



CREATING
PEAK VALUE

Apogee Enterprises, Inc.

Nasdaq: APOG

Fiscal 2026 Second Quarter Earnings Call

October 2025

Non-GAAP Measures & Forward-Looking Statements

This presentation contains measures of financial performance that are not defined by U.S. GAAP. We believe that these measures provide useful information and include these measures in other communications to investors. For each of these non-GAAP financial measures, we provide a reconciliation of the differences between the non-GAAP measure and the most directly comparable U.S. GAAP measure. These non-GAAP measures should be viewed in addition to, and not in lieu of, the comparable U.S. GAAP measure.

This presentation contains certain statements that are considered "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. These statements reflect our current views with respect to future events and financial performance. Forward-looking statements generally can be identified by the use of forward-looking terminology such as "may," "believe," "expect," "anticipate," "intend," "estimate," "forecast," "project," "should," "will," "continue" or similar words or expressions. All forecasts and projections in this presentation are "forward-looking statements," and are based on management's current expectations or beliefs of the Company's near-term results, based on current information available pertaining to the Company. From time to time, we may also provide oral and written forward-looking statements in other materials we release to the public, such as press releases, presentations to securities analysts or investors, or other communications by the Company. Any or all of our forward-looking statements in this presentation and in any public statements we make could be materially different from actual results.

Accordingly, we wish to caution investors that any forward-looking statements made by or on behalf of the Company are subject to uncertainties and other factors that could cause actual results to differ materially from such statements. These uncertainties and other risk factors include, but are not limited to, the risks and uncertainties set forth under the "Risk Factors" section of our Annual Report on Form 10-K, and in subsequent filings with the U.S. Securities and Exchange Commission.

We also wish to caution investors that other factors might in the future prove to be important in affecting the Company's results of operations. New factors emerge from time to time; it is not possible for management to predict all such factors, nor can it assess the impact of each such factor on the business or the extent to which any factor, or a combination of factors, may cause actual results to differ materially from those contained in any forward-looking statements. We undertake no obligation to update publicly or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

Agenda

Introductory remarks

Ty Silberhorn
Chief Executive Officer

Financial results and outlook

Matt Osberg
Chief Financial Officer

Q&A



Brooklyn Health Center, New York
Photo courtesy of Terry Wieckert

FY2026 Second Quarter Highlights

- Solid Q2 results with focused efforts on executing our strategy and tariff mitigation action plans in what continued to be a dynamic operating environment
- Net sales growth of 4.6% primarily driven by both inorganic and organic growth in Performance Surfaces
- Architectural Services delivered 6th consecutive quarter of net sales growth and increased backlog* by over \$100 million
- Strong free cash flow* generation

Net Sales **\$358.2M**
+4.6% YoY

Adjusted EBITDA* **\$44.4M**
(16.4)% YoY

Adjusted EBITDA margin* **12.4%**
(310) bps YoY

Adjusted diluted EPS* **\$0.98**
(31.9)% YoY

*Non-GAAP financial measures, see reconciliation table

Q2 FY26 Consolidated Results

\$ in millions, except EPS	Q2 FY26	Q2 FY25	Change
Net Sales	\$358.2	\$342.4	4.6%
Adjusted EBITDA*	\$44.4	\$53.1	(16.4)%
Adjusted EBITDA margin*	12.4%	15.5%	(310) bps
Adjusted diluted EPS*	\$0.98	\$1.44	(31.9)%

*Non-GAAP metric, see reconciliation table

Commentary

- **Net Sales**

- Increase driven by \$24.9 million of inorganic sales from UW Solutions acquisition; partially offset by lower volume and price in Architectural Glass and less favorable mix in Architectural Metals

- **Adjusted EBITDA Margin**

- Decrease primarily driven by lower price and volume, unfavorable mix, and higher material, tariff, and health insurance costs, partially offset by lower incentive compensation expense

- **Adjusted Diluted EPS**

- Decrease primarily driven by lower adjusted EBITDA and higher interest expense

Segment Results

Second Quarter FY2026

	Segment Net Sales \$M	Adjusted EBITDA Margin*
Architectural Metals <i>Year-over-year change</i>	\$140.9 <i>(0.3)%</i>	14.8% <i>(90) bps</i>
Architectural Services <i>Year-over-year change</i>	\$100.5 <i>2.5%</i>	5.0% <i>(250) bps</i>
Architectural Glass <i>Year-over-year change</i>	\$72.2 <i>(19.9)%</i>	16.1% <i>(1,070) bps</i>
Performance Surfaces <i>Year-over-year change</i>	\$48.4 <i>144.0%</i>	23.2% <i>10 bps</i>

- *Adjusted EBITDA margin is a non-GAAP metric, see reconciliation table
- Segment net sales is defined as net sales for a certain segment and includes revenue related to intersegment transactions.
- Net sales intersegment eliminations are reported separately to exclude these sales from our consolidated total.

Cash Flow and Balance Sheet

\$ in millions	Six Months Ended 8/30/25	Six Months Ended 8/31/24
Cash flow from operations	\$37.3	\$64.1
Capital expenditures	\$11.8	\$15.7
Free cash flow*	\$25.5	\$48.5
Share repurchases	-	\$15.1
Dividends	\$11.0	\$10.8
\$ in millions	Aug 30, 2025	Mar 1, 2025
Total debt	\$270.0	\$285.0
Cash & equivalents	\$39.5	\$41.4
Net debt*	\$230.5	\$243.6

*Consolidated Leverage Ratio, Free Cash Flow and Net Debt are Non-GAAP Financial Measure. See definitions at the end of this presentation.

Note: Totals may not sum precisely due to rounding.

Commentary

- Change in free cash flow* was primarily driven by lower net earnings
- Returned \$11 million to shareholders in dividends
- Consolidated Leverage Ratio* of 1.5x (as defined in our credit agreement)
- No near-term debt maturities and strong liquidity

FY26 Outlook



enterprises, inc.

Estimated Tariff Impact Summary

Tariff Summary assumes tariffs in place as of October 9, 2025

	DIRECT	INDIRECT
DESCRIPTION	<ul style="list-style-type: none"> Tariffs incurred directly by the company to deliver products to customers Primarily tariffs on aluminum products imported from Canada Services: Impact from products fabricated in Canada with delivery into US Metals: Impact from products fabricated in Canada with delivery into US, and products fabricated in US imported to Canada 	<ul style="list-style-type: none"> Raw material cost inflation, primarily aluminum More than 'typical' inflationary increases in prices from suppliers Potential impacts from supply chain disruptions Volume declines from market softness and/or price increases
MITIGATION ACTIONS	<ul style="list-style-type: none"> Optimized manufacturing footprint in Fortify Phase 2; transition completed in Q2 	<ul style="list-style-type: none"> Productivity initiatives Supply chain negotiations and diversification Internal cost control Price increases where appropriate Balanced approach to price vs. volume Sales opportunities vs. foreign competitors
F26 ESTIMATED IMPACT (net of mitigation actions)	<ul style="list-style-type: none"> ~\$0.35-\$0.45 unfavorable EPS impact ~30% of the impact in Services segment, ~60% in Metals segment, remainder impacting Glass and Surfaces Does not include material impacts from market softness or supply chain disruptions 	

Full-Year FY26 Outlook

Net sales

\$1.39B - \$1.42B

(previously \$1.40B-\$1.44B)

Adjusted diluted EPS*

\$3.60 - \$3.90

(previously \$3.80-\$4.20)

Additional details

- Updating net sales and adjusted diluted EPS ranges to reflect highly competitive pricing market, aluminum cost inflation, and elevated health insurance costs
- Tariffs estimated to reduce full-year adjusted diluted EPS by \$0.35 to \$0.45
- Adjusted effective tax rate** of approximately 27%
- CapEx between \$35 million to \$40 million

*Non-GAAP metric, see reconciliation table

**Adjusted effective tax rate is a Non-GAAP Financial Measure. See definitions at the end of this presentation.

Summary

- Solid Q2 results with sequential improvements in net sales and adjusted diluted EPS
- Expect second half net sales and adjusted diluted EPS year-over-year growth driven by Performance Surfaces
- Focused on executing our strategies to improve outcomes
 - Continued execution on Project Fortify Phase 2
 - Apogee Management System driving productivity improvements
 - Active M&A pipeline to find additional strategic assets
- Updated F26 outlook for net sales and adjusted diluted EPS



609 Main | Houston, TX
Photo credit: Harmon, Inc.

Q&A



Non-GAAP Financial Measures

- Adjusted net earnings, adjusted diluted EPS, and adjusted EBITDA are used by the Company to provide meaningful supplemental information about its operating performance by excluding amounts that are not considered part of core operating results to enhance comparability of results from period to period.
- Adjusted EBITDA represents adjusted net earnings before interest, taxes, depreciation, and amortization, and adjusted EBITDA margin is adjusted EBITDA as a percentage of net sales. We use adjusted EBITDA and adjusted EBITDA margin to assess segment performance and make decisions about the allocation of operating and capital resources by analyzing recent results, trends, and variances of each segment in relation to forecasts and historical performance.
- Free cash flow is defined as net cash provided by operating activities, minus capital expenditures. The Company considers this measure an indication of its financial strength. However, free cash flow does not fully reflect the Company's ability to freely deploy generated cash, as it does not reflect, for example, required payments on indebtedness and other fixed obligations.
- Net debt is a non-GAAP financial measure which the Company defines as total debt less cash and cash equivalents.
- Consolidated Leverage Ratio is calculated as Consolidated Funded Indebtedness minus Unrestricted Cash at the end of the current period, divided by Consolidated EBITDA (calculated as EBITDA plus certain non-cash charges and allowed addbacks, less certain non-cash income, plus the pro forma effect of acquisitions and certain pro forma run-rate cost savings for acquisitions and dispositions, as applicable for the trailing twelve months ended as of the current period). All capitalized and undefined terms used in this bullet are defined in the Company's credit agreement dated July 19, 2024. The Company is unable to present a quantitative reconciliation of forward-looking expected Consolidated Leverage Ratio to its most directly comparable forward-looking GAAP financial measure because such information is not available, and management cannot reliably predict all the necessary components of such GAAP financial measure without unreasonable effort or expense. In addition, the Company believes such reconciliation would imply a degree of precision that would be confusing or misleading to investors.
- Adjusted effective tax rate is a non-GAAP financial measure that reflects the tax burden on income after considering all of the specific non-GAAP adjustments. It is defined as income tax expense, less tax on adjusting items, divided by the adjusted earnings before income taxes.
- Backlog is an operating measure used by management to assess future potential sales revenue. Backlog is defined as the dollar amount of signed contracts or firm orders, generally as a result of a competitive bidding process, which is expected to be recognized as revenue. It is most meaningful for the Architectural Services segment, due to the longer-term nature of their projects. Backlog is not a term defined under U.S. GAAP and is not a measure of contract profitability. Backlog should not be used as the sole indicator of future revenue because the Company has a substantial number of projects with short lead times that book-and-bill within the same reporting period that are not included in backlog.

Reconciliation of Non-GAAP Financial Measures

Adjusted net earnings and adjusted diluted earnings per share

(Unaudited)

<i>(In thousands)</i>	Three Months Ended		Six Months Ended	
	August 30, 2025	August 31, 2024	August 30, 2025	August 31, 2024
Net earnings	\$ 23,649	\$ 30,566	20,962	61,577
Acquisition-related costs ⁽¹⁾	1,307	—	1,657	—
Restructuring costs ⁽²⁾	3,123	1,179	18,472	2,301
NMTC settlement gain ⁽³⁾	(4,597)	—	(4,597)	—
Income tax impact on above adjustments ⁽⁴⁾	(2,384)	(289)	(3,546)	(564)
Adjusted net earnings	\$ 21,098	\$ 31,456	32,948	63,314

	Three Months Ended		Six Months Ended	
	August 30, 2025	August 31, 2024	August 30, 2025	August 31, 2024
Diluted earnings per share	\$ 1.10	\$ 1.40	\$ 0.97	\$ 2.80
Acquisition-related costs ⁽¹⁾	0.06	—	0.08	—
Restructuring costs ⁽²⁾	0.14	0.05	0.86	0.10
NMTC settlement gain ⁽³⁾	(0.21)	—	(0.21)	—
Income tax impact on above adjustments ⁽⁴⁾	(0.11)	(0.01)	(0.16)	(0.03)
Adjusted diluted earnings per share	\$ 0.98	\$ 1.44	1.53	2.88

Weighted average diluted shares outstanding	21,590	21,875	21,562	21,985
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(1) Acquisition-related costs include costs related to one-time expenses incurred to integrate the UW Solutions acquisition.

(2) Restructuring costs related to Project Fortify. Costs incurred in fiscal year 2025 were associated with Phase 1 and costs incurred in fiscal year 2026 are associated with Phase 2.

(3) Gain related to the settlement of a New Market Tax Credit transaction.

(4) Income tax impact reflects the estimated blended statutory tax rate for the jurisdictions in which the charge or income occurred.

Note: Per share amounts are computed independently for each of the items presented so the sum of the items may not equal the total amount.

Reconciliation of Non-GAAP Financial Measures

EBITDA, Adjusted EBITDA, and Adjusted EBITDA Margin

(Earnings before interest, taxes, depreciation, and amortization) (Unaudited)

	Three Months Ended August 30, 2025					
<i>(In thousands)</i>	Architectural Metals	Architectural Services	Architectural Glass	Performance Surfaces	Corporate and Other	Consolidated
Net earnings (loss)	\$ 20,874	\$ 1,433	\$ 8,429	\$ 6,245	\$ (13,332)	\$ 23,649
Interest expense (income), net	444	(86)	(131)	—	3,848	4,075
Income tax expense	—	—	26	—	4,278	4,304
Depreciation and amortization	3,752	911	3,323	3,789	732	12,507
EBITDA	25,070	2,258	11,647	10,034	(4,474)	44,535
Acquisition-related costs ⁽¹⁾	—	—	—	1,187	120	1,307
Restructuring costs ⁽²⁾	355	2,758	—	—	10	3,123
NMTC settlement gain ⁽³⁾	(4,597)	—	—	—	—	(4,597)
Adjusted EBITDA	\$ 20,828	\$ 5,016	\$ 11,647	\$ 11,221	\$ (4,344)	\$ 44,368
EBITDA margin	17.8 %	2.2 %	16.1 %	20.7 %	N/M	12.4 %
Adjusted EBITDA margin	14.8 %	5.0 %	16.1 %	23.2 %	N/M	12.4 %

(1) Acquisition-related costs include costs related to one-time expenses incurred to integrate the UW Solutions acquisition.

(2) Restructuring costs related to Project Fortify. Costs incurred in fiscal year 2025 were associated with Phase 1 and costs incurred in fiscal year 2026 are associated with Phase 2.

(3) Gain related to the settlement of a New Market Tax Credit transaction.

Reconciliation of Non-GAAP Financial Measures

EBITDA, Adjusted EBITDA, and Adjusted EBITDA Margin

(Earnings before interest, taxes, depreciation, and amortization) (Unaudited)

	Three Months Ended August 31, 2024					
<i>(In thousands)</i>	Architectural Metals	Architectural Services	Architectural Glass	Performance Surfaces	Corporate and Other	Consolidated
Net earnings (loss)	\$ 16,603	\$ 6,107	\$ 21,176	\$ 3,794	\$ (17,114)	\$ 30,566
Interest expense (income), net	538	24	(85)	—	663	1,140
Income tax (benefit) expense	—	—	(31)	—	10,580	10,549
Depreciation and amortization	4,172	955	3,080	790	691	9,688
EBITDA	21,313	7,086	24,140	4,584	(5,180)	51,943
Restructuring costs ⁽²⁾	916	258	—	—	5	1,179
Adjusted EBITDA	\$ 22,229	\$ 7,344	\$ 24,140	\$ 4,584	\$ (5,175)	\$ 53,122
EBITDA margin	15.1 %	7.2 %	26.8 %	23.1 %	N/M	15.2 %
Adjusted EBITDA margin	15.7 %	7.5 %	26.8 %	23.1 %	N/M	15.5 %

(1) Acquisition-related costs include costs related to one-time expenses incurred to integrate the UW Solutions acquisition.

(2) Restructuring costs related to Project Fortify. Costs incurred in fiscal year 2025 were associated with Phase 1 and costs incurred in fiscal year 2026 are associated with Phase 2.

(3) Gain related to the settlement of a New Market Tax Credit transaction.

Reconciliation of Non-GAAP Financial Measures

Reconciliation from Adjusted Operating Income to Adjusted EBITDA

(Earnings before interest, taxes, depreciation, and amortization)(Unaudited)

	Three Months Ended August 30, 2025						
<i>(In thousands)</i>	Architectural Metals	Architectural Services	Architectural Glass	Performance Surfaces	Corporate and Other	Consolidated	
Adjusted Operating Income	\$ 17,076	\$ 4,105	\$ 8,332	\$ 7,432	\$ (5,626)	\$ 31,318	
Adjusted Other Income (Expense)	—	—	(8)	—	550	542	
Adjusted Depreciation & Amortization	3,752	911	3,323	3,789	732	12,507	
Adjusted EBITDA ¹	\$ 20,828	\$ 5,016	\$ 11,647	\$ 11,221	\$ (4,344)	\$ 44,368	

1 Adjusted EBITDA represents adjusted operating income after adjusted other income/expense plus adjusted depreciation and amortization

Reconciliation of F26 Outlook Adjusted Diluted EPS

Adjusted diluted earnings per share (EPS)

(Unaudited)

	Fiscal Year Ending February 28, 2026	
	Low Range	High Range
Diluted earnings per share	\$ 2.79	\$ 3.19
Acquisition-related costs ⁽¹⁾	0.12	0.09
Restructuring costs ⁽²⁾	0.92	0.85
New Market Tax Credit settlement gains ⁽³⁾	(0.23)	(0.23)
Adjusted diluted earnings per share	<u>\$ 3.60</u>	<u>\$ 3.90</u>

- (1) Acquisition-related costs include costs related to one-time expenses incurred to integrate the UW Solutions acquisition, net of tax.
- (2) Restructuring costs related to Project Fortify Phase 2, net of tax.
- (3) Gains related to the settlement of New Market Tax Credit transactions in the 2nd quarter and 3rd quarter, net of tax.

Note: Per share amounts are computed independently for each of the items presented so the sum of the items may not equal the total amount.