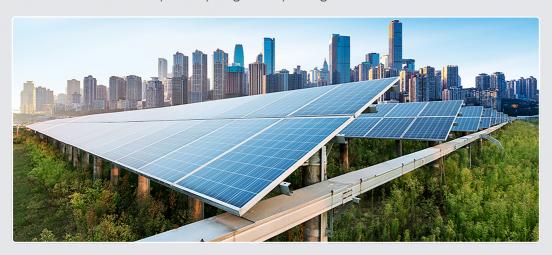


There are significant trends shaping our modern world

Resources are becoming scarce and harder to access, and the pace of change is adding to the demand for new advanced materials

OUR PURPOSE

Our purpose is to use advanced materials to make the world more sustainable, and to improve the quality of life. Our purpose guides our actions: it underpins our work to reduce our environmental impact, informs how we treat our people, and ensures we fulfil our responsibility for good corporate governance.



OUR GLOBAL REACH

We have a diverse workforce of over 8,500 employees across 70 sites and spanning 18 countries. Working across many industries and in a number of markets, we deliver the materials science and technologies the world needs now.



Organic constant-currency revenue growth* was Our leading, differentiated positions in attractive end markets and the calibre of our team position us well to continue to execute our strategy. Energy Intensity improved by compared to the prior half year. Organic constant-currency revenue growth* was Our targeted investment in capacity for our faster growing segments continues at pace and we expect to increase further our exposure to these markets.

Our HY 2023 Progress
We have delivered
revenue growth in the
first half in line with
our expectations and
continue to see the
benefits of our leading
differentiated positions in
attractive growth markets.
Our recovery is well
progressed and we have
used this as an opportunity
to accelerate investment in
our IT infrastructure across
the Group.

WHAT WE DO

We engineer components which are highly resistant to chemical and physical wear, corrosion, and extreme temperatures, sitting at the heart of many industrial processes.

Our products help customers, especially those operating energy-intensive processes, to reduce energy consumption, emissions and operating costs.



WHAT DIFFERENTIATES US

Our strategy builds on our strengths and focuses the Group on scalable businesses in attractive markets, and on the development of our three core capabilities in customer focus, application engineering and materials science. To continue the development of our core capabilities we have three execution priorities:



Big positive difference - making sure we govern our business the right way, looking after the environment, looking after our people and operating to high ethical standards.



Delight the customer - we are working to shape our product and service offerings further based on customer needs, with the overall objective of making our business more customer-centric.



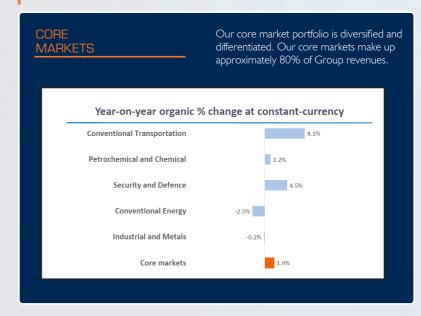
Innovate to grow - many of our customers have an increasing need to reduce their energy consumption and CO₂e emissions, these customers need our help.

MARKET CONTEXT

We have a strategy based on building deep expertise in materials, markets and customer needs, and that translates into leading, differentiated positions across our markets.



These are market segments where demands on materials are increasingly stringent, and our materials expertise is increasingly relevant.



In these core markets, we are leading, or are among the market leaders. We have strong customer loyalty, a respected brand and deep application expertise.

FINANCIAL HIGHLIGHTS FULL YEAR 2022

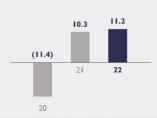
Free cash flow before acquisitions. disposals and dividends* (£m)

Lower free cash flow* from a one-off pension contribution of £67.0m and increased investmen in working capital to secure our supply chain and capital expenditure to support ongoing growth.



Organic constant currency revenue growth* (%)

revenue grew by 11.2%, with growth across all global business units. See the Review of rations on pages 48 to 49 for more detail.



Net debt to EBITDA

(excluding lease liabilities) (X)

Net debt* to EBITDA* (excluding lease liabilities) was 0.8 times at the end of 2022, following a one-off pension contribution of £67.0m, increased working capital investment and increased capital expenditure.



Adjusted operating profit margin* (%)

Margin improvement from increased volumes, with pricing and efficiency savings more than offsetting cost inflation.



Throughout this document, non-GAAP measures are clearly identified by an asterisk (*) where they appear in text, and by a footnote where they appear in tables and charts. Definitions and reconciliations of these non-GAAP measures to the relevant GAAP measures can be found in the Group Financial Review on pages 57 to 59 of the 2022 Annual Report.

ADJUSTED PERFORMANCE

HI 2022: £530.2m

Group adjusted operating profit

HI 2022: £72.5m HI 2021: £59.1m

Adjusted EPS

HI 2022: 15.9p HI 2021: 12.7p

Interim dividend per share

5.3p HI 2022: 5.3p HI 2021: 3.2p STATUTORY PERFORMANCE

£34.5m

HI 2022: £70.2m

Profit before tax £28.4m

HI 2021: £56.2m **Continuing EPS**

5.2p HI 2022: 15.1p HI 2021: 13.2p

(per 100,000 hours worked)

HI 2022: 0.29

Absolute CO₂e tonnes

HI 2021: 121.000

investment in capacity for our faster growing segments continues at pace, providing us with a solid foundation to continue to deliver in line with our strategy as we go into 2024.

Our targeted

ESG COMMITMENTS

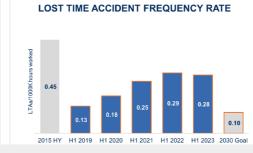
We have stretching environmental goals that we are working hard to achieve. We are improving social factors to keep our people safe and we are looking to provide meaningful work that contributes to an improved society and enables the communities where we operate to thrive. We have robust governance processes across our business and operate to high ethical standards.

Our ESG improvement objectives and targets show what we are focused on improving as a Group. To find out more about our ESG performance in thie first half of 2023, please refer to our Sustainability Report, available on our website.

OUR ASPIRATION	OUR 2030 GOALS
A CO ₂ net zero business by 2050 ¹	50% reduction in Scope I and Scope 2 CO ₂ emissions
Use water sustainably across our business	30% reduction in water use in high and extreme stress areas ²
Improve efficiency of our pro- cesses at all manufacturing sites to reduce waste	30% reduction in total water usage ²



- . Excludes indirect emissions generated by our supply chain, distribution network and employee travel.
- 2. Reduction targets shown are compared to a 2015 baseline.

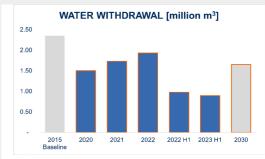


*A lost-time accident (LTA) is defined as an accident or work-related illness which results in one or more days of lost time. Calculated as total number of lost-time accidents in the year, multiplied by 100,000 hours worked, divided by total number of hours worked.

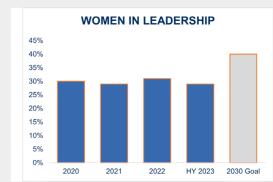
Our lost time accident rate reduced from 0.45 in 2015 to 0.28 Through HY 2023. Our 2023 position is better than HI 2022 (0.29) We are focused on reducing this with our thinkSAFE programme and TAKE 5 initiative, as well as introducing the Golden Safety Rules in 2023.



For CO2e we continue to make great progress against our 2030 target. We have focused on reducing energy intensity through continuous improvement measures and through the procurement of green energy.



Our water performance for HY 2023 has improved by 17 % compared to HY 2022. We have continued with our rainwater harvesting, recycling and efficiency improvements



We are committed to making year on year progress to increase our women in leadership Our strategic priority of big positive difference commits us to achieving 40% of women in leadership by 2030.

"I want to thank our employees for their hard work during a challenging period of recovery."

Pete Raby, CEO

TO FIND OUT HOW

our people work with our communities, please visit our website at: www.morganadvancedmaterials.com/community

about our products and services, please visit:

www.morganadvancedmaterials.com/whatwedo