

Ref. No. IVL002/02/2015

20 February 2015

The President
The Stock Exchange of Thailand

Subject: Submission of Audited Financial Statements and the Management Discussion and Analysis of Indorama Ventures Public Company Limited for the ended December 31, 2014

We are pleased to submit:

1. A copy of the Consolidated and Company only Audited Financial Statements for the year ended December 31, 2014 (a copy in Thai and English)
2. Management Discussion and Analysis (MD&A) for the year ended December 31, 2014 (a copy in Thai and English)
3. Company's performance report, Form F45-3 for the year ended December 31, 2014 (a copy in Thai and English)

Please be informed accordingly.

Sincerely yours,

(Mr. Alope Lohia)
Group Chief Executive Officer

Company Secretary
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INDORAMA VENTURES PUBLIC CO., LTD (SET: "IVL")
MANAGEMENT DISCUSSION AND ANALYSIS (MD&A)
FOR THE YEAR ENDED DECEMBER 31, 2014 (CONSOLIDATED)

Executive Summary

- Recent fall in crude oil and natural gas prices are overall positive for the company
 - a) Increase in consumers disposable income stimulates better demand growth
 - b) FMCG companies enjoy lower input costs and potentially drive better substitution demand growth in plastic packaging products
- However 4Q14 saw lower sales on destocking due to lower absolute prices and we expect better sales in 2015 on restocking.
- One time mark to market impact as non-cash inventory loss of THB 2.4 billion in 4Q14 on inventories. These losses are recovered over time as crude oil environment normalizes gradually in our view to US\$80 in next few years. In the interim the company gains from cash release in working capital on lower absolute prices, which we partially saw in 4Q14 cash inflow and will see further release in 1Q15.
- Drop in absolute prices has not impacted our Core margins, on the contrary led to the short term expansion of the margin in our Core necessities business due to lag impact on the product prices.
- IVL achieved a cash flow from operations of THB 22.4 billion (US\$ 690 million) in 2014.
- Landmark placement of THB 15 billion IVL Perpetual Debentures on 31st October 2014 improves the financial gearing of the company significantly as net debt to equity decreases to 0.83 times as on 31st December 2014.

Table 1: Financial Summary - Core Financials of Consolidated IVL

THB in Millions	4Q14	3Q14	4Q13	2014	2013	YoY%
Total production (in'000 tons)	1,525	1,633	1,464	6,249	5,804	8%
(1) Consolidated Sales	54,625	63,606	57,638	243,907	229,120	6%
<i>PET</i>	<i>30,908</i>	<i>37,211</i>	<i>32,675</i>	<i>145,121</i>	<i>146,418</i>	<i>(1)%</i>
<i>Fibers & Yarns</i>	<i>17,988</i>	<i>18,288</i>	<i>15,494</i>	<i>70,274</i>	<i>47,968</i>	<i>47%</i>
<i>Feedstock</i>	<i>12,698</i>	<i>18,366</i>	<i>16,945</i>	<i>64,477</i>	<i>70,391</i>	<i>(8)%</i>
(2) Core EBITDA	5,050	4,252	4,022	19,481	14,966	30%
<i>PET</i>	<i>2,475</i>	<i>1,923</i>	<i>1,503</i>	<i>9,275</i>	<i>7,636</i>	<i>21%</i>
<i>Fibers & Yarns</i>	<i>1,211</i>	<i>778</i>	<i>1,030</i>	<i>4,108</i>	<i>2,910</i>	<i>41%</i>
<i>Feedstock</i>	<i>1,440</i>	<i>1,569</i>	<i>1,478</i>	<i>6,296</i>	<i>4,456</i>	<i>41%</i>
Depreciation	(2,050)	(2,086)	(1,882)	(8,099)	(7,051)	15%
Core EBIT	3,000	2,166	2,140	11,382	7,915	44%
Net Interest	(828)	(891)	(1,035)	(3,481)	(3,627)	(4)%
Core Profit before tax	2,172	1,275	1,105	7,902	4,287	84%
Current tax income/(expense)	39	(179)	25	(451)	(302)	49%
Deferred tax (expense)	(354)	(139)	(364)	(1,163)	(991)	17%
Core Profit before JV and NCI	1,857	957	766	6,287	2,994	110%
Joint Ventures (JV) Income /(Loss)	(365)	(132)	(278)	(937)	(741)	(26)%
NCI (Non Controlling Interests)	(63)	(31)	(13)	(285)	(191)	50%
Core Net Profit	1,428	795	474	5,065	2,062	146%
⁽³⁾ CAPEX and investment	3,659	2,506	1,398	13,726	6,971	97%
Net Operating Debt	58,013	70,256	72,991	58,013	72,991	(21)%
Net Working Capital Assets (NWC)	26,492	27,108	31,093	26,492	31,093	(15)%
NWC/ Net Operating Debt (%)	46%	39%	43%	46%	43%	
⁽⁴⁾ Total Equity	75,555	61,172	61,568	75,555	61,568	23%
Net Operating Debt to Equity	0.77	1.15	1.19	0.77	1.19	(35)%
Net Operating Core ROCE (before JV's)	9%	7%	7%	9%	6%	44%

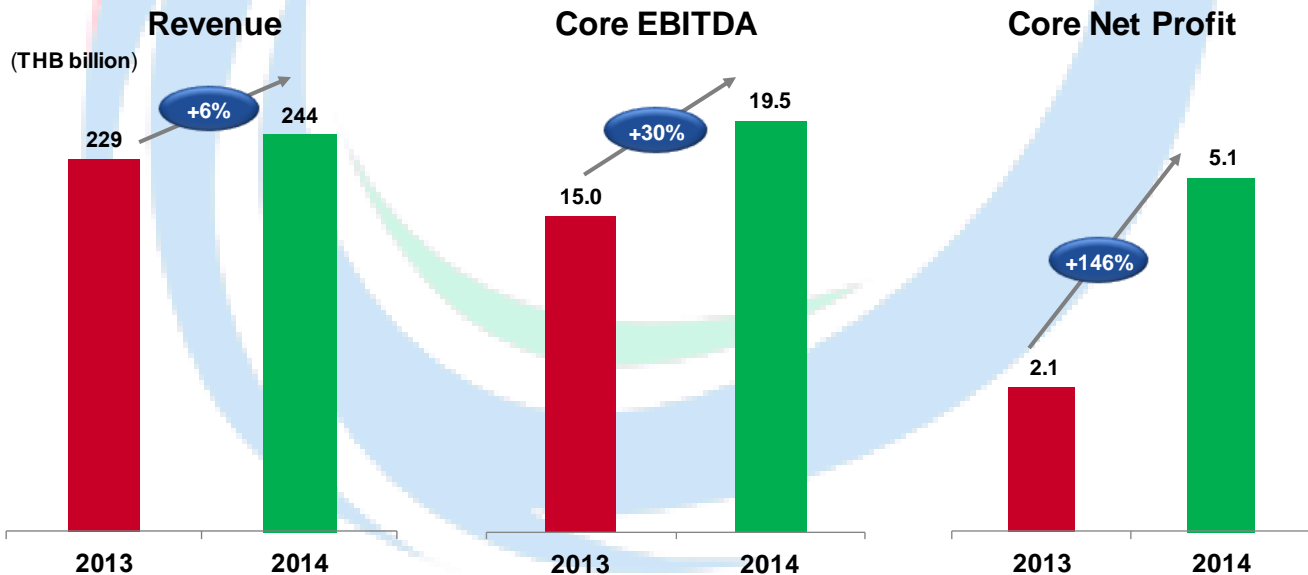
- Note ⁽¹⁾ Consolidated financials are based upon elimination of intra-company (or intra business segment) transactions
⁽²⁾ Core EBITDA is Consolidated EBITDA less Inventory gain/ (loss)
 2014 Core EBITDA includes a LOP (loss of profit) Lopburi flooding insurance claim of THB 140 MM
 2013 Core EBITDA includes a LOP Lopburi flooding insurance claim of THB 899 MM
⁽³⁾ CAPEX and investment (including net proceeds from sales of PPE and investments) are on a cash basis as per cash flow statement
⁽⁴⁾ Includes Subordinated Perpetual Debentures valued at THB 14,874 million as on December 31, 2014

Key financial highlights for the year ended 2014:

Higher utilization of PET assets, debottleneck of Poland PET, startup of 'state of art' Greenfield Polyester Fibers & Yarns in Indonesia, acquisition of PHP Fibers, acquisition of Adana PET, full year run of Trevira Fibers & Yarns post start of consolidation in 4Q13 in IVL from earlier as a Joint Venture and higher utilization of EOEG assets post catalyst change in 2013 primarily led to **an increase in production to 6.2 million tons in 2014 as against 5.8 million tons in 2013, a growth of 8% Year-on-Year (YoY)**, despite a lower run of PTA assets on planned turnarounds in 4Q14 and some lower PET volumes on the force majeure (FM) declared by a major PTA supplier in North America in 2H14. However the loss due to FM is covered under the loss of profit insurance policy as taken by the company as per its applicable terms. The supplies of PTA have been mostly regularized by the supplier in the beginning of 2015.

Though production grew by 8% YoY, **consolidated revenues grew 6% YoY to THB 244 billion** due to significant fall in absolute prices in 4Q14 following the crude price trend.

An improved HVA portfolio in the Fibers & Yarns business, and lower costs due to operational excellence measures, saw **Core EBITDA per ton improve from US\$ 84/t in 2013 to US\$ 96/t in 2014**. With the increase in production output, **Core EBITDA therefore grew 30% over 2013, to THB 19.5 billion in 2014**, leading to a **Core net profit of THB 5.1 billion in 2014 as against THB 2.1 billion 2013, or an increase of 146% YoY**.



With this increase in EBITDA coupled with the release of cash flow due to lower working capital requirements **cash from operations (OCF) climbed to THB 22.4 billion (USD 690 million) in 2014, an increase of 114% over 2013**.

Operating Cash Flow (OCF)

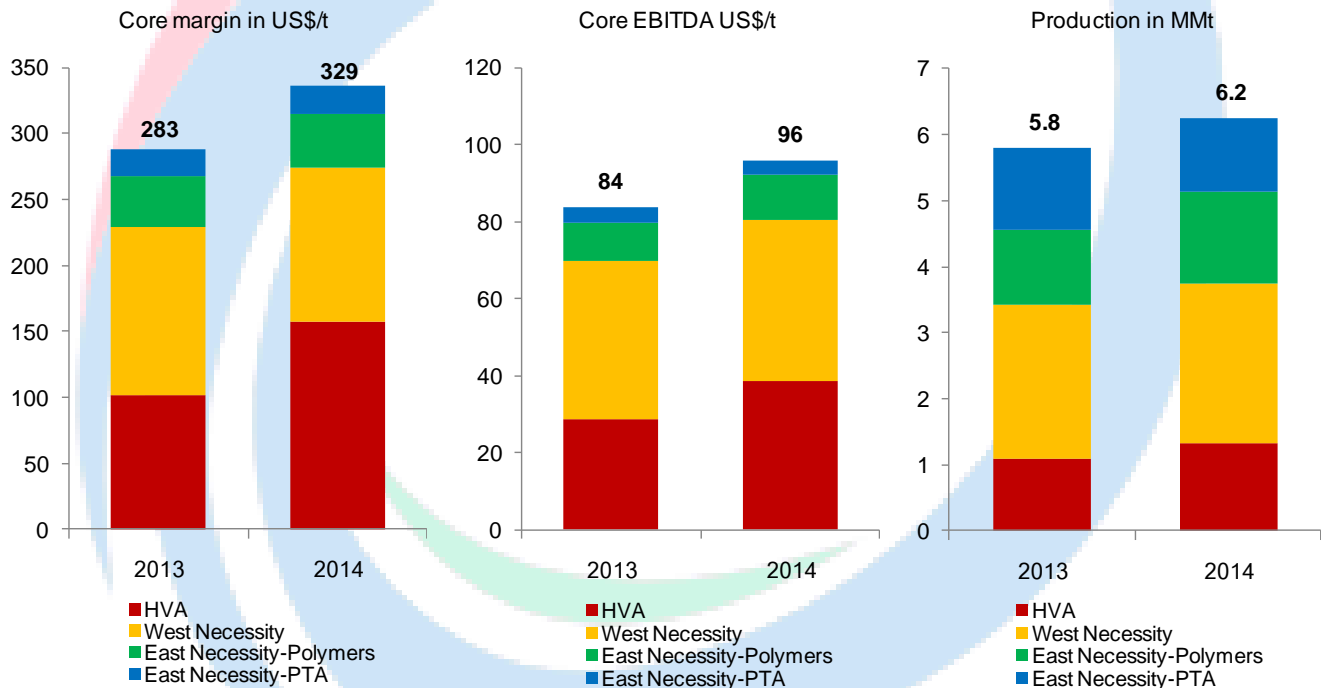
(THB billion)



Note: Periods with ("R") are restated numbers as per change from prior year financial statements

IVL Core blended margin increased 16% to USD 329 per ton in 2014 over the same period last year and HVA volumes have increased from 1.08 MMT in 2013 to 1.32 MMT in 2014, an increase of 23% YoY.

Reaping benefits from HVA portfolio developed over last 3 years



Key financial highlights of the fourth quarter of 2014 (4Q14):

Higher utilization of PET assets, debottleneck of Poland PET, startup of state of art Greenfield Polyester Fibers & Yarns in Indonesia, acquisition of PHP Fibers, acquisition of Adana PET, a lower run of PTA assets on planned turnarounds in 4Q14 and some lower PET volumes on the force majeure declared by a major PTA supplier in North America, primarily led to **an increase in production to 1.52 million tons in 4Q14 as against 1.46 million tons in 4Q13, a growth of 4% Quarter-on-Quarter (QoQ)**

However, consolidated revenues softened by 5% to THB 55 billion in 4Q14, primarily due to a significant fall in absolute prices caused by the fall in crude oil.

With better margins in Fibers & Yarns (mainly due to expansion of HVA products) together with lower cost due to operational excellence measures and debottlenecks in 2014, **Core EBITDA per ton improved to US\$ 101/t in 4Q14 from US\$ 87/t in 4Q13.**

This improvement in Core EBITDA per ton and higher production resulted in a **Consolidated Core EBITDA that grew 26% over 4Q13, to THB 5.0 billion** and a **Core net profit of THB 1.40 billion in 4Q14 as against THB 0.47 billion in 4Q13, an increase of 201% YoY.**

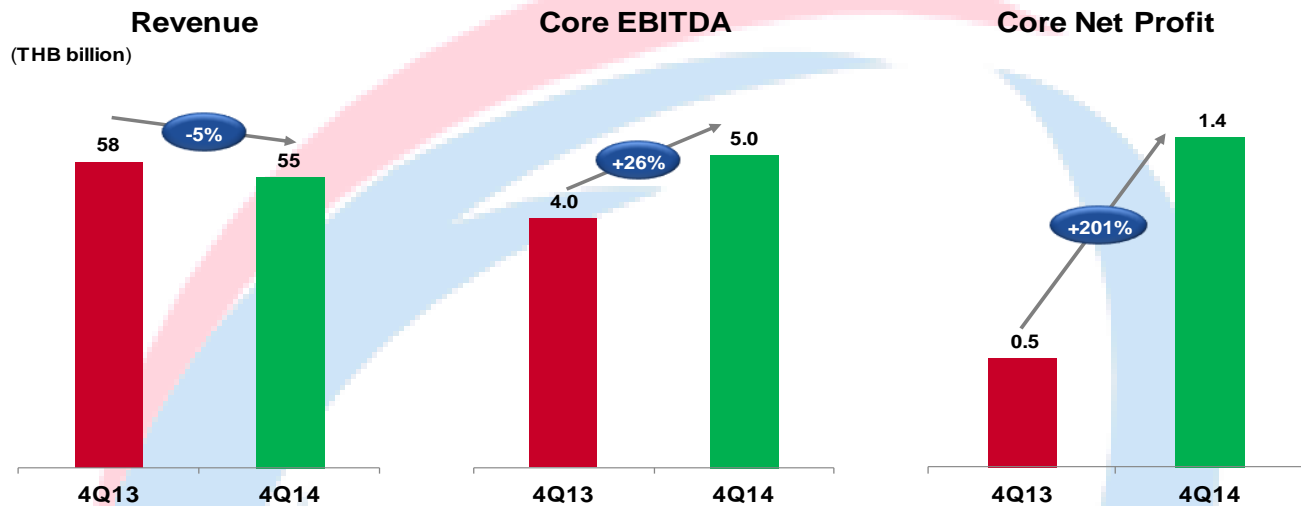


Table 2: Joint Ventures

THB in Millions	4Q14	3Q14	4Q13	2014	2013	YoY%
Joint Ventures (JV) Income /(Loss)	(365)	(132)	(278)	(937)	(741)	(26)%
*Ottana – Mothballed in 2014	(154)	3	(130)	(374)	(485)	23%
Polyprima – Rerofit projects ongoing to benefit from 4Q15	(223)	(146)	(149)	(593)	(362)	(64)%
Trevira – Started consolidation since 4Q13	-	-	-	-	77	-
Others (PHP China, Fibervision JVs)	12	11	1	30	29	5%

*Excludes loss on impairment of assets recorded in 2014

We expect a reduction in equity loss from Joint Ventures in 2015 as residual investment left for the impairment of our mothballed Ottana, Italy, plant is THB 80 million (US\$ 2.4million) as of 31st December 2014 which is equal to the residual net assets left at the site. With various retrofit and cost optimization projects at our Indonesian PTA plant, Polyprima, we are expecting an improvement in its performance from end of 2015.

Table 3: Effective Tax Rates

THB in Millions	2014	2013	YoY%
Core Profit before tax	7,902	4,287	84%
Add: Inventory gain/(loss)	(3,522)	(928)	(279)%
Profit before tax, JV and extraordinary	4,380	3,359	30%
Current tax	(451)	(302)	
Effective Current tax %	10%	9%	
Deferred tax	(1,163)	(991)	
Effective Deferred tax %	27%	30%	
Total tax	(1,614)	(1,294)	
Effective Total tax %	37%	39%	

Effective tax rates above are as per management calculation which may differ with the FS

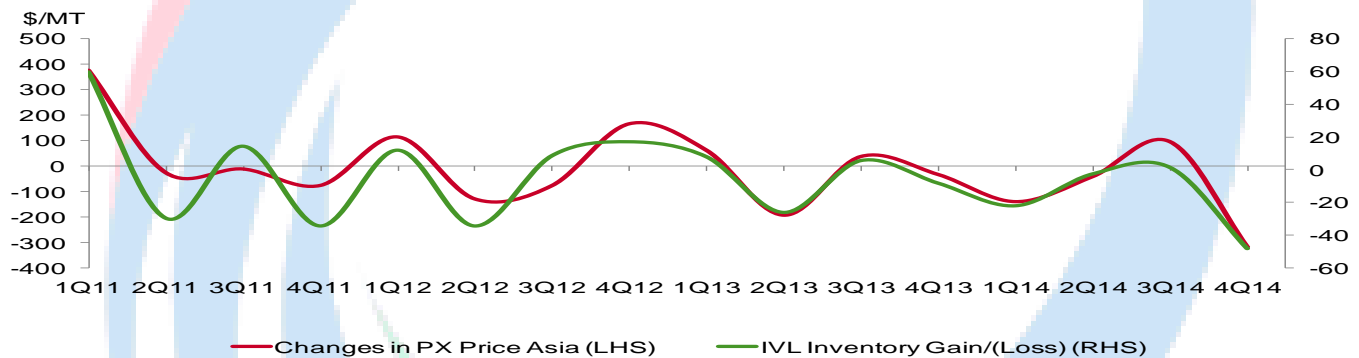
Effective current tax rates continue to remain healthy in 2014 primarily due to our global presence, planning and capex/investments. With the completion of US and Europe corporate reorganization and formation of Regional Operating HQ (ROH) in Thailand, we expect to have full year impact of these initiatives in 2015.

Table 4: Reported Net Profit and Non Operational/Extraordinary Items reconciliation

THB in Millions	4Q14	3Q14	4Q13	2014	2013	YoY%
Core Net Profit	1,428	795	474	5,065	2,062	146%
Add: Inventory gain/(loss)	(2,392)	80	(376)	(3,522)	(928)	(279)%
Net profit, before extraordinary items	(964)	875	98	1,543	1,134	36%
Add: Non Operational/Extraordinary income/(expense)	11	(288)	(568)	(58)	192	
<i>Acquisition cost & pre-operative expense</i>	(90)	(14)	0	(126)	32	
<i>Gain on Bargain Purchases and Impairments (Net)</i>	103	-	(299)	506	(299)	
<i>Insurance Claims (Lopburi flood assets related claim)</i>	-	-	(1)	-	791	
<i>Other Extraordinary Income/(Expense)</i>	(3)	(274)	(268)	(438)	(332)	32%
= Net profit after tax and NCI	(953)	587	(469)	1,485	1,326	12%

Gain on bargain purchase needs to be accounted for on completion of any acquisition as per Thai Accounting Standards

Due to continuous significant fall in crude oil prices in 2H14, IVL incurred an accounting Inventory loss THB 2.39 billion in 4Q14 and THB 3.52 billion in the full year of 2014. These mark to market inventory gain or loss are driven by upstream feedstock factors and has a very strong correlation to the price movement of our key raw materials (refer the graph below).



Source: Industry and IVL data

The Company incurred some extraordinary expenses on the acquisition of Indorama Ventures Adana PET in Turkey, PHP Fibers in Germany and others as well as accompanying income from *gains on bargain purchase* booked. Together with the reorganization of our US assets and impairment of our Workington and Ottana assets, IVL booked a net extraordinary expense of THB 58 million in 2014.

After adjusting inventory losses and extraordinary expenses to the Core net profit, IVL achieved a **net profit of THB 1.49 billion in 2014 as against THB 1.33 billion in 2013, an increase of 12% YoY.**

Table 5: Core EPS and Reported EPS

Earnings Per Share (EPS) in Baht*	4Q14	3Q14	4Q13	2014	2013	YoY%
Core EPS	0.27	0.17	0.10	1.02	0.43	139%
Add: Inventory gain/(loss)	(0.50)	0.02	(0.08)	(0.73)	(0.19)	(279)%
Add: Extraordinary income/(expense)	0.00	(0.06)	(0.12)	(0.01)	0.04	
= Reported EPS	(0.23)	0.12	(0.10)	0.28	0.28	1%

*Includes Interest on Perpetual Debentures

Important Developments in 2014:

Under 2013 full year MD&A, a year back, we had given our outlook for 2014 on Volumes, Costs, Margins and Acquisition opportunities. We are happy to see IVL has achieved most of it and has delivered on the expectations set by us in the beginning of year 2014.

1. **Increased volumes:** As expected IVL achieved higher production volumes from our Oxide & Glycols (EO/EG) site; enhanced operating rates at our IVL Guangdong PET plant; commercial production from our new state-of-the-art polyester fibers plant Polychem (CP4) in Indonesia and better utilization of other assets. PET volumes lost due to the mothballing of Indorama Polymers Workington in the UK are compensated by higher runs at other locations without loss of market share (Poland debottleneck).
2. **Operational excellence** initiatives helped to lower the cost including gains from debottleneck of Poland. Includes the establishment of **Regional operating HQ (ROH) in Thailand** to optimize on synergies, operational improvements & save cost. Completion of corporate restructurings in US and Europe has significantly enhanced operational efficiencies.
3. **The HVA portfolio** has expanded with the acquisition of PHP Fibers in 2Q14.
4. **Recycled product** volumes will have grown and the recycling capability has been extended to our Mexican operations also. Thailand plant started up bottle to flakes facility in 2014.
5. **Startup of operations in the Philippines market** in 2014 by our packaging segment has enhanced our relationship with brand owners
6. **Mergers & Acquisitions:**
 - a) **Project Panda (PHP Fibers): Acquisition completed in 2Q14** by acquiring 80 percent equity of **PHP Fibers GmbH** and has significantly enhanced the Company's HVA portfolio, adding high-performance automotive and industrial products. Leadership position in **AIRBAG** and **TIRE CORD** segments in Europe add significant value to IVL. This acquisition has delivered cash flow and net profit to IVL in 2014.
 - b) **Project Thor (Adana PET): Acquisition completed in 2Q14** by acquiring 100 percent equity of Adana PET in Turkey and has given a maiden entry in Turkish high growth PET market. This acquisition has delivered cash flow and net profit to IVL in 2014.
 - c) **Project Poseidon, renamed to Project Aurelius (Polyplex PET): Announced acquisition in Dec'2014 and expect completion in 1Q15.** This acquisition will expand IVL foothold in Turkey as the leading producer of PET in high growth Turkish market.
 - d) **Project Silk (SASA): Withdrawn to maintain value discipline and expected return on capital.** This was replaced by the announcement of Project Chip (a new addition)
 - e) **Project Chip (Performance Fibers): Announced acquisition in Jan'2015 and expect completion in 1Q15.** This acquisition is expected to significantly enhance the Company's HVA portfolio by adding high-performance automotive Polyester Fabric and Yarns in China serving the automotive safety sector globally. We expect significant synergies with our PET plant at GIVL in China like supply of Polyester Chips to Performance Fibers similar to currently being supplied from Trevira to PHP Fibers in Germany, being located in nearby areas.

Other developments in 2014:

7. **Completed issuance of 2 sets of free convertible warrants into the ordinary shares of the company when exercised.** IVL-W1 (10:1) and IVL-W2 (13:1) were issued at free of cost to the existing shareholders as rights, at the exercise price of THB 36 and 43 per share respectively. IVL-W1 expires in the year 2017 and IVL-W2 expires in the year 2018. The primary objective of these issuances was to raise long term capital for potential long term Greenfield projects to integrate into raw materials.
8. **Completed issuance of Perpetual Debentures of Baht 15 Billion**, the largest ever Corporate Perpetual Debentures in Thailand in 4Q14. The primary objective of this issuance was to prepare the balance sheet for the exciting and accretive potential growth opportunities in our core business.

Outlook 2015

On the back of weak global macro environment in 2014 which continues to persist in 2015, we are fairly confident about IVL business being in Necessities and HVA product segments.

1. **Increased volumes:** Expect higher production volumes from first full year run of Poland PET post debottleneck in 2014, first full year run of acquired PHP Fibers and Adana PET, higher utilization at 'state-of-the-art' polyester fibers plant Polychem (CP4) in Indonesia, higher volumes in PTA post planned turnarounds in 2014, completion of announced acquisition of Performance Fibers in China, completion of announced acquisition of Polyplex PET in Turkey, and better utilization of other assets which is **estimated to add around 12% higher production in 2015 over 2014**. A capacity growth from 7.5 MMT in 2014 to 7.8MMT in 2015 (mainly from completion of 2 announced M&A).
2. **Industry demand:** With higher disposable income with consumers due to lower crude oil & natural gas prices we expect better demand for our products and also higher substitution demand over competing materials in fibers and packaging.
3. **Lower cost:** Operational excellence measures to continue to keep costs lower. Expecting lower logistics and other conversion costs due to expected lower crude oil & gas prices in 2015. Weakening currencies in Indonesia, Mexico, Turkey, Poland and Euro is expected to lower the conversion costs in USD terms as business spreads are mainly linked to USD.
4. **The HVA portfolio** is expected to expand mainly with the acquisition of Performance Fibers in China and debottlenecks of Fiber vision in USA as well as full year operations of BICO line in Suzhou, China.
5. **Completion of 330kt pa Brownfield expansion of PTA plant at Rotterdam expected in 4Q15.** Additional output of PTA to replace the current purchase of PTA in Europe in 2016.
6. **Mergers & Acquisitions:**
Our current M&A targets, codenamed **Project Lion 1, Project Lion 2, Project Boston and Project Swift** are being actively pursued and expected to be completed in 2015. Most of these expected acquisitions are either in the West Necessities or HVA areas where we see better industry consolidation and discipline. If announced, these would potentially need over a billion USD of new investments in 2015 (over and above the announced investments and ongoing projects). Targeted acquisitions are expected to add around 1.6 MMT of new capacity which can increase the total capacity from 7.8 MMT to 9.4 MMT (a growth of ~26% over 7.5 MMT in 2014).
7. **Joint Ventures (JV):** Polyprima (a JV in Indonesia with 43% equity stake) is conducting retrofit projects, including a captive power plant to reduce operating costs and is expected to start benefitting from the fourth quarter of 2015.
8. **Industry Margins or Spreads (selling prices less raw materials):**
 - a. PET: Last 5 year simple average industry margins in Asia was 140\$/t (2014E: 142\$/t) and in the West was 268\$/t (2014E 248\$/t). IVL enjoys a higher margin due to advantage of its scale, HVA products and regional manufacturing which lowers our blended logistics costs. Our growth plans are assuming margins to remain at its 2014 level.
 - b. PTA: Last 5 year simple average industry margin of Asia is 163\$/t (2014E: 87\$/t). We expect some improvements over 2014 subject to:
 - i) Favorable PX pricing as it has entered into an oversupply situation for next few years
 - ii) Better producers discipline in China expected and PX plus fixed spread pricing mechanism
 - iii) Rationalization of high cost PTA plants in Taiwan, South Korea, Japan, China and others.

- c. MEG and PEO: MEG and PEO simple average margin in NA in 2014E remained at 503\$/t. With tight supplies of PEO and improving outlook on MEG we expect marginal improvement over 2014.
- d. HVA: With change in product mix with the addition of Performance fibers in China as well full year PHP fiber consolidation as well as lower raw material prices, we expect some margin improvement in 2015.

Business Strategy

IVL continues to look at growth opportunities in its core business, both organic and inorganic. We have an identified capex plan to invest around US\$ 1.9 billion on growth capex and US\$ 0.3 billion on maintenance capex from 2015-2018 (total US\$ 2.2 billion) funded through cash flow from operations, debts and recently issued perpetual debentures. IVL targets to maintain a net debt to equity ratio of around 1.0 time in the long term. As on Dec'14 it stands at 0.83 times. IVL businesses have a track record of strong cash flows since the majority of sales are to consumer necessities sector.

Year wise expected capex guidance 2015-2018 is as follows:

Total Capex 2015-2018:	US\$ 2.2 billion (Growth: US\$ 1.9 billion and maintenance US\$ 0.3 billion)
Committed capex 2015-2018:	US\$ 1.1 billion (2015: ~US\$ 0.6 billion)
Actively pursued 2015-2018:	US\$ 1.1 billion (2015: ~US\$ 0.9 billion)

2015: US\$ 1.5 billion mainly on M&A, ongoing Brownfield, debottleneck projects and maintenance capex.
2016: US\$ 0.4 billion mainly on M&A/JV, debottleneck projects and maintenance capex.
2017: US\$ 0.2 billion mainly on M&A/JV, debottleneck projects and maintenance capex.
2018: US\$ 0.1 billion mainly on debottleneck projects and maintenance capex.

Longer term projects like Paraxylene JV in Abu Dhabi and World Scale Gas Cracker participation in USA with downstream MEG are under review and will only be initiated once the crude oil environment normalizes and the company has better visibility on the exercise of warrants due to expire in 2017 and 2018.

Business Segments

PET

The PET segment represented 50% of IVL production and 48% of IVL Core EBITDA in 2014.

Primarily driven by increased utilizations, the Poland site debottleneck and the completion of the acquisition of Adana PET, Turkey in 2Q14, the PET segment saw production increase from 2.9 MMT in 2013 to 3.1 MMT in 2014, a growth of 7% YoY. This growth in production was achieved despite lower production in 2H14 caused by a Force Majeure declared by BP in North America which disrupted the supplies of PTA, a major raw material for PET. However this loss is covered under the loss of profit insurance policy taken by the company as per its terms. The supplies of PTA had largely been regularized by the supplier by the beginning of 2015.

Cost optimization projects and debottleneck of Poland led to a lower cost per ton in this segment. Further with the increase of HVA production proportion from 10% of total PET production in 2013 to 14% of total PET production in 2014, led to an improvement in Core EBITDA per ton to US\$92/t in 2014 from US\$ 86/t in 2013.

With increase in production and improved Core EBITDA/ton, PET segment achieved a Core EBITDA of US\$286M in 2014 against US\$ 248M 2013, a growth of 15% YoY.

Fibers and Yarns (F&Y)

F&Y segment represented 18% of IVL production and 21% of IVL Core EBITDA in 2014.

F&Y segment saw production increase from 0.91 MMT in 2013 to 1.15 MMT in 2014, a growth of 26% YoY. This is primarily driven by the start up of state-of-the-art polyester fibers plant Polychem (CP4) in Indonesia and the acquisition of PHP Fibers in 2Q14. Utilization rate were lower in 2014 over 2013 despite increase in absolute productions. This was mainly due to the gradual completion of Polychem in Indonesia during 2014. In 4Q14 around 90% utilization rate has been achieved at this location.

Enhancement of HVA products with the acquisition of PHP Fibers led to increase in margins. Supported by cost optimization and operational excellence measures, Core EBITDA per ton increased to US\$110/t in 2014 from US\$ 104/t in 2013.

60% of production of F&Y came from HVA products globally and rest 40% came from necessities in the East. This proportion is expected to be higher in HVA in 2015 with the completion of acquisition of Performance Fibers in China (expected completion in 1Q15).

With the increase in production and improved Core EBITDA/ton, F&Y segment achieved a Core EBITDA of US\$126M in 2014 against US\$ 95M 2013, a growth of 34% YoY.

Feedstock

Feedstock segment represented 32% of IVL production and 32% of IVL Core EBITDA in 2014.

This segment includes EOEG in North America, PTA in Europe and PTA in Asia.

This segment saw a flat production YoY and achieved 2.0 MMT productions in both 2013 and 2014. In 2013 there was a successful planned turnaround of Catalyst change at EOEG in NA and had lower production in EOEG in NA, where as in 2014 PTA assets in Asia and Europe took planned turnarounds in 4Q14 which led to lower PTA production in 4Q14 and 2014. However in 2015 both EOEG and PTA are expected to run at their optimum capacity and deliver higher production over 2014, as next turnarounds are due in 2016.

With the strong PEO margins in 2014 over 2013 and cost optimization measures at PTA sites led to an improvement in Core EBITDA per ton to US\$97/t in 2014 from US\$ 73/t in 2013.

This segment considers PEO as their HVA product. 10% of production of feedstock segment in 2014 is contributed by HVA and 90% from necessities which are MEG and PTA.

With improved Core EBITDA/ton and higher volumes in EOEG products, this segment achieved a Core EBITDA of US\$194M in 2014 against US\$ 145M 2013, a growth of 34% YoY.

PEO is expected to remain tight in 2015 and this segment should benefit from this tightness of product in the market. Similarly MEG is also expected to benefit from lower Ethylene and natural gas prices in NA and tight supply situation globally.

For PTA margin outlook please refer to our Outlook 2015 section.

Figure 1: Business Segments-Production Volume and Revenue

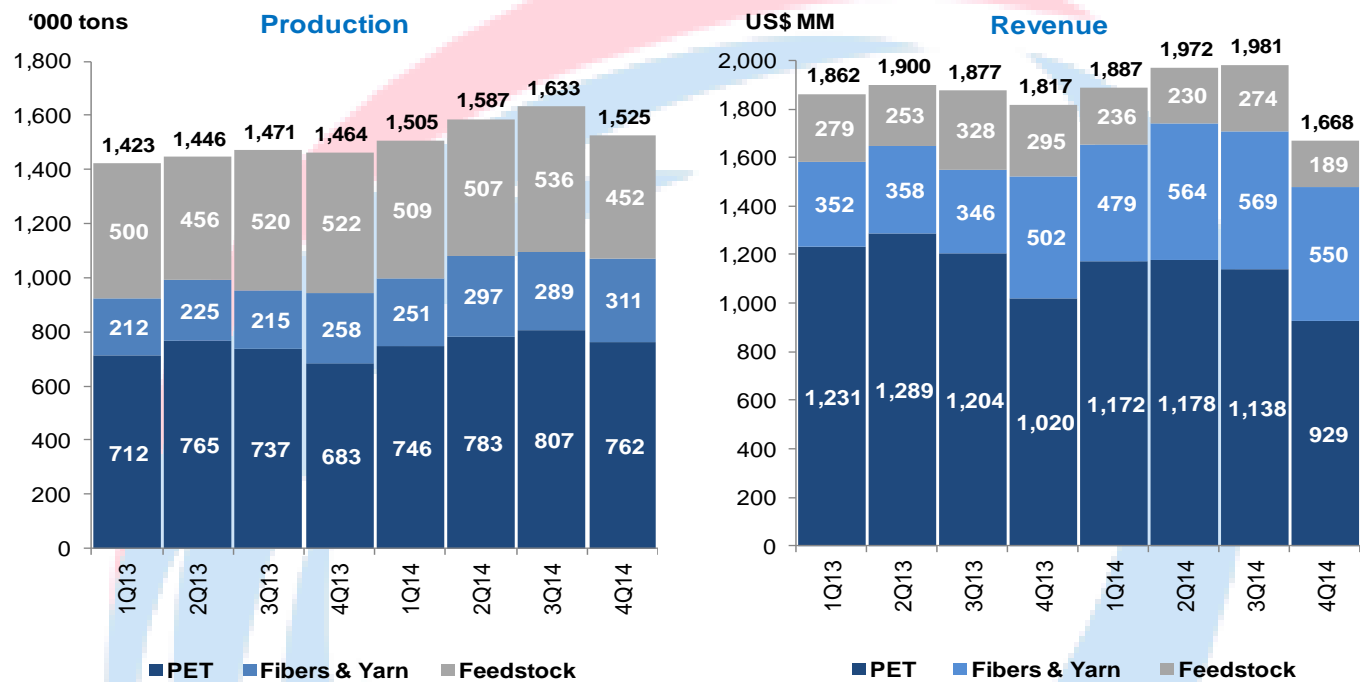


Table 6: Business Segments-Key Financial Data (YoY)

	THB in Millions			US\$ in Millions		
	2014	2013	YoY%	2014	2013	YoY%
Core EBITDA/ton (THB/t , US\$/t)	3,117	2,579	21%	96	84	14%
PET	2,994	2,636	14%	92	86	8%
Fibers and Yarns	3,579	3,200	12%	110	104	6%
Feedstock	3,142	2,231	41%	97	73	33%
Core EBITDA	19,481	14,966	30%	600	487	23%
PET	9,275	7,636	21%	286	248	15%
Fibers and Yarns	4,108	2,910	41%	126	95	34%
Feedstock	6,296	4,456	41%	194	145	34%
Consolidated EBITDA	15,959	14,038	14%	491	457	8%
PET	7,036	6,899	2%	217	225	(3)%
Fibers and Yarns	3,522	2,905	21%	108	95	15%
Feedstock	5,599	4,269	31%	172	139	24%

Notes: Since 1Q14, IVL has changed the quantity calculation methodology for Polyester Fibers & Yarns and included Packaging business quantities in PET. The impacts of these changes are not material.

2014 EBITDA includes LOP Lopburi flooding insurance claim of THB 140 million in PET.

2013 EBITDA includes LOP Lopburi flooding insurance claim of THB 506 million in PET and THB 393 million in Fibers and Yarns.

Operating Regions

Figure 2: Operating Regions-Production Volume and Revenue

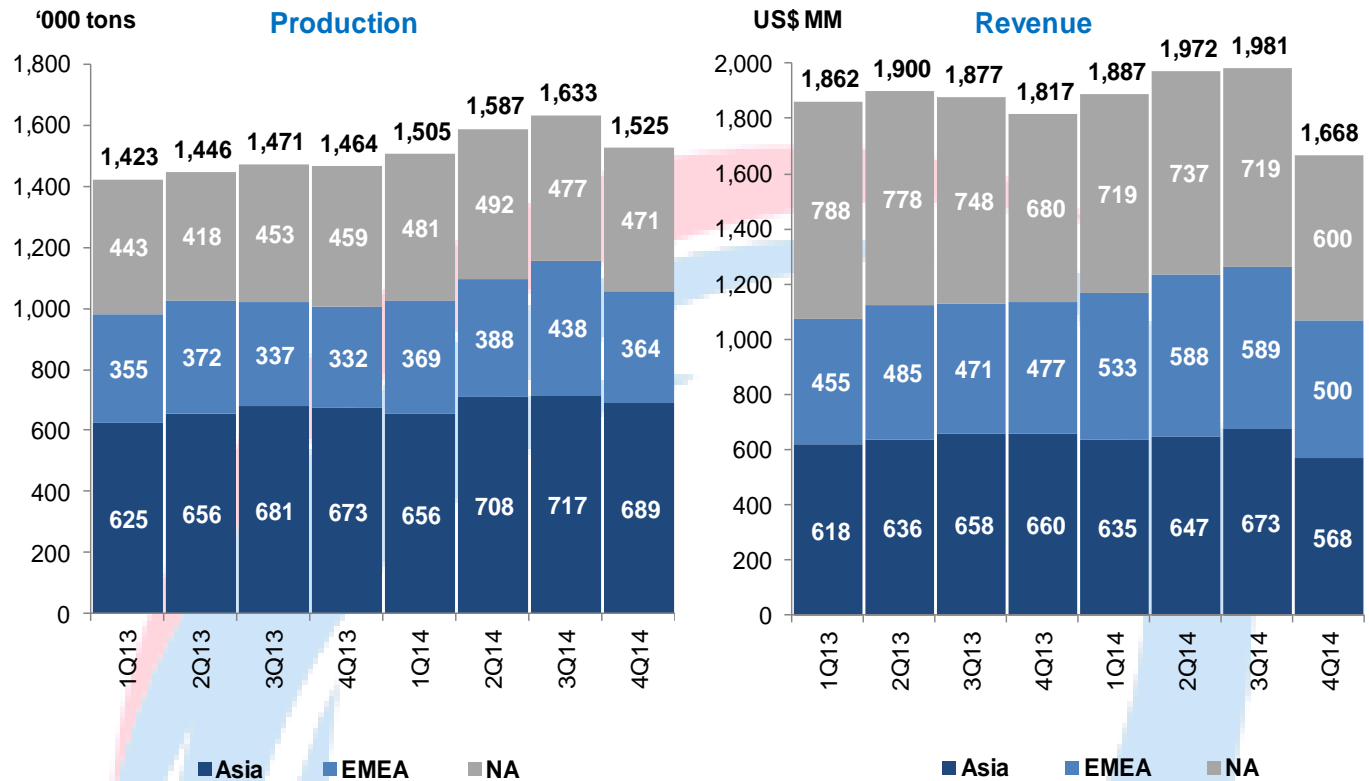


Table 7: Operating Regions-Key Financial Data (YoY)

	THB in Millions			US\$ in Millions		
	2014	2013	YoY%	2014	2013	YoY%
Core EBITDA/tonne (THB/t , US\$/t)	3,117	2,579	21%	96	84	14%
Asia	1,784	1,592	12%	55	52	6%
⁽¹⁾ EMEA	3,046	1,685	81%	94	55	71%
NA	5,098	4,749	7%	157	155	2%
Core EBITDA	19,481	14,966	30%	600	487	23%
Asia	4,940	4,194	18%	152	136	11%
⁽¹⁾ EMEA	4,750	2,353	102%	146	77	91%
NA	9,792	8,419	16%	301	274	10%
Consolidated EBITDA	15,959	14,038	14%	491	457	8%
Asia	3,549	3,946	(10)%	109	128	(15)%
⁽¹⁾ EMEA	3,859	1,832	111%	119	60	99%
NA	8,551	8,259	4%	263	269	(2)%

Note ⁽¹⁾ EMEA includes Europe, Middle East and Africa,
 2014 EBITDA includes LOP Lopburi flooding insurance claim of THB 140 million in Asia.
 2013 EBITDA includes LOP Lopburi flooding insurance claim of THB 899 million in Asia.

Diversified Portfolio

Figure 3: Product Type-Production Volume and Revenue

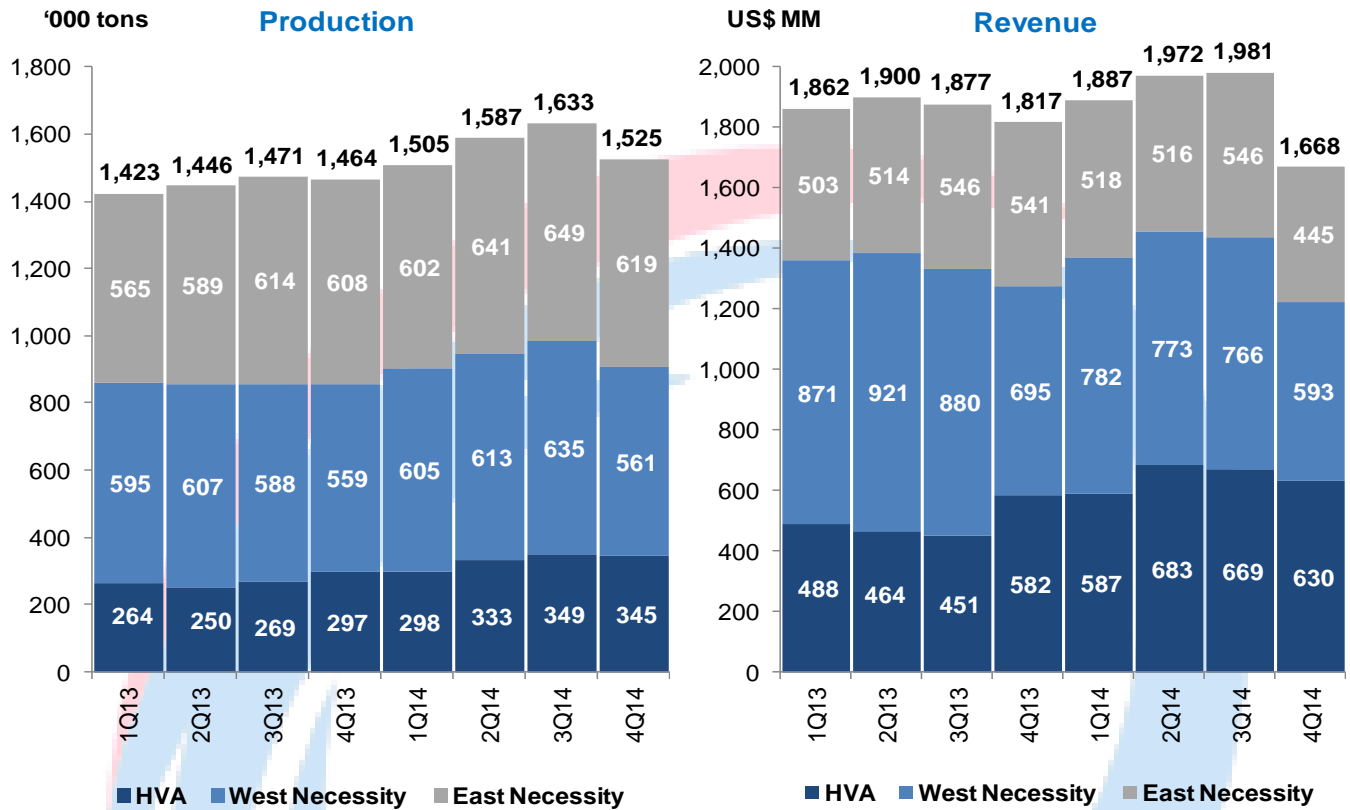


Table 8: Product Type-Key Financial Data (YoY)

	THB in Millions			US\$ in Millions		
	2014	2013	YoY%	2014	2013	YoY%
Core EBITDA/tonne (THB/t , US\$/t)	3,117	2,579	21%	96	84	14%
HVA	5,888	4,747	24%	181	154	17%
West Necessity	3,544	3,120	14%	109	102	7%
East Necessity	1,245	1,057	18%	38	34	11%
Core EBITDA	19,481	14,966	30%	600	487	23%
HVA	7,801	5,125	52%	240	167	44%
West Necessity	8,554	7,329	17%	263	238	10%
East Necessity	3,126	2,512	24%	96	82	18%
Consolidated EBITDA	15,959	14,038	14%	491	457	8%
HVA	7,449	5,154	45%	229	168	37%
West Necessity	6,762	6,619	2%	208	215	(3)%
East Necessity	1,749	2,264	(23)%	54	74	(27)%

Note: 2014 EBITDA includes LOP Lopburi flooding insurance claim of THB 140 million in HVA.

2013 EBITDA includes LOP Lopburi flooding insurance claim of THB 446 million in Asia Necessity and THB 453 million in HVA.

Capital Structure and Liquidity

Debt : IVL net debt to equity stands at 0.83 times as at December 2014, which is lower than 1.31 times as of December 2013. This reduction in gearing is achieved with the issuance of Perpetual Debentures in October 2014 and the operating cash flow generations during the year, despite CAPEX and investments of US\$ 423 million in 2014 (cash flow basis). IVL's net operating debt decreased from US\$ 2,224 million at the end of December 31, 2013 to US\$ 1,760 million at the end of December 31, 2014.

Liquidity : Strong cash flow from operations and longer average loan maturity led to a high liquidity position in the company. **As at December 2014, IVL has a liquidity of US\$ 1.6 billion**, in the form of cash and cash under management, plus unutilized banking credit lines. The high liquidity provides us greater flexibility in business operations and to finance accretive growth opportunities.

The table below provides movement of total debt and net operating debt in US\$ millions:

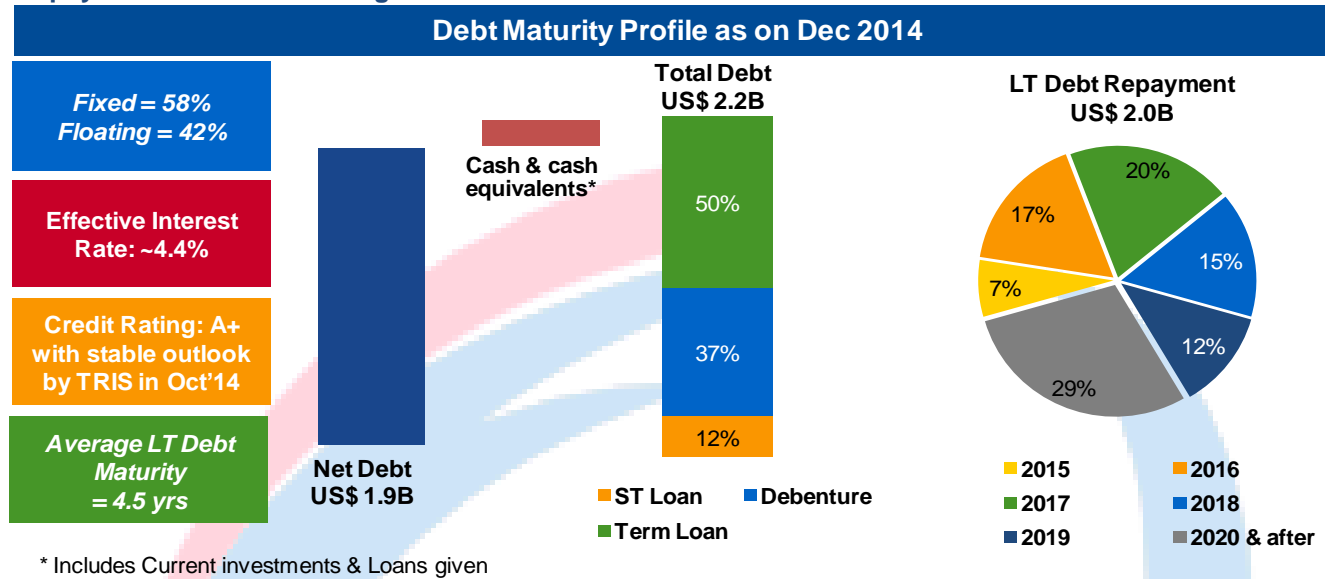
Table 9: Total Debt and Net Operating Debt

US\$ in Millions	2014	2013
Total Debt	2,224	2,598
Bank overdraft and short-term loans	260	490
Long term debt (Current portion)	135	120
Debentures (Non-current portion)	834	725
Long term debt (Non-current portion)	994	1,264
Cash & Cash under management	323	133
Cash and cash equivalents	164	125
Current investments and loans given	158	7
Net Debt	1,901	2,466
⁽¹⁾ Non-operating Debt (Project Debt)	141	241
Net Operating Debt	1,760	2,224
Net operating debt to equity (times)	0.8	1.2
Debts with fixed interest %	58%	37%
Credit Rating by TRIS (Reaffirmed in October 2014)	A+	A+
Liquidity	1.6	0.8
Unutilized credit line (US\$ billions)	1.2	0.7
Financial Ratios		
Current ratios (times)	1.5	1.3
Debt Servicing Coverage Ratio (DSCR) times	2.1	1.6
Interest coverage ratio (times)	4.6	3.9

Note ⁽¹⁾ Capex and investments in progress that are not generating revenue and earnings as on date.

The table below provides repayment schedule of long-term debt and debentures in US\$ millions:

Repayment Schedule of Long-Term Debt and Debentures



Cash Flow Statement

An increase in EBITDA and cash release from working capital due to lower absolute prices and operational excellence measures taken by IVL led to a significant growth of operating cash flows (OCF) in 2014. **IVL achieved a OCF of THB 22.4 billion (US\$ 690 million) in 2014 as against THB 10.5 billion (US\$ 341 million) in 2013, a growth of 114% YoY.** In 2014 there was a net cash outflow of THB 13.7 billion (US\$ 423 million) on CAPEX and investments on acquisition of 80% equity in PHP Fibers, acquisition of 100% equity stake in Adana PET, Turkey and ongoing capex on brownfield expansions of PTA Rotterdam and others, debottlenecking, cost optimization projects and maintenance capex. These CAPEX and investments has been funded by a mix of long-term loans, cash proceeds from debentures issued and cash flow from operations.

Table 10: Cash Flow Statement (YoY)

	THB in Millions			US\$ in Millions		
	2014	2013(R)	YoY	2014	2013(R)	YoY
Core EBITDA	19,481	14,966	30%	600	487	23%
Cash Income tax	(259)	(497)	(48)%	(8)	(16)	(51)%
Net working capital and others ⁽¹⁾	3,199	(4,005)		98	(130)	
Operating Cash Flow (OCF)	22,421	10,464	114%	690	341	103%
Net Growth & Investments CAPEX ⁽²⁾	(11,714)	(5,658)	107%	(361)	(184)	96%
Maintenance CAPEX	(2,012)	(1,313)	53%	(62)	(43)	45%
Net Financial Costs	(3,478)	(3,922)	(11)%	(107)	(128)	(16)%
Dividends	(1,654)	(1,626)	2%	(51)	(53)	(4)%
Proceed from perpetual debentures	14,874	-	100%	458	-	100%
Effect of Foreign Exchange Changes and Others ⁽³⁾	(180)	(2,861)	94%	(3)	82	
Increase/(Decrease) in Net Debt ⁽³⁾	(18,258)	4,915		(565)	(15)	

Note: Periods with ("R") are restated numbers as per change from prior year financial statements

⁽¹⁾ Includes inventory gain/(loss)

⁽²⁾ Includes net proceeds from disposals of PPE and also include other non-current investments.

⁽³⁾ Includes effect of Exchange rate changes on balance held in foreign currencies & others.



Notes

The consolidated financials are based upon the elimination of intra-company (or intra-business segment) transactions. For this reason the total of each segment may not tally with consolidated financials.

Since 1Q14, IVL has changed the quantity calculation methodology for Fibers & Yarns and included Packaging business quantities in PET. The impacts of these changes are not material.

The Polyester Chain businesses are generally traded in US dollars and therefore IVL believes in helping its readers with translated US Dollar figures. IVL's reporting currency is in Thai Baht and the accompanying pages are an integral part of this report. The accompanying pages report the Reviewed Thai Baht results and its translation into US Dollars at average exchange rates and closing exchange rates where applicable. Readers should rely on the Thai Baht results only.

Definitions

Core EBITDA is after excluding inventory gains/losses from reported EBITDA. Inventory gains/losses in a period result from the movement in prices of raw materials and products from the end of the last reported period to the end of the current reported period. The cost of sales is impacted by inventory gains/losses wherein inventory gains decrease cost of sales and inventory losses increase cost of sales.

Net operating debt is defined as net debt (total debt less cash and current investments) less cash outflow for the various project expansions underway which are not completed and have not yet started contributing to the earnings of IVL.

Forward-looking Statements

The statements included herein contain "forward-looking statements" about the [financial condition and results of operations] of Indorama Ventures Public Company Limited (the "Company"), which are based on management's current beliefs, assumptions, expectations and projections about future economic performance and events, considering the information currently available to the management. Any statements preceded by, followed by or that include the words "targets", "believes", "expects", "aims", "intends", "will", "may", "anticipates", "would", "plans", "could", "should", "predicts", "projects", "estimates", "foresees" or similar expressions or the negative thereof, identify or signal the presence of forward-looking statements as well as predictions, projections and forecasts of the economy or economic trends of the markets, which are not necessarily indicative of the future or likely performance of the Company. Such forward-looking statements, as well as those included in any other material discussed at the presentation, are not statements of historical facts but concern future circumstances and results and involve known and unknown risks, uncertainties and other important factors beyond the Company's control that could cause the actual results, performance or achievements of the Company to be materially different from the expectations of future results, performance or achievements expressed or implied by such forward-looking statements.

Factors that could contribute to such differences include, but are not limited to: the highly competitive nature of the industries in which the Company operates; a potential recurrence of regional or global overcapacity; exposures to macro-economic, political, legal and regulatory risks in markets where the Company operates; dependence on availability, sourcing and cost of raw materials; ability to maintain cost structure and efficient operation of manufacturing facilities; shortages or disruptions of supplies to customers; operational risks of production facilities; costs and difficulties of integrating future acquired businesses and technologies; project and other risks carried by significant capital investments including future development of new facilities; exchange rate and interest rate fluctuations; pending environmental lawsuits; changes in laws and regulations relating beverage containers and packaging; the impact of environmental, health and safety laws and regulations in the countries in which the Company operates.

All such factors are difficult or impossible to predict and contain uncertainties that may materially affect actual results. New factors emerge from time to time, and it is not possible for management to predict all such factors or to assess the impact of each such factor on the Company. Such forward-looking statements are also based on numerous assumptions and estimates regarding the Company and its subsidiaries' present and future business strategies and the environment in which the Company will operate in the future. Any forward-looking statements are not guarantees of future performance and speak only as at the date of this presentation, and none of the Company, nor any of its agents, employees or advisors intends or has any duty or obligation to supplement, amend, update or revise any such forward-looking statements to reflect any change in the Company's expectations with regard thereto or any change in events, conditions or circumstances on which any such statements are based or whether in the light of new information, future events or otherwise, except as may be required by applicable laws and stock exchange regulations. The above and other risks and uncertainties are described in the Company's most recent annual registration statement (Form 56-1), and additional risks or uncertainties may be described from time to time in other reports filed by the Company with the Securities and Exchange Commission of Thailand and the Stock Exchange of Thailand. Given the aforementioned and other risks, uncertainties and assumptions, you should not place undue reliance on these forward-looking statements as a prediction of actual results or otherwise.

The results of operations for the periods reflected herein are not necessarily indicative of results that may be achieved for future periods, and the Company's actual results may differ materially from those discussed in the forward-looking statements as a result of various factors not foreseen at the time of giving this presentation.

This statement must not be treated as advice relating to legal, taxation, financial, accounting or investment matters. By attending this presentation, you acknowledge that you will be solely responsible for your own assessment of the market and the market position of the Company and of the risks and merits of any investment in the Shares, and that you will conduct your own analysis and be solely responsible for forming your own view of the potential future performance of the Company's business.



DATA ANNEXURES

Table 11: IVL-Key Operating Data

	4Q14	3Q14	4Q13	2014	2013	YoY%
(1) Total capacity (in '000 tons)	1,856	1,898	1,743	7,313	6,819	7%
(2)PET resins	913	955	881	3,650	3,569	2%
(2)Fibers & Yarns	361	361	279	1,352	939	44%
Feedstock	582	582	582	2,311	2,311	0%
Total production (in'000 tons)	1,525	1,633	1,464	6,249	5,804	8%
(2)PET resins	762	807	683	3,097	2,897	7%
(2)Fibers & Yarns	311	289	258	1,148	909	26%
Feedstock	452	536	522	2,004	1,997	0%
Combined operating rate (%)	82%	86%	84%	85%	85%	0%
PET resins	83%	84%	78%	85%	81%	4%
Fibers & Yarns	86%	80%	93%	85%	97%	(12)%
Feedstock	78%	92%	90%	87%	86%	1%

⁽¹⁾ Capacity based on available days in the quarter for production excluding JV capacity.

⁽²⁾ Some of IVL Mexican PET assets have been allocated to Fibers & Yarns segment as per changes in products output.

Table 12: IVL-Revenue Breakup

	4Q14	3Q14	4Q13	2014	2013	YoY%
IVL						
(1) Total revenues						
Baht in millions	54,625	63,606	57,638	243,907	229,120	6%
USD in millions	1,668	1,981	1,817	7,509	7,456	1%
Proportion of revenues by geography						
Thailand	6%	6%	7%	6%	7%	
Rest of Asia	22%	21%	20%	20%	19%	
North America	33%	34%	37%	35%	38%	
Europe	28%	29%	25%	29%	26%	
Rest of the World	11%	10%	10%	10%	10%	

⁽¹⁾ Consolidated financials are based upon elimination of intra-company (or intra business segment) transactions

IVL CONSOLIDATED STATEMENT OF INCOME

Reported Financials

THB in millions	4Q14	3Q14	4Q13	4Q14 vs.		2014	2013	2014
				3Q14	4Q13			vs.
Net sales	54,625	63,606	57,638	(14)%	(5)%	243,907	229,120	6%
⁽¹⁾ Other income (expense), net	572	390	911	47%	(37)%	1,713	1,813	(6)%
Total Revenue	55,197	63,997	58,549	(14)%	(6)%	245,620	230,933	6%
⁽²⁾ Cost of sales	50,268	58,022	53,409	(13)%	(6)%	222,026	211,779	5%
Gross profit	4,929	5,975	5,140	(18)%	(4)%	23,594	19,154	23%
⁽²⁾ Selling and administrative expenses	4,149	4,003	3,450	4%	20%	16,109	12,435	30%
Foreign exchange gain (loss)	(172)	275	74			375	267	41%
EBITDA	2,658	4,332	3,645	(39)%	(27)%	15,959	14,038	14%
Depreciation and amortization	2,050	2,086	1,882	(2)%	9%	8,099	7,051	15%
Operating income	608	2,246	1,764	(73)%	(66)%	7,860	6,986	13%
⁽³⁾ Share of profit/(loss) from JV	(365)	(132)	(278)	(178)%	(31)%	(937)	(741)	(26)%
⁽⁴⁾ Extraordinary expenses/(income)	11	(288)	(568)			(58)	192	
Net interest	(828)	(891)	(1,035)	(7)%	(20)%	(3,481)	(3,627)	(4)%
Profit (loss) before tax	(574)	936	(117)		391%	3,385	2,810	20%
Income tax expense	315	318	339	(1)%	(7)%	1,614	1,294	25%
- Current tax expense/(income)	(39)	179	(25)		55%	451	302	49%
- Deferred tax expense	354	139	364	155%	(3)%	1,163	991	17%
Profit/(loss) for the period	(890)	618	(456)		95%	1,771	1,517	17%
Non-controlling interests (NCI)	63	31	13	103%	378%	285	191	50%
Net profit/(loss) after NCI	(953)	587	(469)		(103)%	1,485	1,326	12%
Weighted average no. of shares (in Millions)	4,814	4,814	4,814	0%	0%	4,814	4,814	0%
⁽⁵⁾ EPS (in Baht)	(0.23)	0.12	(0.10)		(133)%	0.28	0.28	1%

Core Financials

THB in millions	4Q14	3Q14	4Q13	4Q14 vs.		2014	2013	2014
				3Q14	4Q13			vs.
EBITDA	2,658	4,332	3,645	(39)%	(27)%	15,959	14,038	14%
Less: Inventory gain/(loss)	(2,392)	80	(376)		(536)%	(3,522)	(928)	(279)%
Core EBITDA	5,050	4,252	4,022	19%	26%	19,481	14,966	30%
Net profit/(loss) after NCI	(953)	587	(469)		(103)%	1,485	1,326	12%
Less: Inventory gain/(loss)	(2,392)	80	(376)		(536)%	(3,522)	(928)	(279)%
Less: Extraordinary expenses/(income)	11	(288)	(568)			(58)	192	
Core net profit after NCI	1,428	795	474	80%	201%	5,065	2,062	146%
⁽⁵⁾ Core EPS (THB)	0.27	0.17	0.10	62%	171%	1.02	0.43	139%

⁽¹⁾ This by our internal classification includes insurance claim for business interruption loss of profits

⁽²⁾ This by our internal classification includes depreciation and amortization expenses

⁽³⁾ This by our internal classification excludes impairment expenses

⁽⁴⁾ This by our internal classification includes gain on bargain purchase on new acquisitions, including Joint Ventures and their related transaction costs, pre-operative expenses, insurance claim of property damage, reversal of provision for impairment of property, plant and equipment and inventories from floods in Lopburi, Thailand and other impairments.

⁽⁵⁾ Includes Interest on Perpetual Debentures

Note: The consolidated financials are based upon elimination of intra-company (or intra business segment) transactions. For this reason the total of each segment may not tally with consolidated financials.

IVL CONSOLIDATED BALANCE SHEET

THB in millions			<u>31-Dec-14</u>
	<u>31-Dec-14</u>	<u>31-Dec-13</u>	<u>vs.</u> <u>31-Dec-13</u>
Assets			
Cash and current investments	10,521	4,377	140%
Trade accounts receivable	26,203	28,827	(9)%
Inventories	29,141	28,940	1%
Other current assets	6,315	6,279	1%
Total current assets	72,180	68,423	5%
Investment	1,942	2,887	(33)%
Property, plant and equipment	98,901	96,213	3%
Intangible assets	19,182	19,264	(0)%
Deferred tax assets	1,105	1,185	(7)%
Other assets	2,178	1,069	104%
Total assets	195,488	189,042	3%
Liabilities			
Bank OD and short-term loans from financial institutions	8,581	16,075	(47)%
Trade accounts payable	27,764	25,663	8%
Current portion of long-term loans	4,426	3,922	13%
Current portion of finance lease liabilities	8	5	59%
Other current liabilities	7,286	7,315	(0)%
Total current liabilities	48,066	52,980	(9)%
Long-term loans from financial institutions	32,758	41,463	(21)%
Debenture	27,499	23,796	16%
Finance lease liabilities	21	5	363%
Deferred tax liabilities	8,890	6,925	28%
Other liabilities	2,699	2,305	17%
Total liabilities	119,933	127,474	(6)%
Shareholder's equity			
Share capital	4,814	4,814	0%
Share premium	29,775	29,775	0%
Retained earnings	26,704	26,846	(1)%
Reserves	(2,686)	(930)	(189)%
Total equity attributable to shareholders	58,607	60,506	(3)%
Subordinated perpetual debentures	14,874	-	100%
Total equity attributable to equity holders	73,481	60,506	21%
Non-controlling interests (NCI)	2,074	1,062	95%
Total shareholder's equity	75,555	61,568	23%
Total liabilities and shareholder's equity	195,488	189,042	3%

Note: The consolidated financials are based upon elimination of intra-company (or intra business segment) transactions. For this reason the total of each segment may not totally with consolidated financials.

IVL ANALYST COVERAGE

AEC SECURITIES PUBLIC COMPANY LIMITED	KGI SECURITIES (THAILAND) PUBLIC COMPANY LIMITED
AIRA SECURITIES PUBLIC COMPANY LIMITED	KKTRADE SECURITIES COMPANY LIMITED
ASIA PLUS SECURITIES PUBLIC COMPANY LIMITED	MACQUARIE SECURITIES (THAILAND) LIMITED
BUALUANG SECURITIES PUBLIC COMPANY LIMITED	MAYBANK KIM ENG SECURITIES (THAILAND) PUBLIC COMPANY LIMITED
CAPITAL NOMURA SECURITIES PUBLIC COMPANY LIMITED	MORGAN STANLEY, SINGAPORE
CIMB SECURITIES (THAILAND) CO., LTD	PHATRA SECURITIES PUBLIC COMPANY LIMITED
CITI GROUP	PHILLIP SECURITIES (THAILAND) PUBLIC COMPANY LIMITED
CREDIT SUISSE SECURITIES (THAILAND) LIMITED	RHB OSK SECURITIES (THAILAND) PUBLIC COMPANY LIMITED
DBS VICKERS SECURITIES (THAILAND) COMPANY LIMITED	SCB SECURITIES COMPANY LIMITED
FINANSA SECURITIES LIMITED	THANACHART SECURITIES PUBLIC COMPANY LIMITED
HSBC, UAE	TISCO SECURITIES COMPANY LIMITED
IV GLOBAL SECURITIES PUBLIC CO., LTD.	TRINITY SECURITIES COMPANY LIMITED
JPMORGAN SECURITIES (THAILAND) LIMITED	UBS SECURITIES (THAILAND) LIMITED
KASIKORN SECURITIES PUBLIC COMPANY LIMITED	UOB KAYHIAN SECURITIES (THAILAND) PUBLIC COMPANY LIMITED

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