Revenue	\$530 - \$545	\$512.8	\$517.6
Non-GAAP Operating Expenses ¹	\$108 - \$110	\$107.0	\$103.9
Non-GAAP Net Income ¹	\$106 - \$113	\$95.5	\$97.1
Diluted non-GAAP Earnings per Common Share ¹	\$0.77 - \$0.82	\$0.70	\$0.71

1. See GAAP to Non-GAAP reconciliation tables in the appendix of this presentation.

A large red double-lined circle centered on the page, containing the text "The science of innovation".

The science of innovation

Appendix



Reconciliation of GAAP Gross Profit to Adjusted Gross Profit

\$ in thousands	Three months ended		
	April 3, 2021	March 28, 2020	December 31, 2020
Net sales	\$512,844	\$412,327	\$517,594
Gross profit-GAAP	\$234,986	\$185,478	\$230,872
Adjustments to gross profit:			
Charge for fair value mark-up of acquired inventory sold	—	361	—
Adjusted gross profit	\$234,986	\$185,839	\$230,872
Gross margin – as a % of net sales	45.8%	45.0%	44.6%
Adjusted gross margin – as a % of net sales	45.8%	45.1%	44.6%

Reconciliation of GAAP Operating Expenses and Tax Rate to Non-GAAP Operating Expenses and Tax Rate

\$ in millions	Three months ended		
	April 3, 2021	March 28, 2020	December 31, 2020
GAAP operating expenses	\$121.0	\$104.7	\$117.6
Adjustments to operating expenses:			
Deal and transaction costs	—	1.4	—
Integration costs	2.0	0.1	1.3
Severance and restructuring costs	0.1	0.8	0.5
Amortization of intangible assets	11.9	16.2	11.9
Non-GAAP operating expenses	\$107.0	\$86.2	\$103.9
GAAP tax rate	13.7%	12.4%	18.6%
Other	1.1%	2.2%	0.5%
Non-GAAP tax rate	14.8%	14.6%	19.1%

Reconciliation of GAAP Segment Profit to Adjusted Operating Income and Adjusted Segment Profit

\$ in thousands	Three Months Ended		
	April 3, 2021	March 28, 2020	December 31, 2020
Segment profit-GAAP			
Specialty Chemicals and Engineered Materials (SCEM)	\$34,556	\$32,670	\$29,761
Microcontamination Control (MC)	70,566	50,167	71,691
Advanced Materials Handling (AMH)	32,095	20,632	34,321
Total segment profit	137,217	103,469	135,773
Amortization of intangible assets	11,871	16,211	11,916
Unallocated expenses	11,368	6,514	10,629
Total operating income	\$113,978	\$80,744	\$113,228

\$ in thousands	Three months ended		
	April 3, 2021	March 28, 2020	December 31, 2020
Adjusted segment profit			
SCEM segment profit	\$34,556	\$32,670	\$29,761
Severance and restructuring costs	47	174	155
Charge for fair value write-up of acquired inventory sold	—	235	—
SCEM adjusted segment profit	\$34,603	\$33,079	\$29,916
MC segment profit	\$70,566	\$50,167	\$71,691
Severance and restructuring costs	51	190	167
Charge for fair value write-up of acquired inventory sold	—	126	—
MC adjusted segment profit	\$70,617	\$50,483	\$71,858
AMH segment profit	\$32,095	\$20,632	\$34,321
Severance and restructuring costs	37	135	121
AMH adjusted segment profit	\$32,132	\$20,767	\$34,442
Unallocated general and administrative expenses	\$11,368	\$6,514	\$10,629
Unallocated deal and integration costs	(2,044)	(1,479)	(1,300)
Unallocated severance and restructuring costs	(8)	(344)	(58)
Adjusted unallocated general and administrative expenses	\$9,316	\$4,691	\$9,271
Total adjusted segment profit	\$137,352	\$104,329	\$136,216
Adjusted amortization of intangible assets	—	—	—
Adjusted unallocated general and administrative expenses	9,316	4,691	9,271
Total adjusted operating income	\$128,036	\$99,638	\$126,945

Reconciliation of GAAP Net Income to Adjusted Operating Income and Adjusted EBITDA

\$ in thousands	Three Months Ended		
	April 3, 2021	March 28, 2020	December 31, 2020
Net sales	\$512,844	\$412,327	\$517,594
Net income	\$84,676	\$61,006	\$86,624
Net income – as a % of net sales	16.5%	14.8%	16.7%
Adjustments to net income:			
Income tax expense	13,391	8,622	19,776
Interest expense, net	11,581	10,238	12,133
Other expense (income), net	4,330	878	(5,305)
GAAP - Operating income	113,978	80,744	113,228
Operating margin - as a % of net sales	22.2%	19.6%	21.9%
Charge for fair value write-up of acquired inventory sold	—	361	—
Deal and transaction costs	—	1,431	—
Integration costs	2,044	48	1,300
Severance and restructuring costs	143	843	501
Amortization of intangible assets	11,871	16,211	11,916
Adjusted operating income	128,036	99,638	126,945
Adjusted operating margin - as a % of net sales	25.0%	24.2%	24.5%
Depreciation	22,095	20,648	21,366
Adjusted EBITDA	\$150,131	\$120,286	\$148,311
Adjusted EBITDA – as a % of net sales	29.3%	29.2%	28.7%

Reconciliation of GAAP Net Income and Diluted Earnings per Common Share to Non-GAAP Net Income and Diluted Non-GAAP Earnings per Common Share

\$ in thousands, except per share data	Three months ended		
	April 3, 2021	March 28, 2020	December 31, 2020
GAAP net income	\$84,676	\$61,006	\$86,624
Adjustments to net income:			
Charge for fair value write-up of inventory acquired	—	361	—
Deal and transaction costs	—	1,431	—
Integration costs	2,044	48	1,300
Severance and restructuring costs	143	843	501
Amortization of intangible assets	11,871	16,211	11,916
Tax effect of adjustments to net income and discrete items ¹	(3,221)	(4,329)	(3,218)
Non-GAAP net income	\$95,513	\$75,571	\$97,123
Diluted earnings per common share	\$0.62	\$0.45	\$0.63
Effect of adjustments to net income	\$0.08	\$0.11	\$0.08
Diluted non-GAAP earnings per common share	\$0.70	\$0.55	\$0.71
Weighted average diluted shares outstanding	136,502	136,369	136,438

1. The tax effect of pre-tax adjustments to net income was calculated using the applicable marginal tax rate during the respective years.

Reconciliation of GAAP Outlook to Non-GAAP Outlook

\$ in millions	Second-Quarter Outlook
Reconciliation GAAP operating expenses to non-GAAP operating expenses	
GAAP operating expenses	\$122 - \$124
Adjustments to net income:	
Restructuring costs	2
Amortization of intangible assets	12
Non-GAAP operating expenses	\$108 - \$110

\$ in millions	Second-Quarter Outlook
Reconciliation GAAP net income to non-GAAP net income	
GAAP net income	\$77 - \$84
Adjustments to net income:	
Restructuring costs	2
Amortization of intangible assets	12
Loss on extinguishment of debt	23
Income tax effect	(8)
Non-GAAP net income	\$106 - \$113

	Second-Quarter Outlook
Reconciliation GAAP diluted earnings per share to non-GAAP diluted earnings per share	
Diluted earnings per common share	\$0.56 - \$0.61
Adjustments to diluted earnings per common share:	
Restructuring costs	0.01
Amortization of intangible assets	0.09
Loss on extinguishment of debt	0.17
Income tax effect	(0.06)
Diluted non-GAAP earnings per common share	\$0.77 - \$0.82



GAAP Segment Trend Data¹

\$ in thousands	Q119	Q219	Q319	Q419	Q120	Q220	Q320	Q420	Q121
Sales									
SCEM	\$124,470	\$127,552	\$127,750	\$146,747	\$144,214	\$146,213	\$150,480	\$168,625	\$166,541
MC	157,706	150,185	155,979	169,794	159,261	183,758	193,541	205,626	207,099
AMH	116,064	107,515	117,256	117,455	116,137	126,434	144,370	151,741	148,541
Inter-segment elimination	(7,193)	(6,378)	(6,838)	(6,998)	(7,285)	(8,000)	(7,404)	(8,398)	(9,337)
Total Sales	\$391,047	\$378,874	\$394,147	\$426,998	\$412,327	\$448,405	\$480,987	\$517,594	\$512,844
Segment Profit									
SCEM	\$24,431	\$24,000	\$17,074	\$32,822	\$32,670	\$32,938	\$32,600	\$29,761	\$34,556
MC	47,323	43,126	46,792	57,157	50,167	62,137	64,915	71,691	70,566
AMH	22,367	15,043	17,077	20,686	20,632	22,809	33,266	34,321	32,095
Total Segment Profit	\$94,121	\$82,169	\$80,943	\$110,665	\$103,469	\$117,884	\$130,781	\$135,773	\$137,217
Segment Profit Margin									
SCEM	19.6%	18.8%	13.4%	22.4%	22.7%	22.5%	21.7%	17.6%	20.7%
MC	30.0%	28.7%	30.0%	33.7%	31.5%	33.8%	33.5%	34.9%	34.1%
AMH	19.3%	14.0%	14.6%	17.6%	17.8%	18.0%	23.0%	22.6%	21.6%

1. In 1Q19 the Company changed its definition of segment profit to include inter-segment sales. Prior period information has been recast to reflect the change.

Non-GAAP Segment Trend Data¹

\$ in thousands	Q119	Q219	Q319	Q419	Q120	Q220	Q320	Q420	Q121
Sales									
SCEM	\$124,470	\$127,552	\$127,750	\$146,747	\$144,214	\$146,213	\$150,480	\$168,625	\$166,541
MC	157,706	150,185	155,979	169,794	159,261	183,758	193,451	205,626	207,099
AMH	116,064	107,515	117,256	117,455	116,137	126,434	144,370	151,741	148,541
Inter-segment elimination	(7,193)	(6,378)	(6,838)	(6,998)	(7,285)	(8,000)	(7,404)	(8,398)	(9,337)
Total Sales	\$391,047	\$378,874	\$394,147	\$426,998	\$412,327	\$448,405	\$480,897	\$517,594	\$512,844
Adjusted Segment Profit									
SCEM segment profit	\$24,431	\$24,000	\$17,074	\$32,822	\$32,670	\$32,938	\$32,600	\$29,761	\$34,556
Integration costs	—	—	—	—	—	(1,557)	—	—	—
Severance and restructuring costs	519	—	2,143	184	174	455	277	155	47
Charge for fair value write-up of acquired inventory sold	120	695	4,483	(476)	235	—	—	—	—
SCEM adjusted segment profit	\$25,070	\$24,695	\$23,700	\$32,530	\$33,079	\$31,836	\$32,877	\$29,916	\$34,603
MC segment profit	\$47,323	\$43,126	\$46,792	\$57,157	\$50,167	\$62,137	\$64,915	\$71,691	\$70,566
Severance and restructuring costs	724	—	2,977	195	190	494	301	167	51
Charge for fair value write-up of acquired inventory sold	2,035	—	—	687	126	—	—	—	—
MC adjusted segment profit	\$50,082	\$43,126	\$49,769	\$58,039	\$50,483	\$62,631	\$65,216	\$71,858	\$70,617
AMH segment profit	\$22,367	\$15,043	\$17,077	\$20,686	\$20,632	\$22,809	\$33,266	\$34,321	\$32,095
Severance and restructuring costs	578	—	3,135	(379)	135	814	213	121	37
Charge for fair value write-up of acquired inventory sold	—	—	—	—	—	—	229	—	—
AMH adjusted segment profit	\$22,945	\$15,043	\$20,212	\$20,307	\$20,767	\$23,623	\$33,708	\$34,442	\$32,132
Adjusted Segment Profit Margin									
SCEM	20.1%	19.4%	18.6%	22.2%	22.9%	21.8%	21.8%	17.7%	20.8%
MC	31.8%	28.7%	31.9%	34.2%	31.7%	34.1%	33.7%	34.9%	34.1%
AMH	19.8%	14.0%	17.2%	17.3%	17.9%	18.7%	23.3%	22.7%	21.6%

1. In 1Q19 the Company changed its definition of segment profit to include inter-segment sales. Prior period information has been recast to reflect the change.