

The LYCRA Company  
**Consolidated Balance Sheets**

(Amounts in millions of U.S. dollars)  
(Unaudited)

| <b><u>Assets</u></b>                                  | <b><u>December 31, 2023</u></b> | <b><u>December 31, 2022</u></b> |
|-------------------------------------------------------|---------------------------------|---------------------------------|
| Current assets:                                       |                                 |                                 |
| Cash and cash equivalents                             | \$ 85                           | \$ 62                           |
| Restricted cash                                       | 11                              | 1                               |
| Receivables, net                                      | 116                             | 119                             |
| Inventories, net                                      | 170                             | 248                             |
| Prepaid expenses and other current assets             | 11                              | 15                              |
| Total current assets                                  | 393                             | 445                             |
| Property, plant and equipment, net                    | 245                             | 274                             |
| Right of use lease assets, net                        | 52                              | 53                              |
| Goodwill                                              | 627                             | 627                             |
| Other intangible assets, net                          | 453                             | 465                             |
| Investments in equity affiliates                      | 166                             | 167                             |
| Deferred income taxes                                 | 10                              | 6                               |
| Other assets                                          | 12                              | 14                              |
| <b>Total assets</b>                                   | <b>\$ 1,958</b>                 | <b>\$ 2,051</b>                 |
|                                                       |                                 |                                 |
| <b><u>Liabilities and Shareholder's Equity</u></b>    |                                 |                                 |
| Current liabilities:                                  |                                 |                                 |
| Current debt                                          | \$ 26                           | \$ 300                          |
| Lease liabilities, current portion                    | 5                               | 5                               |
| Payables                                              | 67                              | 57                              |
| Accrued and other current liabilities                 | 52                              | 59                              |
| Total current liabilities                             | 150                             | 421                             |
| Long-term debt, net                                   | 1,137                           | 784                             |
| Lease liabilities, long-term                          | 31                              | 29                              |
| Pension and other post-retirement benefit liabilities | 11                              | 5                               |
| Deferred income tax liabilities                       | 40                              | 39                              |
| Other liabilities                                     | 1                               | 1                               |
| Total liabilities                                     | \$ 1,370                        | \$ 1,279                        |
| Shareholder's equity:                                 |                                 |                                 |
| Shareholder's equity                                  | \$ 511                          | \$ 686                          |
| Accumulated other comprehensive income                | (7)                             | 4                               |
| Total The LYCRA Company shareholder's equity          | 504                             | 690                             |
| Noncontrolling interest                               | 84                              | 82                              |
| Total shareholder's equity                            | 588                             | 772                             |
| <b>Total liabilities and shareholder's equity</b>     | <b>\$ 1,958</b>                 | <b>\$ 2,051</b>                 |

**The LYCRA Company**  
**Consolidated Statements of Operations and Comprehensive Income**

*(Amounts in millions of U.S. dollars)*  
*(Unaudited)*

|                                                               | <b>Twelve months ended December 31,</b> |             |
|---------------------------------------------------------------|-----------------------------------------|-------------|
|                                                               | <b>2023</b>                             | <b>2022</b> |
| Net sales                                                     | \$ 820                                  | \$ 1,071    |
| Sales to related parties                                      | 3                                       | 16          |
| Total sales                                                   | 823                                     | 1,087       |
| Royalty and licensing income, net                             | 3                                       | 5           |
| Total revenue                                                 | 826                                     | 1,092       |
| Cost of goods sold and other operating expenses               | 678                                     | 928         |
| Gross profit                                                  | 148                                     | 164         |
| Selling, general and administrative expenses                  | 109                                     | 108         |
| Research and development expenses                             | 28                                      | 29          |
| Restructuring (income) expense                                | 21                                      | 37          |
| Impairment of goodwill and other intangible assets            | -                                       | 326         |
| Other (income) expense, net                                   | 12                                      | (32)        |
| Operating income (loss)                                       | (22)                                    | (304)       |
| Equity in (income) loss of affiliates                         | (5)                                     | (6)         |
| Pension non-service cost (benefit)                            | (2)                                     | (1)         |
| Interest (income) expense, net                                | 143                                     | 87          |
| Income (loss) before income taxes                             | (158)                                   | (384)       |
| Income tax expense (benefit)                                  | 15                                      | 15          |
| Consolidated net income (loss)                                | (173)                                   | (399)       |
| Net (income) loss attributable to noncontrolling interest     | (2)                                     | 15          |
| Net income (loss) attributable to The LYCRA Company           | \$ (175)                                | \$ (384)    |
| Consolidated net income (loss)                                | \$ (173)                                | \$ (399)    |
| Other comprehensive income, net of tax                        |                                         |             |
| Recognition of actuarial gain (loss)                          | (6)                                     | 3           |
| Foreign currency translation adjustment                       | (5)                                     | (26)        |
| Comprehensive income (loss)                                   | (184)                                   | (422)       |
| Net (income) loss attributable to noncontrolling interest     | (2)                                     | 15          |
| Comprehensive income (loss) attributable to The LYCRA Company | \$ (186)                                | \$ (407)    |

The LYCRA Company  
**Adjusted EBITDA**  
*(Amounts in millions of U.S. dollars)*  
*(Unaudited)*

|                                                                   | <b>For the twelve months ended December 31,</b> |                |
|-------------------------------------------------------------------|-------------------------------------------------|----------------|
|                                                                   | <b>2023</b>                                     | <b>2022</b>    |
| Consolidated net income (loss)                                    | \$ (173.1)                                      | \$ (399.8)     |
| Interest expense                                                  | 142.9                                           | 87.1           |
| Income tax expense                                                | 15.2                                            | 14.5           |
| Depreciation and amortization                                     | 56.9                                            | 63.5           |
| EBITDA                                                            | 41.9                                            | (234.7)        |
| Joint venture EBITDA adjustment <sup>(a)</sup>                    | 4.1                                             | 4.9            |
| Noncontrolling interest EBITDA <sup>(b)</sup>                     | (3.7)                                           | (3.2)          |
| Foreign exchange adjustment <sup>(c)</sup>                        | 0.3                                             | 0.3            |
| Foreign exchange on bonds <sup>(d)</sup>                          | 8.4                                             | (16.4)         |
| Other items <sup>(e)</sup>                                        | (6.7)                                           | (2.8)          |
| Other restructuring <sup>(f)</sup>                                | 12.4                                            | 40.1           |
| Impact of PRC functional currency <sup>(g)</sup>                  | (3.5)                                           | (15.6)         |
| Financing costs <sup>(h)</sup>                                    | 17.1                                            | 1.7            |
| Impairment of goodwill and other intangible assets <sup>(i)</sup> | -                                               | 326.2          |
| La Porte restructuring <sup>(j)</sup>                             | -                                               | 0.1            |
| La Porte post-closure costs <sup>(k)</sup>                        | -                                               | (3.0)          |
| Adjusted EBITDA                                                   | <u>\$ 70.3</u>                                  | <u>\$ 97.6</u> |

a) Represents an adjustment to conform The LYCRA Company's share of equity earnings associated with the Toray Opelontex Co., Ltd, ISH-Toray Pte. Ltd, and Shinpont Industry, Inc. joint ventures from net income to EBITDA.

b) Represents the share of EBITDA attributable to the noncontrolling interest of The LYCRA Company Singapore Pte. Ltd.

c) Represents foreign currency remeasurement relating to income taxes, most significantly in the PRC, Brazil, Hong Kong, and Switzerland.

d) Represents the amount of foreign currency remeasurement (gain) loss on the Euro Notes and Refinancing Notes.

e) Represents certain unusual and nonrecurring items in which current year primarily represents a gain on sale of emission reduction credits and a gain upon termination of pension plan in Hong

Kong, partially offset by a strategic advisor fee and losses from the write-off of certain non-operating assets. The prior year represents a gain upon extinguishment of a liability.

- f) Represents costs primarily associated with the restructuring of financing arrangements and change of ownership. The prior year costs represent professional fees and other costs incurred due to the Enforcement Action and subsequent change of ownership.
- g) Represents impacts from the foreign currency remeasurement (gains) losses primarily on intercompany activity with our operations in the PRC, whose functional currency is the Chinese yuan and whose currency translation impacts are reflected within Other Comprehensive Income.
- h) Represents costs mainly from the loss on extinguishment of the Euro Notes and certain legal and other fees associated with the Refinancing Notes.
- i) Represents impairment loss following management's annual analysis of goodwill and other intangible assets.
- j) Represents a reversal of certain accrued liabilities at La Porte.
- k) Represents prior year's costs incurred at La Porte following the cessation of operations.