



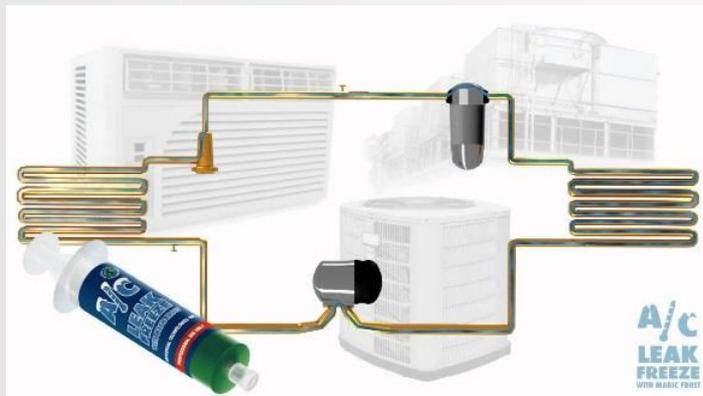
CSW
INDUSTRIALS

AC Leak Freeze Acquisition

December 17, 2015

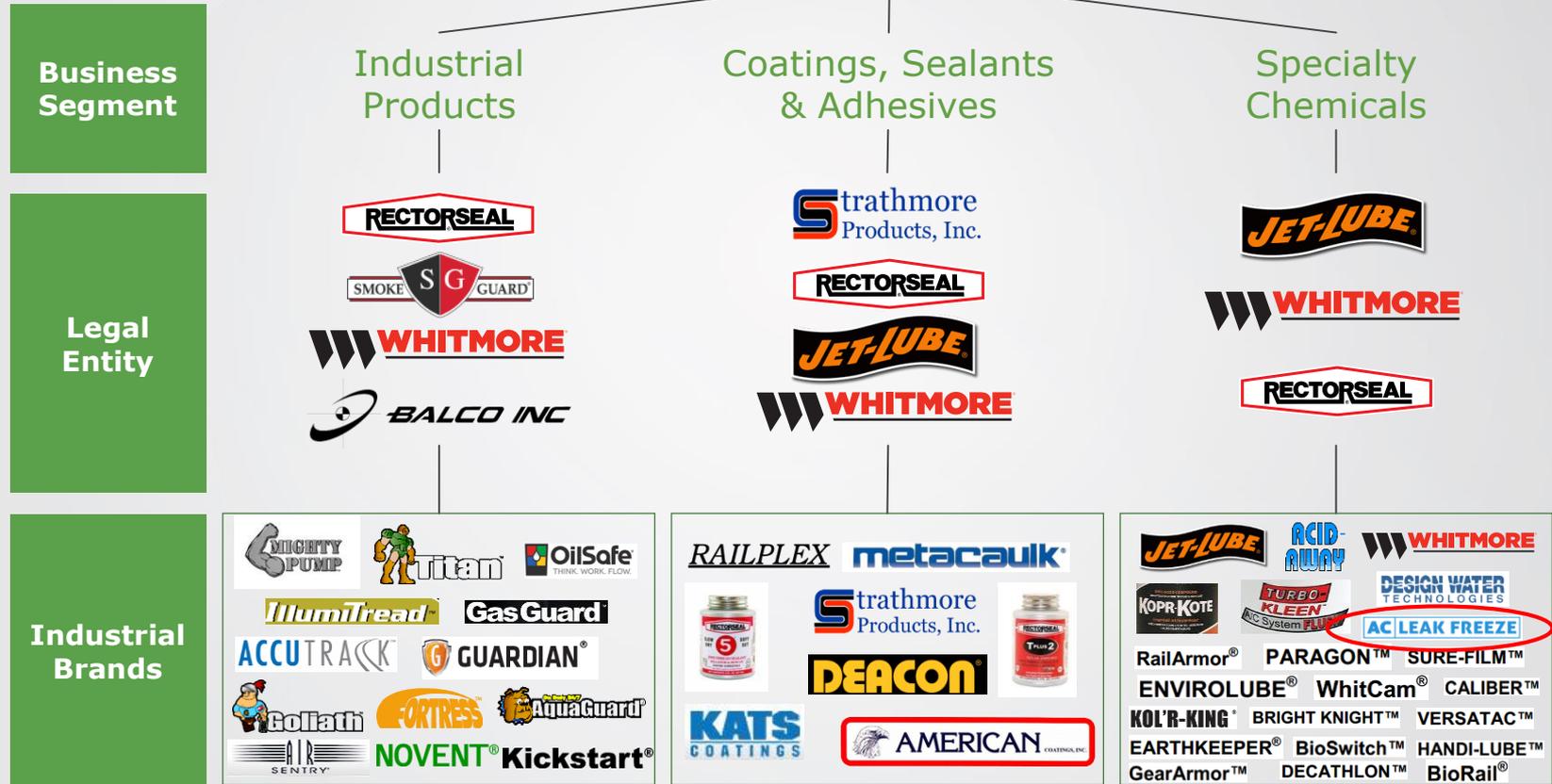
AC Leak Freeze Acquisition

- Acquisition completed December 16, 2015
- AC Leak Freeze™ is a product line of air conditioning refrigerant leak sealants and is a strategic fit within our Specialty Chemicals business segment
- RectorSeal will market this product through its extensive distribution channels
- Maintaining current toll manufacturing in Maryland
- OEM approved - Does not polymerize or cause harm to the cooling system
- \$16.75mm purchase price represents a multiple of 7x LTM EBITDA
- \$2.3mm LTM Adjusted EBITDA ⁽¹⁾



(1) LTM includes the financial results through September 30, 2015; see EBITDA reconciliation on slide 4

Strategic Fit within Specialty Chemicals



EBITDA Reconciliation

(\$mm)	LTM Sept - 15
Net Income	\$1.7
EBITDA, as reported	1.7
Total Adjustments	0.6
Adjusted EBITDA	\$2.3

- LTM includes the financial results through September 30, 2015. This presentation includes an analysis of adjusted EBITDA, which is a non-GAAP financial measure of performance. Net Income and EBITDA is the same as this is a product line acquisition from a pass through entity and there was no Interest, Taxes, Depreciation and Amortization associated with this acquisition.