

Innovators

Lender Presentation & Investor Call
Year-to-date June 30th, 2016

September 7, 2016

Inventors

List of Presenters

VISKASE Confidential Information



<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

Disclaimer

VISKASE Confidential Information



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.

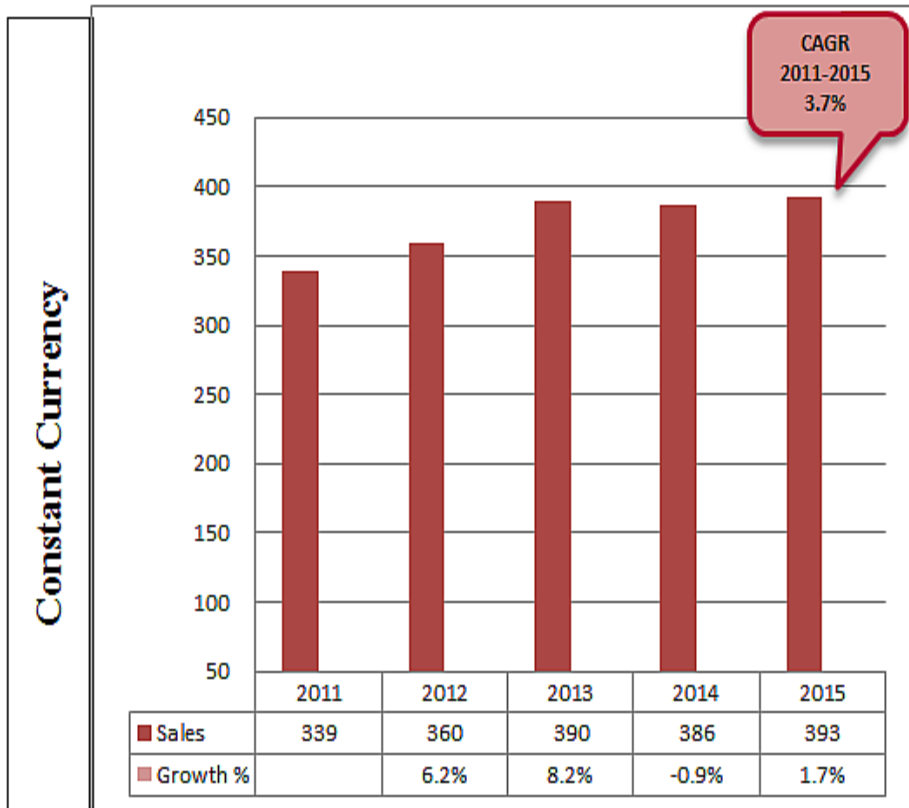
Historical Financial Performance (at 2011 exchange rates)



VISKASE Confidential Information

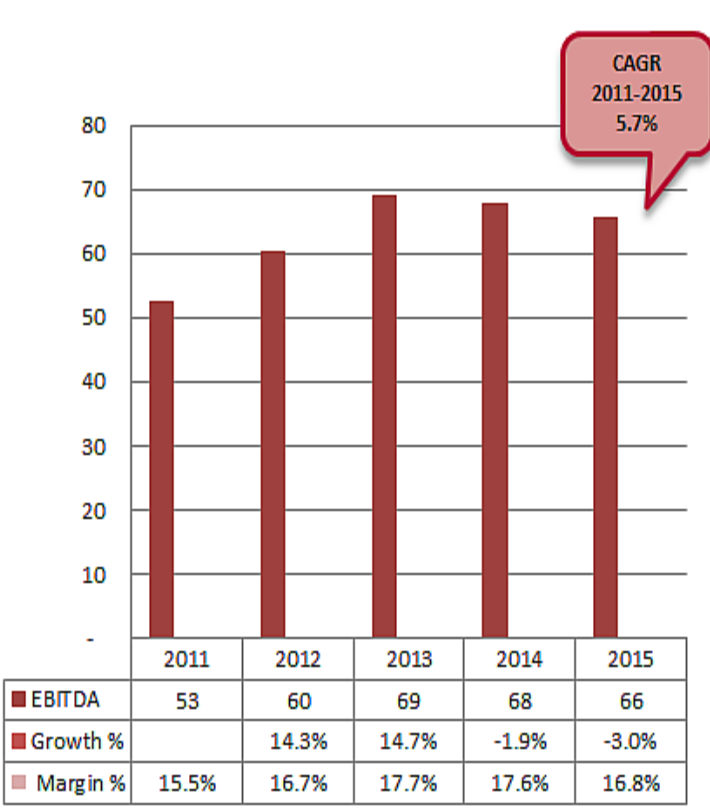
Net Sales (\$Millions)

2011 2012 2013 2014 2015



Consolidated EBITDA (\$Millions)

2011 2012 2013 2014 2015



Note: Constant currency figures calculated at 2011 exchange rates.

Financial Highlights – 2016 YTD ending 6/30/16



VISKASE Confidential Information

- 2016 revenue adjusted to 2015 FX rates fell by 5.9% from 2015.
 - US Hotdog consumption down ~8%.
 - Oct 2015 World Health Report negatively reduced consumption in some markets.
 - Large customer replaced our casing in 2015 because casing was incompatible with customer's antiquated system. Customer is in process of replacing system and will seek Viskase as option for future solution.
 - Asia Pacific and some other emerging markets have seen slower growth.
 - Elected not to continue to extensively sell into Venezuela due to credit risk (Sales have dropped from \$5mm in 2012 to less than \$1mm in 2016).
 - Continue to move finishing to emerging markets which results in one-time revenue reductions (as distributors and customers lower inventory needs).
 - ~\$1mm in annual revenue impact in 2016 (and ~\$5mm since 2012).
- 2016 EBITDA adjusted to 2015 FX rates decreased (19.8)% from 2015.
 - Higher costs related to Loudon strike put into inventory in Q4, 2015 was sold in 2016.
 - Vacation expense recognition timing of \$1.1mm negatively impacted EBITDA but will reverse in back half of 2016.
 - Weather related power outage at Loudon, TN resulted in \$.4mm business insurance claim and anticipate recording settlement income in 4th quarter.
 - Continue to invest in human capital, structural improvements, quality, and new products to support future growth.

Other Highlights – 2016 year to date ending 6/30/16

(Continued)

VISKASE Confidential Information

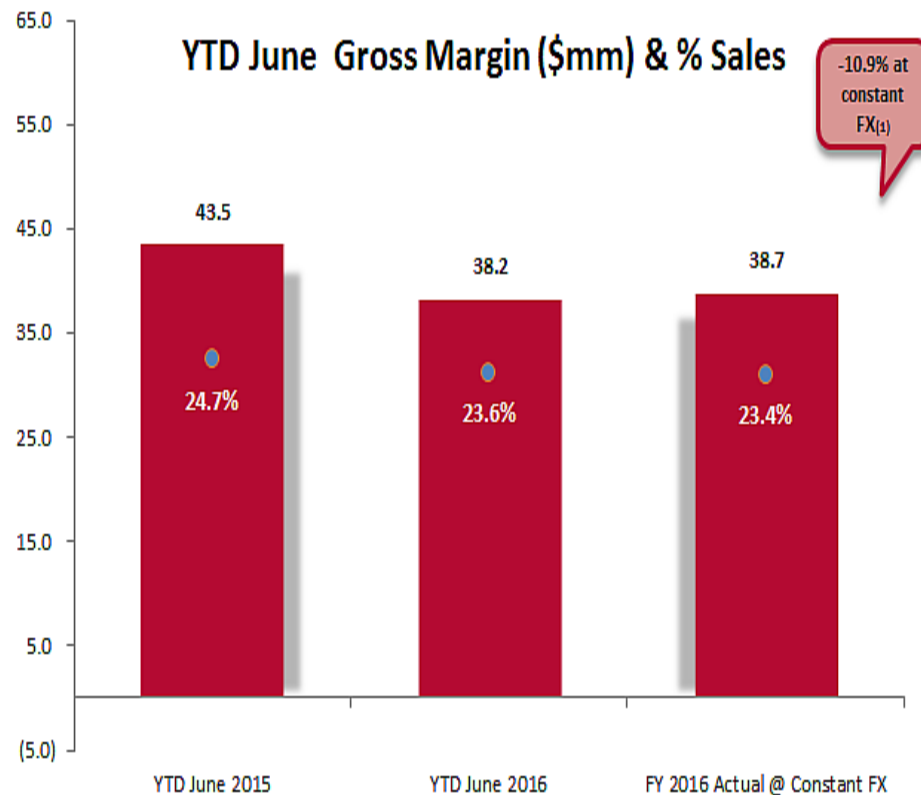
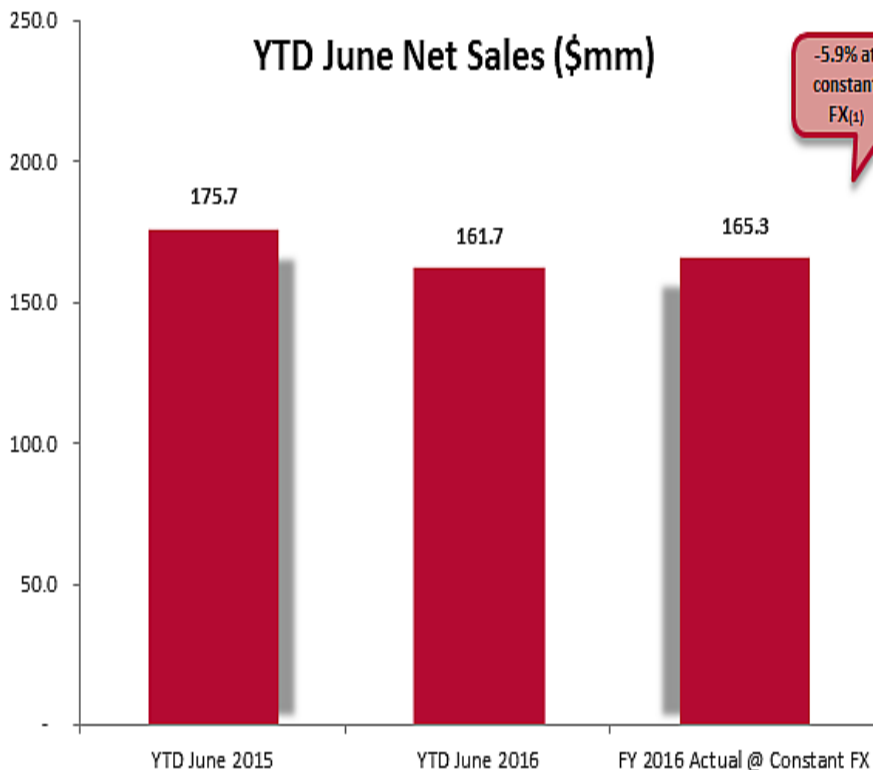


- Completed initial restructuring plan in Europe to improve future profitability in this region. Payback on restructuring investment is about 2 years.
 - Closed antiquated plastics and printing operation in France.
 - Overhead reductions
- Discussions with French works councils for further restructuring.
- Viscoat, our coated plastic casings, and small diameter plastics volume grew by over 44% from 2015.
- Large cellulose volume casing grew by over 28% from 2015.
 - Viskase Excellence Program, which focuses on improving processes and reducing waste, continues to deliver significant cost savings to partially offset the impact from lower volumes.
- Continue to invest in new products, innovation, and diversifying portfolio beyond small diameter cellulose.
- Cash remained relatively flat from 12/31/15 due to spending ~\$3mm in acquisition development work and Europe restructuring plan.
 - Capital spending reduced due to completion of major growth and maintenance projects in prior years.
 - \$25mm revolving credit facility remains untapped and available thru Jan, 2020.

Financial Highlights –Year to date 6/30/16



VISKASE Confidential Information

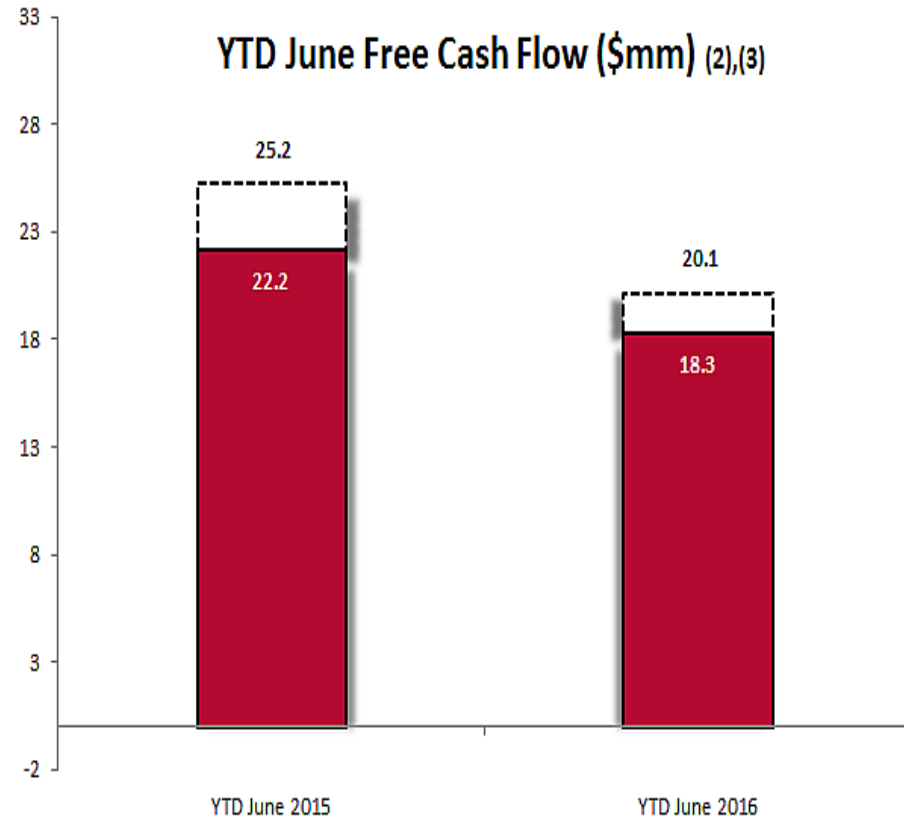
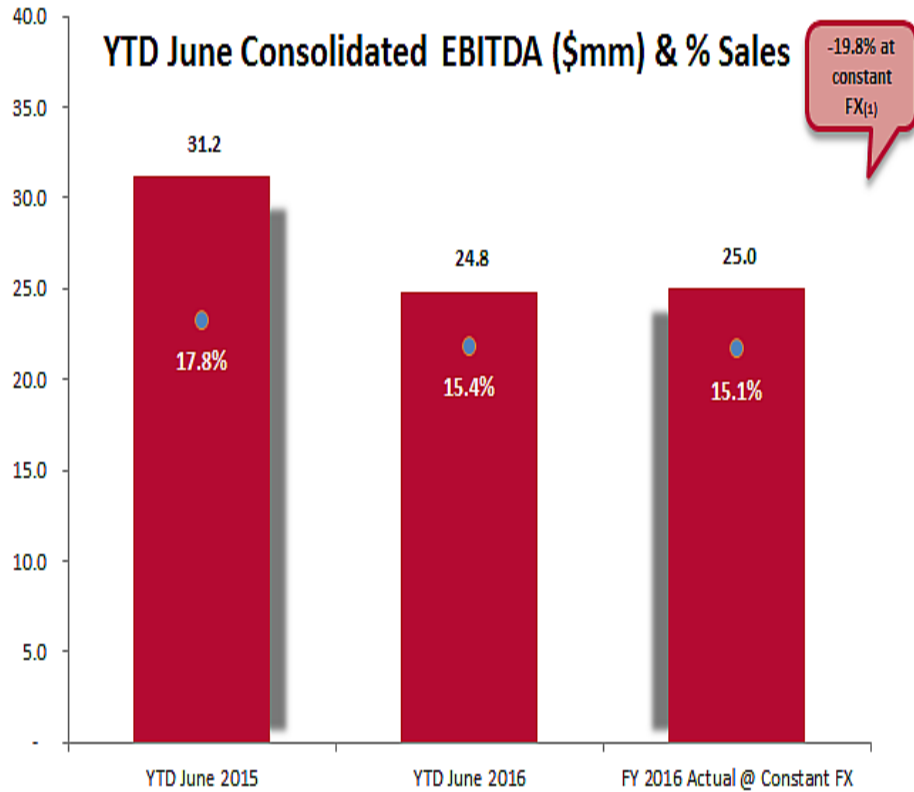


1. Ex-Forex percentage growth compared to prior year is based on 2016 results as 2015 exchange rates.

Financial Highlights –Year to date 6/30/16



VISKASE Confidential Information



1. Ex-Forex percentage growth compared to prior year is based on 2016 results as 2015 exchange rates.
2. Calculated EBITDA less capital expenditures
3. Dashed boxes represent EBITDA less maintenance capital expenditures

Pre Tax Income Bridge and Margin (\$ mm)



VISKASE Confidential Information

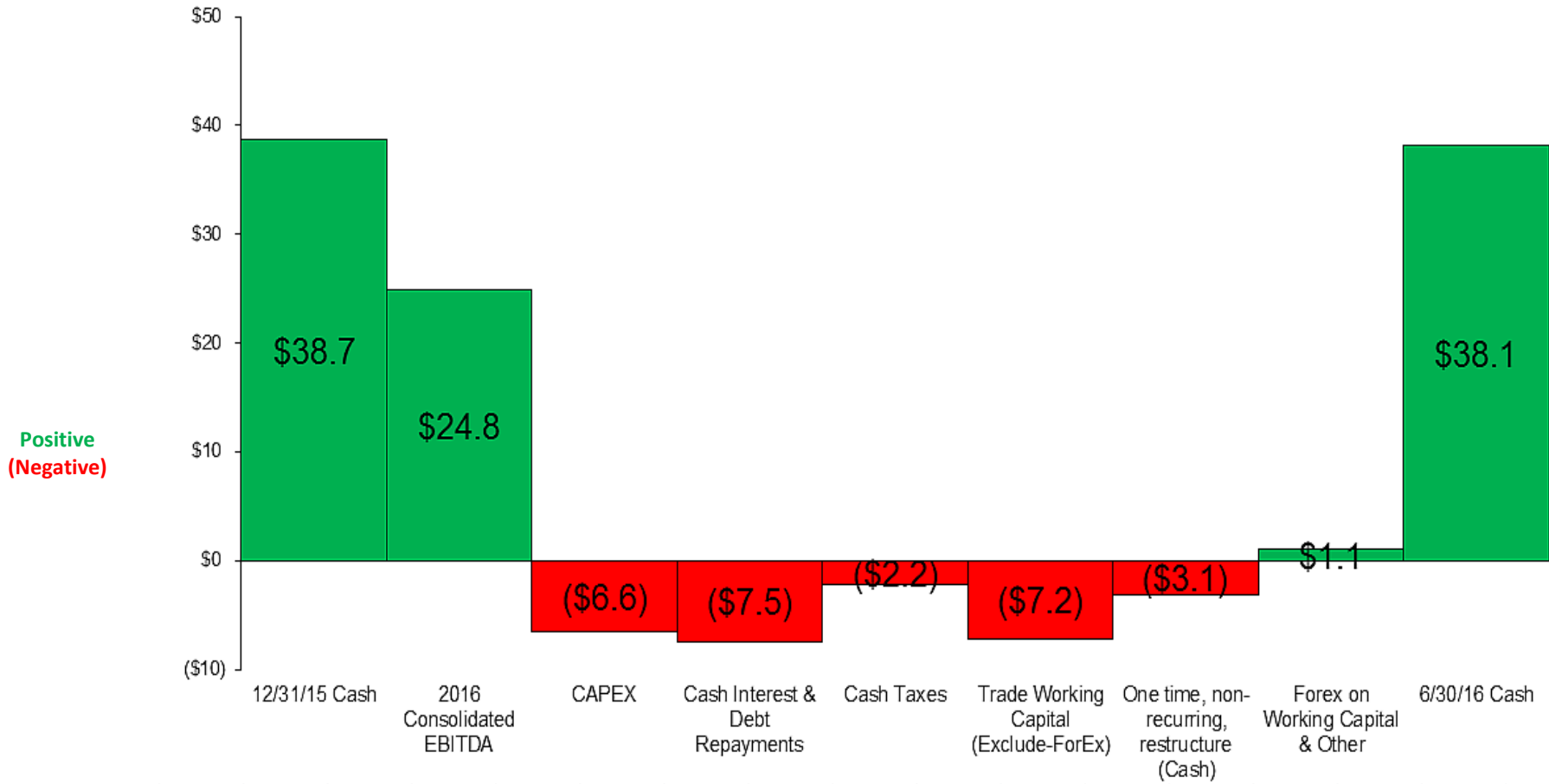
Consolidated Statement of Operations (Page 6 of annual report)	2016	2015	Comments\Annual Report Reference (Pg 6)
Income (loss) before taxes	6.6	11.2	
<u>Large unusual items</u>			
Other (Income) Expense, net	(3.1)	2.4	Primarily translation (gain) loss on Brazilian assets
Restructuring Expenses\Asset impairments	2.2	0.7	Restructuring expenses in Europe and Osceola, Ark.
Pension Expense (Income)	2.3	1.0	FAS87 & PBGC costs on unfunded pension liability in SG&A.
Vacation expense	1.1	0.0	Recognition timing. Will reverse in back half.
Loudon plant power outages	.4	0.0	Weather related. Business interruption claim filed.
Acquisition development expenses	<u>1.2</u>	<u>.8</u>	In SG&A
Income (loss) before taxes- excluding items (1)	10.7	16.1	
Net Sales	161.7	175.7	
% of Net Sales (excluding unusual items)	6.6%	9.2%	

(1) – Excludes estimated unfavorable \$(.2)mm impact to 2015 from foreign currency exchange rates on revenues and expenses.

YTD June 30th 2016 Cash Flow (\$mm)



VISKASE Confidential Information

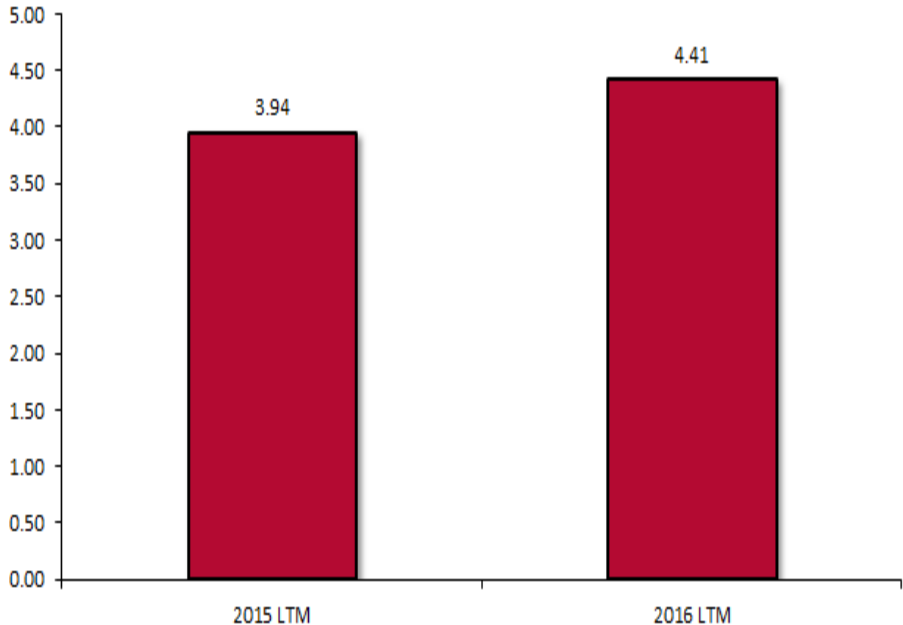


Debt, Credit, and Liquidity Metrics YTD June 30, 2016

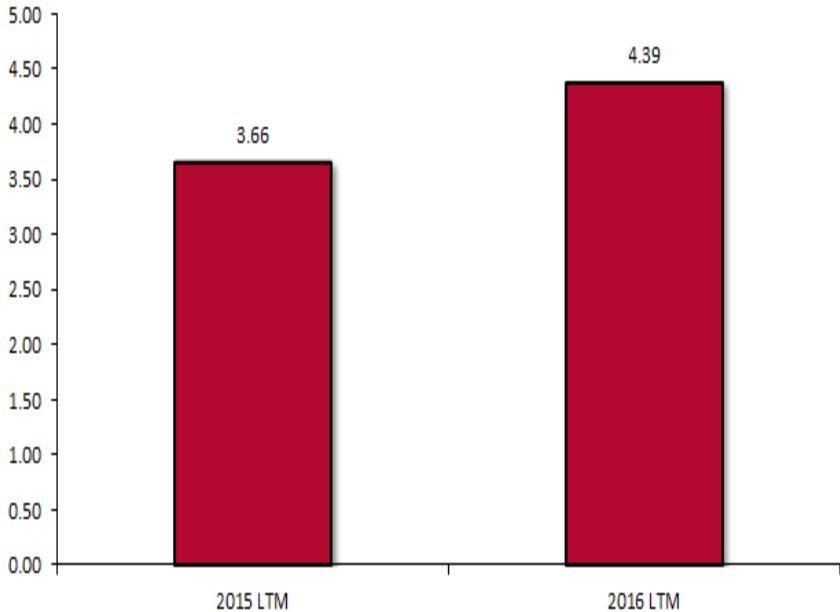


VSKASE Confidential Information

Total Net Leverage Ratio (Total Net Debt/Consolidated EBITDA)



First Lien Net Leverage Ratio (First Lien Net Debt/Consolidated EBITDA)

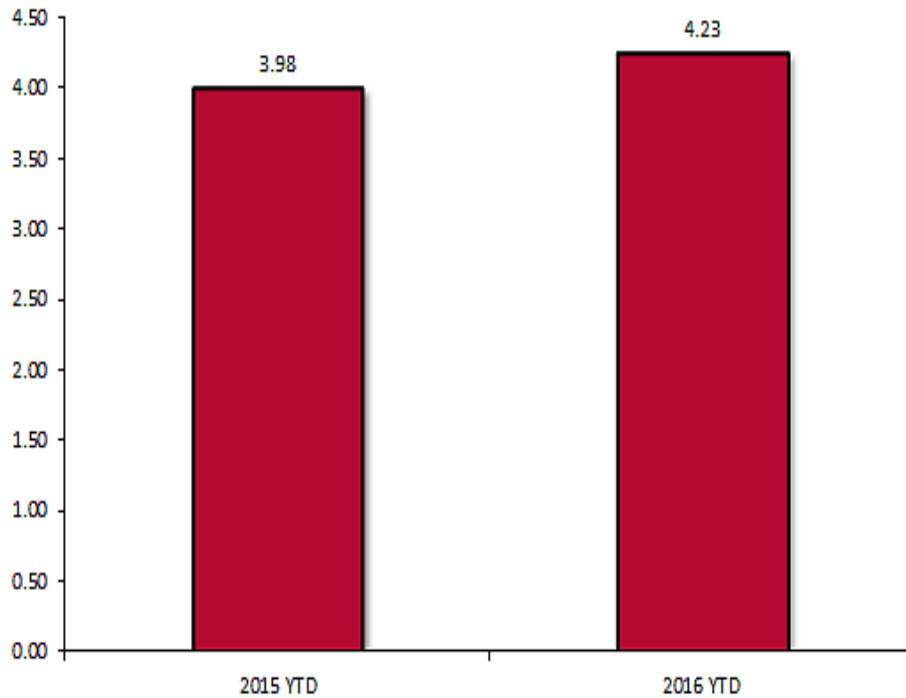


Debt, Credit, and Liquidity Metrics YTD June 30, 2016



VISKASE Confidential Information

EBITDA/ Cash Interest Expense



Free Cash Flow/Total Net Debt

