

Innovators

**Lender Presentation & Investor Call
Annual Report 2015**

April 19, 2016

Inventors

List of Presenters

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<u>Presenter</u>	<u>Title</u>
Thomas Davis	Chairman, President and Chief Executive Officer
John Plescia	Vice President and Chief Financial Officer
Michael Blecic	Vice President and Chief Accounting Officer
Michael Schenker	General Counsel, Chief Administrative Officer, & Executive Vice President

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These slides contain (and the accompanying oral discussion will contain) forward-looking statements. Such statements involve known and unknown risks, uncertainties and other factors that could cause the actual results of Viskase Companies, Inc. (“Viskase” or the “Company”) to differ materially from the results expressed or implied by such statements, including risks and uncertainties relating to general economic and business conditions including pricing pressures and changes in material and energy costs, conditions affecting the industries served by the Company and its subsidiaries, conditions affecting the Company’s customers and suppliers, competitor responses to the Company’s products and services, the overall market acceptance of such products and services, the identification, completion and integration of acquisitions and other factors. Consequently such forward looking statements should be regarded as the Company’s current plans, estimates and beliefs. The Company does not undertake and specifically declines any obligation to publicly release the results of any revisions to these forward-looking statements that may be made to reflect any future events or circumstances after the date of such statements or to reflect the occurrence of anticipated or unanticipated events.

Highlights – 2015 year ending 12/31/15



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- 2015 revenue adjusted to 2014 FX rates increased 1.8% over 2014.
 - Significant Euro and Brazilian REAL devaluation resulted in pricing pressures as Euro\Real sourced competitors gained cost advantages.
- 2015 EBITDA adjusted to 2014 FX rates decreased (3.0)% from 2014.
 - EBITDA margins fell (.8)% due to the unfavorable currency impact on revenue.
- 2015 unit volume grew across all major categories and in all markets except South America.
 - Intentionally reduced volumes to Brazil due to currency decline and Venezuela due to economic conditions.
- 2015 unit volume in emerging markets grew in excess of +3% over prior year.
- Term loan debt was lowered by ~\$3.3 million in 2015.
- Cash decreased from \$39.3mm on 12/31/14 to \$37.3mm after accounting for ~\$4mm in one-time non-recurring expenses and ~\$10mm in currency unfavorable devaluation on working capital.
 - Trade working capital, excluding forex, decreased by \$1.2mm from 2014.
 - Aligned term loan and interest payments (moved \$2.9mm interest payment from Jan 16 to Dec 15, or 3 interest payments vs normal 2)
 - \$25mm revolving credit facility remains untapped and was extended thru Jan, 2020.

Highlights – 2015 year ending 12/31/15

(Continued)

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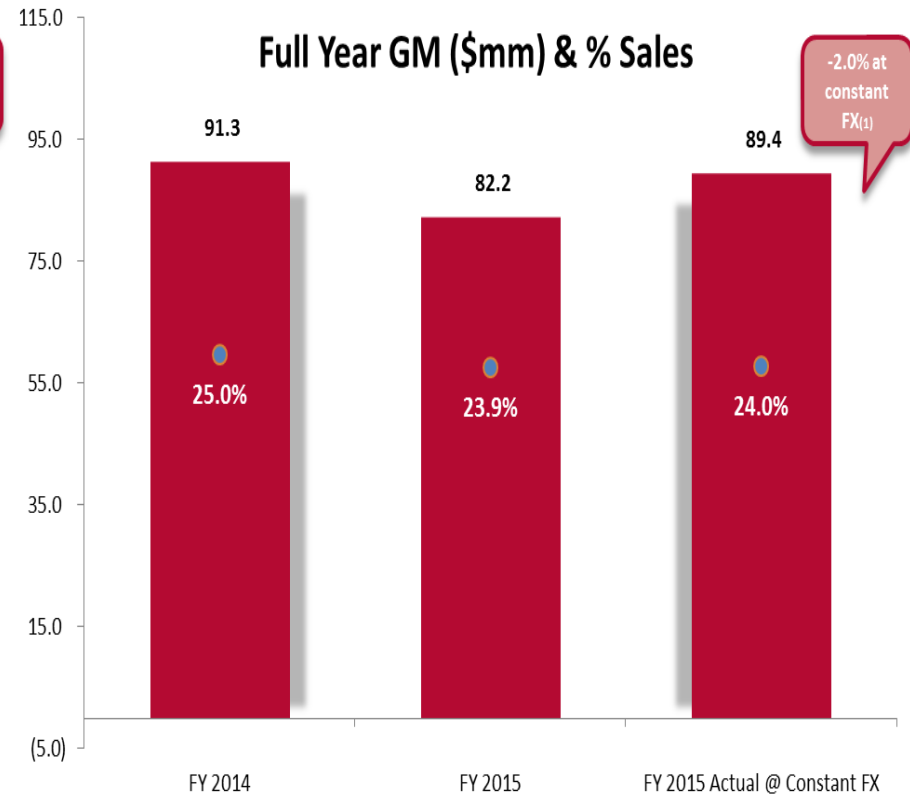
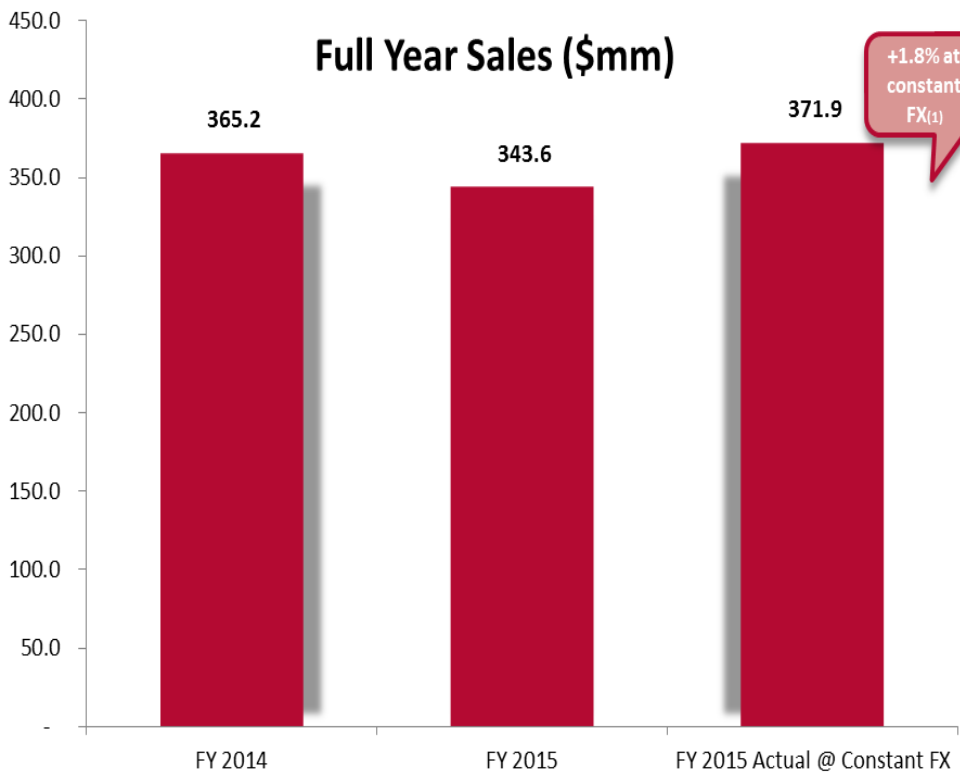


- Incurred and settled strike at our Loudon facility with no major adverse business conditions.
 - New five year contract in place.
 - Plant has returned back to normal operating performance levels.
- New business opportunity launched at large customer was unsuccessful resulting in a one-time \$1.2mm unfavorable EBITDA impact.
 - Casing proved incompatible with an antiquated system which customer is in process of replacing.
- Plastic operation in Poland, incurred start up costs in 2015 (~ \$1mm loss in EBITDA), but is expected to reach normal operating levels in 2016.
- Viskase Excellence Program, which focuses on improving processes and reducing waste, continues to deliver significant cost savings to partially offset the impact from unfavorable exchange rates.
- Implemented restructuring plan in Europe to improve future profitability in this region. Payback on restructuring investment is about 2 years.
 - Closed antiquated plastics and printing operation in France.
 - Overhead reductions.

Financial Highlights –Year to date 12/31/15



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1. Ex-Forex percentage growth compared to prior year is based on 2015 results as 2014 exchange rates

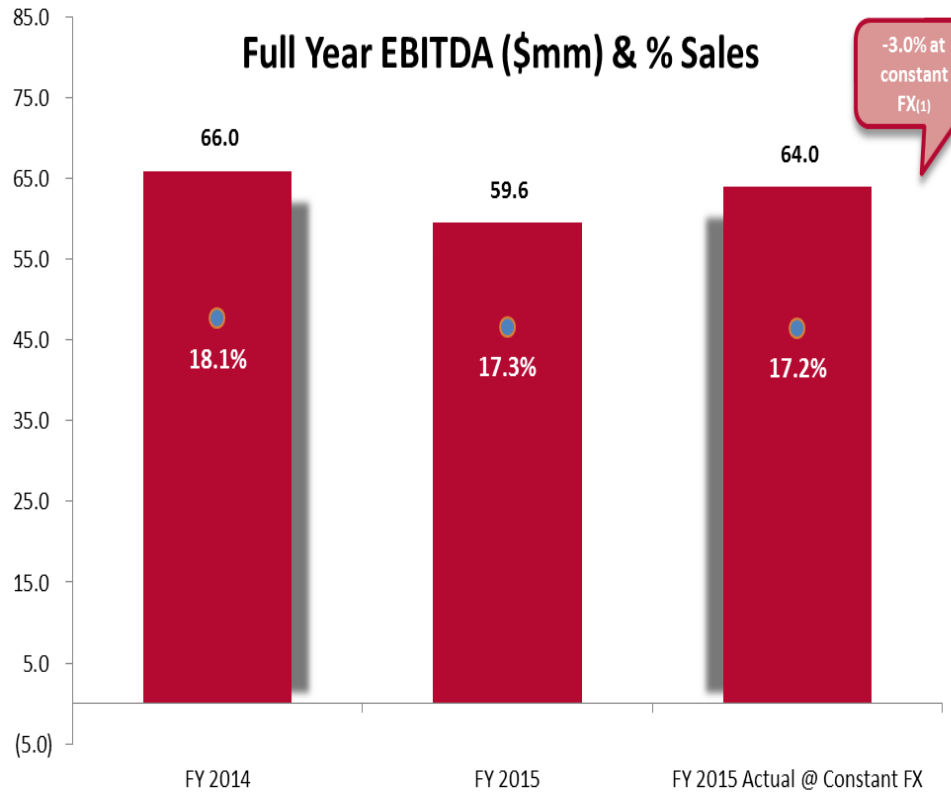
Financial Highlights –Year to date 12/31/15



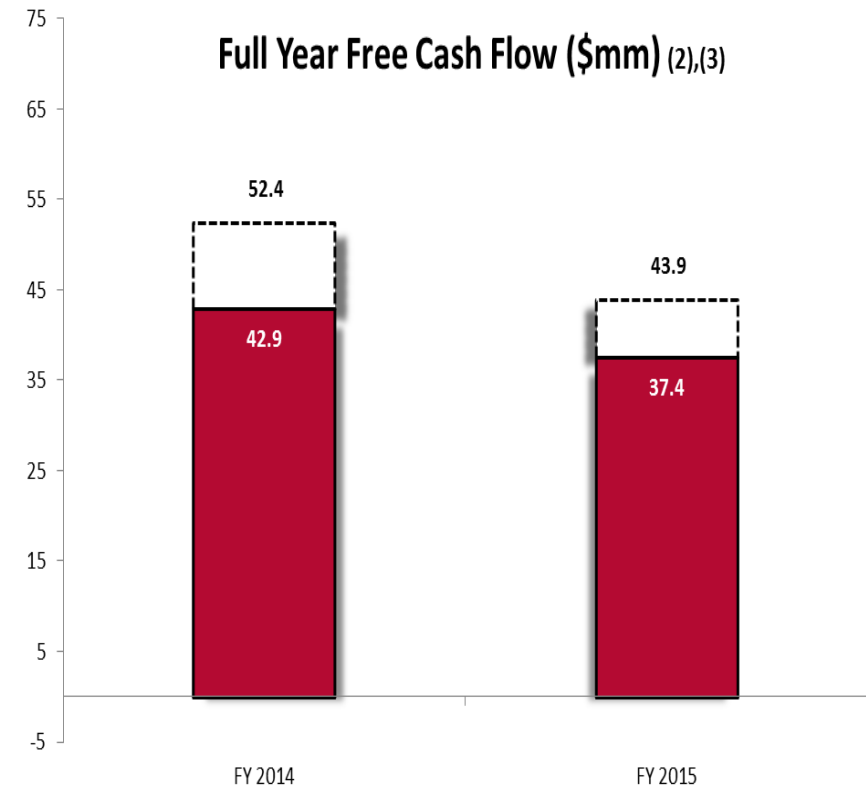
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Full Year EBITDA (\$mm) & % Sales

-3.0% at constant FX(1)



Full Year Free Cash Flow (\$mm) (2),(3)



1. Ex-Forex percentage growth compared to prior year is based on 2015 results as 2014 exchange rates
2. Calculated EBITDA less capital expenditures
3. Dashed boxes represent EBITDA less maintenance capital expenditures

Pre Tax Income Bridge and Margin (\$ mm)



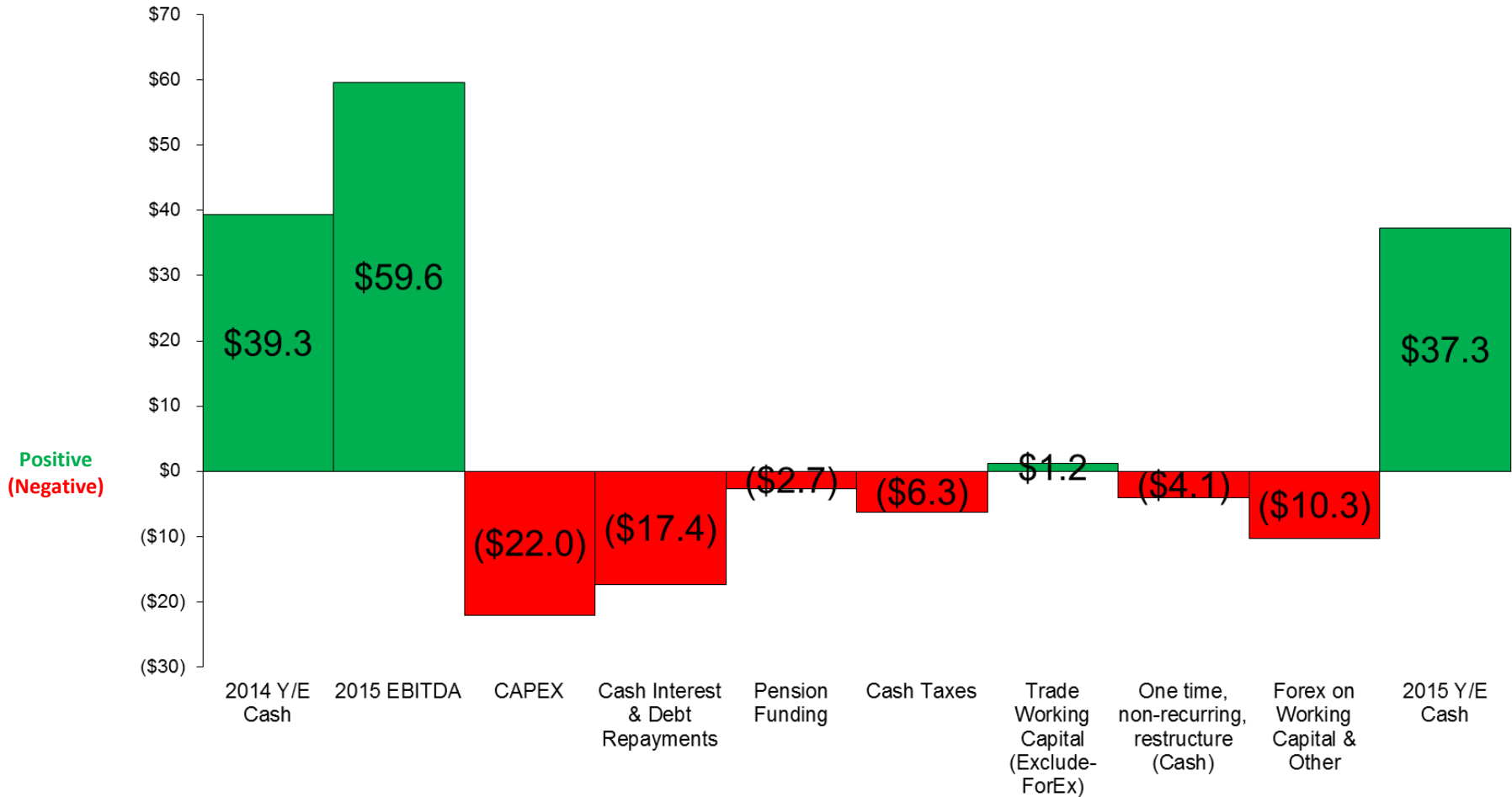
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Consolidated Statement of Operations (Page 6 of annual report)	2015	2014	Comments\Annual Report Reference (Pg 6)
Income (loss) before taxes	11.2	12.9	
<u>Large unusual items</u>			
Other Expense, net	5.4	3.2	Primarily translation loss on Brazilian assets
Loss on Early Extinguishment of debt	0.0	15.7	January, 2014 term loan refinancing
Restructuring Expenses\Asset impairments	3.1	0.3	European restructuring expense; development assets
Foreign tax liability	3.4	0.0	Potential prior year foreign tax liability (in S,G,&A)
Loudon union contract negotiation\work stoppage	2.1	0.0	Preparation & impact to operations (in S, G, &A)
Pension Expense (Income)	<u>2.5</u>	<u>(.9)</u>	FAS87 & PBGC costs on unfunded pension liability (~81% in Cost of Sales & 20% S,G,&A)
Income (loss) before taxes- excluding items (1)	27.7	31.2	
Net Sales	343.6	365.2	
% of Net Sales (excluding unusual items)	8.1%	8.5%	

(1) – Excludes estimated unfavorable \$(4.4)mm impact to 2014 from foreign currency exchange rates on revenues and expenses.

2015 Cash Flow (\$mm)

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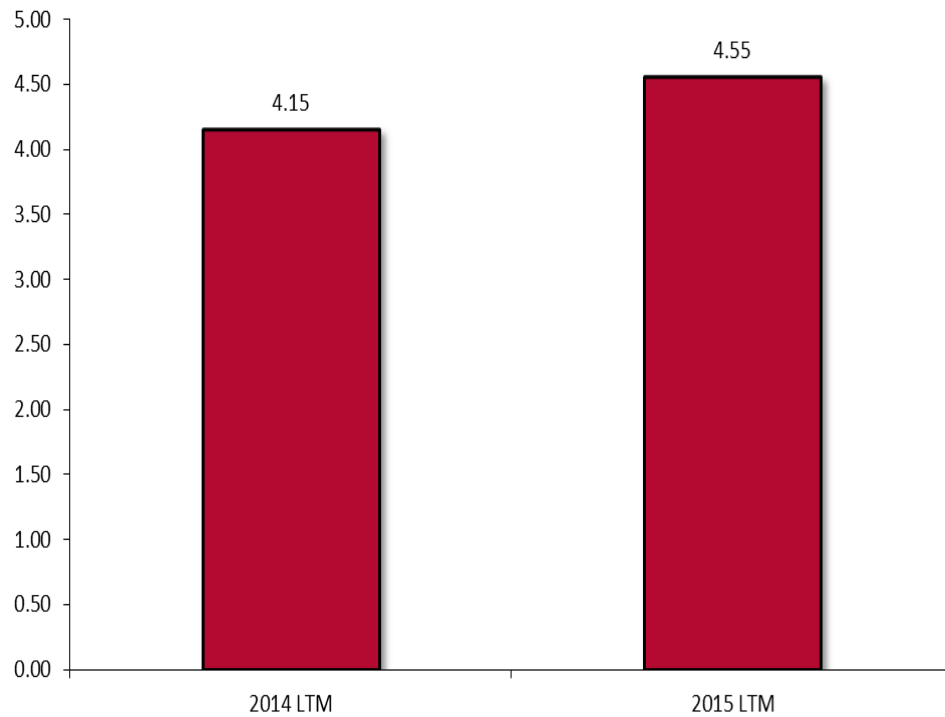


Debt, Credit, and Liquidity Est. Metrics Dec 2015

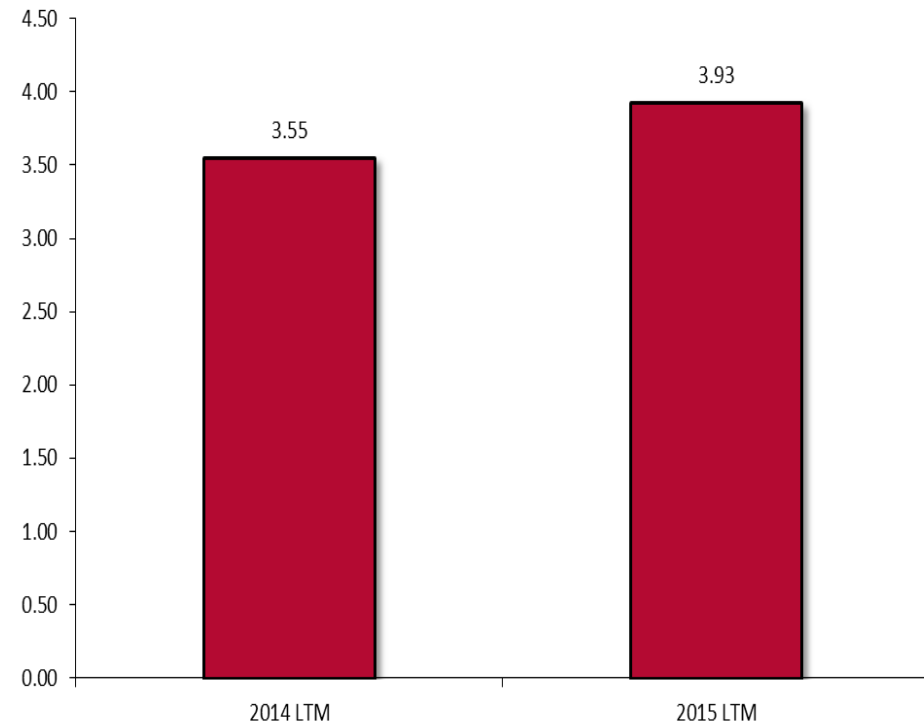


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Total Debt/EBITDA



Total Net Debt/EBITDA

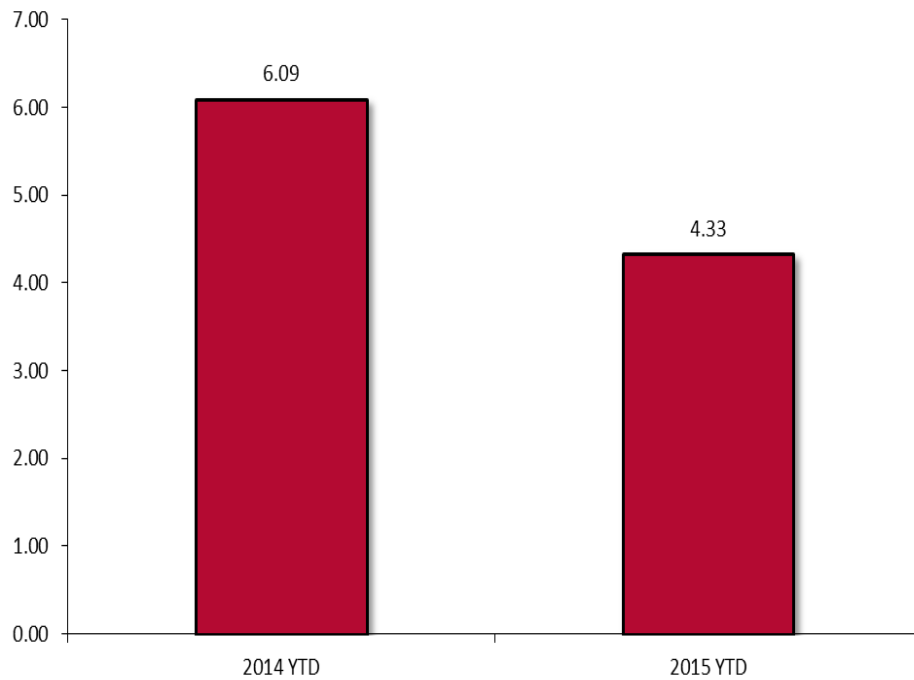


Debt, Credit, and Liquidity Est. Metrics Dec 2015



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EBITDA/ Cash Interest Expense



Free Cash Flow₍₁₎/Net Debt

