



Simpson Manufacturing Co., Inc.
Investor Presentation
August 2024



This presentation contains forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995, Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. Forward-looking statements generally can be identified by words such as "anticipate," "believe," "estimate," "expect," "intend," "plan," "outlook," "target," "continue," "predict," "project," "change," "result," "future," "will," "could," "can," "may," "likely," "potentially," or similar expressions. Forward-looking statements are all statements other than those of historical fact and include, but are not limited to, statements about future financial and operating results, our plans, objectives, business outlook, priorities, expectations and intentions, expectations for sales and market growth, comparable sales, earnings and performance, stockholder value, capital expenditures, cash flows, the housing market, the home improvement industry, demand for services, share repurchases, our ongoing integration of ETANCO, our strategic initiatives, including the impact of these initiatives on our strategic and operational plans and financial results, and any statement of an assumption underlying any of the foregoing.

Forward-looking statements are subject to inherent uncertainties, risks and other factors that are difficult to predict and could cause our actual results to vary in material respects from what we have expressed or implied by these forward-looking statements. Important factors that could cause our actual results and financial condition to differ materially from those expressed in or implied by our forward-looking statements include the effect of global pandemics such as the COVID-19 pandemic and other widespread public health crisis and their effects on the global economy, the effects of inflation and labor and supply shortages, on our operations, the operations of our customers, suppliers and business partners, and our ongoing integration of ETANCO, as well as those discussed in the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of our most recent Annual Report on Form 10-K, subsequent Quarterly Reports on Form 10-Q and other reports we file with the SEC.

We caution that you should not place undue reliance on these forward-looking statements, which speak only as of the date of this presentation. We undertake no obligation to publicly update any forward-looking statement, whether as a result of new information, future developments or otherwise, except as may be required by law. Readers are urged to carefully review and consider the various disclosures made in our reports filed with the SEC that advise of the risks and factors that may affect our business, results of operations and financial condition.

Investment Highlights



Industry leader with strong business model, accelerating above market top-line growth⁽¹⁾, high brand recognition and trusted reputation



Diversified product offerings and geographies with ~50% exposure to the U.S. housing market



Leadership position in structural solutions for wood connections with significant opportunities in all addressable markets



Industry-leading gross profit and operating margins with 11 consecutive years of EPS growth



Strong balance sheet enables financial flexibility



~43% of free cash flow returned to stockholders since 2021⁽²⁾

(1) Above market top-line growth relative to U.S. housing starts.
(2) Time frame represents January 1, 2021 to June 30, 2024.

30-Year Trading History



- 5/25/1994
Initial public offering at \$11.50 (or \$2.875 adjusted for two stock splits in August 2002 & November 2004)
- 10/30/2017
Announced 2020 Plan to improve operational performance and enhance stockholder value
- 7/29/2019
Updated certain 2020 Plan targets
- 3/24/2020
COVID-19 pandemic declared
- 3/23/2021
Announced 5 Year Company Ambitions & Key Growth Initiatives
- 12/29/2021
Announced binding offer to acquire ETANCO; closed acquisition of ETANCO on 4/1/2022
- 3/1/2024:
SSD closes at all-time high of \$209.30



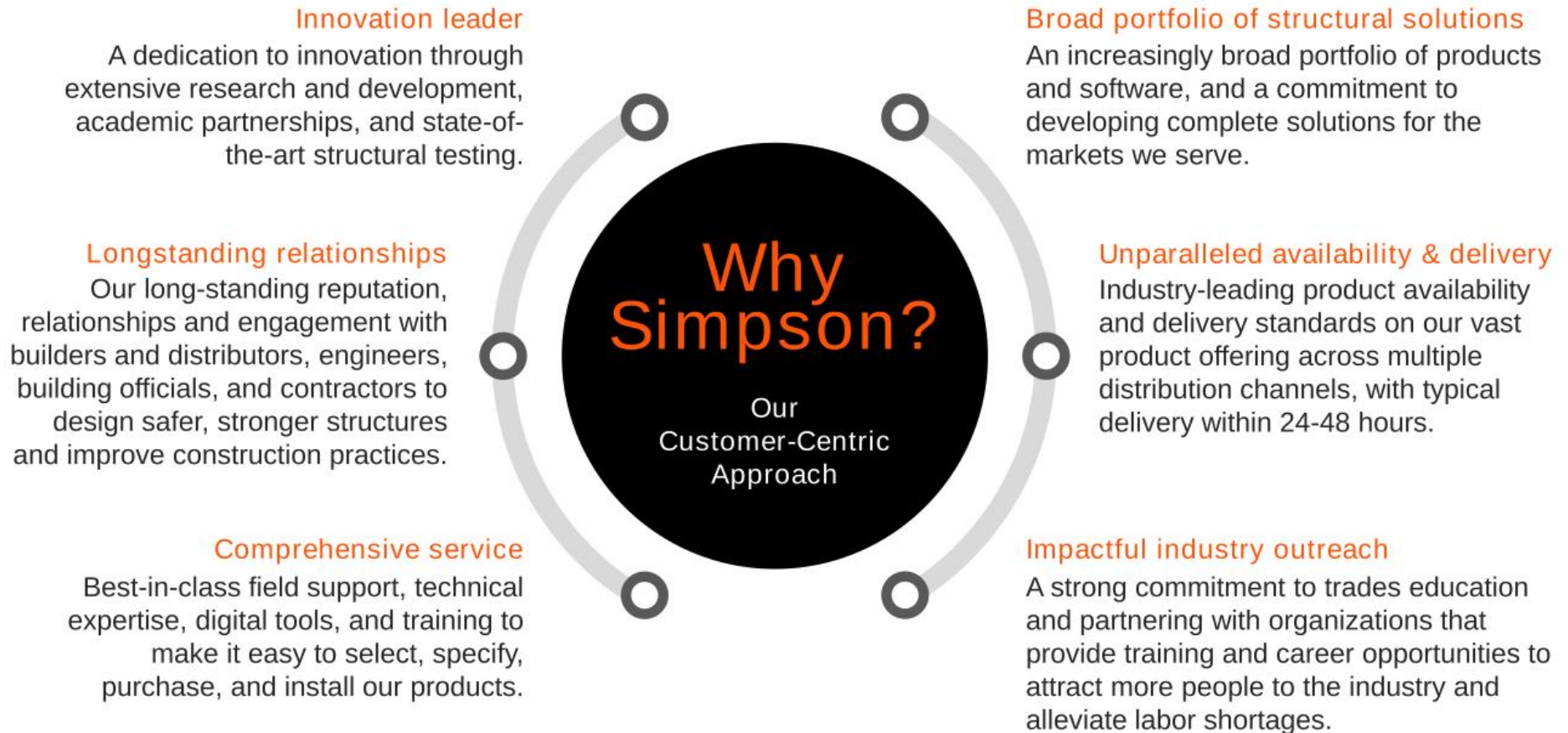
At Simpson, we describe the unique culture of our organization as our “Secret Sauce.”

OUR MISSION

To provide solutions that help people design and build safer, stronger structures.

OUR COMPANY VALUES

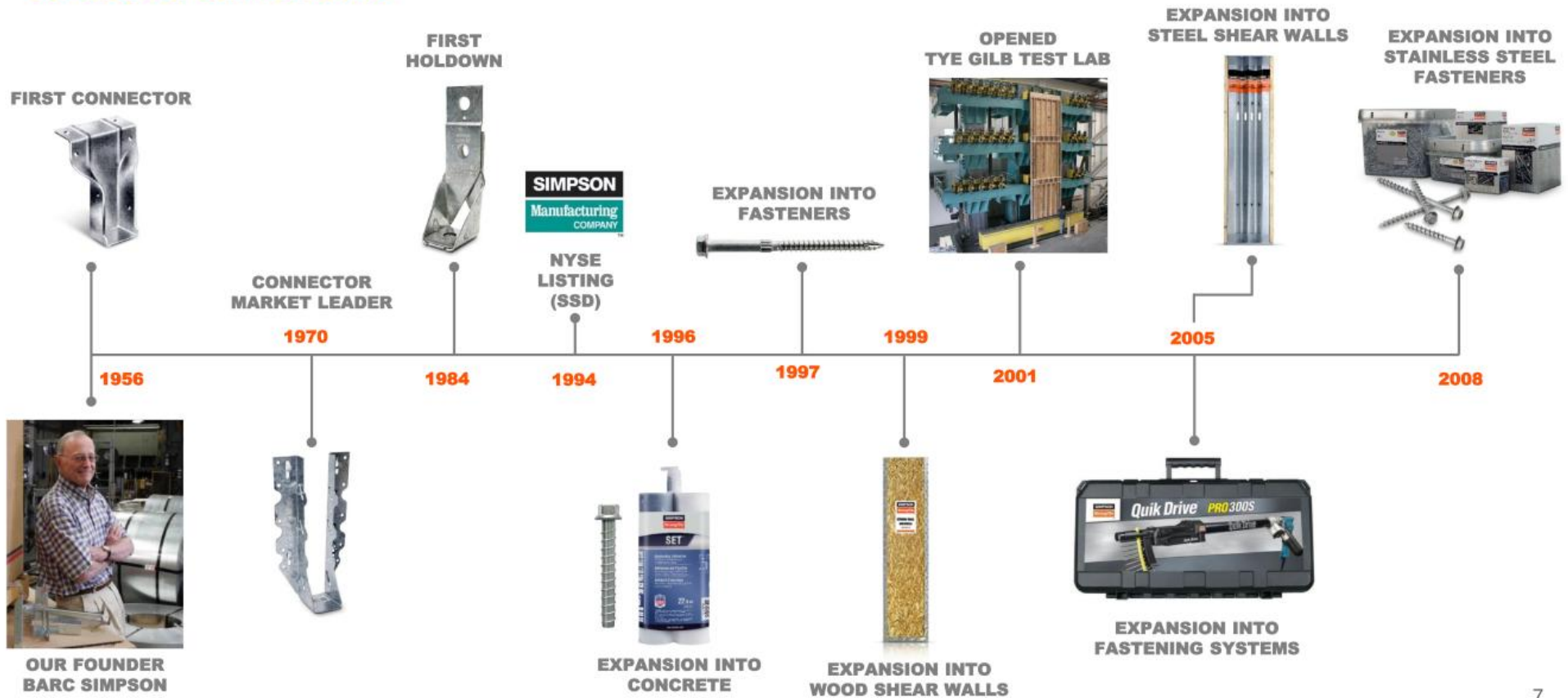
1. Relentless Customer Focus
2. Long-Range View
3. High-Quality Products
4. Be The Leader
5. Everybody Matters
6. Enable Growth
7. Risk-Taking Innovation
8. Give Back
9. Be Humble, Have Fun



Innovation Leader



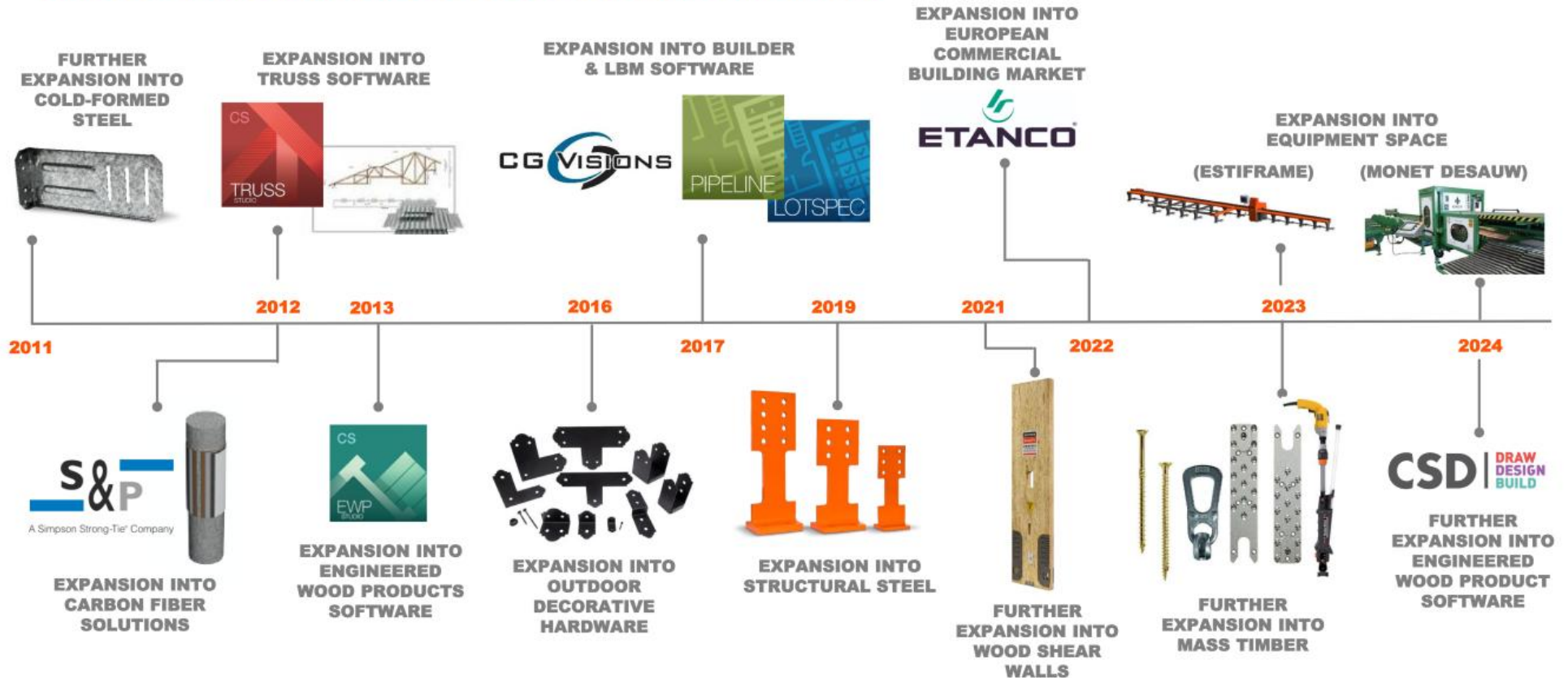
Simpson is a pioneer of construction solutions and the industry standard for structural connectors.



Innovation Leader (Continued)



Simpson is an innovation leader in fasteners, concrete repair, lateral systems, construction software and structural steel solutions.



Innovation Leader (Continued)



A dedication to innovation through extensive research and development, academic partnerships and state-of-the-art structural testing.

Innovation by the numbers

484

Engineers

7

Accredited
Test Labs

92

Code
Reports

499

Patents
Worldwide

202

Patents
Pending

1,653

Trademarks
Worldwide

Testing is in our DNA



Large scale structural testing and individual solution testing provides us with a better understanding of how structures perform, advances our design technology and improves building safety.

Broad Portfolio of Solutions



Broad and deep product offering with 18,000 standard and custom products for wood, concrete, steel, and digital solutions to make it easier to specify and order our products.

Wood Connection Products



Wood connectors, shearwalls, connectors for cold-formed steel and structural steel

Fastening Systems



Fasteners for connectors, structural screws, decking screws, and productivity solutions

Concrete Connection Products



Mechanical and adhesive anchors, injection epoxies, carbon fiber strengthening products

Integrated Component Systems



Truss plates, engineered wood product connectors, truss and EWP design software

Digital Solutions



50+ software and web applications for design, specification and estimating

Note: Excluding ETANCO building envelope products only sold in Europe.

Serving Our Customers and Industry



Our customer-centric approach and commitment to relentless service differentiates us from other vendors and suppliers.

Longstanding relationships



- 26 of top 30 builders on our builder program
- Programs with 300+ builders representing ~50% of U.S. housing starts
- Millions of specifications
- Thousands of stocking dealers & retailers

Unparalleled availability and delivery



- ~98% product fill rate
- 24-48 hour typical delivery
- 48-hour turnaround on specials
- Same-day shipping availability

Comprehensive service



- ~740 field sales reps
- Thousands of jobsite visits
- Tailored, integrated technology offering to select, visualize, specify, approve or buy our products

Impactful industry outreach

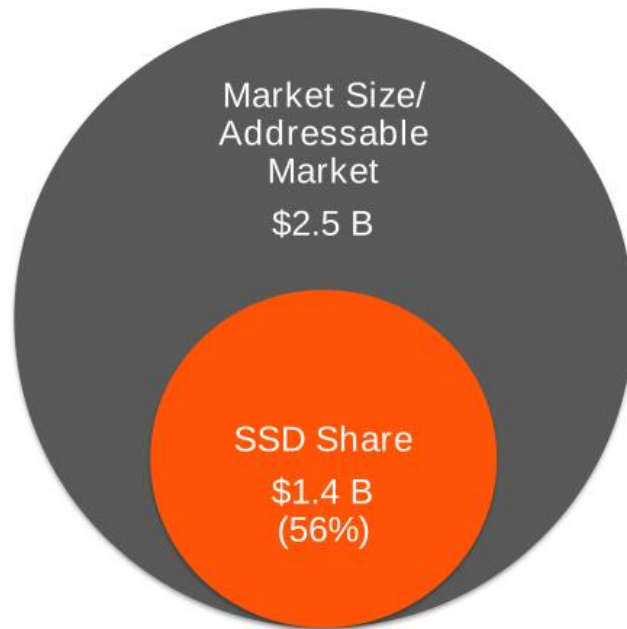


- 26 training centers
- 700+ training workshops per year
- Partnering with organizations like Habitat for Humanity and the Building Talent Foundation to support Construction Trades Education

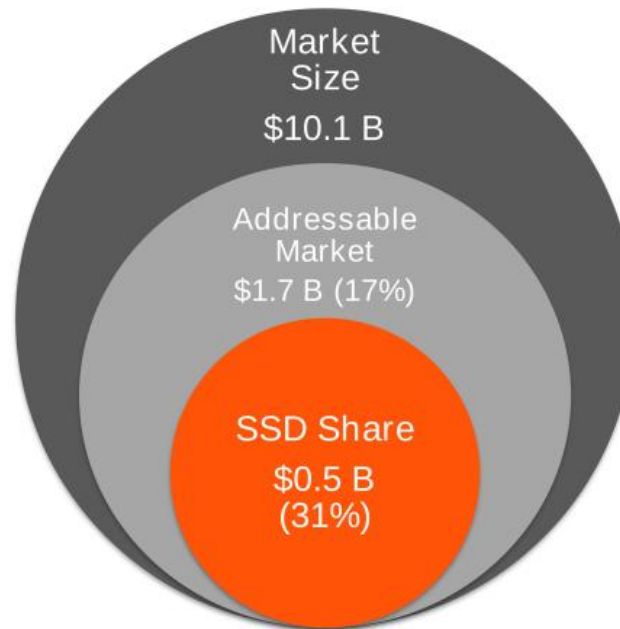
Core Addressable Market⁽¹⁾



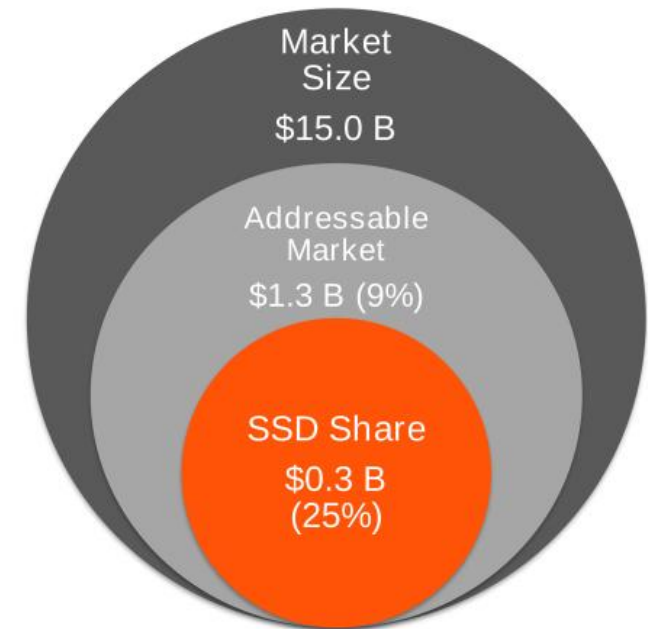
Wood Connectors & Truss



Fasteners



Concrete Connections



Many opportunities to expand into adjacencies and to create new markets

(1) Note: Market share based on net sales as of the full year ended December 31, 2023. Market sizes based on internal estimates using information as of December 31, 2022. Includes North America, Europe and Pacific Rim. Addressable market and SSD share include ETANCO Group.

5 Key End Use Markets in North America



Our market focused approach enables us to better serve current customers and identify opportunities to reach new customers and product opportunities.



**Residential
Construction**



**Commercial
Construction**



OEM



**National
Retail**



**Component
Manufacturer**



KEY MARKET FOCUS AREAS

- Single family construction
- Multifamily construction
- Outdoor living (e.g. decks, pergolas, fences)
- Repair, remodel and retrofit applications
- National home builder relationships
- Lumber and building materials (LBM) relationships

KEY PRODUCT LINES

Wood Connection Products	Fastening Systems	Concrete Connection Products	Integrated Component Systems (Truss)	Digital Solutions
✓	✓	✓	✓	✓

STRATEGY

- Build and maintain strong relationships with top Builders and pro-dealers
- Specify and create demand through national builders
- Ensure product availability through national pro-dealers
- Utilize connectors to grow other product lines
- Deliver digital solutions to accelerate building safer stronger structures



KEY MARKET FOCUS AREAS

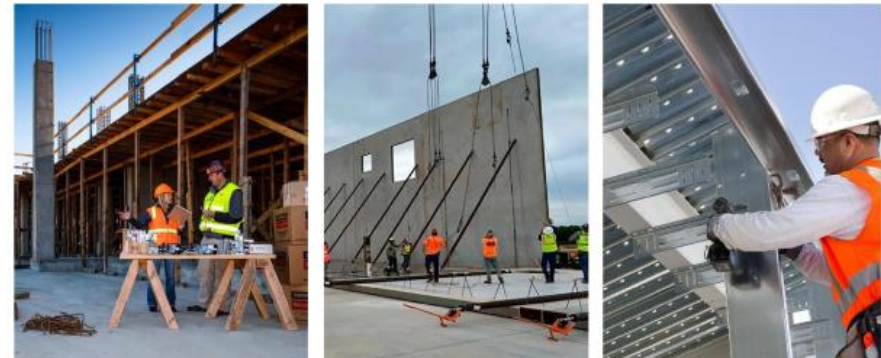
- Retail and office buildings
- Institutional (education, healthcare)
- Public and utilities (water supply, pipelines, ports)
- Transportation (bridges, tunnels, airports)
- Manufacturing (factories, warehouses, data centers)
- Structural steel buildings

KEY PRODUCT LINES

Wood Connection Products	Fastening Systems	Concrete Connection Products	Integrated Component Systems	Digital Solutions
✓	✓	✓	---	✓

STRATEGY

- Call on and educate architects, engineers, and designers to drive specifications
- Provide training and support to contractors and distributors
- Deliver digital solutions that make it easy for architects, engineers and contractors to specify our products
- Continue to build out solutions portfolio to increase breadth of line in structural steel, anchors, fasteners, strengthening and products for cold-formed steel
- Strategic partnership with Structural Technologies – largest installer of carbon fiber products



KEY MARKET FOCUS AREAS

- Off-site construction (manufactured housing, modular construction, post-frame construction, prefab sheds)
- Mass timber construction
- Wood and steel fastening (crates, trailers, RV manufacturers, etc.)
- Concrete anchoring and kitting (material handling and precast concrete mfrs, private label & kitting)

KEY PRODUCT LINES

Wood Connection Products	Fastening Systems	Concrete Connection Products	Integrated Component Systems	Digital Solutions
✓	✓	✓	✓	✓

STRATEGY

- Aligned with our business model; identify opportunity for existing connectors, fasteners, anchors and truss plates products into this market
- Engineer and launch value-added OEM-specific structural solutions
- Leverage Simpson Strong-Tie engineering testing capabilities
- Develop direct and distribution sales channels
- Utilize external innovation opportunities



KEY MARKET FOCUS AREAS

- Large home centers
- Co-ops / retail chains
- Farm & hardware supply retailers
- Pro customer strategy
- eCommerce growth
- DIY customers

KEY PRODUCT LINES

Wood Connection Products	Fastening Systems	Concrete Connection Products	Integrated Component Systems	Digital Solutions
✓	✓	✓	---	✓

STRATEGY

- Improve retail execution through merchandising, product development, and marketing
- Continue expanding availability of all product lines, and increase in-store training
- Enable consumers to customize, design and create bill-of-materials with software
- Partner with home center brand advocates to maximize e-commerce sales
- Utilize external innovation opportunities



Component Manufacturers



KEY MARKET FOCUS AREAS

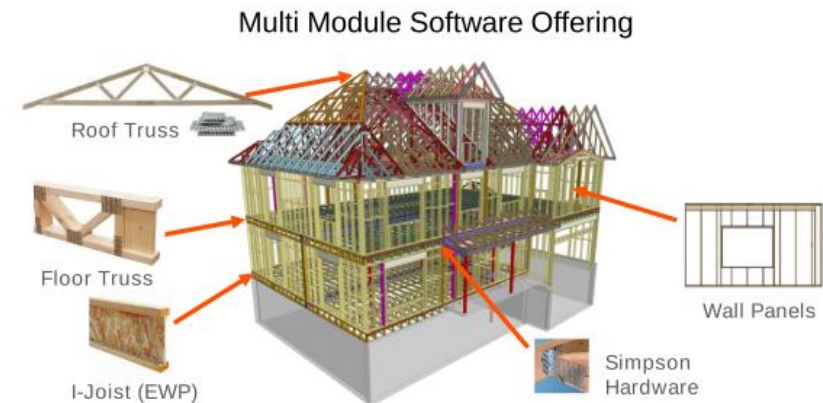
- Component manufacturers who build roof and floor trusses, offer EWP solutions and/or wall panel solutions
- Equipment solutions
- Large LBMs
- Offsite construction – i.e., fully integrated builders

KEY PRODUCT LINES

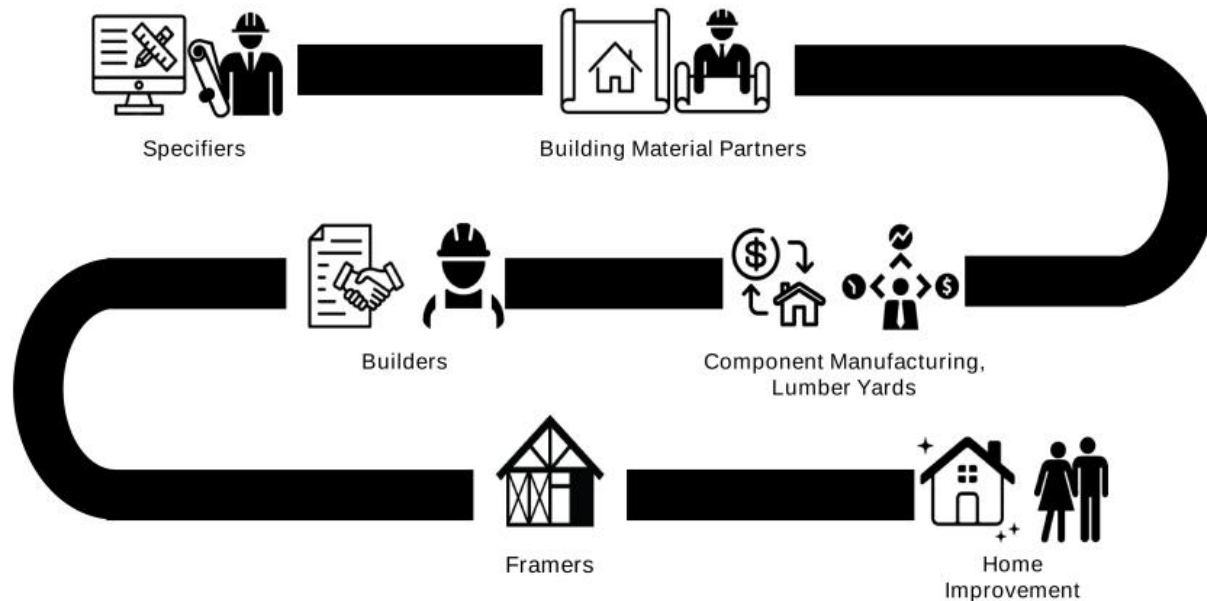
Wood Connection Products	Fastening Systems	Concrete Connection Products	Integrated Component Systems	Digital Solutions
✓	✓	---	✓	✓

STRATEGY

- Continue to develop functional, stable, open software
- Continue to increase truss plate manufacturing capacity to support growth
- Further build internal talent pool for implementation, training and high touch service and support
- Provide a modest equipment offering
- Industry involvement and strong relationships



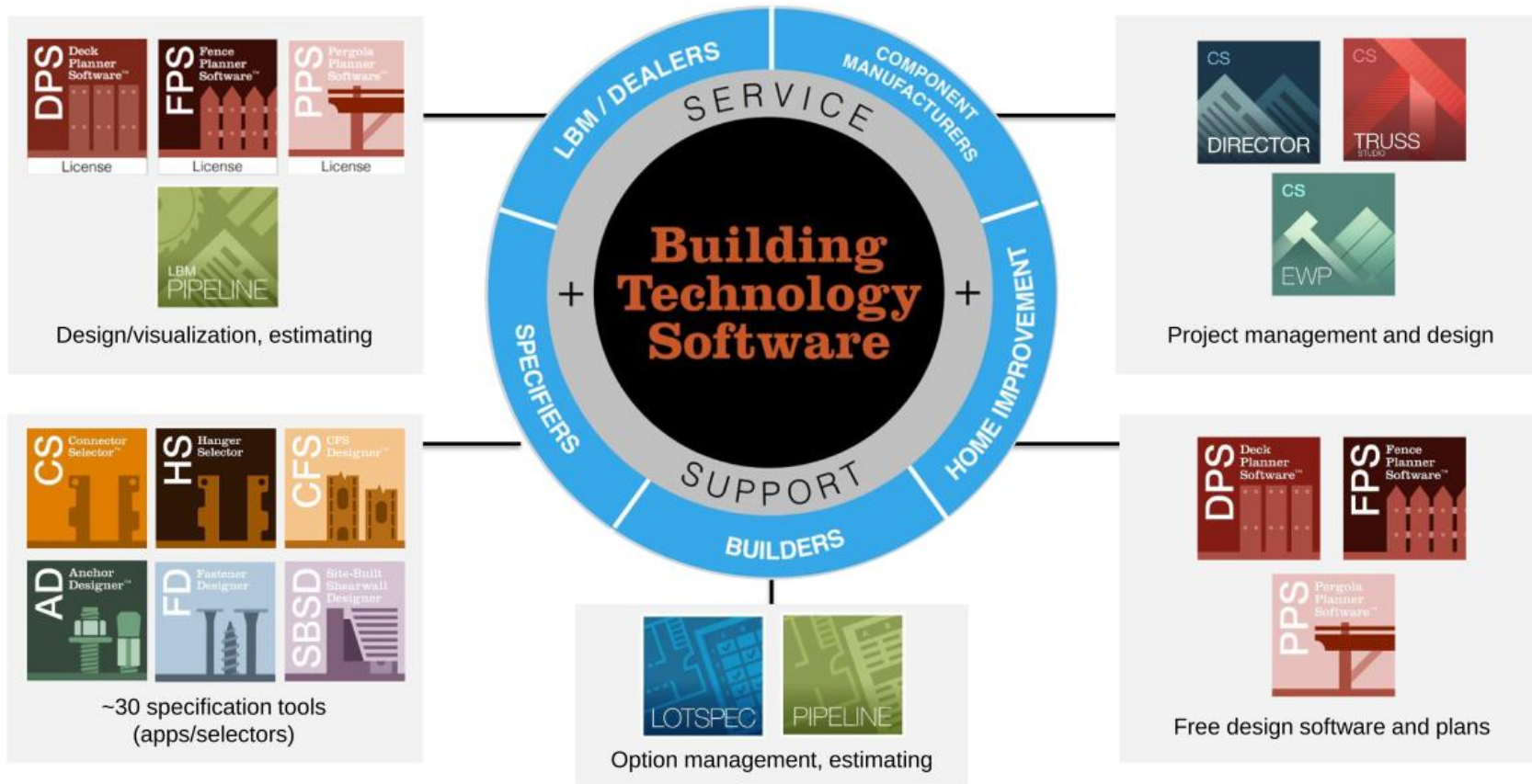
Our goal is to leverage and offer a suite of integrated, technology solutions across our value chain to connect building industry stakeholders, improve construction processes, and be the partner of choice.



Key focus areas to make it easier to specify and order our products:

- Specification Tools (Apps/Selectors)
- Customer Portal
- Builder Software
- LBM Software
- Component Manuf. Software (Truss)
- Outdoor Living Solutions

Digital Solutions (Continued)



Building out our digital offerings to serve customers across the building industry

Focused on above market growth and a 15% operating income margin in Europe.

- Continue ETANCO⁽¹⁾ integration and realize synergies:

Offensive Synergies

- Expand market share
- Enhance portfolio of solutions
- Cross-selling opportunities
- Entrance into new commercial building markets
- Grow direct sales model

Defensive Synergies

- Procurement optimization
- Manufacturing efficiencies
- Operating expense efficiencies
- Insourcing

- Optimize sales channels and footprint in Europe
- Drive success in commercial building markets
- Drive growth in Mass Timber initiative
- Develop software and services to provide complete solutions



(1) Completed acquisition of FIXCO Invest S.A.S ("ETANCO") on April 1, 2022.

Strong Business Drives Stockholder Value



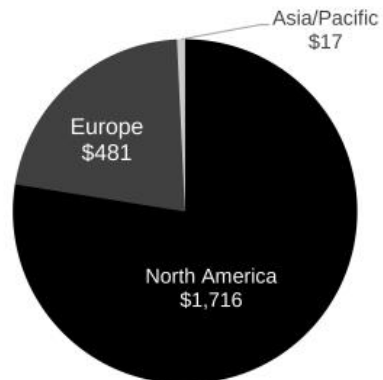
Our 2023 Sales by Product...

(\$ USD Millions)



and Across Operating Segments

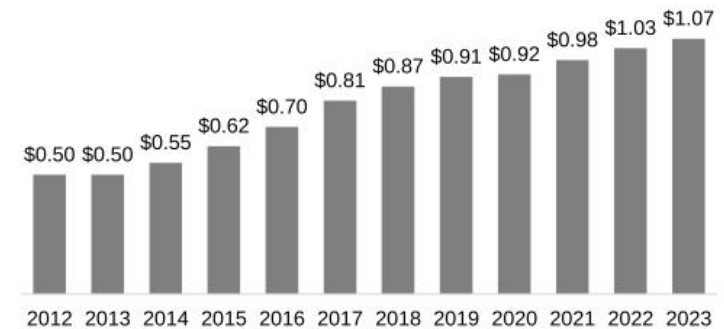
(\$ USD Millions)



EPS



Dividends Per Share⁽¹⁾

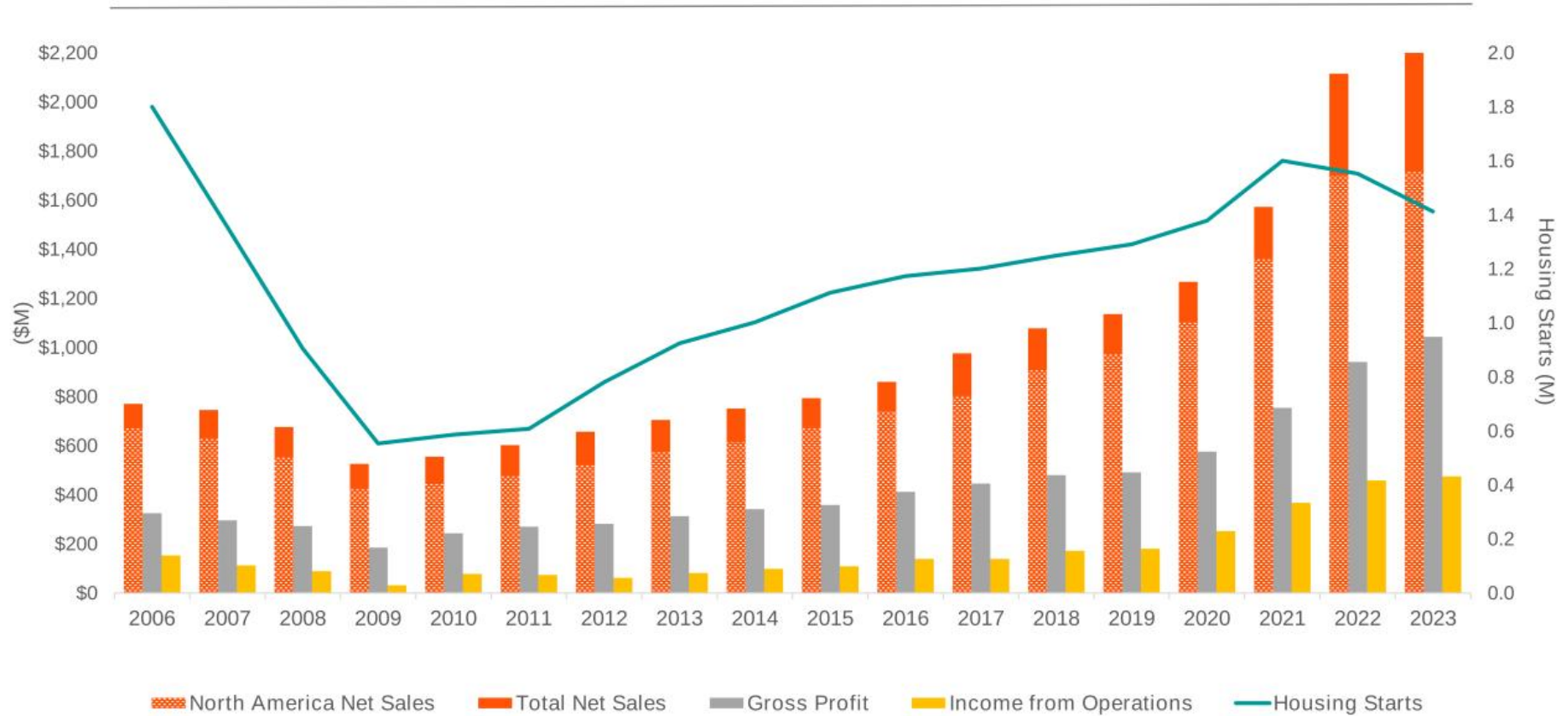


(1) Chart represents annual dividends declared. Part of the 2013 dividend was accelerated due to uncertainty of changes to tax code in 2013. The dividend paid in December 2012 is included in 2013.

Historical Market and Financial Performance



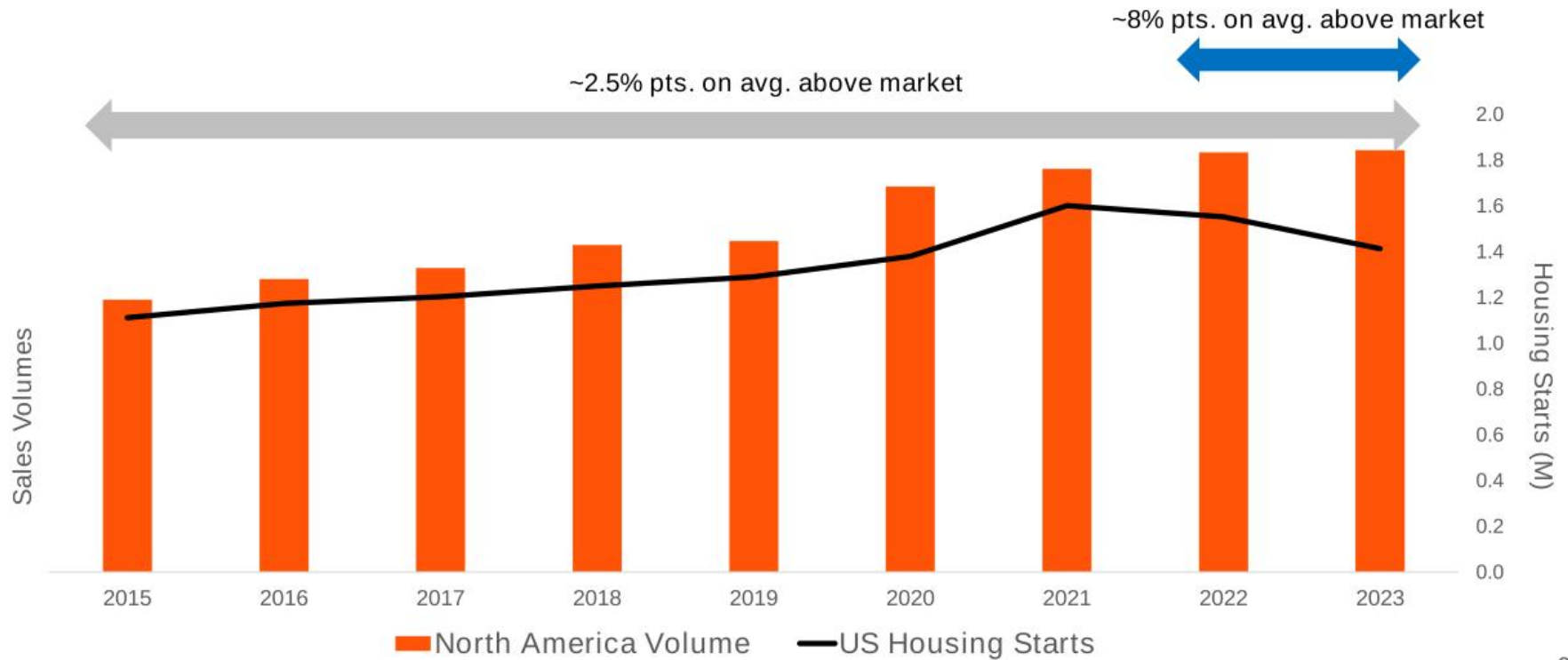
Total Company Revenue & Profitability Relative to U.S. Housing Starts



Accelerating Above Market Growth



Our North America operations continue to outperform U.S. housing and we are highly focused on accelerating above market volume growth beyond historical average performance while continuing to pursue top quartile profitability.



Investments to Accelerate Above Market Growth



Recent and future strategic investments in both OPEX and CAPEX are crucial to achieving our company ambitions.

Capital Investment

- Productivity
- Columbus
 - Expanded capacity
- Gallatin
 - Highly automated production
 - Insourcing production of imported materials

Human Capital

- Build out sales and engineering teams
 - Provide better service and develop new business
 - Increase market penetration and attachment rates
- Hire skilled labor
 - Have labor in place for higher growth periods

Improve Go to Market

- Market focused teams
- Complete the transition from two-step to direct-to-distributor
- Develop additional structural solutions

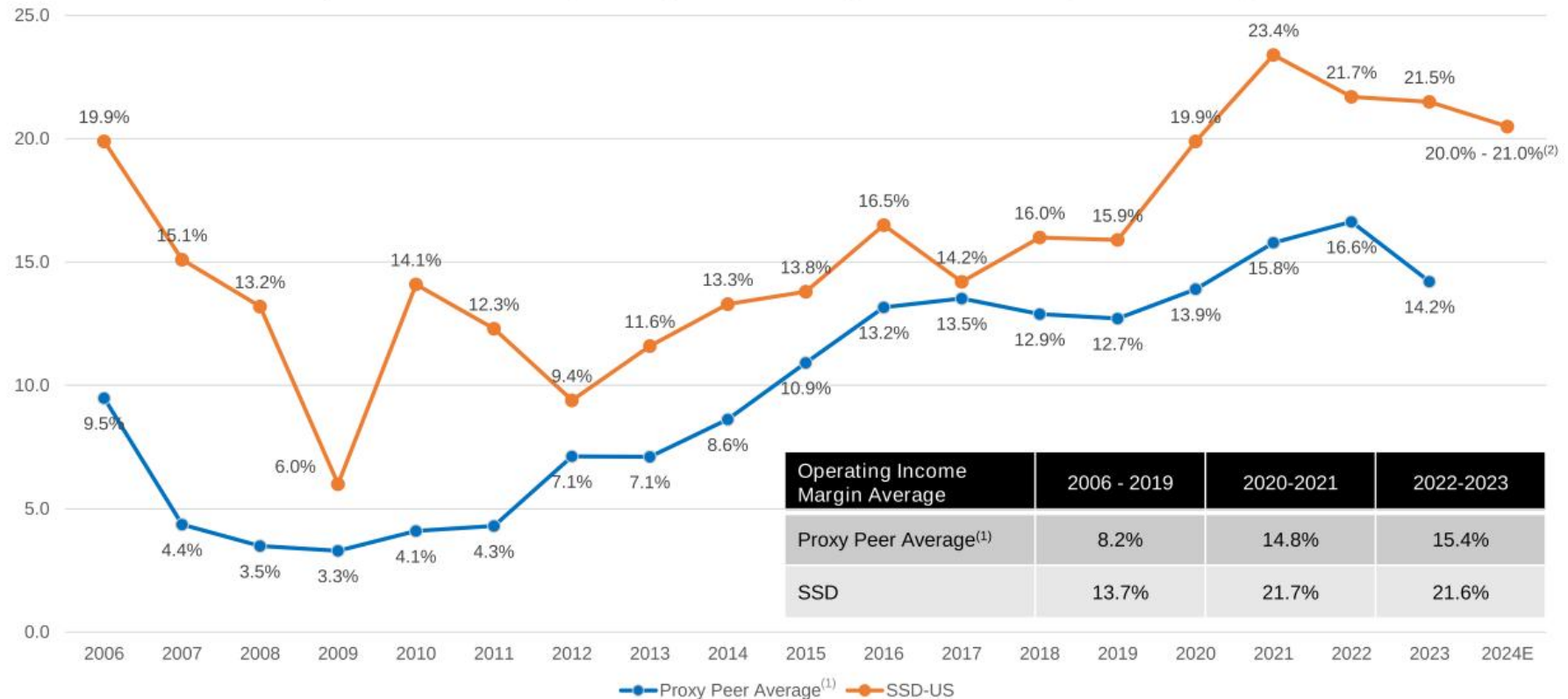
Digital Solutions

- Digital solutions that connect building industry stakeholders and help improve construction processes
 - Truss Software
 - Estimating Software
 - Design Software
 - Visualization Software
 - Design and estimating services
- Partner development

Operating Income Margin Outperformance



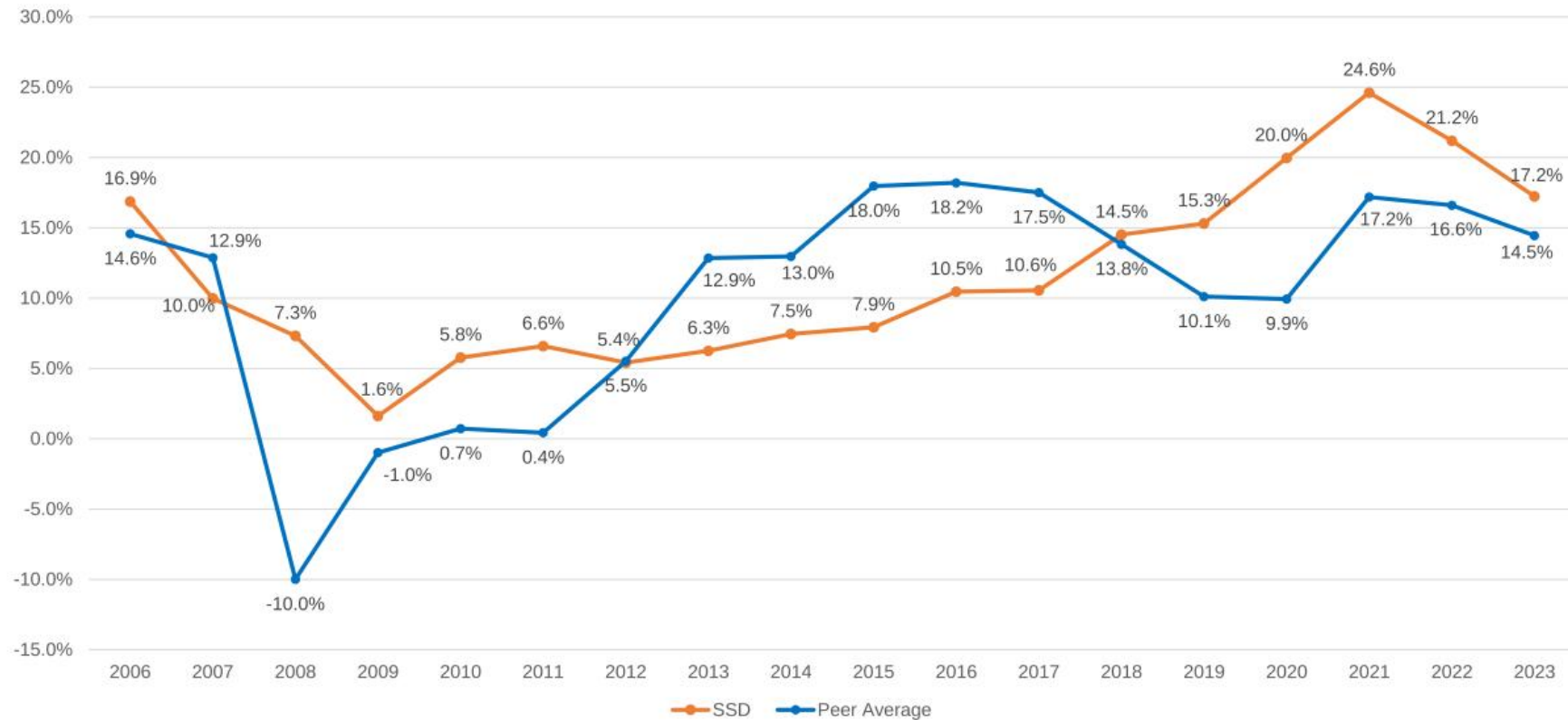
Simpson Historical Operating Income Margin Versus Proxy Peer Average⁽¹⁾



(1) Proxy peer average includes: AOS, AAON, WMS, ALLE, AMWD, APOG, AWI, ATKR, AZEK, EXP, ROCK, JHX, LPX, DOOR, PATK, PGTI, NX, SUM, TREX.

(2) Fiscal 2024 operating margin outlook as of July 22, 2024. Please refer to the second quarter 2024 earnings press release issued on July 22, 2024 for additional details.

ROIC⁽¹⁾ Relative to Proxy Peers⁽²⁾



Source: Company filings as of February 26, 2024.

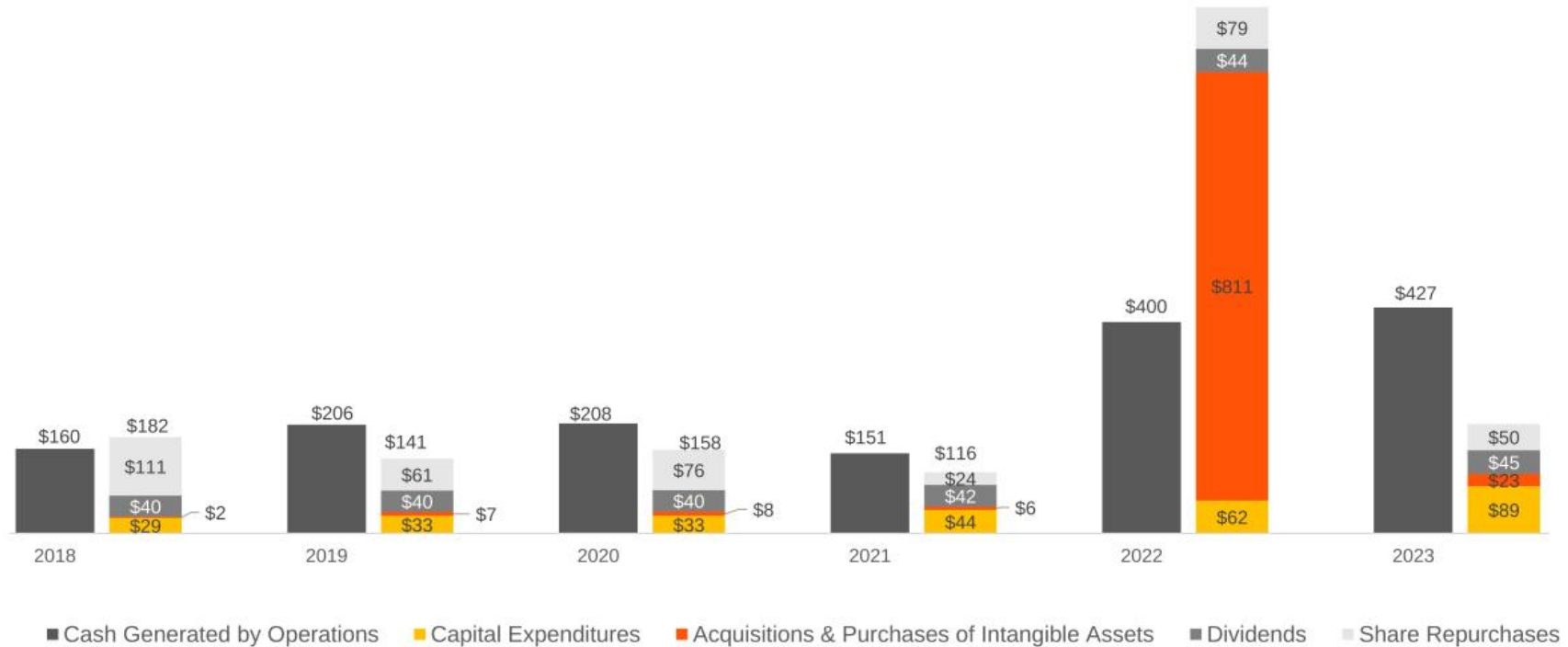
(1) Return on Invested Capital (ROIC) reflects latest fiscal year reported. See slide 35 for ROIC definition.

(2) Proxy peer average includes: AAON, AOS, ALLE, AMWD, APOG, ATKR, AWI, AZEK, DOOR, EXP, JHX, LPX, NX, PATK, PGTI, ROCK, SUM, TREX and WMS. Note: JHX excluded from peer average for 2009-2012 (result not meaningful).

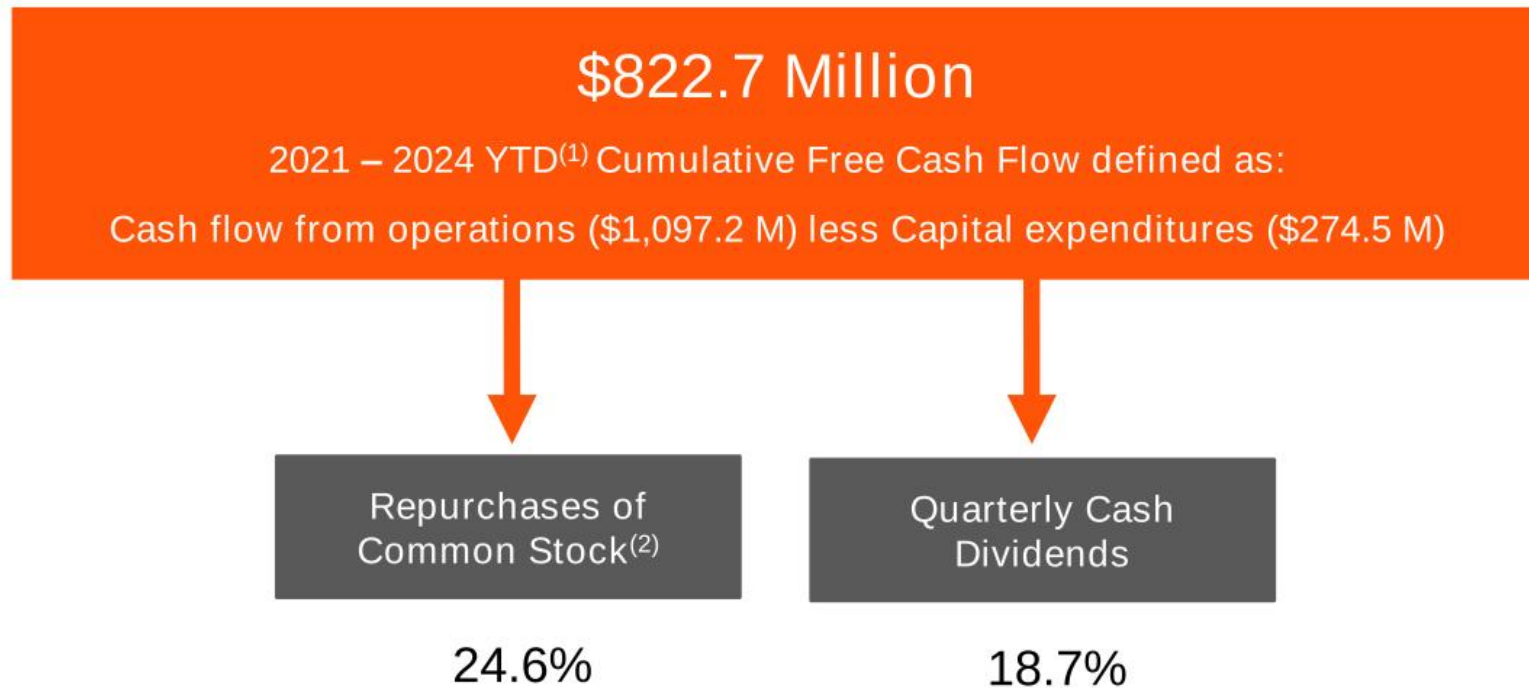
Well-Positioned to Drive Growth



We are well-positioned to execute our growth strategy given our demonstrated commitment to disciplined capital allocation.

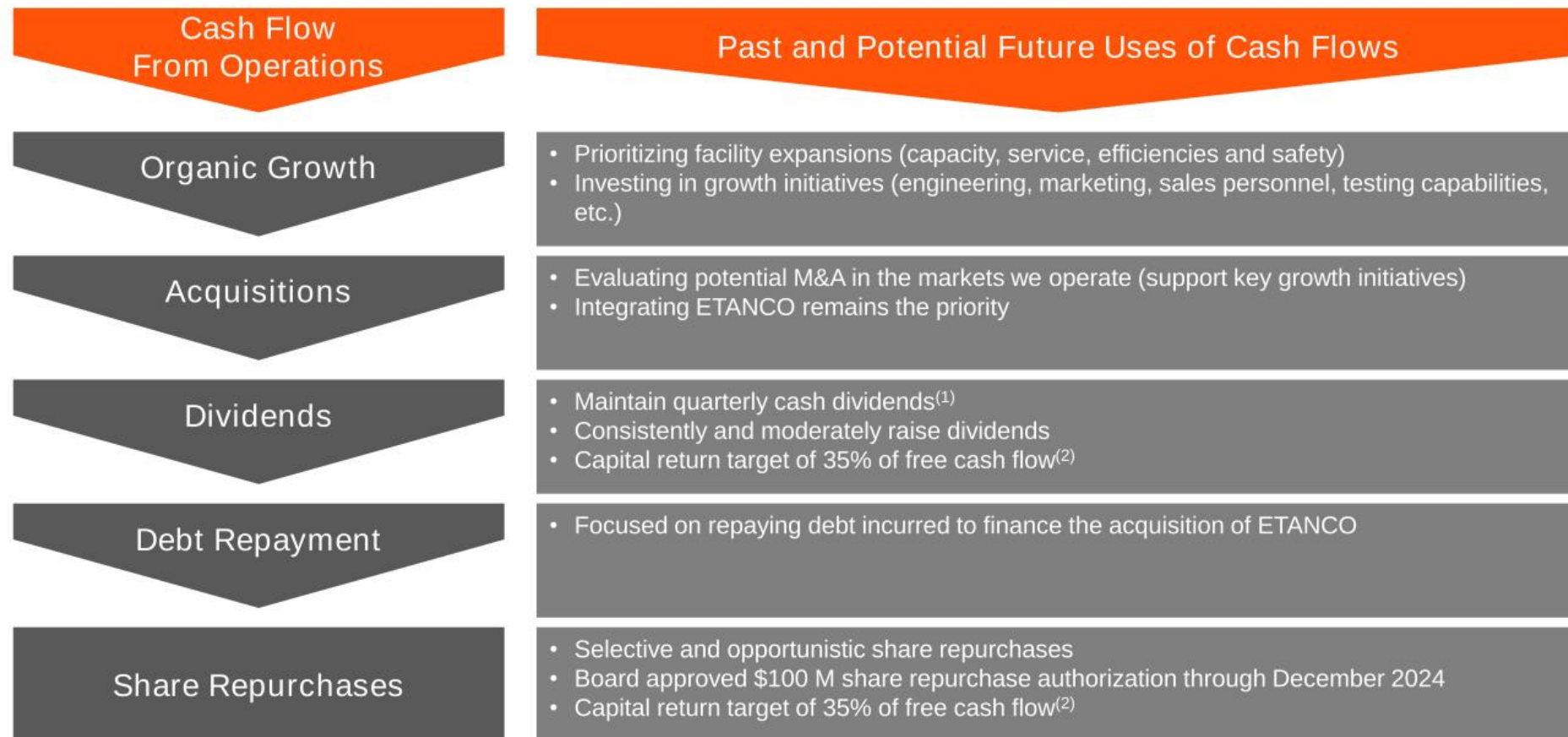


Capital Return History



(1) Time frame represents January 1, 2021 to June 30, 2024.

Use of Cash Priorities



(1) On July 26, 2024, the Company's Board of Directors declared a quarterly dividend of \$0.28 per share, payable on October 24, 2024 to stockholders of record on October 3, 2024.

(2) The Company defines free cash flow as cash flow from operations less capital expenditures.

Evaluate potential M&A opportunities to accelerate traction on our key growth initiatives

- Focused on strengthening our business model by expanding our product lines to develop complete solutions for the markets in which we operate
- Improve our manufacturing capabilities and supply chain efficiencies to reduce lead-times and bring production closer to the end customer
- The majority of actionable opportunities are smaller / tuck-in type acquisitions

Housing Market Projections⁽¹⁾



There is a sizable shortage of new homes after more than a decade of under-building relative to population growth.



New home construction dropped steeply after the recession and has yet to fully recover. Company expects U.S. housing shortage to accelerate housing starts growth in the mid to long-term.

(1) Source: www.macrotrends.net. Monthly housing starts data.

Sustainability, Environmental and Social Responsibility



We operate in an environmentally responsible manner to protect our employees, customers and communities while prioritizing an inclusive, equitable and diverse company

Environmental

Committed to continuously improving the efficiency of our resource use to lessen our impact, and designing and manufacturing products with environmental conservation in mind



Manufacturing Facilities

- GOAL: Minimize amount of total waste generated by manufacturing processes through companywide lean practices
- ✓ In 2023, determined the appropriate environmental stewardship practices at each of our facilities and are advancing toward their standardization



Energy Conservation

- GOAL: Improve energy efficiencies at facilities globally to ensure eco-friendly, cost-effective operations
- ✓ In 2023, successfully implemented various energy conservation initiatives across our operations



Waste Reduction and Recycling

- GOAL: Support the Circular Economy by minimizing our largest recognized waste stream and sending unused steel back upstream
- ✓ Continuously work to improve the design of our products to minimize scrap steel during the stamping process, reducing both costs and energy



Sustainable Building Practices

- GOAL: Support sustainable business practices through use of green building technology and non-toxic materials
- ✓ In 2023, completed testing on a 10-story mass-timber structure, paving the way for increased adoption of regenerative construction materials

Social Responsibility

Striving to ensure everyone at our Company feels included and empowered, and equipping our employees with the tools and confidence to nurture themselves and their careers



Diversity, Equity and Inclusion

- GOAL: Foster diversity in our workforce and maintain representation of differing genders, ages, races, ethnicities, and abilities
- ✓ Partnered with DiversityJobs to promote our job postings, and recently established a promotion guide to ensure a fair and consistent approach



Leadership & Development

- GOAL: Ensure all employees have access to opportunities to grow and thrive in their careers with the Company
- ✓ In 2023, launched employee skills assessment and began creating meaningful development programs to ensure continued employee growth



Human Capital Management

- GOAL: Strengthen our values-based leadership and culture based on our Company value that Everybody Matters
- ✓ In 2023, formed partnership with Gallup to conduct our biannual Global Employee Engagement Survey



Health and Safety

- GOAL: Provide the highest standard of safety and create a healthy working environment
- ✓ In 2023, improved the global Total Recordable Incident Rate to 1.51, below the gold standard of recognized international experts

Company Ambitions



- 1** Strengthening our values-based culture
- 2** Being the business partner of choice
- 3** Striving to be an innovative leader in the markets we operate
- 4** Continuing above market growth relative to U.S. housing starts
- 5** Returning to the top quartile of our proxy peers for operating income margin
- 6** Longer-term, returning to the top quartile of our proxy peers for ROIC⁽¹⁾

(1) See slide 35 for Return on Invested Capital (ROIC) definition.

Return on Invested Capital (“ROIC”) Definition



When referred to in this presentation, return on invested capital (“ROIC”) for a fiscal year is calculated based on (i) the net income of that year as presented in the Company’s consolidated statements of operations prepared pursuant to generally accepted accounting principles in the U.S. (“GAAP”), as divided by (ii) the average of the sum of total stockholders’ equity and total long-term debt, at the beginning of and at the end of such year, as presented in the Company’s consolidated balance sheets prepared pursuant to GAAP for that applicable year. As such, the Company’s ROIC, a ratio or statistical measure, is calculated using exclusively GAAP financial measures.



STRONG FOUNDATION. STRONGER FUTURE.

SIMPSON
Manufacturing
COMPANY

TM