



Investor Day

May 18, 2015

Forward-Looking Statements

- In this presentation, statements that are not reported financial results or other historical information are “forward-looking statements” within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements give current expectations or forecasts of future events and are not guarantees of future performance. They are based on management’s expectations that involve a number of business risks and uncertainties, any of which could cause actual results to differ materially from those expressed in or implied by the forward-looking statements. They use words such as “will,” “anticipate,” “estimate,” “expect,” “project,” “intend,” “plan,” “believe,” and other words and terms of similar meaning in connection with any discussion of future operating or financial performance and/or sales.
- Factors that could cause actual results to differ materially from those implied by these forward-looking statements include, but are not limited to:
 - ✓ Our ability to realize anticipated savings and operational benefits from the realignment of assets, including the planned closure of certain manufacturing facilities;
 - ✓ The timing of closings and shifts of production to new facilities related to asset realignments and any unforeseen loss of customers and/or disruptions of service or quality caused by such closings and/or production shifts;
 - ✓ Separation and severance amounts that differ from original estimates and amounts for non-cash charges related to asset write-offs and accelerated depreciation realignments of property, plant and equipment, that differ from original estimates;
 - ✓ Our ability to identify and evaluate acquisition targets and consummate acquisitions;
 - ✓ The ability to successfully integrate acquired companies into our operations, retain the management teams of acquired companies and retain relationships with customers of acquired companies including, without limitation, Sparteck Corporation and Accella Performance Materials;
 - ✓ Disruptions, uncertainty or volatility in the credit markets that could adversely impact the availability of credit already arranged and the availability and cost of credit in the future;
 - ✓ The financial condition of our customers, including the ability of customers (especially those that may be highly leveraged and those with inadequate liquidity) to maintain their credit availability;
 - ✓ The speed and extent of an economic recovery, including the recovery of the housing market;
 - ✓ Our ability to achieve new business gains; the effect on foreign operations of currency fluctuations, tariffs and other political, economic and regulatory risks;
 - ✓ Changes in polymer consumption growth rates and laws and regulations regarding the disposal of plastic materials in jurisdictions where we conduct business;
 - ✓ Changes in global industry capacity or in the rate at which anticipated changes in industry capacity come online in the industries in which we participate;
 - ✓ Fluctuations in raw material prices, quality and supply and in energy prices and supply;
 - ✓ Production outages or material costs associated with scheduled or unscheduled maintenance programs;
 - ✓ Unanticipated developments that could occur with respect to contingencies such as litigation and environmental matters;
 - ✓ An inability to achieve or delays in achieving or achievement of less than the anticipated financial benefit from initiatives related to working capital reductions, cost reductions and employee productivity goals;
 - ✓ An inability to raise or sustain prices for products or services;
 - ✓ An inability to maintain appropriate relations with unions and employees;
 - ✓ Our ability to continue to pay regular quarterly cash dividends and the amounts and timing of any future dividends;
 - ✓ The amount and timing of repurchases of our common shares, if any;
 - ✓ Other factors affecting our business beyond our control, including, without limitation, changes in the general economy, changes in interest rates and changes in the rate of inflation
- The above list of factors is not exhaustive.
- We undertake no obligation to publicly update forward-looking statements, whether as a result of new information, future events or otherwise. You are advised to consult any further disclosures we make on related subjects in our reports on Form 10-Q, 8-K and 10-K that we provide to the Securities and Exchange Commission.

Use of Non-GAAP Measures

- This presentation includes the use of both GAAP (generally accepted accounting principles) and non-GAAP financial measures. The non-GAAP financial measures include: adjusted EPS, earnings before interest, tax, depreciation and amortization (EBITDA), adjusted EBITDA, net debt, Specialty platform operating income, Specialty platform gross margin percentage, adjusted operating income, return on invested capital, net debt/ EBITDA, and the exclusion of corporate charges in certain calculations.
- PolyOne's chief operating decision maker uses these financial measures to monitor and evaluate the ongoing performance of the Company and each business segment and to allocate resources. In addition, operating income before special items and adjusted EPS are components of various PolyOne annual and long-term employee incentive plans.
- A reconciliation of each non-GAAP financial measure with the most directly comparable GAAP financial measure is attached to this presentation which is posted on our website at www.polyone.com.

Agenda

| | | |
|-------------|--|------------------------------|
| 1:00 | Introduction | Robert M. Patterson |
| 1:30 | Global Color, Additives and Inks | John V. Van Hulle |
| 2:00 | Global Specialty Engineered Materials | Craig M. Nikrant |
| 2:30 | Designed Structures and Solutions | Michael E. Kahler |
| 3:00 | Break | |
| 3:10 | Performance Products and Solutions | Michael A. Garratt |
| 3:40 | PolyOne Distribution | Mark Crist |
| 4:10 | Financial Highlights and Goals | Bradley C. Richardson |
| 4:30 | 2020 Platinum Vision and Q&A | Robert M. Patterson |

Introduction

Robert M. Patterson

President and Chief Executive Officer

*PolyOne*TM

*Collaboration. Innovation. Excellence.*SM

The Leaders Behind the Team



Robert M. Patterson
President and Chief Executive Officer



Bradley C. Richardson
Executive Vice President and Chief Financial Officer



John V. Van Hulle
Senior Vice President, President of Global Color, Additives & Inks



Michael E. Kahler
Senior Vice President and Chief Commercial Officer



Craig M. Nikrant
Senior Vice President, President of Global Specialty Engineered Materials



Ana G. Rodriguez
Senior Vice President and Chief Human Resources Officer



Richard N. Altice
Senior Vice President, President of Designed Structures & Solutions



Lisa Kunkle
Senior Vice President, General Counsel & Secretary



Michael A. Garratt
Senior Vice President, President of Performance Products & Solutions



John Midea
Senior Vice President, Global Operations & Process Improvement



Mark Crist
Senior Vice President, President of PolyOne Distribution



Cathy Dodd
Vice President, Marketing



Chris Murphy
Vice President, Research & Development, Chief Innovation Officer



Kurt Schuering
Vice President, Global Key Account Management

Commodity to Specialty Transformation



- Volume driven, commodity producer
- Heavily tied to cyclical end markets
- Performance largely dependent on non-controlling joint ventures

- Steve Newlin appointed, Chairman, President and CEO
- New leadership team appointed
- Implementation of four pillar strategy
- Focus on value based selling, investment in commercial resources and innovation to drive transformation

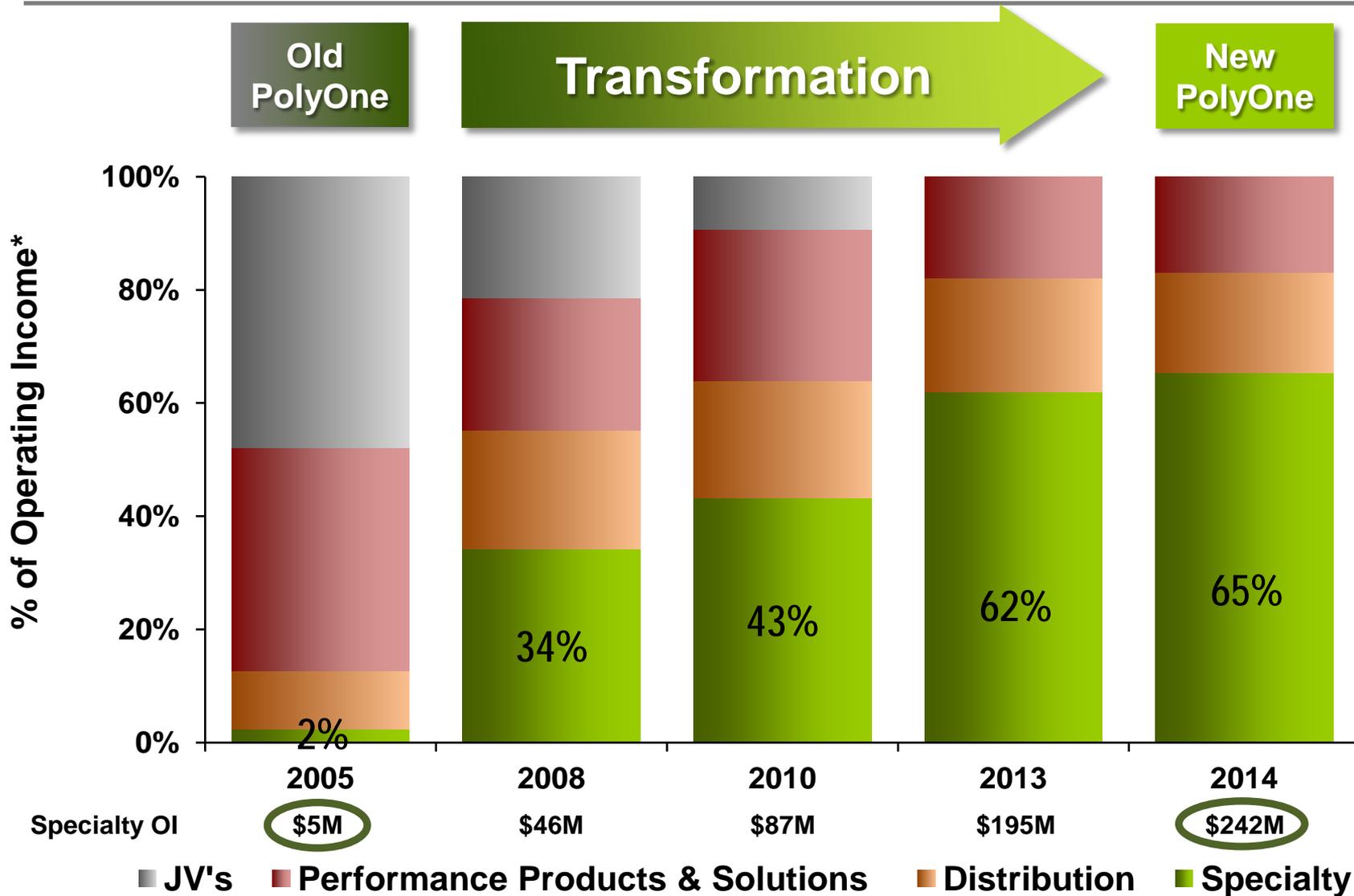
- Substantial EPS growth from \$0.13 to all-time high of \$1.80
- Shift to faster growing, high margin, less cyclical end markets
- Key acquisitions propel current and future growth, as well as margin expansion
- Specialty mix expands to 65% of Operating Income – strongest mix of earnings in history

- Accelerating growth
- Deliver consistent double digit annual EPS growth
- Maintain >35% vitality index
- Pursue strategic acquisitions that expand specialty offerings and geographic breadth
- Invest and grow current and next generation talent

Proof of Performance

| | 2006 <i>"Where we were"</i> | 2014 <i>"Where we are"</i> |
|---|---------------------------------------|--------------------------------------|
| Operating Income % | | |
| Specialty: | | |
| Global Color, Additives & Inks | 1.7% | 14.7% |
| Global Specialty Engineered Materials | 1.1% | 12.1% |
| Designed Structures & Solutions | 1.4%₍₂₀₁₂₎ | 7.3% |
| Performance Products & Solutions | 5.5% | 7.7% |
| Distribution | 2.6% | 6.1% |
| Specialty Platform % of Operating Income | 6.0% | 65% |
| ROIC | 5.0% | 11.3% |
| Adjusted EPS Growth | N/A | 37% |

Mix Shift Highlights Specialty Transformation



*Operating Income excludes corporate charges and special items

Proof of Performance

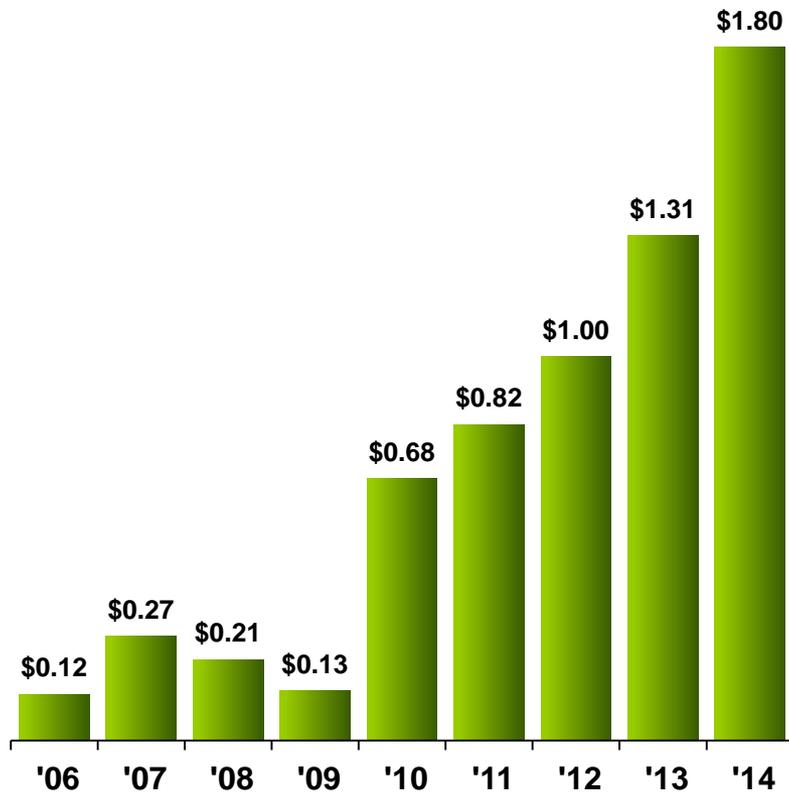
| | 2014 | 2015 Target |
|---|-----------------------|-------------------------------|
| | <i>“Where we are”</i> | (Est. in 2012) |
| Operating Income % | | |
| Specialty: | | |
| Global Color, Additives & Inks | 14.7% | 12 – 16% |
| Global Specialty Engineered Materials | 12.1% | 12 – 16% |
| Designed Structures & Solutions | 7.3% | 8 – 10% |
| Performance Products & Solutions | 7.7% | 9 – 12% |
| Distribution | 6.1% | 6 – 7.5% |
| Specialty Platform % of Operating Income | 65% | 65 – 75% |
| ROIC | 11.3% | 15% |
| Adjusted EPS Growth | 37% | Double Digit Expansion |

Successfully Navigating Change Since 2012

- **Sold non-core resin assets – EPS dilutive**
- **Completed acquisition of Spartech**
- **Housing starts below 1.25 million units**
 - ✓ Single family units 30% below expectations
- **Longstanding weakness in Europe, and decline in Euro**

Strategy and Execution Drive Results

Adjusted EPS



'06-'14 Adjusted EPS CAGR = 40%

Share Price vs. S&P 500



Well Positioned for Accelerated Growth

\$40 billion of market potential

- Megatrends favor our solutions

\$1.9 billion of opportunities in our specialty innovation pipeline

- Increased \$200m from a year ago

44% of Specialty products introduced in the last 5 years

World class leadership team drives next phase of specialty transformation:

From Gold to Platinum

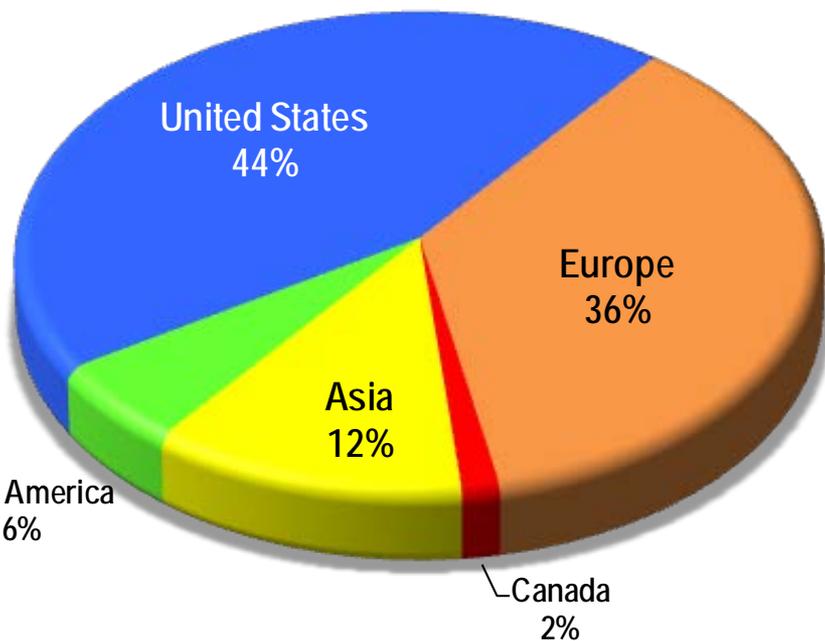
Global Color, Additives & Inks

John V. Van Hulle

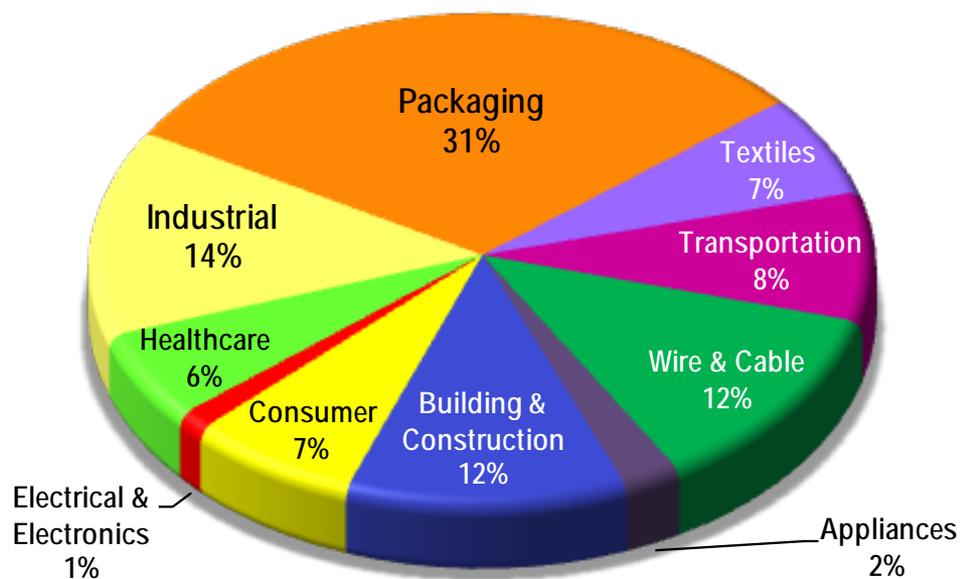
President, Global Color, Additives & Inks

At a Glance

**2014 Revenues:
\$0.9 Billion**



**2014 Revenue by
Industry Segment**

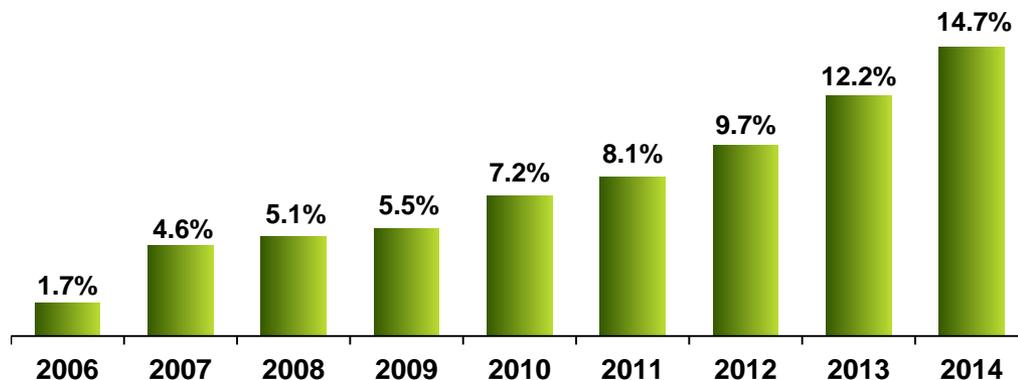


A Case Study for Transformational Success

Operating Income (\$M)



Operating Margin



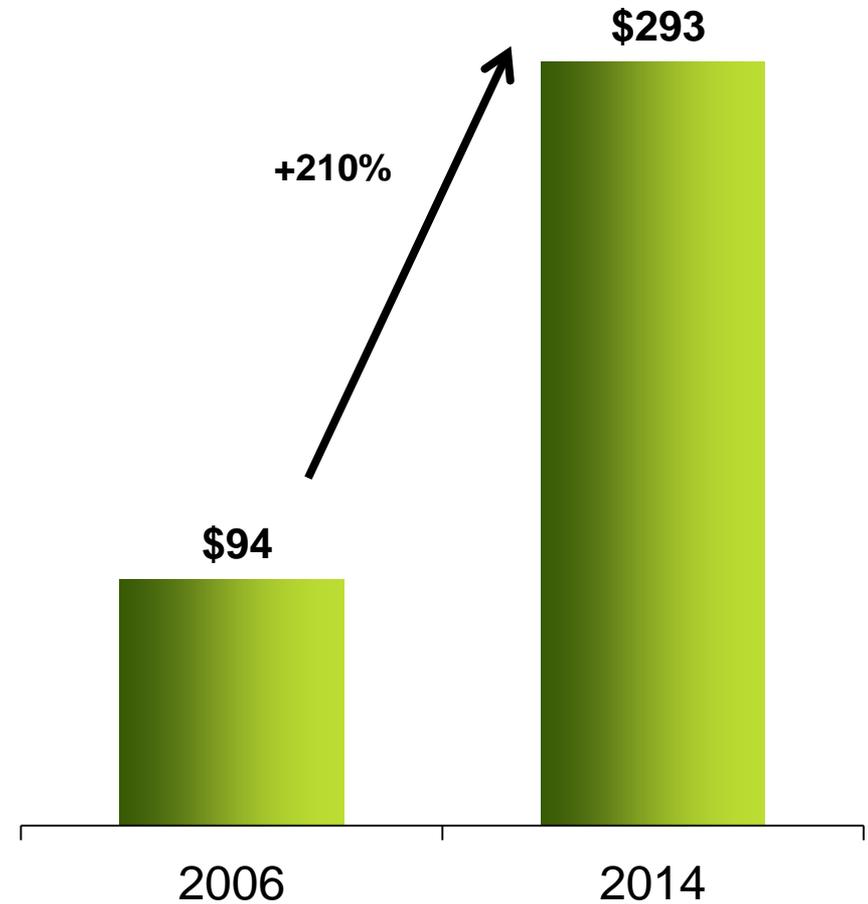
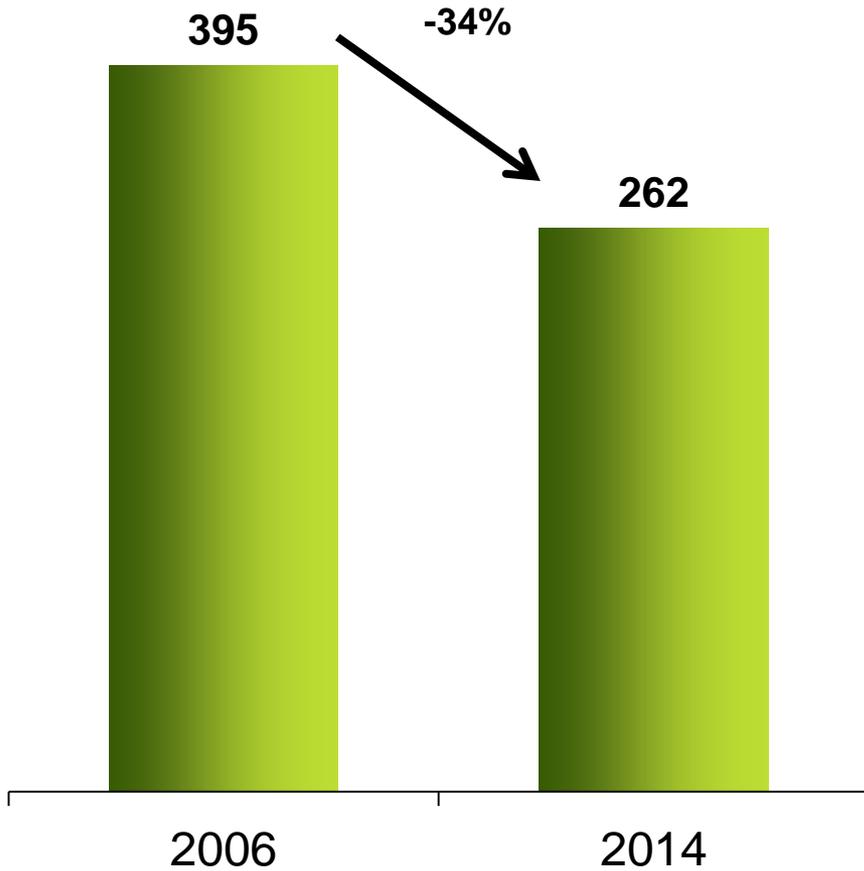
- **Cultural mindset shift from volume to value**
- **Customer centric focus and training**
- **Differentiation with innovation and service**
- **Acquisitions expand portfolio of technology**

From Volume...

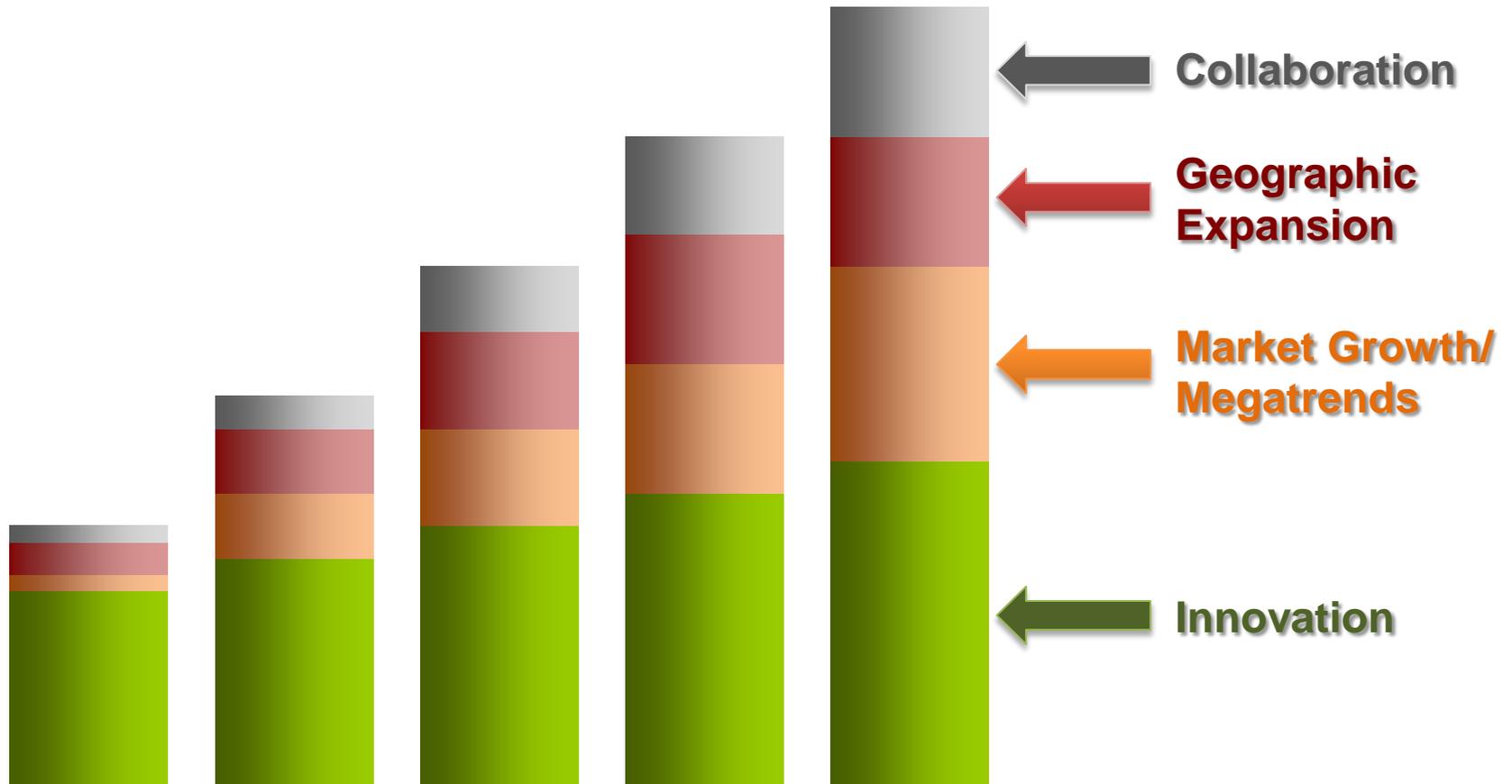
(lbs in millions)

To Value

Gross Margin
(\$ in millions)



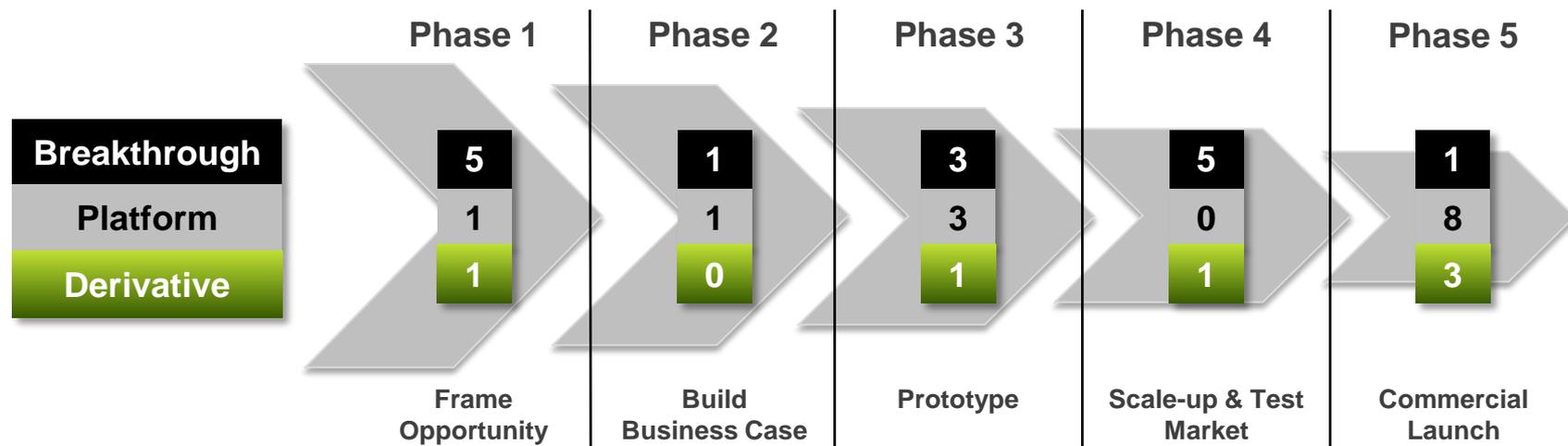
Accelerating Growth



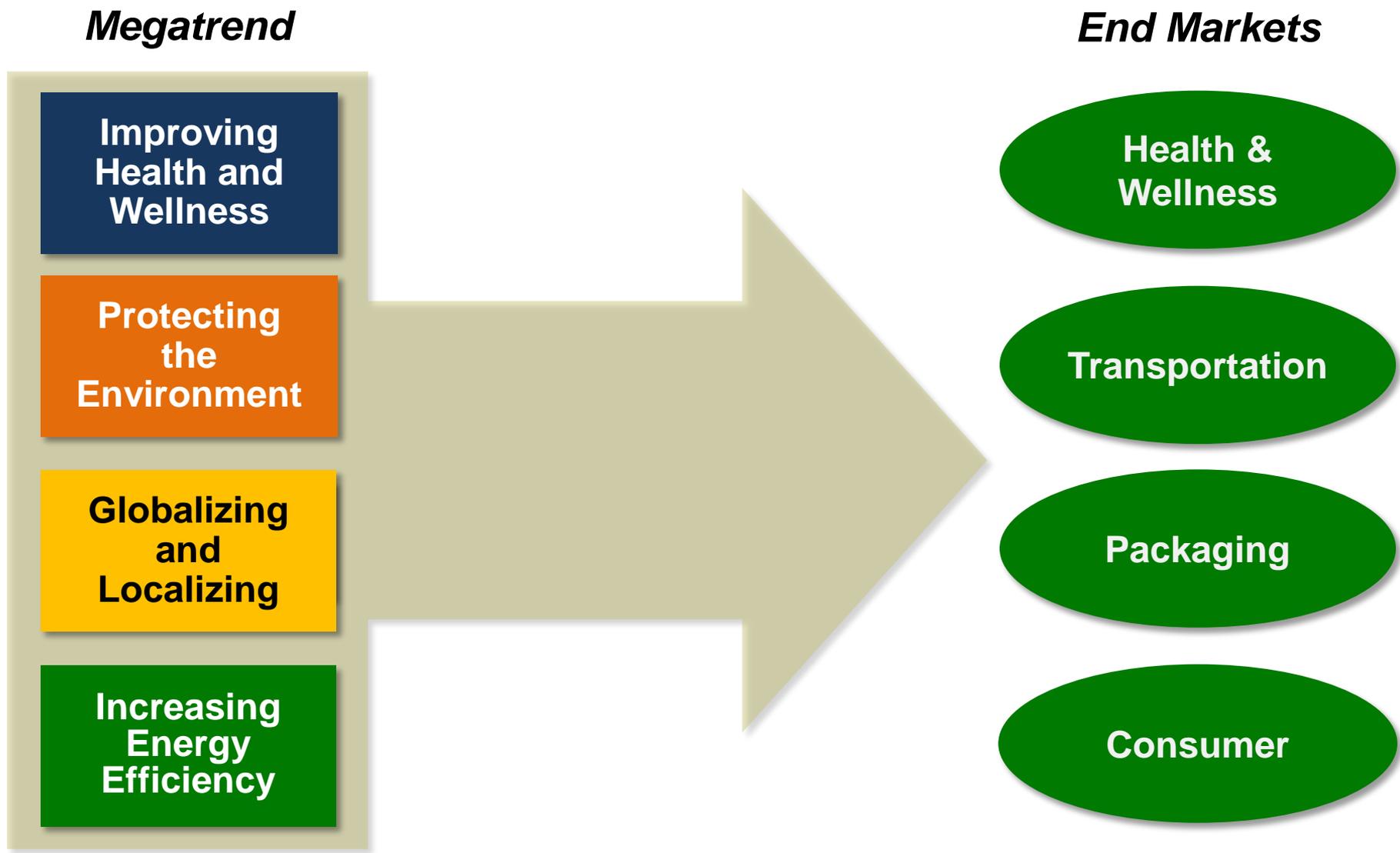
Who We Are Growing With



Innovation Pipeline Potential



Megatrends Aligned with Key End Markets



Key Initiatives



**\$500M
Revenue
Potential**

**Additive
Technologies**

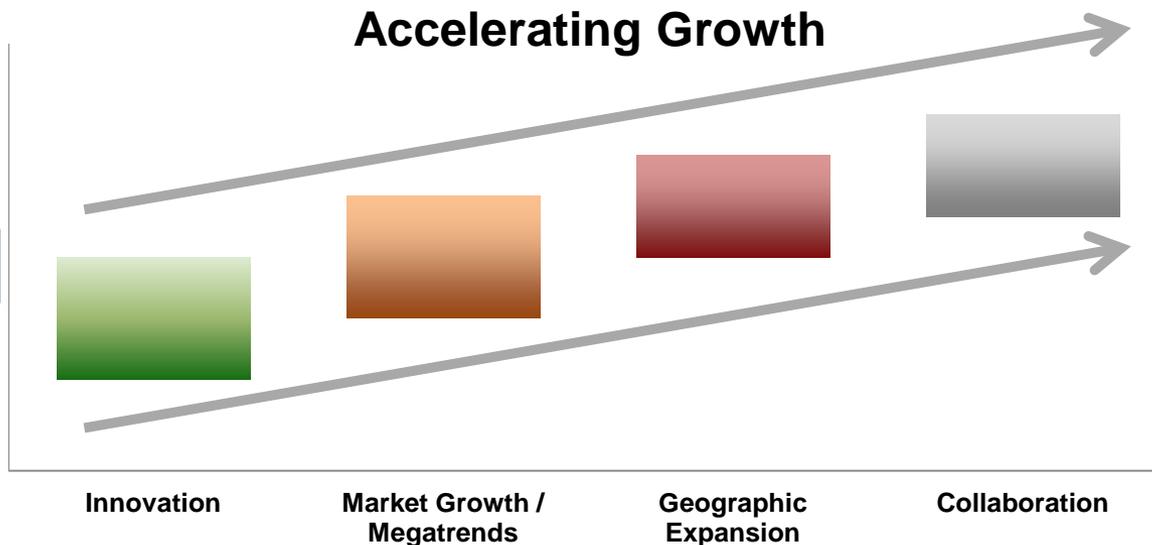
**InVisioSM Color &
Design Services**

**\$150M
Revenue
Potential**

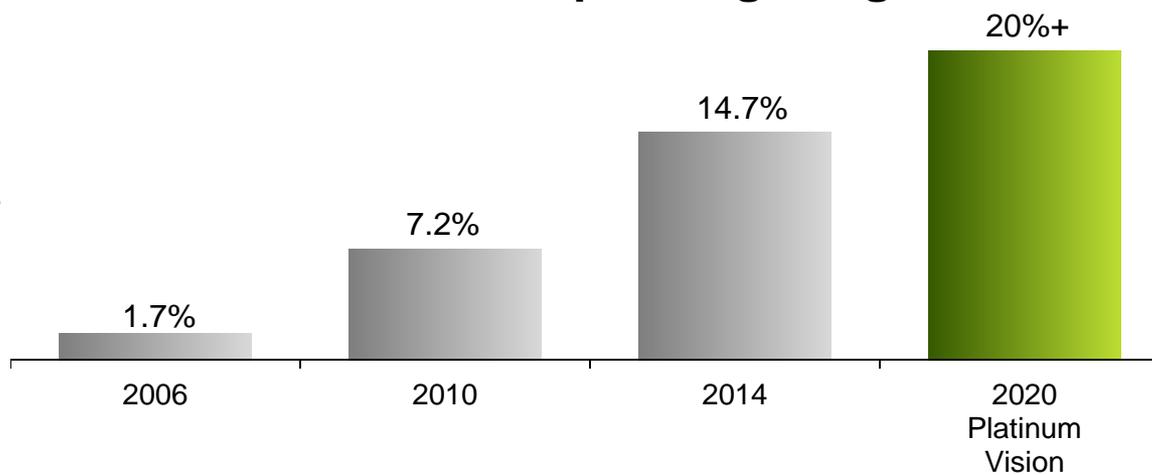


Platinum Vision

Accelerating Growth



World Class Operating Margin



Summary

- Global Capabilities
- Innovation Leader
- Collaboration – One PolyOne

Color Matters



Global Specialty Engineered Materials

Craig M. Nikrant

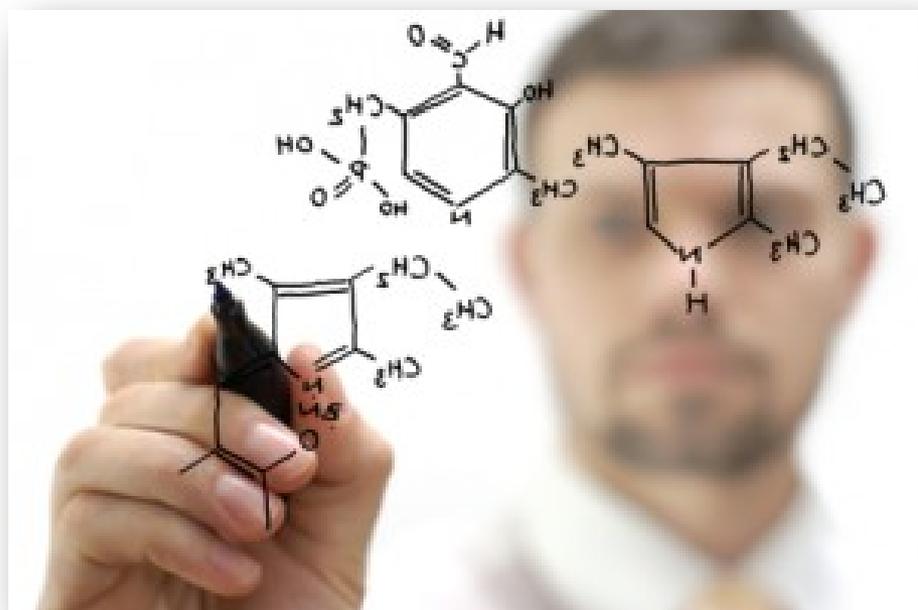
President, Global Specialty Engineered Materials

What We Do

Concept to Design



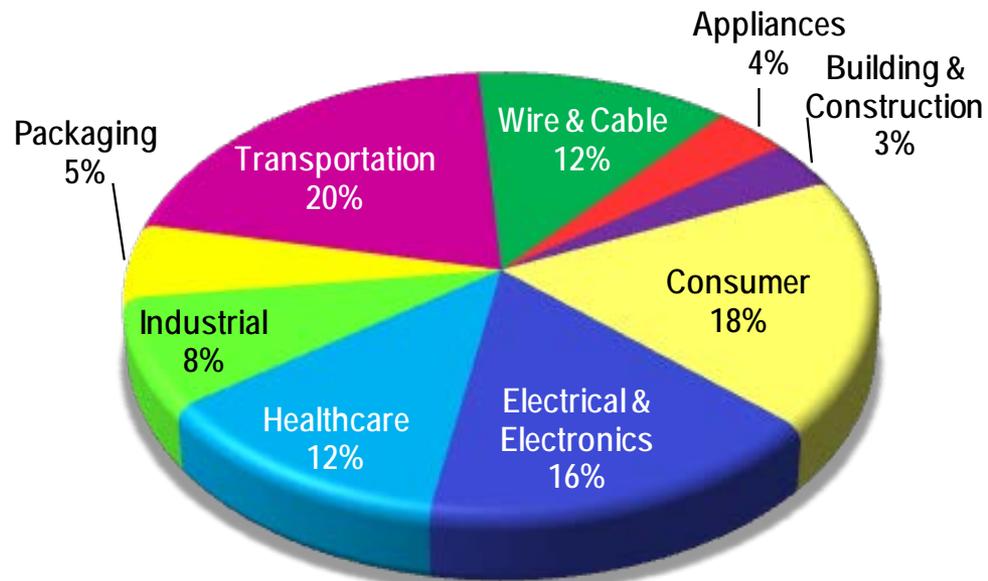
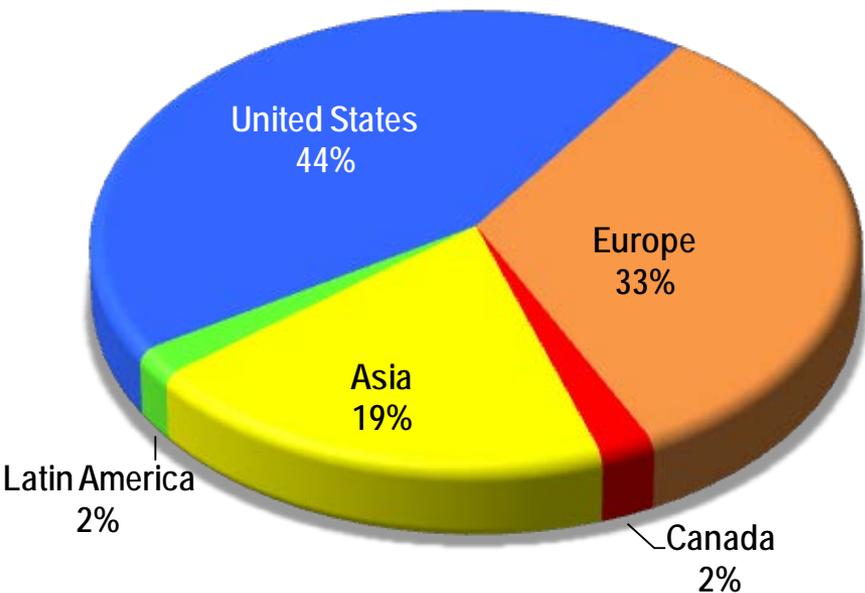
Specialty Formulations



At a Glance

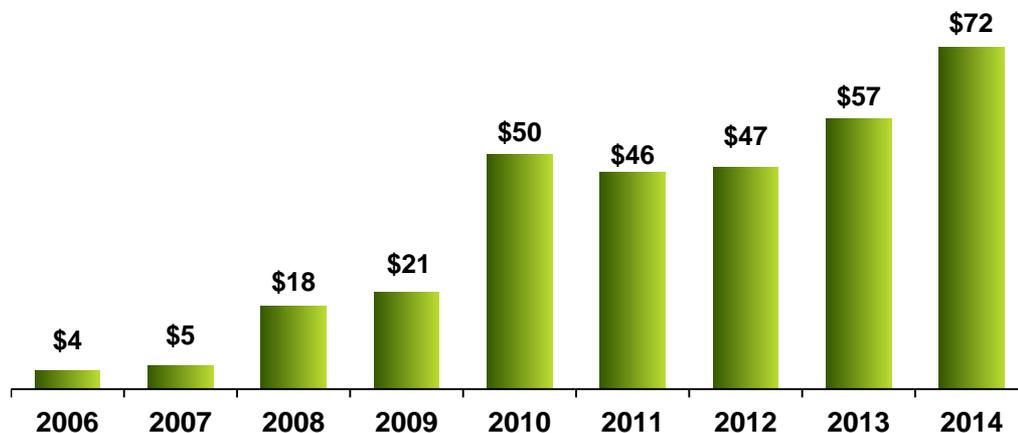
**2014 Revenues:
\$0.6 Billion**

**2014 Revenue by
Industry Segment**

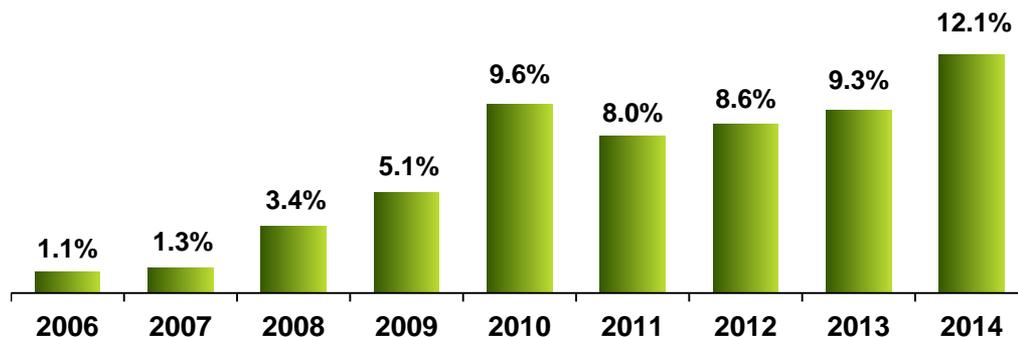


A Case Study for Transformational Success

Operating Income (\$M)



Operating Margin



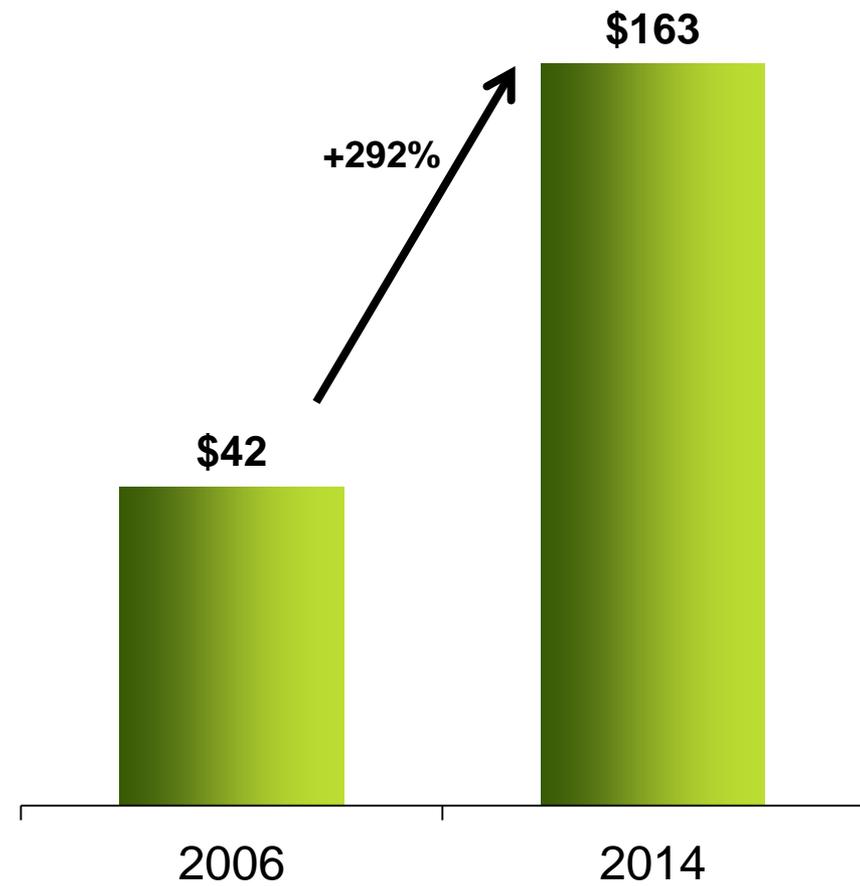
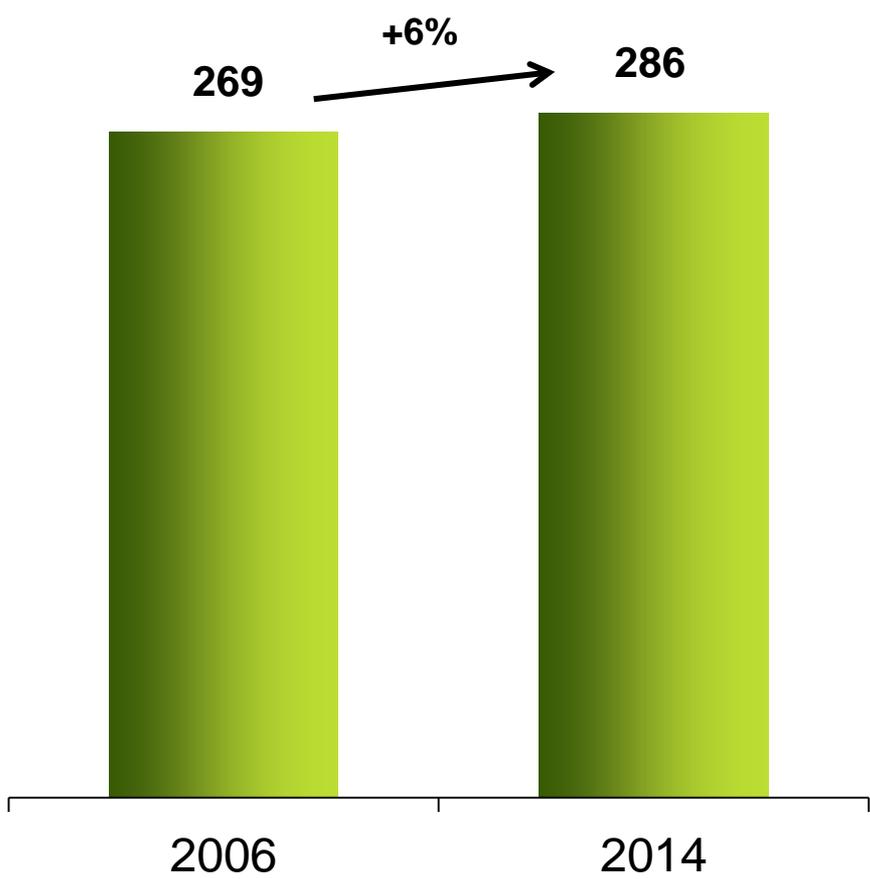
- **Globally harmonized specialty strategy and culture**
- **Value proposition and customer centric selling**
- **Differentiation with innovation and service**
- **Expand technology portfolio with select acquisitions**

From Volume...

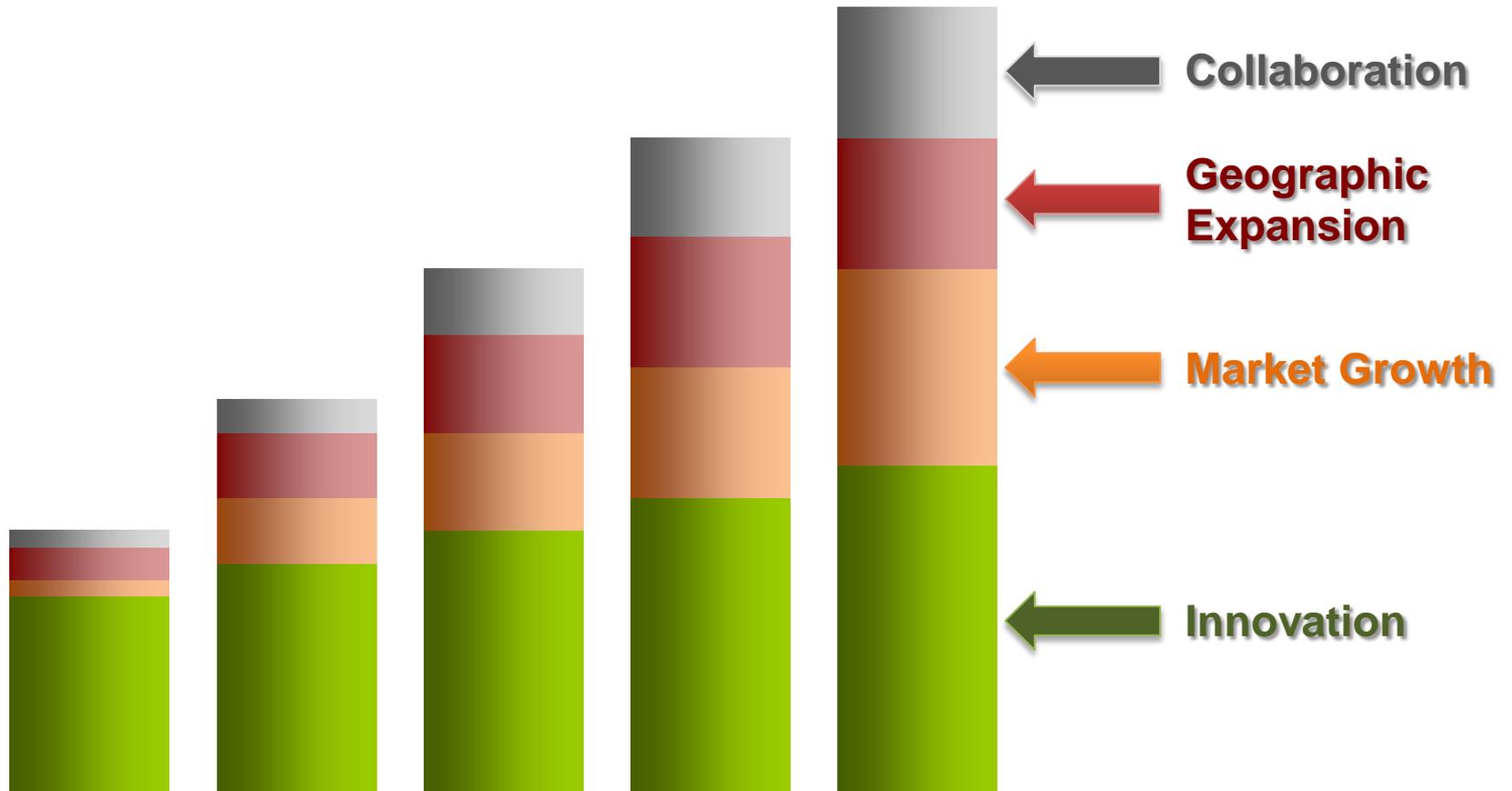
(lbs in millions)

To Value

Gross Margin
(\$ in millions)



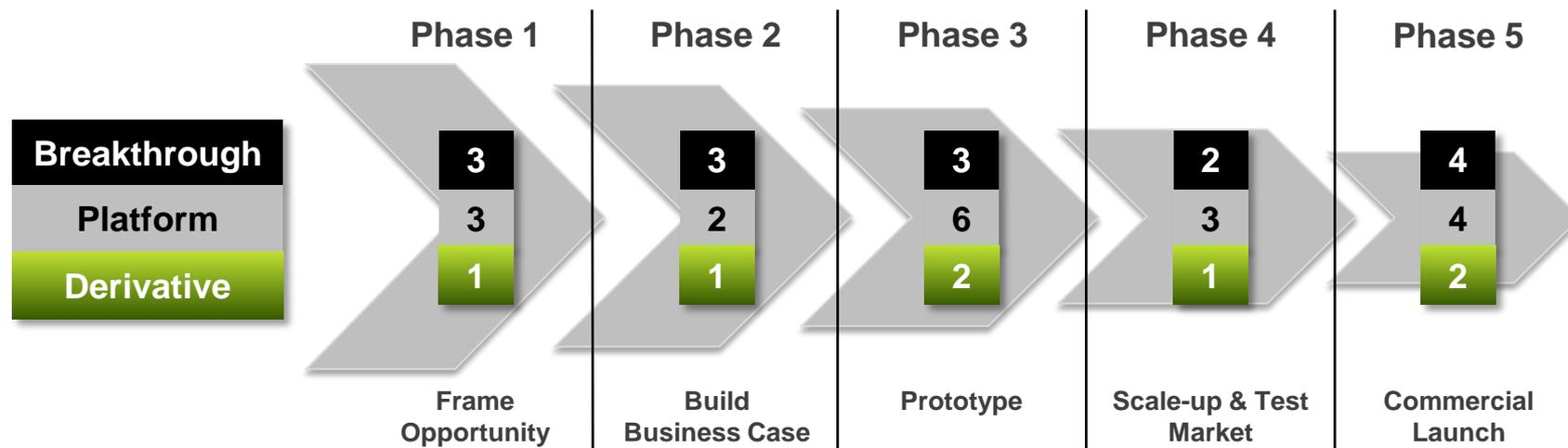
Accelerating Growth



Who We Are Growing With

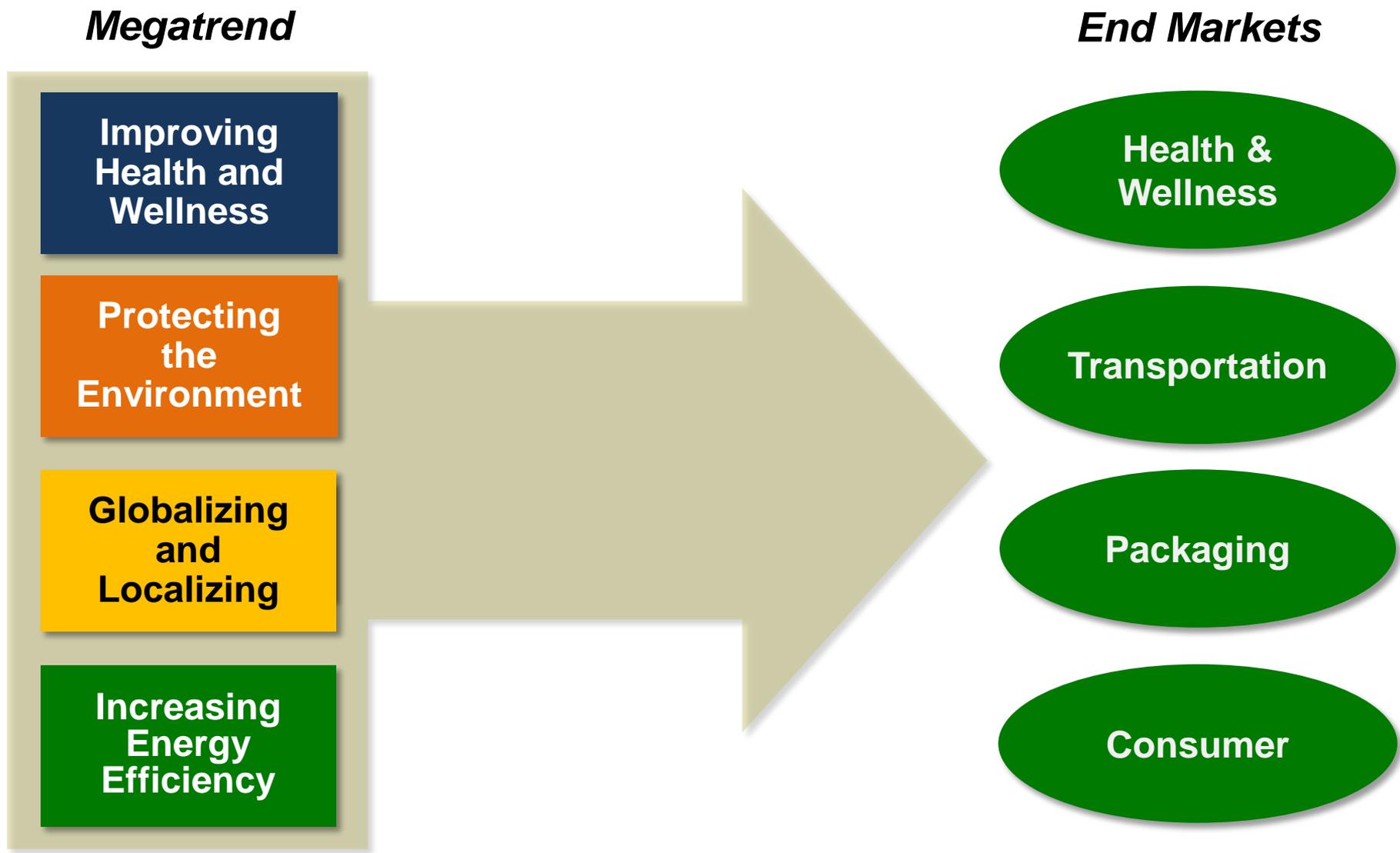


Innovation Pipeline Potential



| Addressable Market (\$ millions) | | | \$400 | \$100 | \$200 |
|----------------------------------|--|--|-------|-------|-------|
| | | | | | |

Megatrends Aligned with Key End Markets



Key Initiatives

Advanced Composites



>\$100M
Revenue
Potential

Healthcare



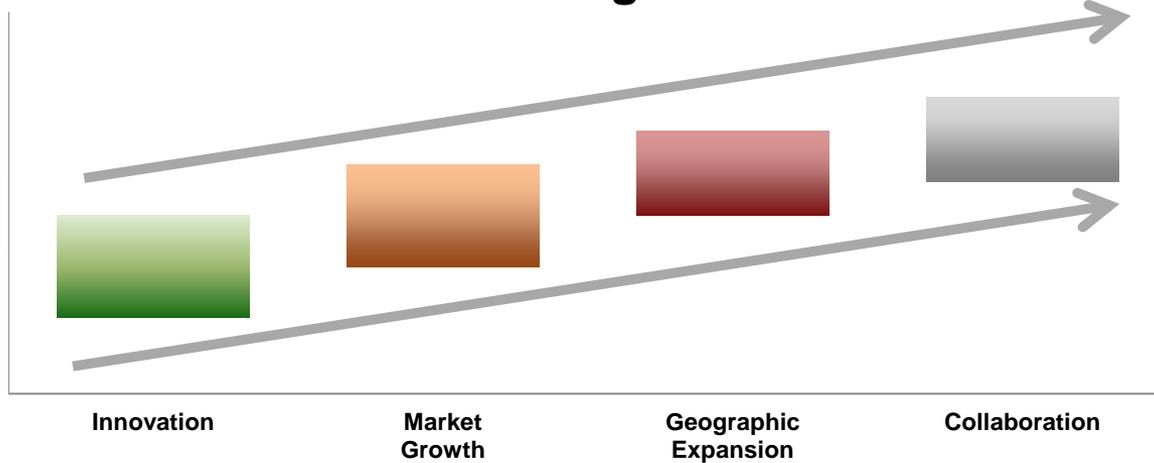
>\$150M
Revenue
Potential



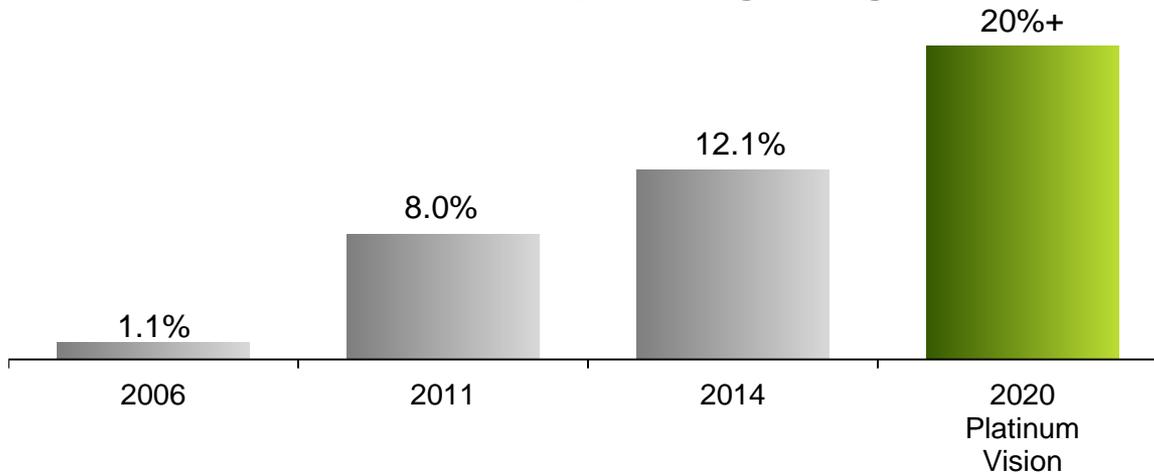
Light-weighting

Platinum Vision

Accelerating Growth



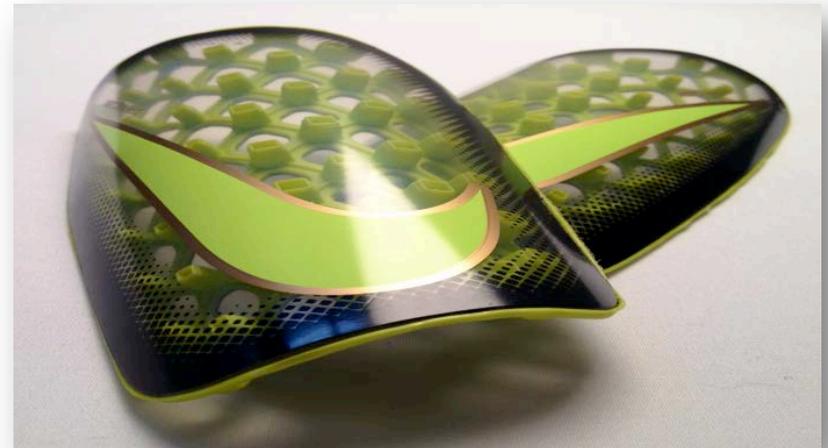
World Class Operating Margin



Summary

Accelerating growth is #1 priority

- Collaboration across PolyOne
- Market-driven Innovation
- Commercial and Operational Excellence



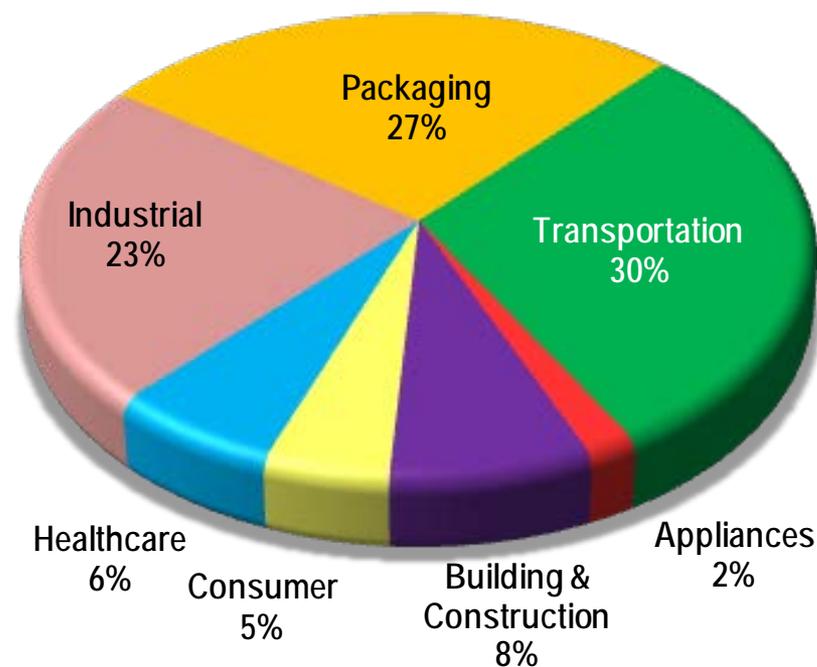
Designed Structures and Solutions

At a Glance

**2014 Revenues:
\$0.6 Billion**

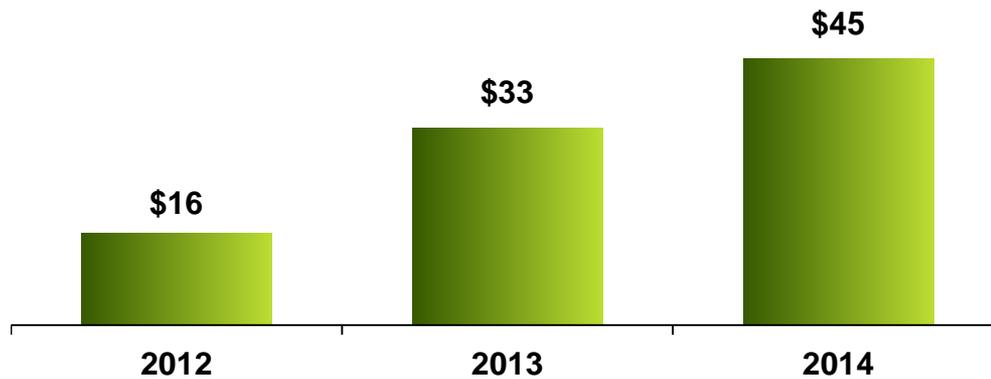


**2014 Revenue by
Industry Segment**

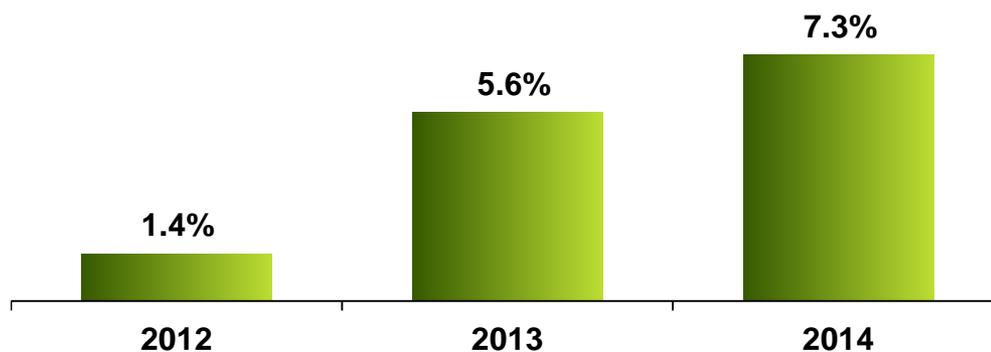


Early Progress

Operating Income (\$M)



Operating Margin



- **Cultural shift from volume to value**
- **Emphasis on commercial excellence**
- **Mix shift to profitable portfolio of offerings**
- **“Rightsizing” the operational footprint**
- **Deploy Lean Six Sigma**

A Lot of Work Remains with Tremendous Upside Potential



Focused on improving:

- **Quality**
- **On-time Delivery**
- **Operational Efficiency**

Guided by our Four Pillar Strategy

Innovating with Cross-Business Unit Technologies

- **Flame retardant solutions**
- **Flexible sound abatement materials**
- **Energy dissipation**
- **Replacement of leaded glass**
- **Foaming technologies**
- **Improved renewable packaging**
- **Next generation barrier packaging**
- **Glass replacement in packaging**

Specialty Engineered Materials

Color and Additives

GLS

ColorMatrix

Geon

Who We Are Growing With



Key Initiatives

Security Solutions



**\$30M
Addressable
Market**

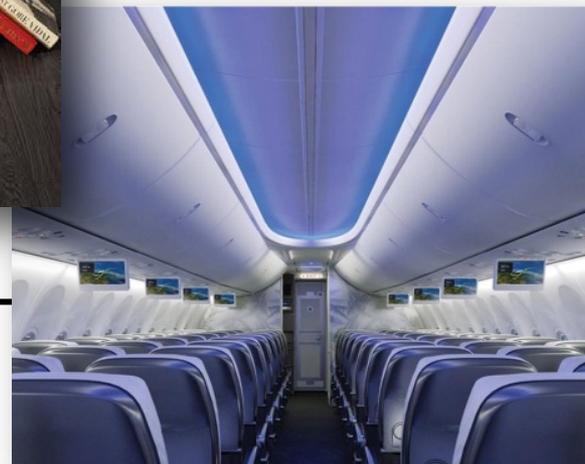
Architectural Solutions



**\$85M
Addressable
Market**

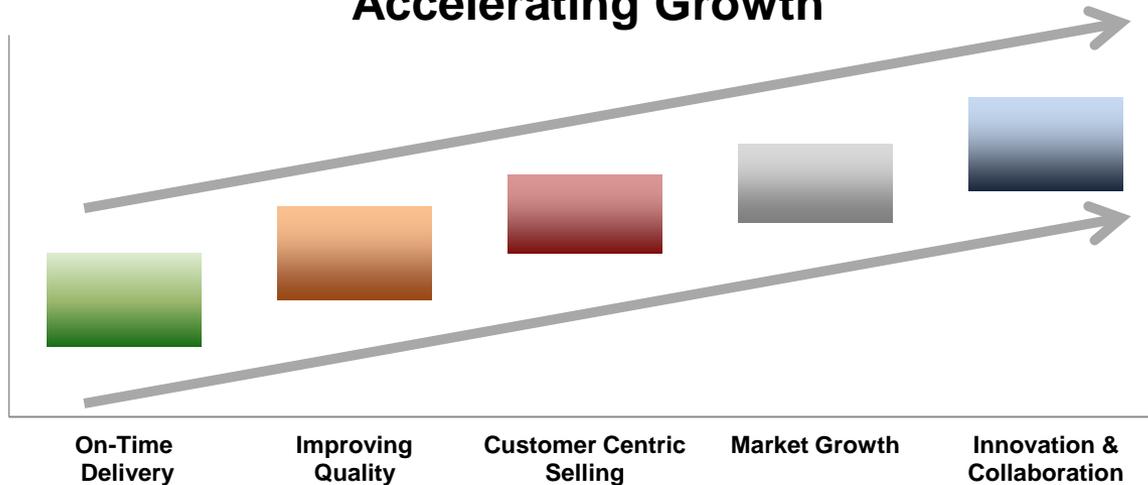
**\$80M
Addressable
Market**

Aerospace

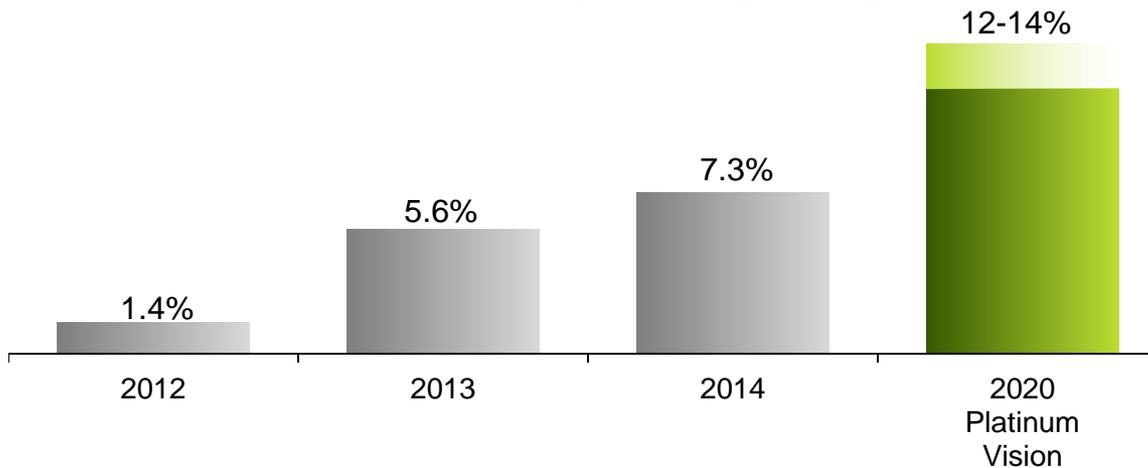


Platinum Vision

Accelerating Growth



World Class Operating Margin



Summary

- **Operational improvements to drive quality and service excellence**
- **Continue to invest to optimize and upgrade capabilities to better serve our customers**
- **Execution of four pillar strategy will drive sustained earnings performance**
- **Collaboration will accelerate our success**



Performance Products and Solutions

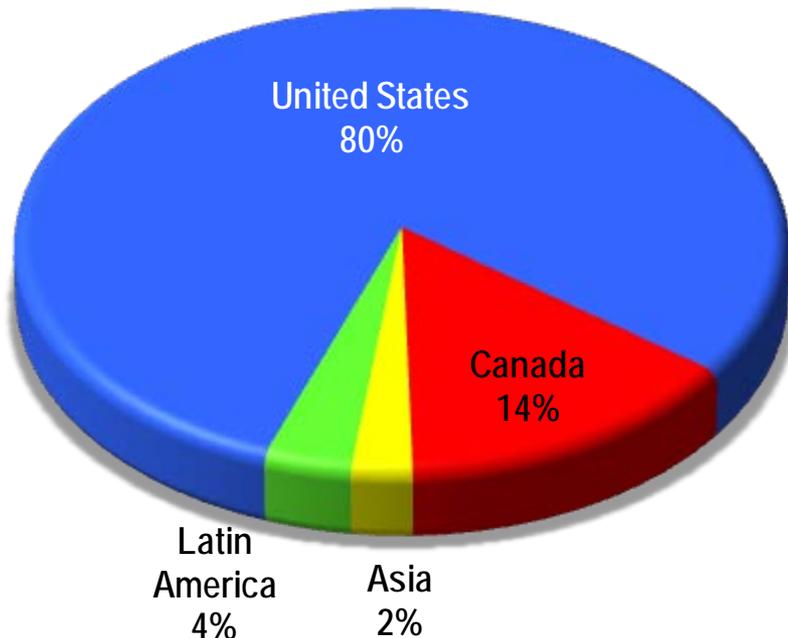
Michael A. Garratt

President, Performance Products and Solutions

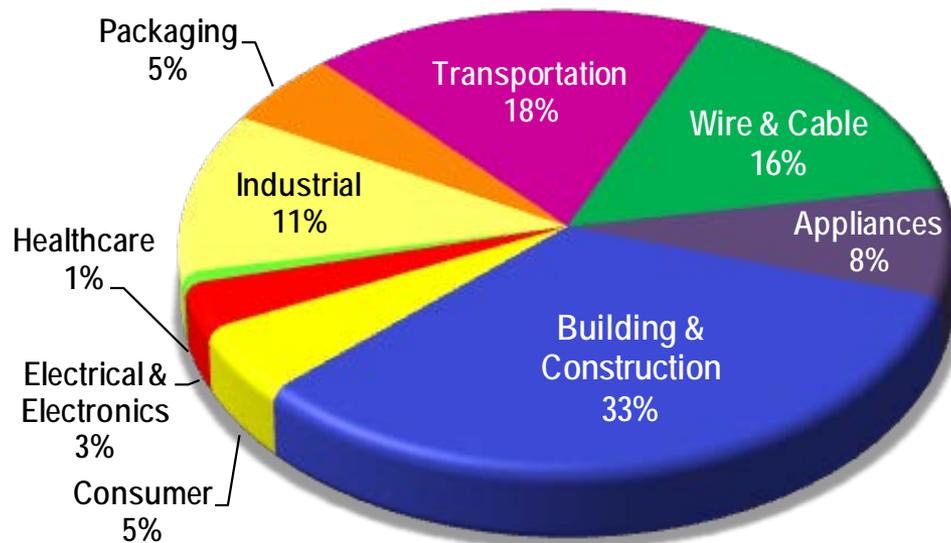


At a Glance

**2014 Revenues:
\$0.8 Billion**

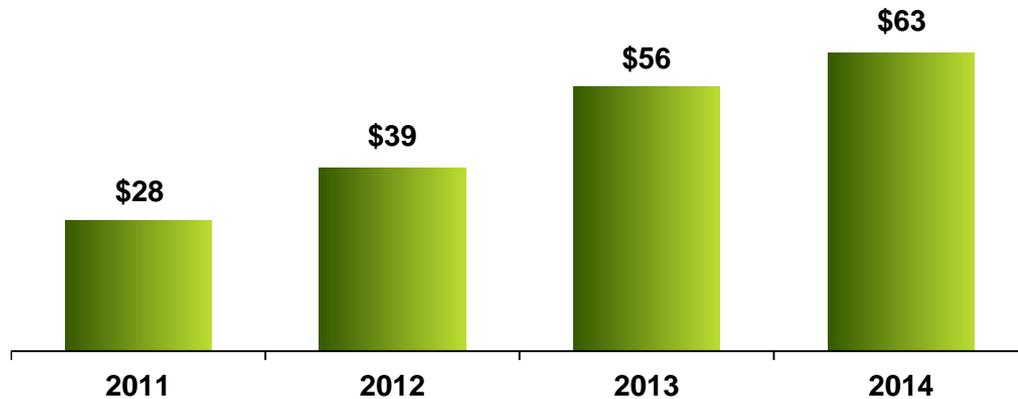


**2014 Revenue by
Industry Segment**



What We Have Delivered

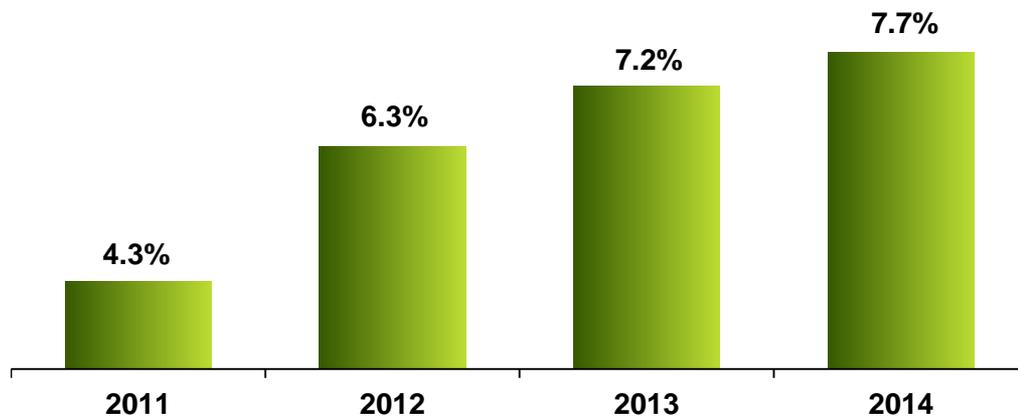
Operating Income (\$M)



- **Relentless focus on portfolio mix optimization**

- **Lean Six Sigma drives operational excellence**

Operating Margin



- **Innovating in new markets such as healthcare**

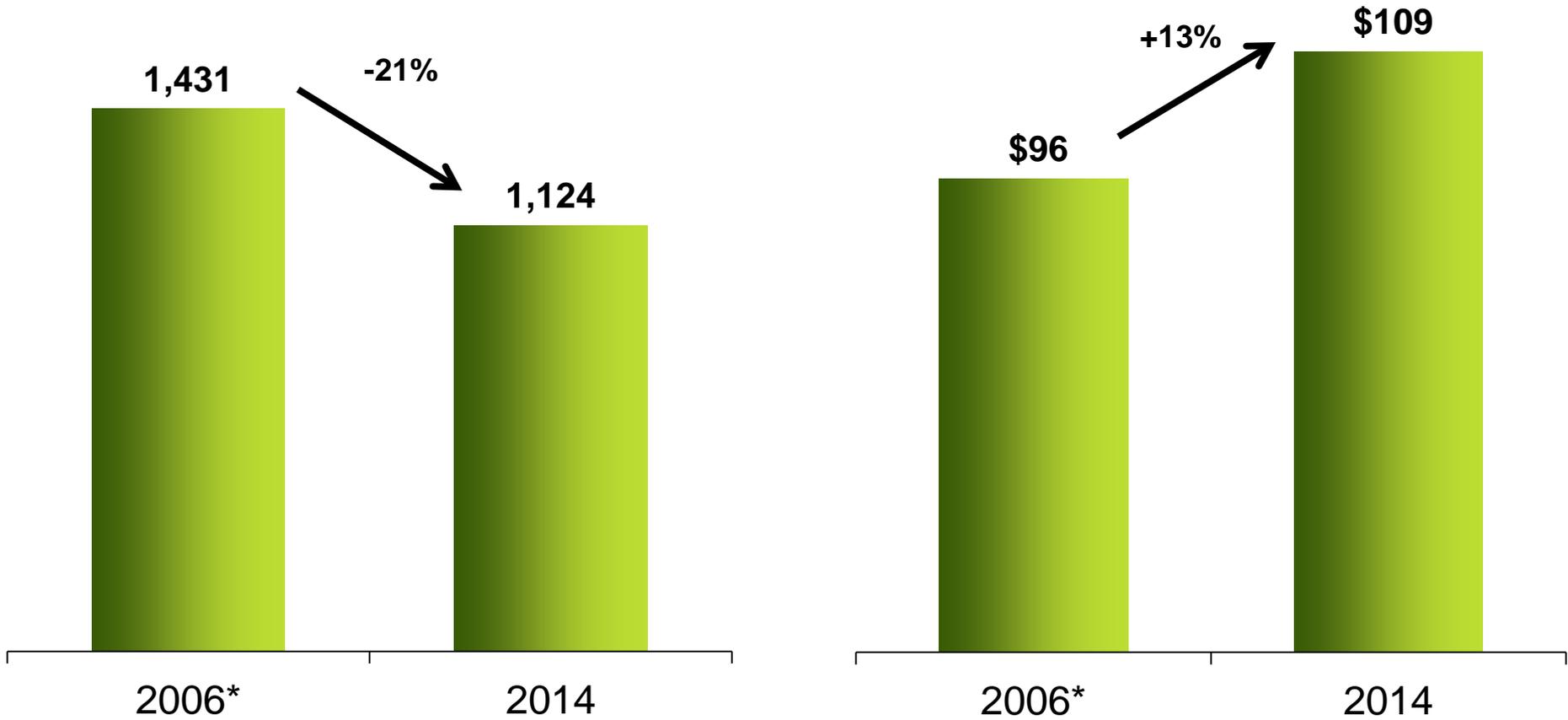
- **Expanding presence in Mexico and China**

From Volume...

(lbs in millions)

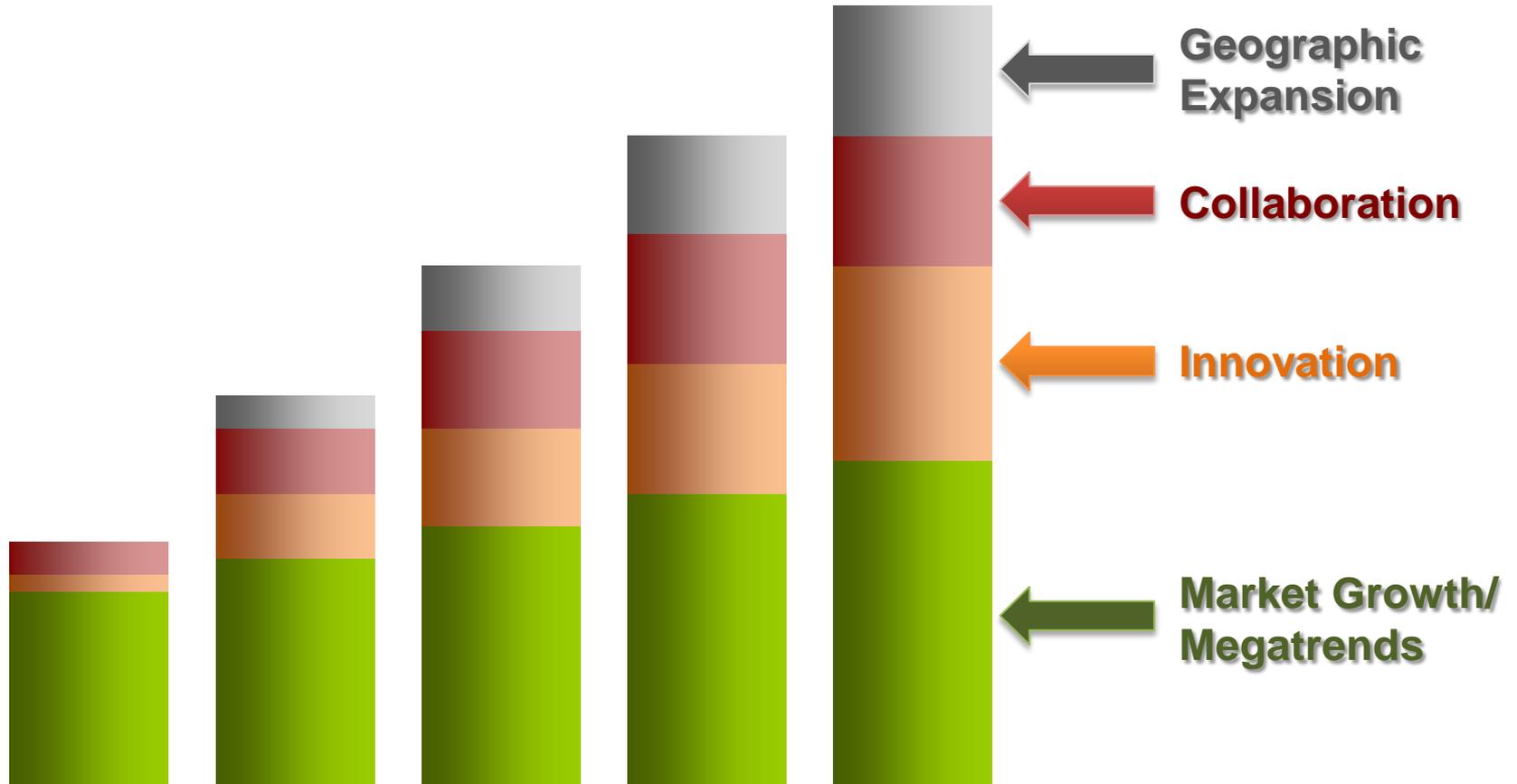
To Value

Gross Margin
(\$ in millions)



*2006 = Near peak housing

Accelerating Growth



Who We Are Growing With



Geographic Growth Opportunities



Mexico represents growth, spurred by:

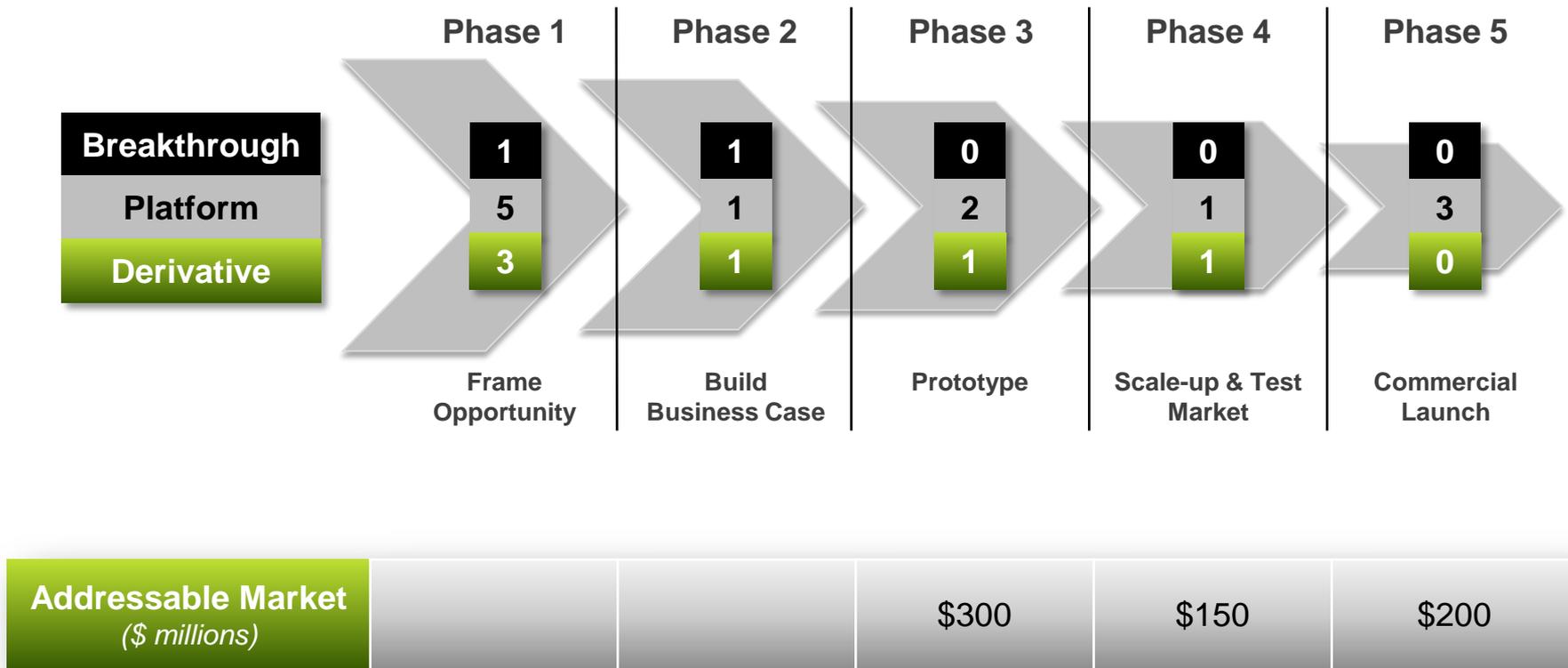
- **Robust demand in Automotive**
- **Re-shoring from Asia**
- **PolyOne collaboration**



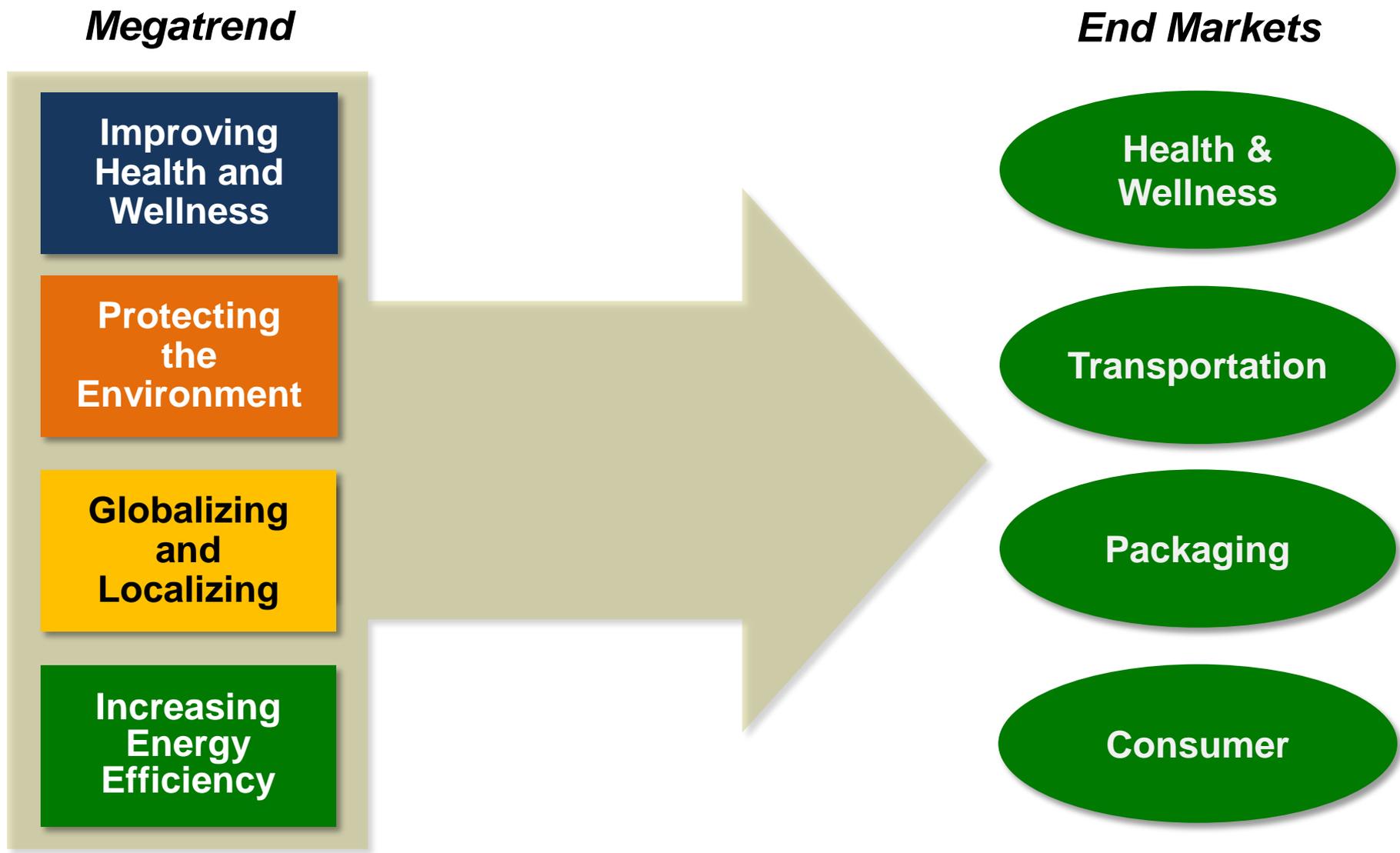
China is a \$2B PVC market; 2nd largest in the world:

- **A new tax license enables domestic (vs. export) business**
- **We have expanded capacity**
- **We are investing in capability**

Innovation Pipeline Potential



Megatrends Aligned with Key End Markets



Key Initiatives

Healthcare Solutions



**\$25M
Revenue
potential**

Eco-Conscious Solutions



**\$60M
Revenue
Potential**

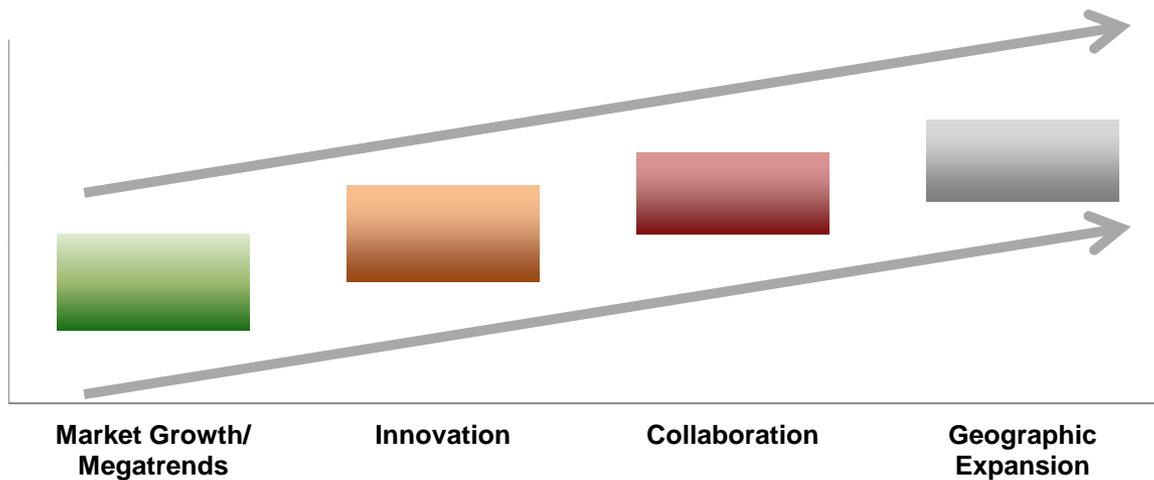
**\$30M
Revenue
potential**

LED Lighting

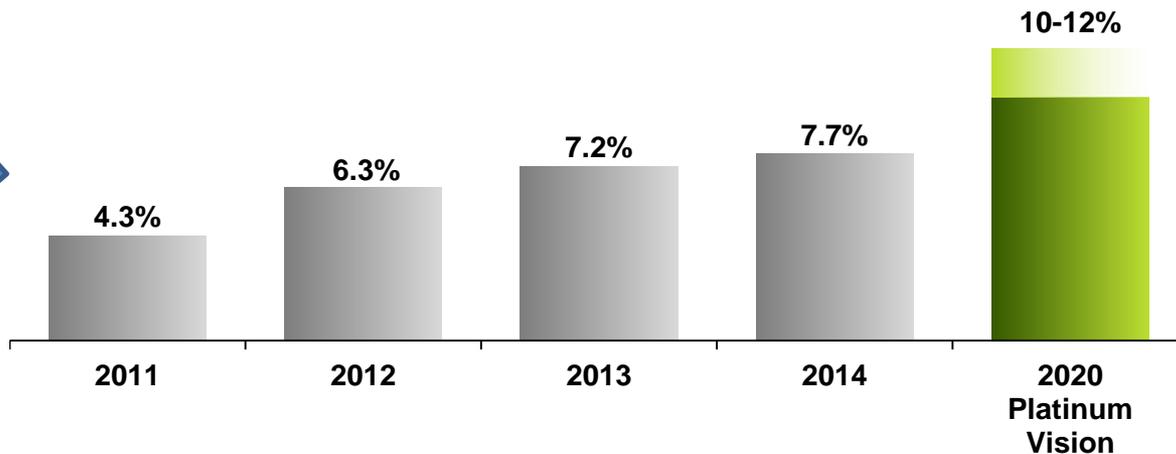


Platinum Vision

Accelerating Growth

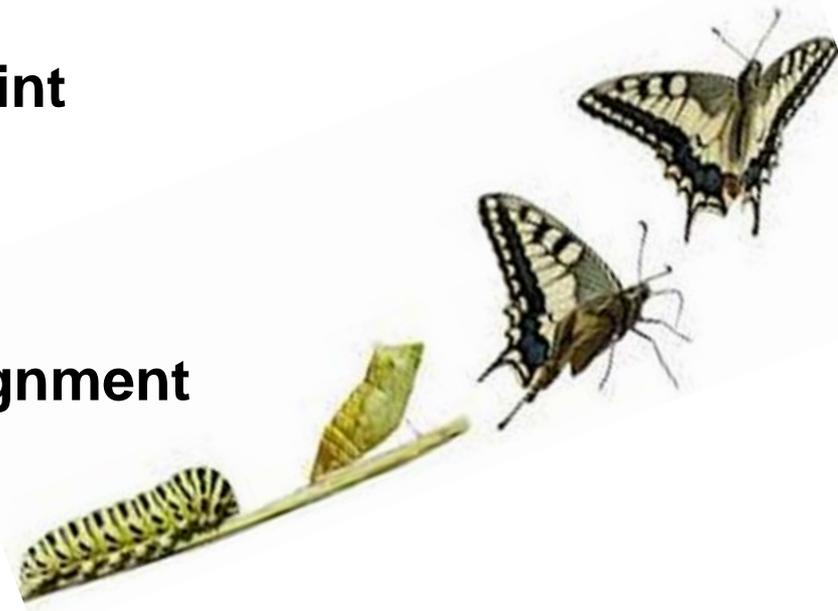


World Class Operating Margin



Summary

- **Business evolution from volume to value**
- **Business is at an inflection point**
- **Growth will be driven by:**
 - ✓ **Economic & Megatrend alignment**
 - ✓ **Innovation**
 - ✓ **Collaboration across PolyOne**
 - ✓ **Geographic sales expansion in China and Mexico**



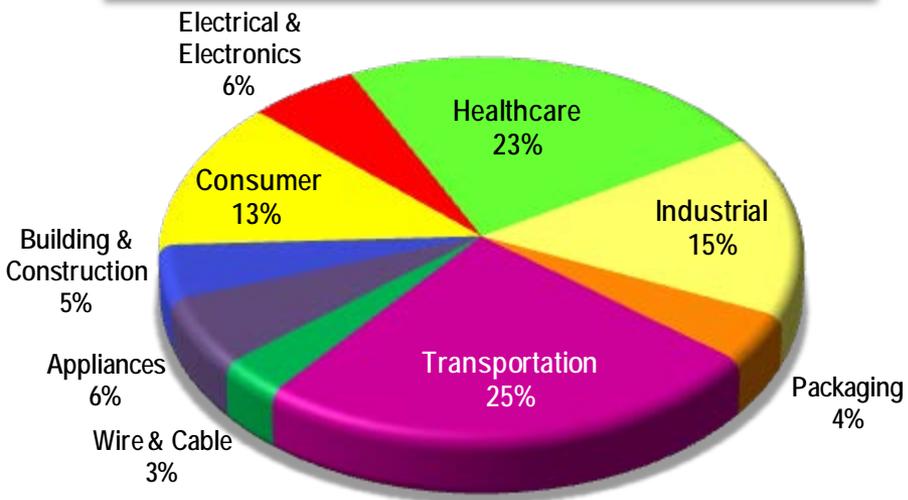
PolyOne Distribution

Mark Crist

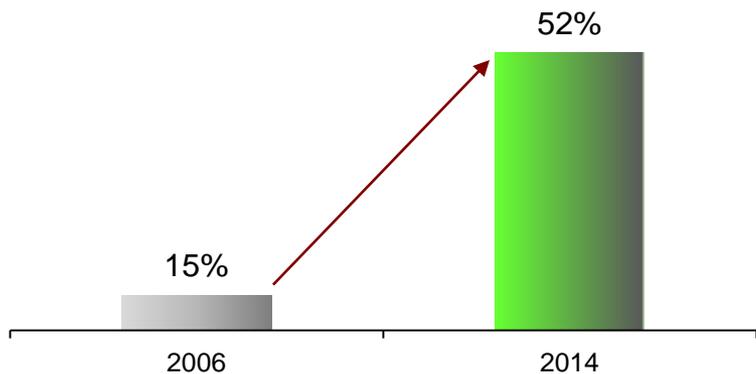
President, Distribution

At a Glance

2014 Revenues: \$1.1 Billion



ROIC



Key Suppliers



Bayer MaterialScience

DOW CORNING



The miracles of science™



EASTMAN

INEOS ABS

lyondellbasell



What We Do

Deep Customer Relationships

Market Consultation

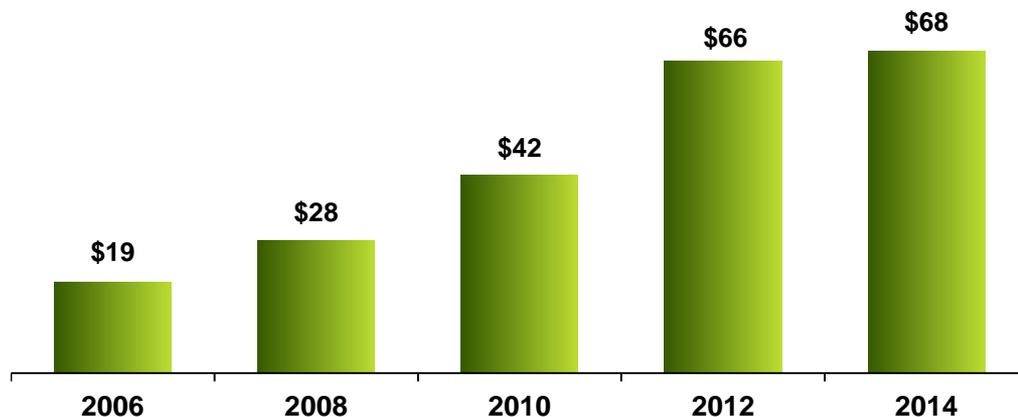
Processing Expertise

World-Class Supply Chain

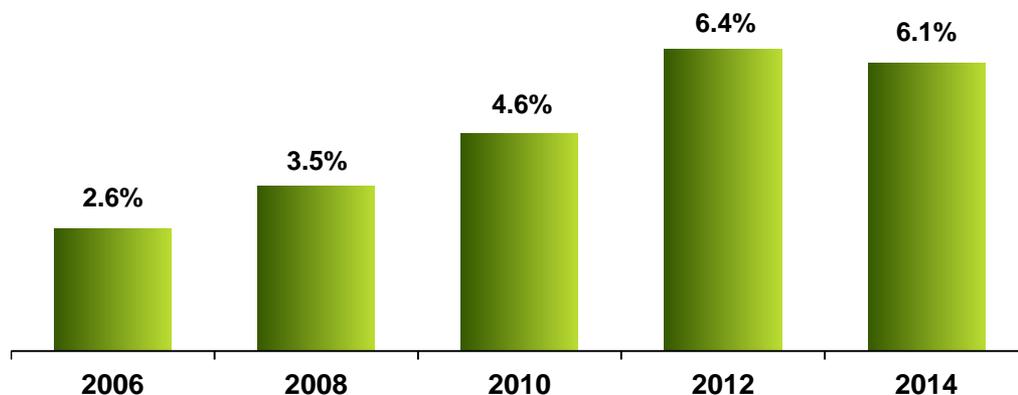
Right the First Time... Every Time

What We Have Delivered

Operating Income (\$M)

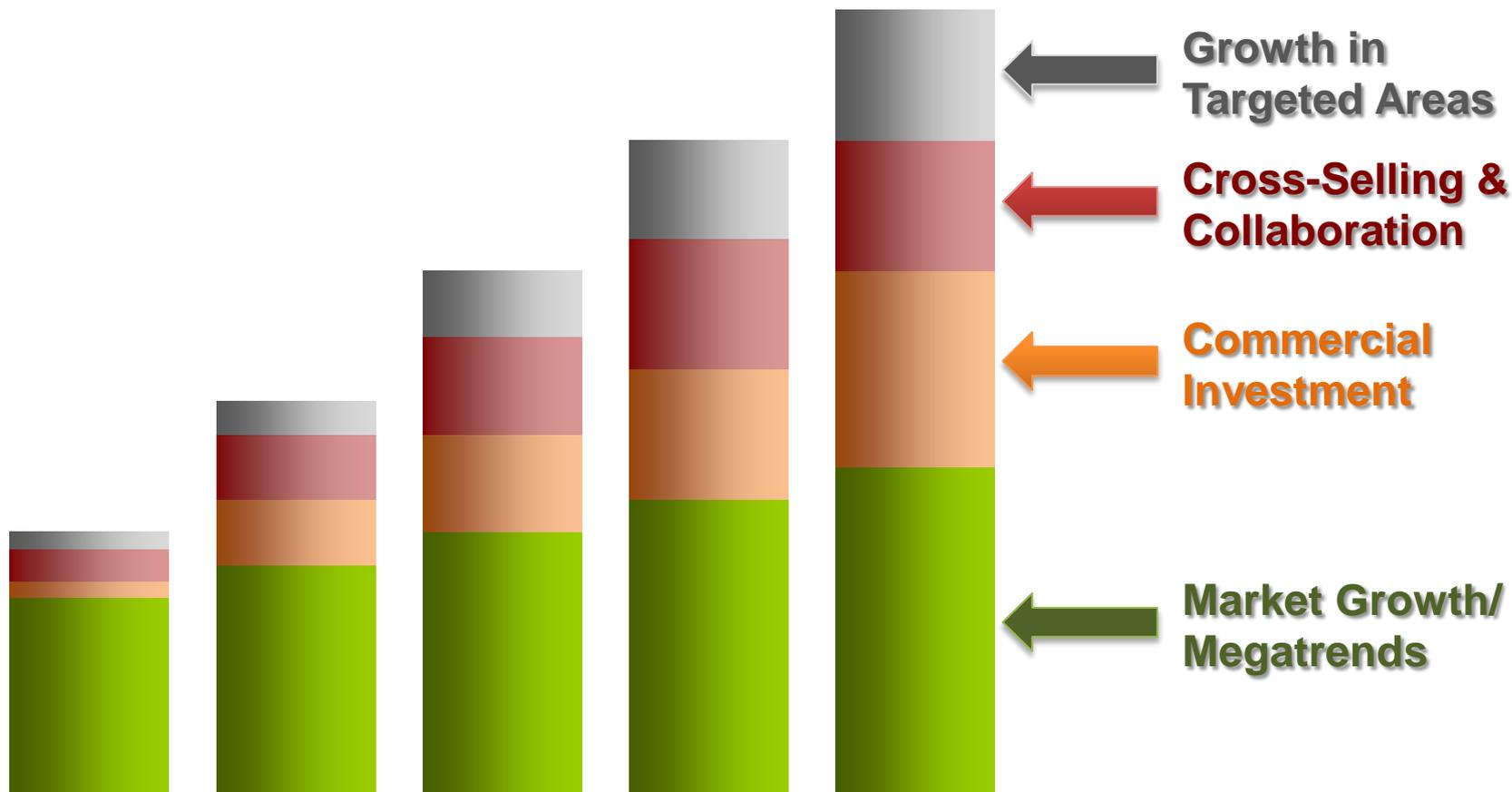


Operating Margin



- **World class supplier line card**
- **Differentiating with service and operational excellence**
- **Key portfolio additions with DuPont, Bayer and Ineos**
- **Value based selling and discipline**

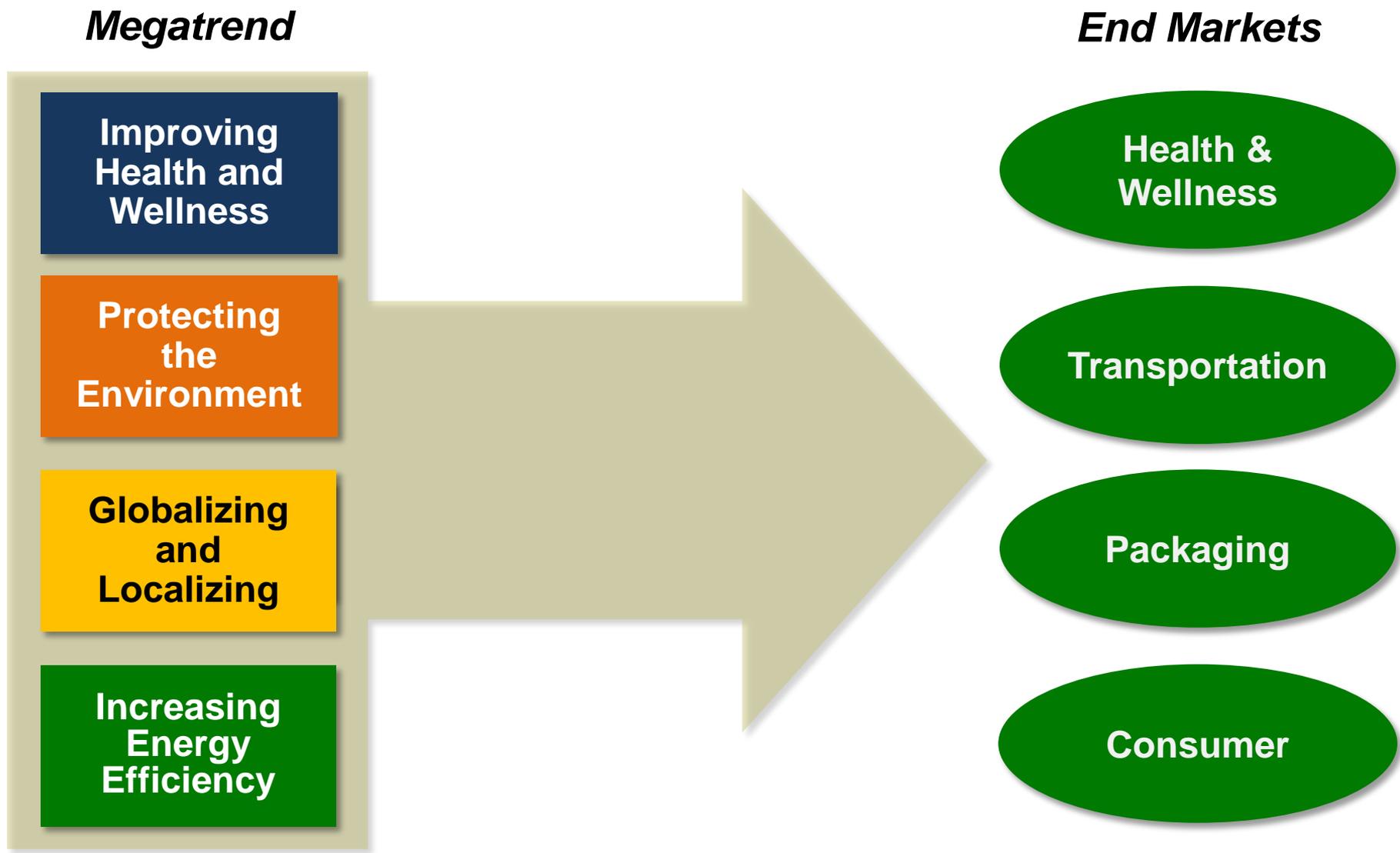
Accelerating Growth



Who We Are Growing With



Megatrends Aligned with Key End Markets



Geographic Growth Opportunities



- **Currently 10% of POD's revenue is generated from Mexico**
- **Existing business is served "from the border"**
- **New Mexico district & warehouse will drive transportation growth in Central Mexico**

- **Expansion in China resulted from growing with our NA HC customers**
- **Investing in sales deployments**
- **Localizing supply**
- **Gaining Share**

Going Beyond Distribution

WeatherTech® – Polymer BumpStep®



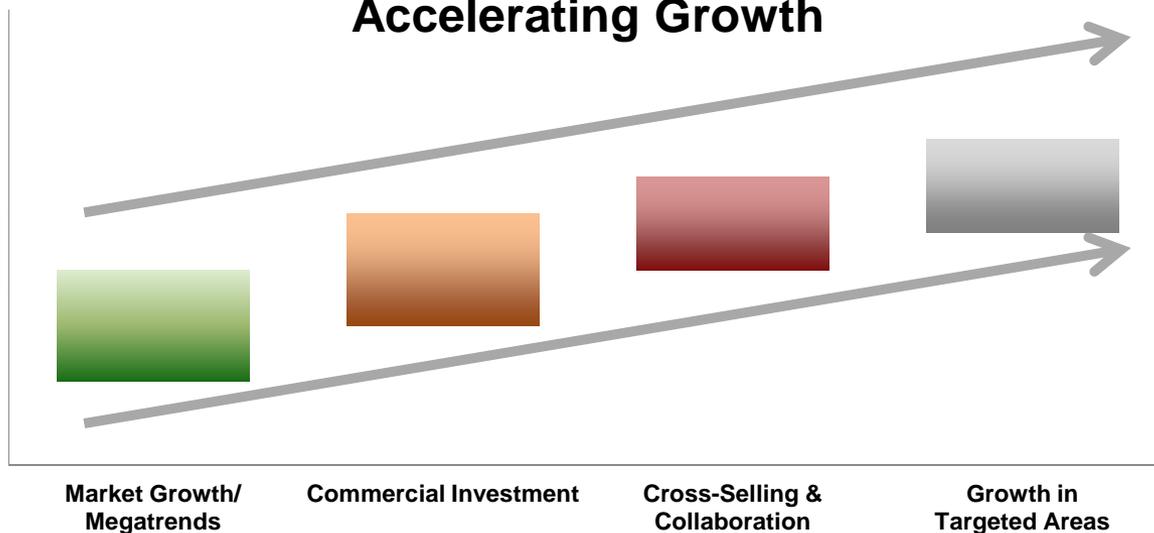
CeQur PaQ – Type 2 Insulin Delivery Device



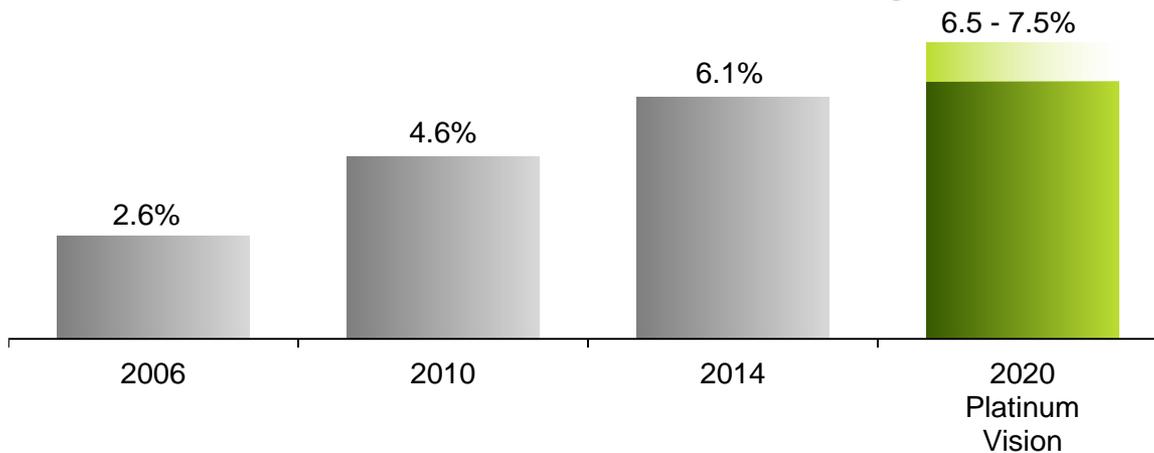
BEDRUG™ – Tri-fold Truck Bed Cover

Platinum Vision

Accelerating Growth



World Class Distribution Margin



Summary

- **Motivated and well trained POD sellers making the calls / collaborating with other PolyOne businesses**
- **Representing a world class supplier line card**
- **Delighted customers and suppliers who choose us to represent them**



Financial Highlights

Bradley C. Richardson

*Executive Vice President and
Chief Financial Officer*

Who We Are Growing With



2014 Awards and Recognitions



2014 Financial Highlights

Adjusted Operating Income



(\$ millions)

Adjusted EPS



Proof of Performance & 2015 Targets

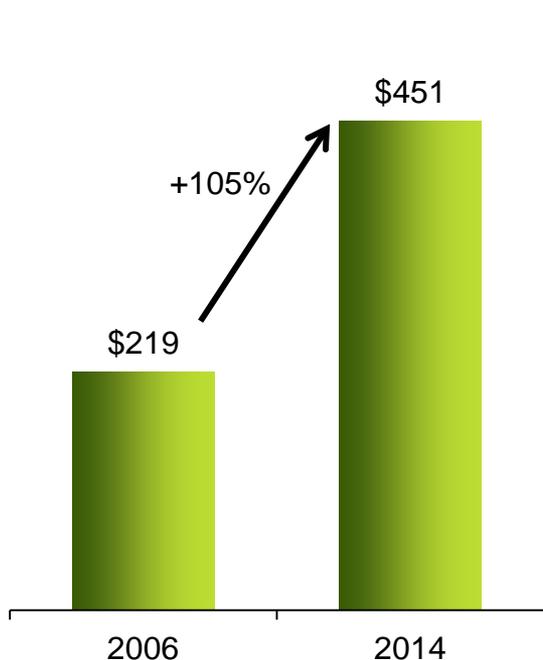
| | 2006 | 2015 Target | 2014 |
|---|------------------------------|-------------------------------|-----------------------|
| | <i>“Where we were”</i> | (Est. in 2012) | <i>“Where we are”</i> |
| Operating Income % | | | |
| Specialty: | | | |
| Global Color, Additives & Inks | 1.7% | 12 – 16% | 14.7% |
| Global Specialty Engineered Materials | 1.1% | 12 – 16% | 12.1% |
| Designed Structures & Solutions | 1.4%₍₂₀₁₂₎ | 8 – 10% | 7.3% |
| Performance Products & Solutions | 5.5% | 9 – 12% | 7.7% |
| Distribution | 2.6% | 6 – 7.5% | 6.1% |
| Specialty Platform % of Operating Income | 6.0% | 65 – 75% | 65% |
| ROIC | 5.0% | 15% | 11.3% |
| Adjusted EPS Growth | N/A | Double Digit Expansion | 37% |

Ours is Not a Cost Cutting Story

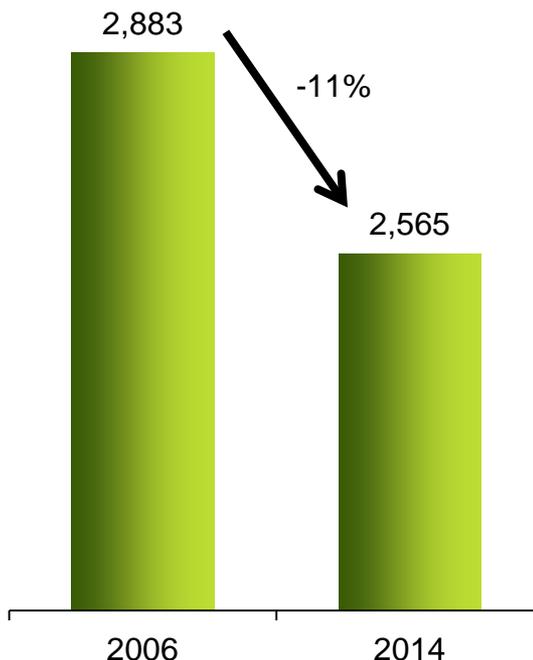
Investment in Commercial Resources...

Drives Mix Improvement AND Gross Profit \$\$ Expansion

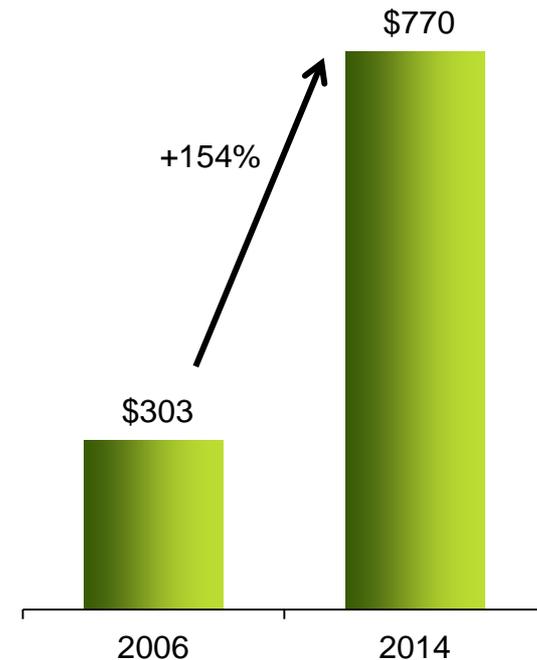
Commercial Investment (\$M)



Volume (lbs in millions)



Adjusted Gross Margin (\$M)

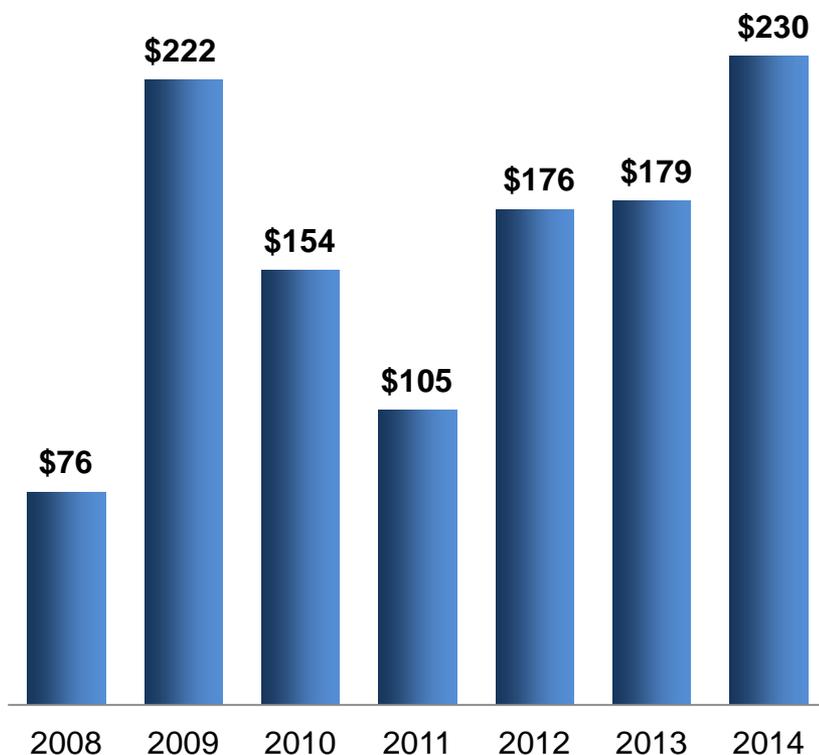


*Total SG&A

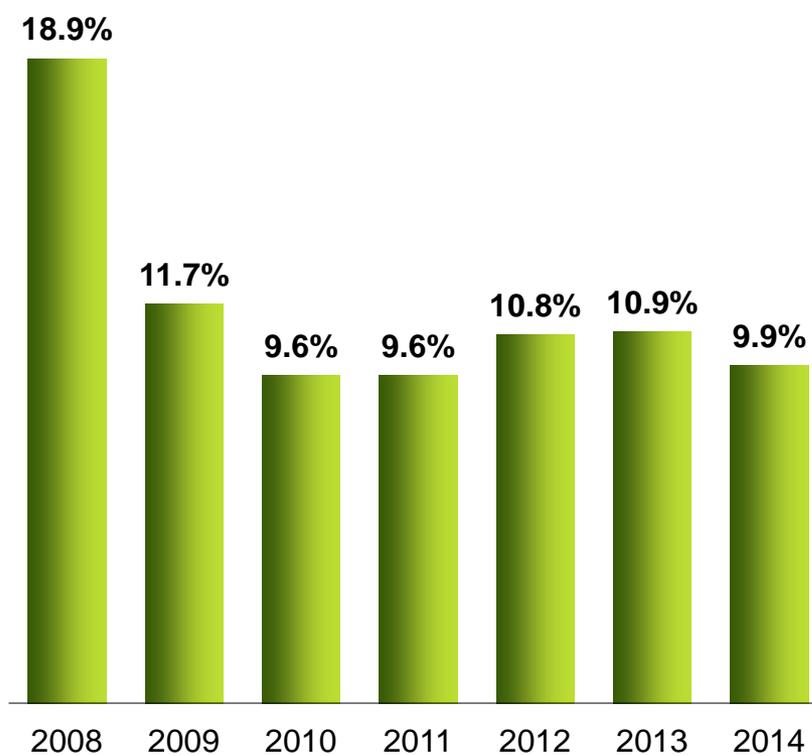
Financial Strength

Adjusted Cash Flow from Operations

(\$ in millions)

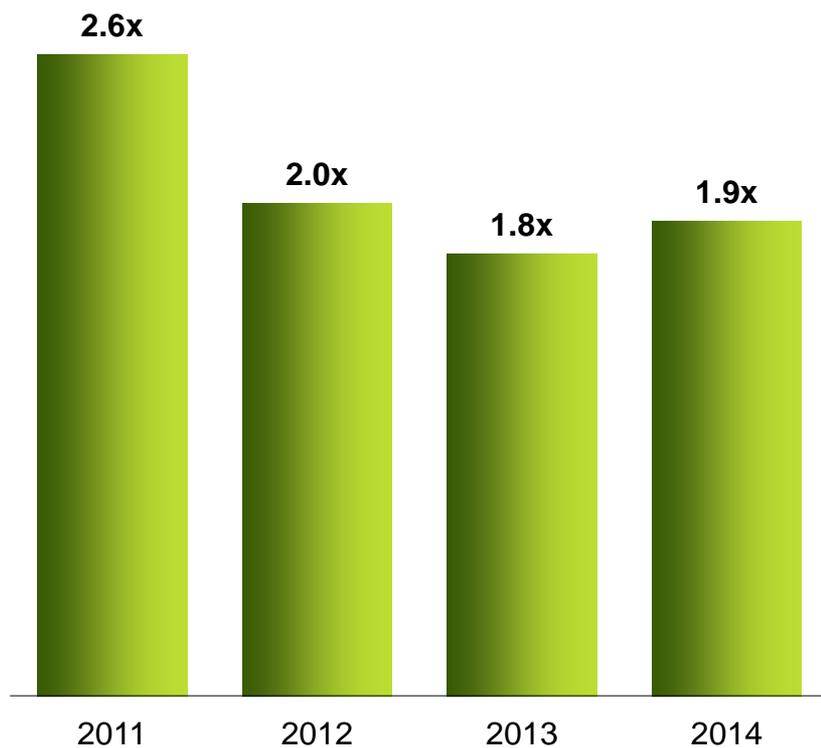


Working Capital % of Sales



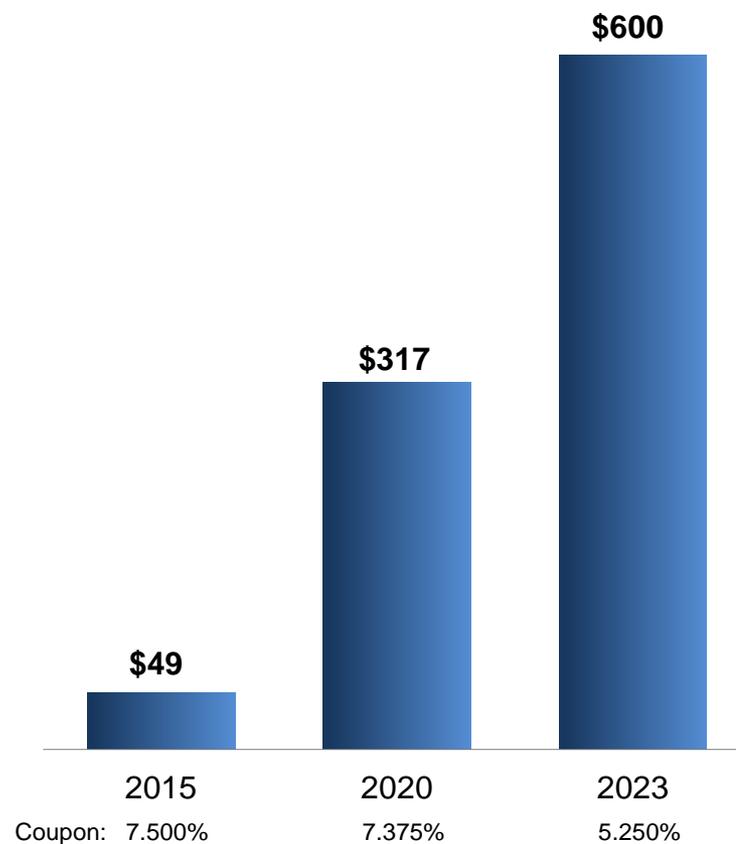
Financial Flexibility

Net Debt / Adjusted EBITDA



Debt Maturities

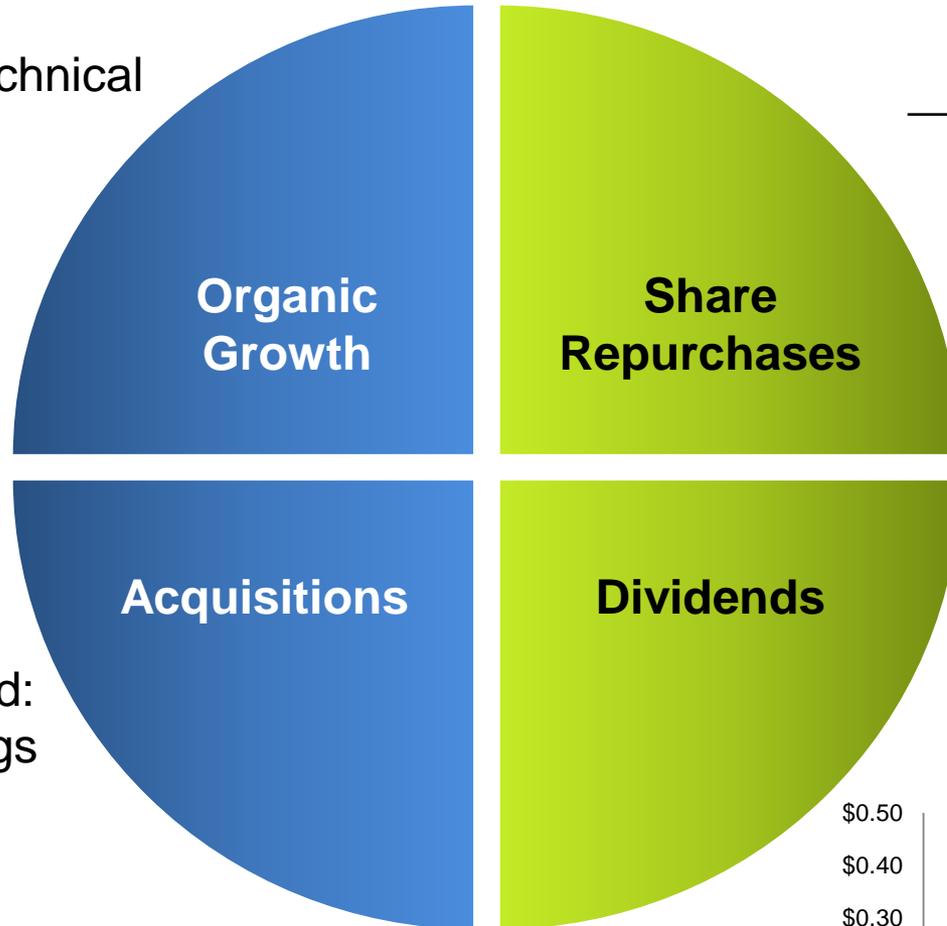
As of December 31, 2014
(\$ millions)



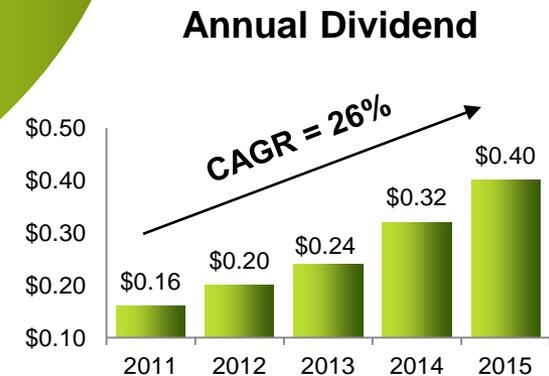
Cash to Generate Value

- Expand marketing, commercial and technical capabilities
- Leverage supplier partnerships for innovation

- Targets that expand:
 - Specialty offerings
 - End market presence
 - Geographic breadth



| | Shares Purchased (M) |
|------|----------------------|
| 2012 | 1.2 |
| 2013 | 5.0 |
| 2014 | 6.3 |



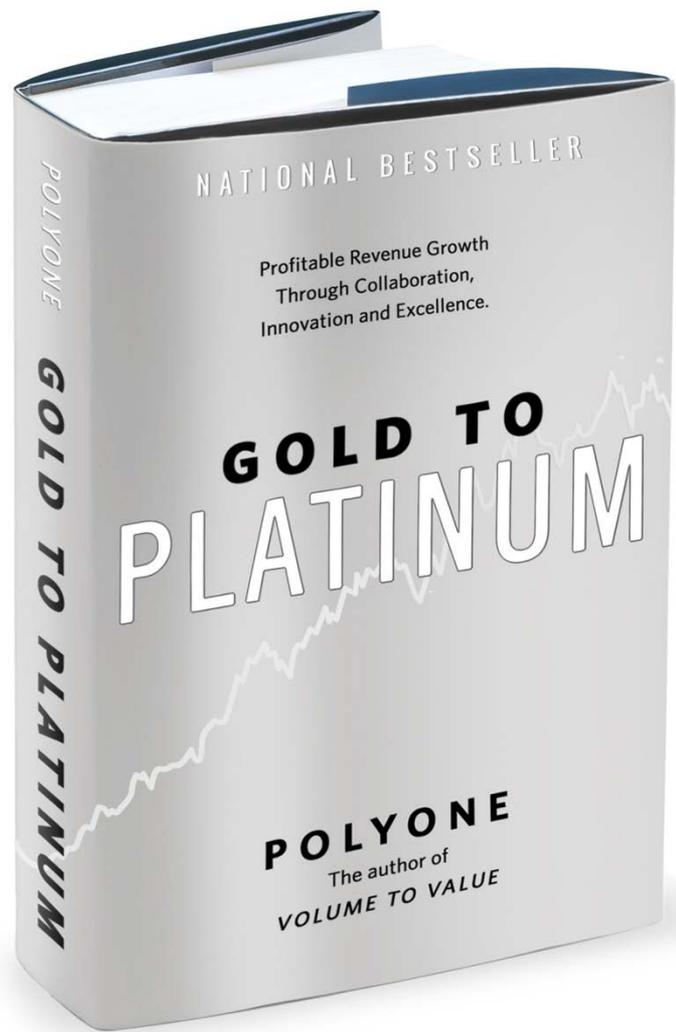
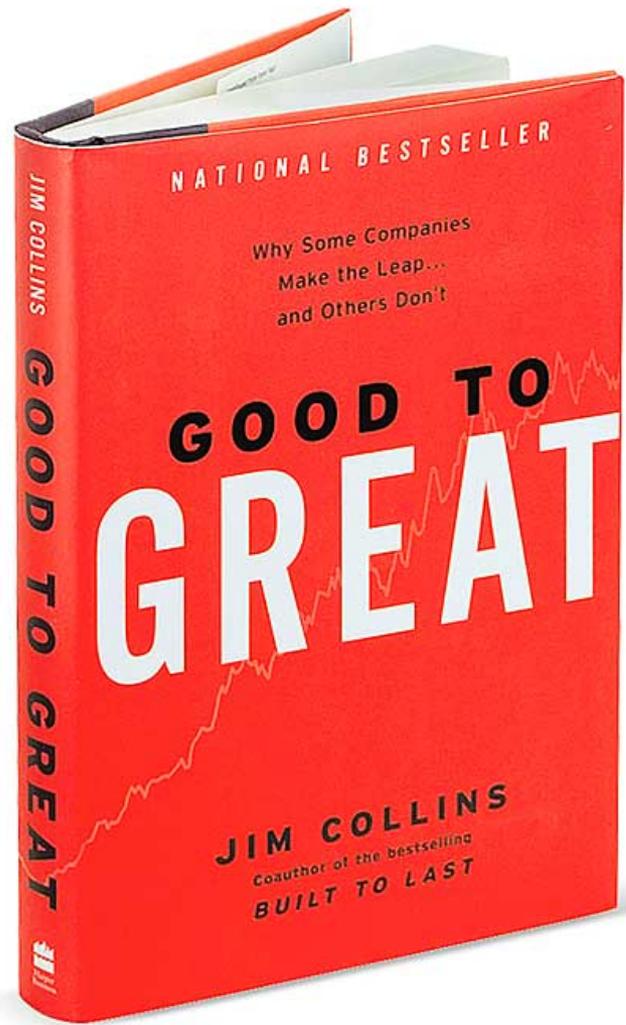
From the desk of:

PolyOne[™]

Brad

Why I Believe...

- ✓ *\$40 Billion Market Opportunity*
- ✓ *Mega Trends and Emerging Opportunities*
- ✓ *Strong Management Team with Proven Track Record*
- ✓ *Investing in Next Generation Talent*
- ✓ *Culture of Collaboration, Innovation and Excellence*
- ✓ *Award-Winning Lean Six Sigma Process Improvement*
- ✓ *Financial Capacity to Pursue M&A*

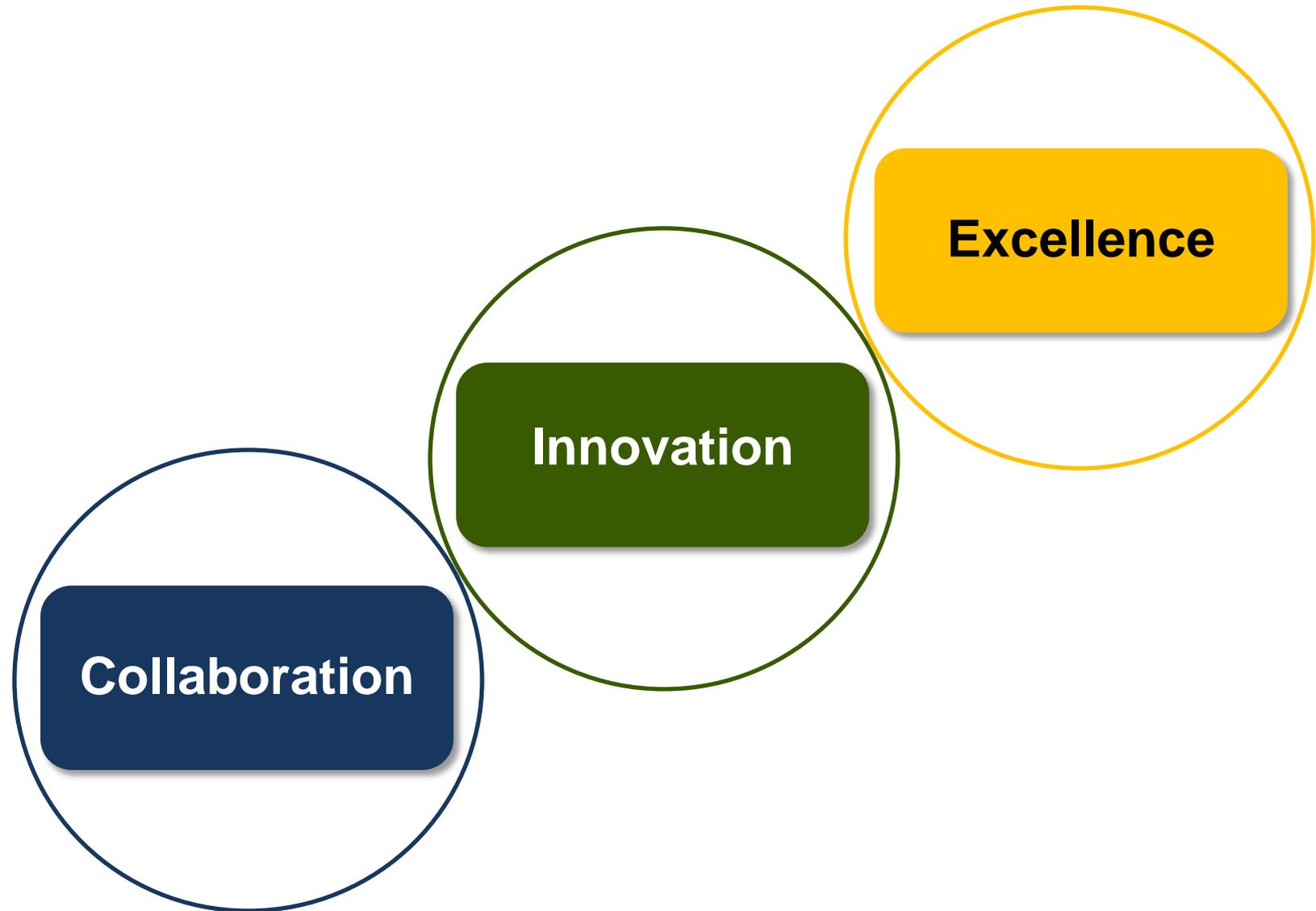


2020 Platinum Vision

Robert M. Patterson

President and Chief Executive Officer

PolyOne Core Values



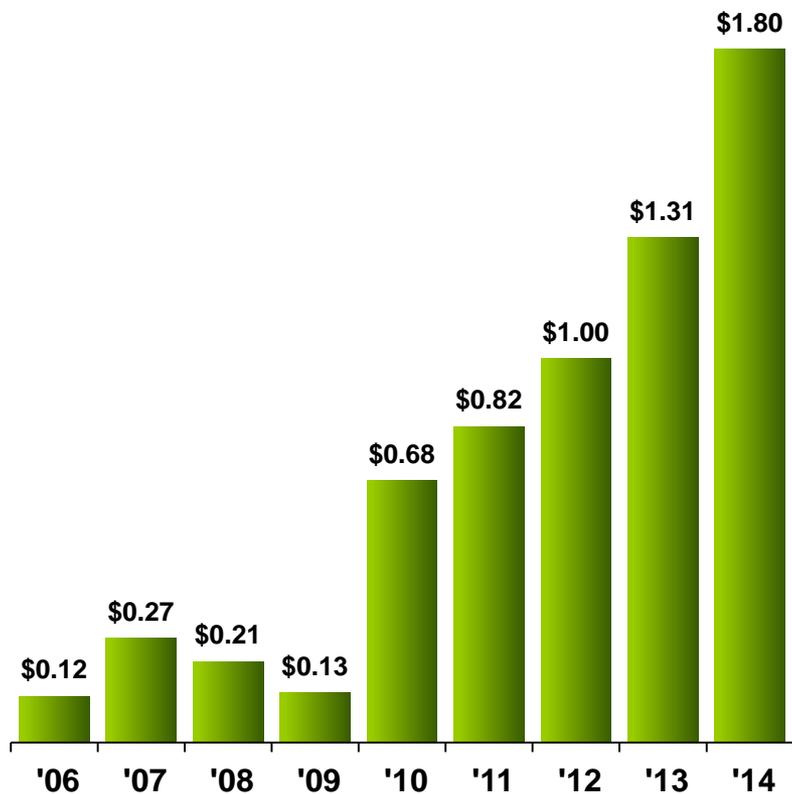
Confirmation of Our Strategy



**The World's Premier Provider of Specialized
Polymer Materials, Services and Solutions**

Strategy and Execution Drive Results

Adjusted EPS



'06-'14 Adjusted EPS CAGR = 40%

Share Price vs. S&P 500



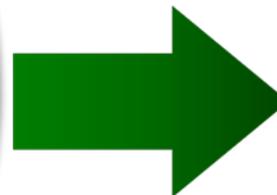
Formula for Success

Excellence in Execution

Innovation

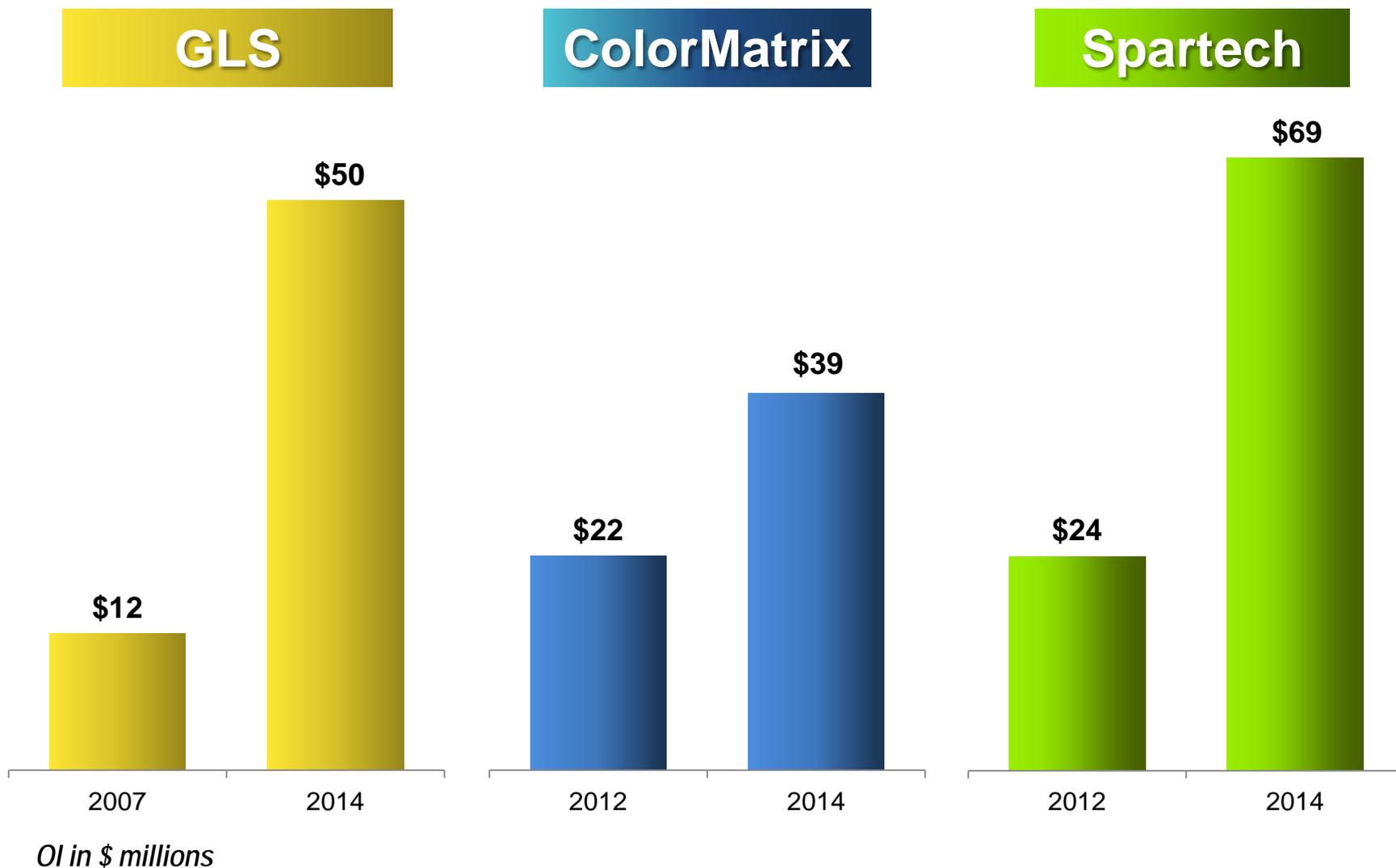


M&A



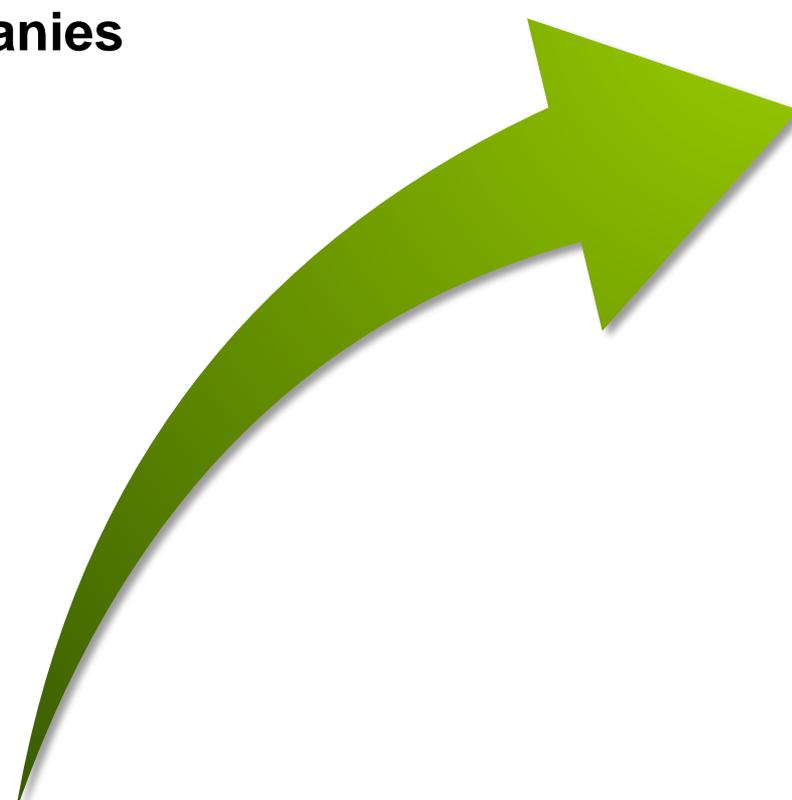
**Market
Beating
Performance**

Track Record of Successful Acquisitions



Driving Toward Premier Profitability

EBIT Margins for top tier companies



| | |
|-----------|-----|
| Victrix | 41% |
| IFF | 19% |
| Albemarle | 18% |
| Eastman | 17% |
| Hexcel | 17% |
| FMC | 16% |
| Ecolab | 14% |
| Celanese | 13% |

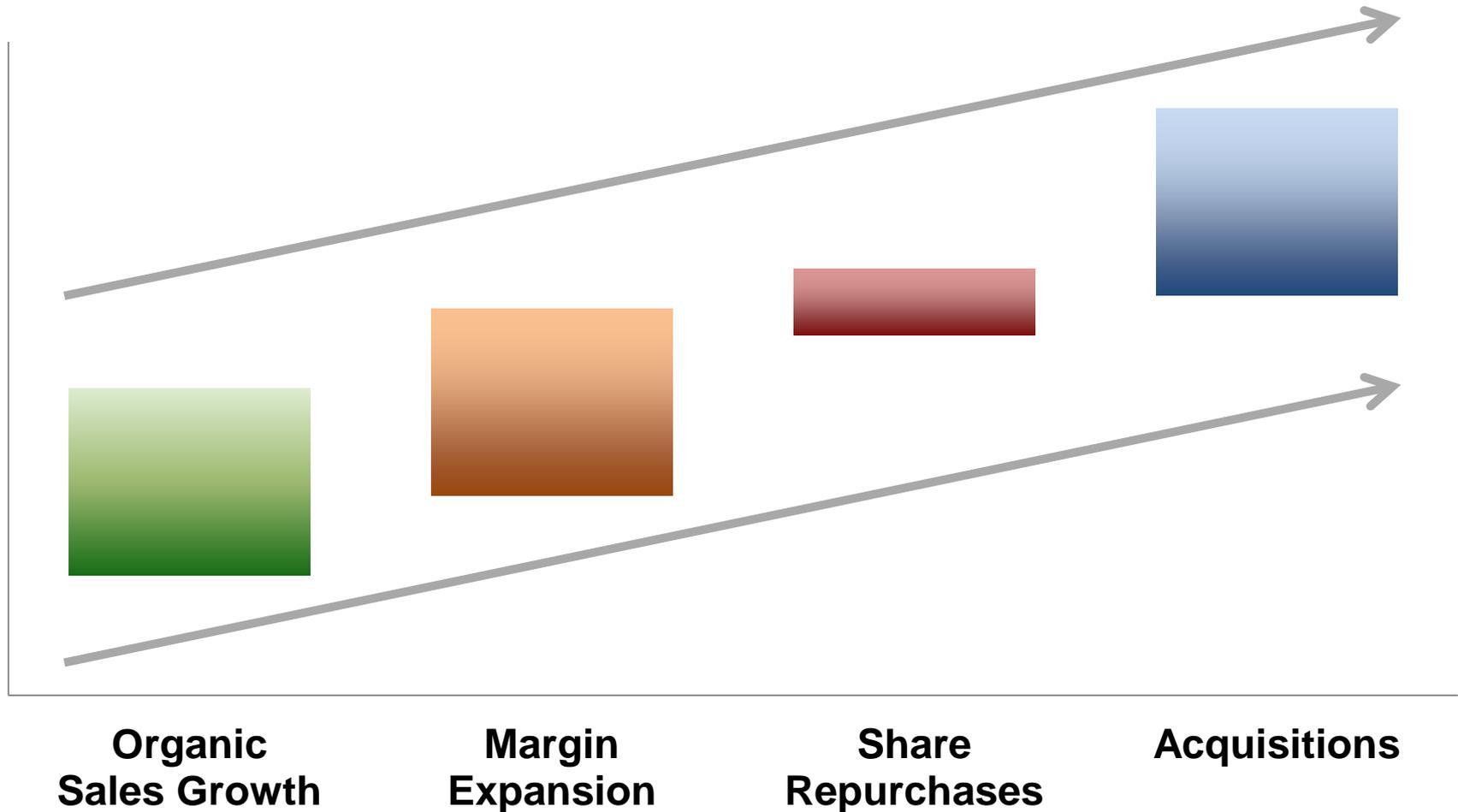


12% Specialty EBIT Margin – 2014

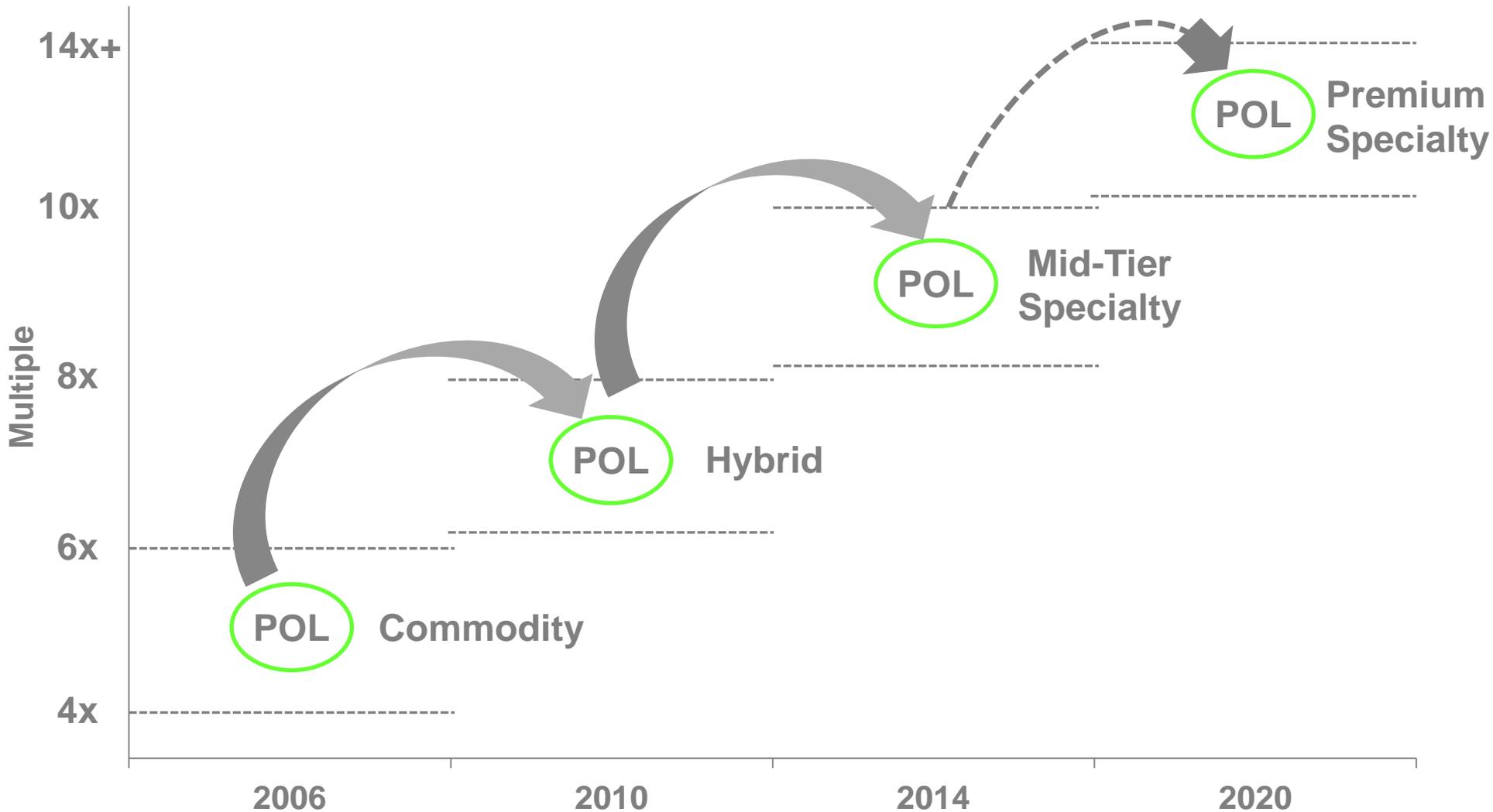
2020 Platinum Vision

| | 2006 | 2014 | 2020 |
|---|------------------------------|-----------------------|-------------------------------|
| | <i>“Where we were”</i> | <i>“Where we are”</i> | Platinum Vision |
| Operating Income % | | | |
| Specialty: | | | |
| Global Color, Additives & Inks | 1.7% | 14.7% | 20%+ |
| Global Specialty Engineered Materials | 1.1% | 12.1% | 20%+ |
| Designed Structures & Solutions | 1.4%₍₂₀₁₂₎ | 7.3% | 12 – 14% |
| Performance Products & Solutions | 5.5% | 7.7% | 10 – 12% |
| Distribution | 2.6% | 6.1% | 6.5 – 7.5% |
| Specialty Platform % of Operating Income | 6.0% | 65% | 80%+ |
| ROIC | 5.0% | 11.3% | 15% |
| Adjusted EPS Growth | N/A | 37% | Double Digit Expansion |

Platinum Vision: Pathway to Accelerated Growth



Driving Toward a Premium Specialty Multiple



Why Invest In PolyOne?

- Addressable market exceeds \$40 billion
- Strong performance demonstrates that our strategy and execution are working
- Megatrends and emerging opportunities align with our strengths
- Innovation and services provide differentiation, incremental pricing power, and competitive advantage
- Strong and proven management team driving growth and performance

The New PolyOne: A Specialty Growth Company

Questions & Answers

Reconciliation of Non-GAAP Financial Measures (Unaudited)

(Dollars in millions, except per share data)

Below is a reconciliation of non-GAAP financial measures to the most directly comparable measures calculated and presented in accordance with U.S. GAAP. Senior management uses operating income excluding special items, adjusted EPS, and working capital to assess performance and allocate resources because senior management believes that these measures are useful in understanding current profitability levels and that current levels may serve as a base for future performance.

| Platform operating income mix percentage | 2005* | 2006* | 2007* | 2008* | 2009* | 2010* | 2011 | 2012 | 2013 | 2014 |
|---|--------------|--------------|--------------|--------------|--------------|--------------|-------------|-------------|-------------|-------------|
| Global Color, Additives and Inks | \$ 4.3 | \$ 8.9 | \$ 25.7 | \$ 28.1 | \$ 25.2 | \$ 37.7 | \$ 50.2 | \$ 75.3 | \$104.0 | \$124.9 |
| Global Specialty Engineered Materials | 0.4 | 3.9 | 4.9 | 17.6 | 20.6 | 49.7 | 45.9 | 47.0 | 57.2 | 72.4 |
| Designed Structures and Solutions | - | - | - | - | - | - | - | - | 33.4 | 45.1 |
| Specialty Platform | \$ 4.7 | \$ 12.8 | \$ 30.6 | \$ 45.7 | \$ 45.8 | \$ 87.4 | \$ 96.1 | \$122.3 | \$194.6 | \$242.4 |
| Performance Products and Solutions | 75.7 | 64.2 | 65.8 | 31.3 | 33.1 | 54.0 | 27.7 | 38.8 | 56.0 | 63.1 |
| Distribution | 19.5 | 19.2 | 22.1 | 28.1 | 24.8 | 42.0 | 56.0 | 66.0 | 63.3 | 68.2 |
| Joint ventures | 91.9 | 102.9 | 34.8 | 28.6 | 25.5 | 18.9 | 5.0 | - | - | - |
| Corporate and eliminations | (51.5) | 34.5 | (73.3) | (425.1) | 7.9 | (27.7) | 18.2 | (89.6) | (82.4) | (218.6) |
| Operating income (loss) GAAP | \$140.3 | \$ 233.6 | \$ 80.0 | \$(291.4) | \$137.1 | \$174.6 | \$203.0 | \$137.5 | \$231.5 | \$155.1 |
| Less: Corporate operating expense | 51.5 | (34.5) | 73.3 | 425.1 | (7.9) | 27.7 | (18.2) | 89.6 | 82.4 | 218.6 |
| Operating income excluding Corporate | \$191.8 | \$199.1 | \$153.3 | \$133.7 | \$129.2 | \$202.3 | \$184.8 | \$227.1 | \$313.9 | \$373.7 |
| Specialty platform operating mix percentage | 2% | 6% | 20% | 34% | 35% | 43% | 52% | 54% | 62% | 65% |

* Historical results have not been restated for the Resin business divestiture or the related resegmentation.

| Adjusted EPS | 2006Y* | 2007Y* | 2008Y* | 2009Y* | 2010Y | 2011Y | 2012Y | 2013Y | 2014Y |
|--|---------------|---------------|---------------|---------------|--------------|--------------|--------------|--------------|--------------|
| Net income attributable to PolyOne common shareholders | \$ 130.9 | \$ 40.9 | \$ (417.0) | \$ 106.7 | \$ 152.5 | \$ 153.4 | \$ 53.3 | \$ 94.0 | \$ 78.0 |
| Joint venture equity earnings, after tax | (68.5) | (26.1) | (20.8) | (19.0) | (14.7) | (3.7) | - | - | - |
| Special items, after tax ⁽¹⁾ | (21.2) | 41.4 | 310.0 | (31.0) | 15.8 | (30.5) | 35.7 | 30.4 | 101.0 |
| Tax adjustments ⁽²⁾ | (30.0) | (30.7) | 147.2 | (44.9) | (88.3) | (42.3) | 0.5 | 2.2 | (10.5) |
| Adjusted net income | \$ 11.2 | \$ 25.5 | \$ 19.4 | \$ 11.8 | \$ 65.3 | \$ 76.9 | \$ 89.5 | \$ 126.6 | \$ 168.5 |
| Diluted shares | 92.8 | 93.1 | 92.7 | 93.4 | 96.0 | 94.3 | 89.8 | 96.5 | 93.5 |
| Adjusted EPS | \$ 0.12 | \$ 0.27 | \$ 0.21 | \$ 0.13 | \$ 0.68 | \$ 0.82 | \$ 1.00 | \$ 1.31 | \$ 1.80 |

* Historical results are shown as presented in prior filings and have not been updated to reflect subsequent changes in accounting principal or discontinued operations.

(1) Special items are a non-GAAP financial measure. Special items include charges related to specific strategic initiatives or financial restructuring such as: consolidation of operations; debt extinguishment costs; employee separation costs resulting from personnel reduction programs, plant phase-in costs, executive separation agreements; asset impairments; mark-to-market adjustments associated with actuarial gains and losses on pension and other post-retirement benefit plans; environmental remediation costs, fines, penalties, remediation costs and related insurance recoveries related to facilities no longer owned or closed in prior years; gains and losses on the divestiture of operating businesses, joint ventures and equity investments; gains and losses on facility or property sales or disposals; results of litigation, fines or penalties, where such litigation (or action relating to the fines or penalties) arose prior to the commencement of the performance period; unrealized gains and losses from foreign currency option contracts; one-time, non-recurring items; and the effect of changes in accounting principles or other such laws or provisions affecting reported results.

(2) Tax adjustments include the net tax expense (benefit) from one-time income tax items and deferred income tax valuations allowance adjustments.

Adjusted net cash provided by operating activities is calculated as follows:

| | 2008Y | 2009Y | 2010Y | 2011Y | 2012Y | 2013Y | 2014Y |
|--|---------|----------|----------|----------|----------|----------|----------|
| Net cash provided by operating activities | \$ 72.5 | \$ 229.7 | \$ 140.8 | \$ 72.5 | \$ 106.9 | \$ 109.0 | \$ 208.4 |
| Dividends and distributions received from joint ventures | (32.9) | (36.5) | (24.2) | (6.0) | - | - | - |
| Pension Cash Contributions | 35.9 | 28.5 | 37.5 | 38.1 | 68.8 | 69.8 | 21.6 |
| Adjusted net cash provided by operating activities | \$ 75.5 | \$ 221.7 | \$ 154.1 | \$ 104.6 | \$ 175.7 | \$ 178.8 | \$ 230.0 |

Net debt to adjusted EBITDA is calculated as follows:

| (In millions) | Twelve Months Ended | | | |
|--|---------------------|-------------------|-------------------|-------------------|
| | December 31, 2011 | December 31, 2012 | December 31, 2013 | December 31, 2014 |
| Short-term portion and current portion of long-term debt | \$ 3.0 | \$ 3.8 | \$ 12.7 | \$ 61.8 |
| Long-term debt | 704.0 | 703.1 | 976.2 | 962.0 |
| Less: Cash and cash equivalents | (191.9) | (210.0) | (365.2) | (238.6) |
| Net Debt | \$ 515.1 | \$ 496.9 | \$ 623.7 | \$ 785.2 |
| Income before income taxes | \$ 168.9 | \$ 83.3 | \$ 151.0 | \$ 88.4 |
| Interest expense, net | 33.7 | 50.8 | 63.5 | 62.2 |
| Depreciation and amortization | 53.2 | 65.8 | 108.8 | 123.9 |
| Equity income from equity affiliates | (5.7) | - | - | - |
| Special items, impact on income before income taxes | (48.1) | 55.1 | 46.3 | 164.9 |
| Interest expense included in special items | - | (1.3) | (1.9) | - |
| Accelerated depreciation included in special items | - | - | (12.7) | (23.1) |
| Adjusted EBITDA | \$ 202.0 | \$ 253.7 | \$ 355.0 | \$ 416.3 |
| Net Debt/Adjusted EBITDA | 2.6 | 2.0 | 1.8 | 1.9 |