



Engineering What's Next
in Outdoor Living®



INVESTOR PRESENTATION

NYSE : TREX

March 2023



SAFE HARBOR / NON-GAAP MEASURES

This presentation contains “forward-looking statements” within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements are subject to risks and uncertainties that could cause the Company’s actual operating results to differ materially from those contemplated by the forward-looking statements. For further information on risk factors affecting the Company’s business, please refer to our most recent annual and quarterly reports filed with the U.S. Securities and Exchange Commission. The Company expressly disclaims any obligation to update or revise publicly any forward-looking statements, whether as a result of new information, future events or otherwise.

This presentation refers to certain financial measures not prepared in accordance with U.S. generally accepted accounting principles (GAAP), including adjusted net sales, adjusted gross profit, adjusted gross profit as a percentage of net sales, adjusted gross margin, adjusted earnings before interest, taxes, depreciation and amortization (EBITDA), adjusted operating income, adjusted diluted earnings per share (EPS), free cash flow, and net debt. We believe that the use of non-GAAP measures helps investors to gain a better understanding of our core operating results and future prospects, consistent with how management measures and forecasts the Company’s performance, especially when comparing such results to previous periods or forecasts. The non-GAAP measures included in this presentation are not meant to be considered superior to or a substitute for our GAAP results. Reconciliations of the non-GAAP measures to the most directly comparable GAAP measures are available in the appendix to this presentation.





MORE THAN 30 YEARS OF LEADERSHIP IN OUTDOOR LIVING

Engineering what's next in Outdoor Living®

- Full suite of Outdoor Living products
- Strongest industry recognition and awards from home builders, consumers and contractors
- Sustainable product innovation is in our DNA

Driving conversion from wood

- New products for incremental consumers and fueling the DIY spirit
- Trex.com and Decks.com command ~60% of category web traffic

Leading distributor and dealer network

- Strongest distribution channel in the industry
- Over 6,700 stocking locations

#1 Consumer Awareness
Consumer Search
Website Traffic
Social Media
Sales
Market Share

Strong environmental credentials

- Decking comprised primarily of a blend of 95% reclaimed wood fibers and recycled polyethylene film
- One of largest polyethylene film recyclers in North America, upcycling waste material into higher-value products



LEADERSHIP & RECOGNITION



Trex was recognized as "America's Most Trusted Outdoor Decking Brand" by Lifestory Research in 2023.



Trex was again recognized in 2022 with a Best of Houzz Design award.



Trex was named one of IndustryWeek's 50 Best US Manufacturers, capturing the 6th spot on the list.



For the 4th time, Trex earned the top honors across all of the measured criteria for the Composite/PVC Decking category. Trex also outperformed all other brands in the Deck Railing category, further reinforcing its unparalleled prominence and preference among trade professionals.



For the 12th consecutive year, Trex® earned the designation "greenest" decking in the industry by the readers and once again received the highest score for decking in the Green Builder Media Brand Index.



Trex earned the highest score for the decking category in the 2021 Green Builder Brand Index.



Trex Signature® Railing was listed on Green Builder Media's 2021 list for "Hot 50 Products".



Trex was honored with the 2022 Green Builder Sustainable Product of the Year for the Trex® AR Deck Visualizer



“WE SEE IT TOO” CAMPAIGN



- New 2022 marketing campaign is the largest in Trex history, positioning the Trex deck as the foundation of a lifetime of memories just outside the back door
- [A Lifetime of Memories | Trex Composite Decking \(60 Seconds\) - YouTube](#)
- The strength of the Trex brand with the consumer is the foundation for our market share leadership
- Trex brand awareness, leadership and commitment are at peak levels, driving the highest search interest in the composite decking category
 - Resulting in more web traffic, more leads, and more exposure for Trex dealers and contractors
 - Stocked in both national home improvement retailers
- Expanding brand internationally



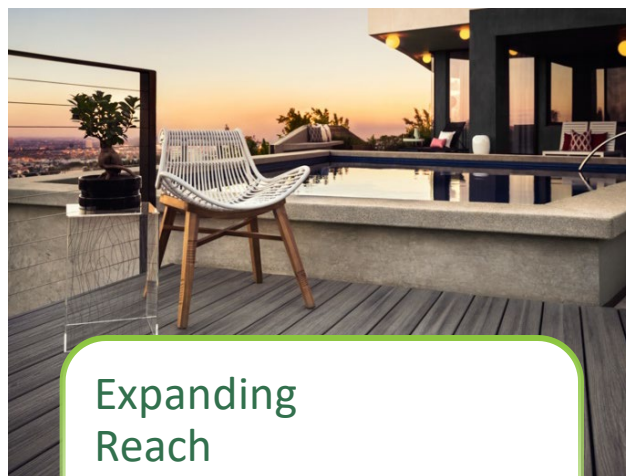
TREX COMPANY STRATEGIC GROWTH DRIVERS

Disciplined investment strategies driving consistent profitable growth



Leveraging the Trex Brand

- › Consumer engagement
- › Channel support
- › Licensing
- › Wood conversion
- › New product development



Expanding Reach

- › Unparalleled distribution network
- › Contractor
- › DIY
- › International



Optimizing Operations

- › Unique recycling business model
- › Vertical integration
- › Cost reduction
 - › Automation, Modernization, Energy utilization, Raw material processing
- › Consistent improvement in manufacturing throughput



Capital Allocation

- › Reinvesting in the business
- › Capacity expansion
- › Share repurchases

TREX COMPANY GROWTH INITIATIVES

Wood Conversion

- > Decking & railing market \$8B
- > Composite share for 2021 was ~25%, up over 300 bps vs 2020
- > 1% of wood share worth \$80M



International

- > To date, Trex products have been sold in over 40 countries outside of U.S.
- > Sales staff in Europe and Australia



Cladding

- > Alternative use of decking boards
- > \$100M+ market opportunity
- > Offers a cost-effective solution primarily for commercial applications



New Product Development

- > Expanding high-end decking offering with improved aesthetics and performance
- > Simplifying railing offering with easy-to-install panels that save labor time



EXPANDING WITH 3RD PRODUCTION SITE IN ARKANSAS

Trex is excited to be part of the Little Rock, AR community

- Best fit for Trex long term growth
 - Proximity to raw materials
 - Strong labor market
 - Near key growth regions for wood conversion
 - Adjacency to major transportation hubs
- 300 acres at the Port of Little Rock to house
 - Decking and railing production
 - Plastic film recycling and processing
 - Reclaimed wood storage
 - Warehousing and administrative offices
- Construction began mid 2022
 - Modular approach to incremental capacity





RESIDENTIAL MARKET OPPORTUNITY

Growing desire for unique outdoor living spaces

Alternative materials to wood decking are projected to experience above average annual gains in demand⁽¹⁾

Core market size: \$8 billion⁽¹⁾ and growing

Outdoor living remains a leading home improvement market segment

Exterior property improvements capture 38% of home improvement spending and is the fastest growing segment

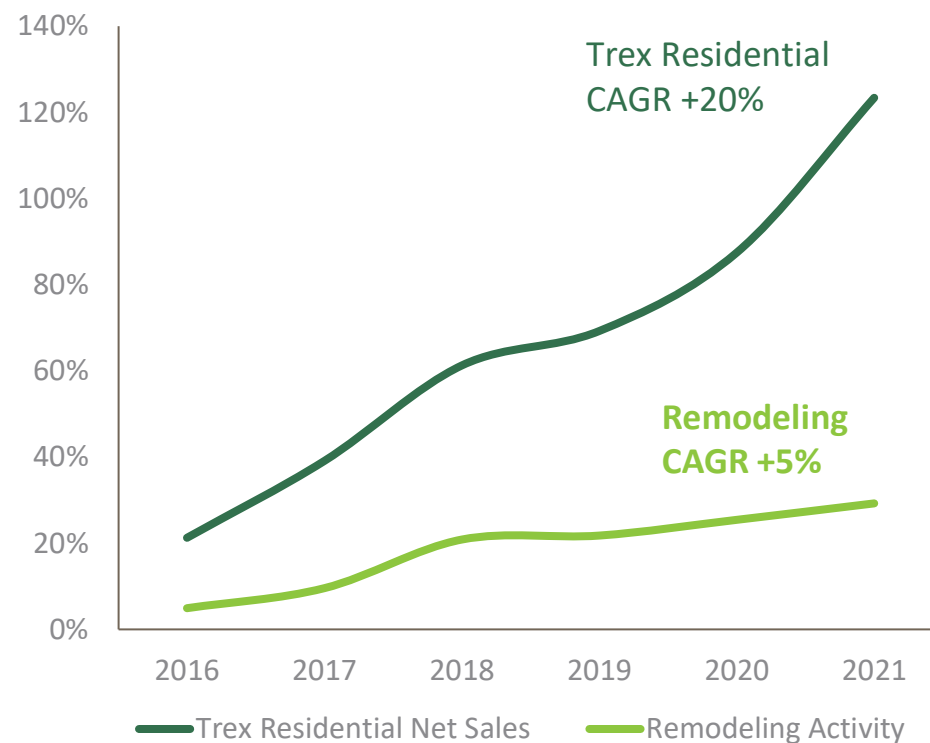
Increasing conversion from wood to composites

1% market share gain from wood = ~\$80M annual composite sales

Residential cumulative sales growth

Significantly outpaced gains in remodeling activity

Cumulative Trex Residential Net Sales⁽²⁾ and Remodeling Activity⁽³⁾ Growth



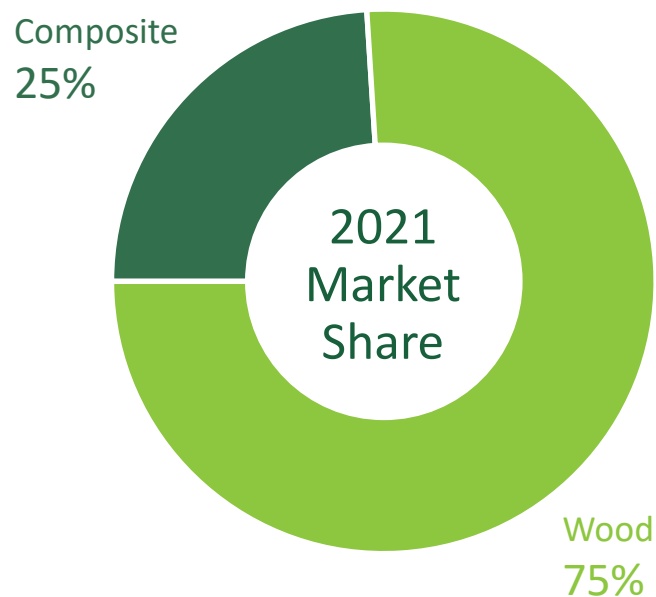
(1) Market date includes decking and railing volume, per Principia report on wood and competitive decking

(2) Residential adjusted sales

(3) Joint Center for Housing Studies (US Residential)



WOOD IS OUR #1 COMPETITOR



$$\begin{array}{ccc} +1\% & = & \sim \$80\text{M} \\ \text{Market Share} & & \text{Annual} \\ \text{Increase} & & \text{Composite Sales} \end{array}$$

Trex Outperforms Wood

Our high-performance, low-maintenance composite deck boards are engineered to resist fading, scratches and stains, and eliminate time-consuming maintenance so you'll never step foot in the stain aisle again.



Unlike wood, Trex composite decking won't:

- ROT, WARP OR SPLINTER
- NEED SEASONAL PAINTING, SEALING OR STAINING
- FADE OR STAIN
- BECOME FOOD FOR TERMITES

NEW PRODUCT INTRODUCTION

TREX
Signature®

SETTING A NEW STANDARD FOR STYLE IN OUTDOOR LIVING

- Introducing a new category of WPC decking with the industry's first truly realistic woodgrain
- Launched regionally in January 2023 through Trex dealers in select areas on the East and West coasts.



whidbey



ocracoke

CREATE A SPACE
WHERE NOTHING
STANDS BETWEEN
YOU & YOUR
SURROUNDINGS.



Introducing an altogether
new design material for
those who find joy at home
and inspiration in nature.



NEW PRODUCT INTRODUCTION

Trex Transcend®

LINEAGE™

The next generation of design and performance.

- Elevated aesthetic with subtle, elegant graining that delivers an unmatched natural appearance
- Engineered to keep your deck cooler, even on the hottest days

Launched nationally through Trex dealers and major home improvement retailers in June 2022. Additional colors added in Q4/22.

NEW

Carmel



NEW

Jasper



Rainier



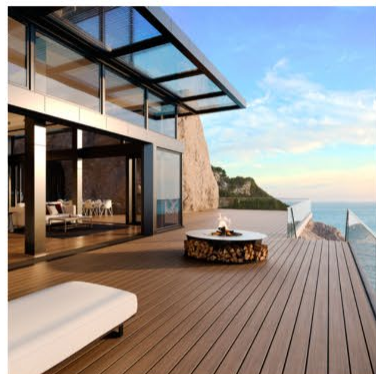
Biscayne





2023 DECKING PRODUCT PLATFORM

TREX
Signature



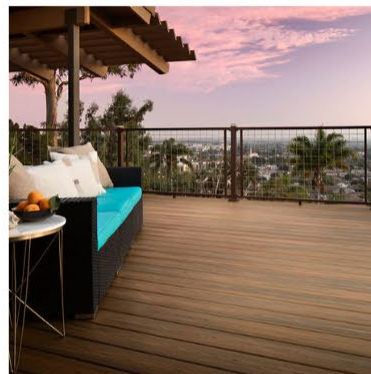
Setting a new standard for style
in outdoor living

Trex Transcend®
LINEAGE™



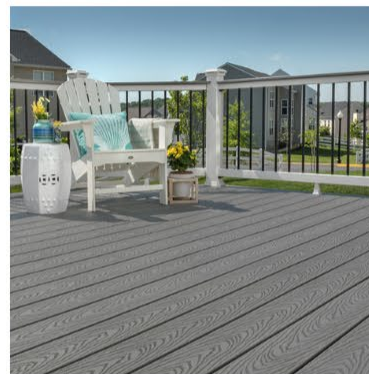
The next generation of design
and performance

Trex Transcend®
TROPICALS & EARTH TONES



Established looks paired with
assured performance.

Trex Select®
EARTH TONES



The perfect pairing of price and
minimal maintenance

Trex Enhance®
NATURALS



The beauty of wood with the
ease of composite

Trex Enhance®
BASICS

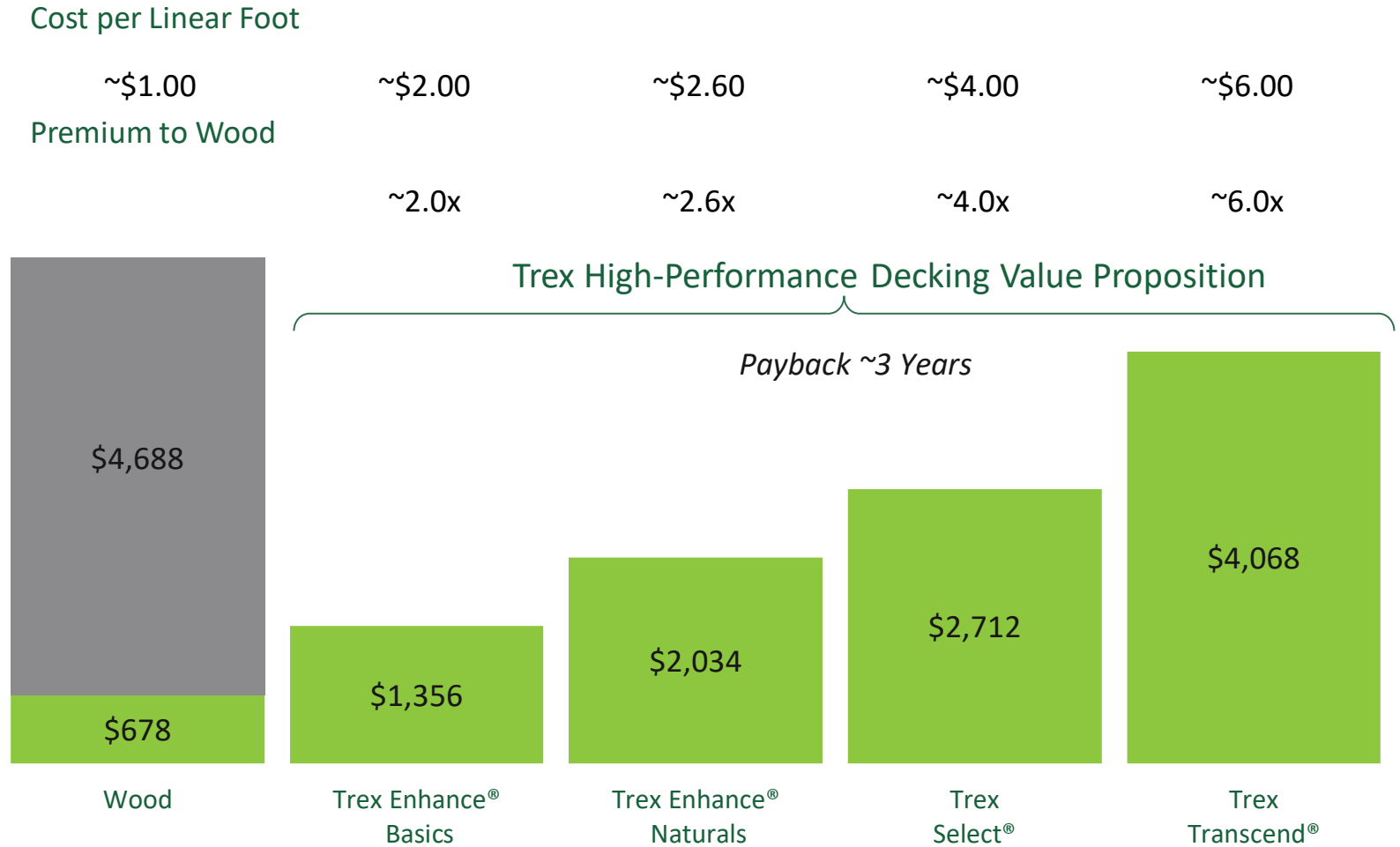


Priced to take share from
treated lumber



TREX: A SUPERIOR VALUE

Attractive Lifetime Economics¹

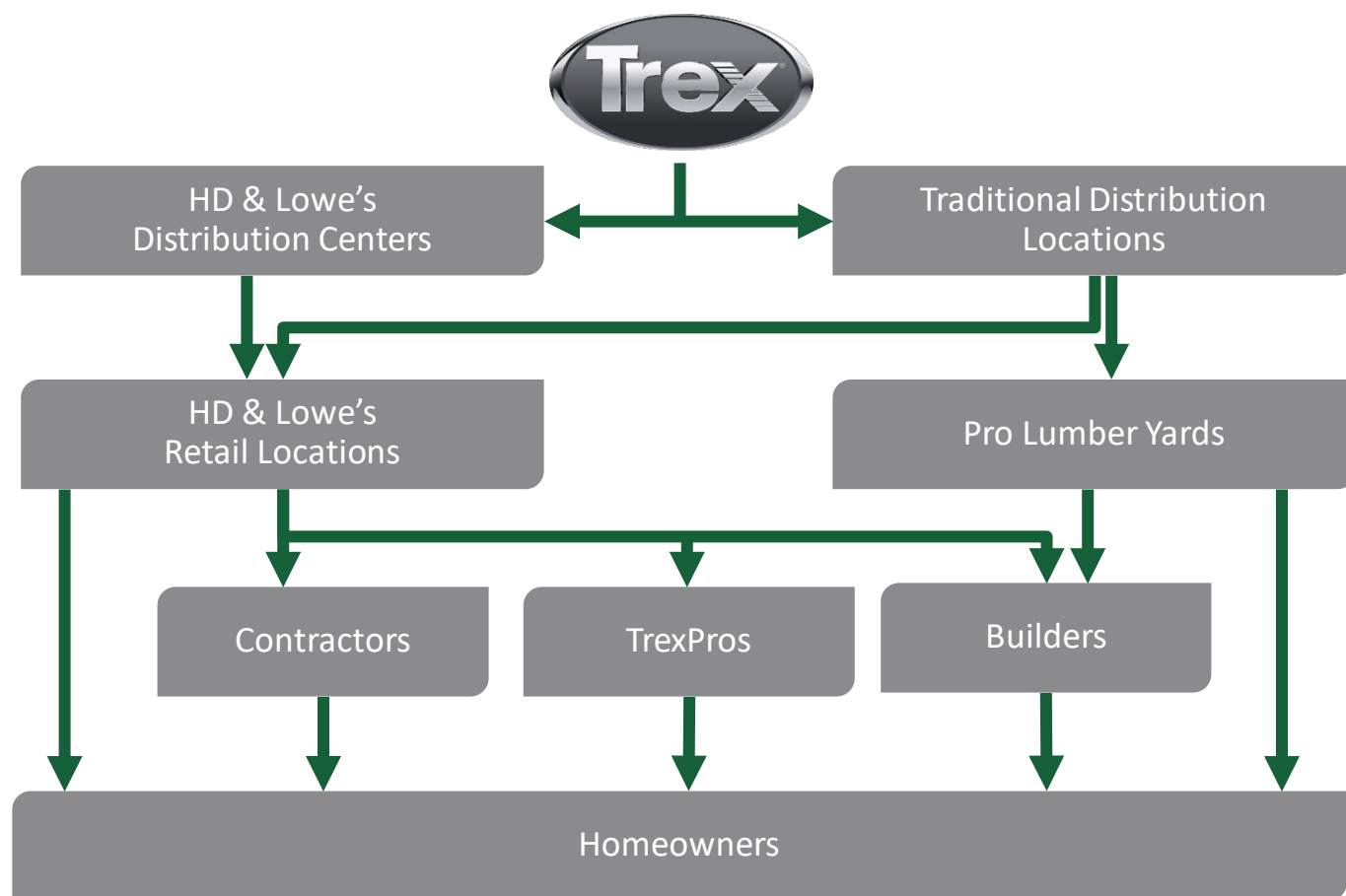


¹ - Estimated Decking Costs and Maintenance Material Costs for a 16' x 20' (or 30 m²) deck over 25 years.

INDUSTRY LEADING REACH

- Over 6,700 stocking locations
- Strongest distribution channel in industry
- Well-positioned to take on wood nationally

Distribution Partner Locations



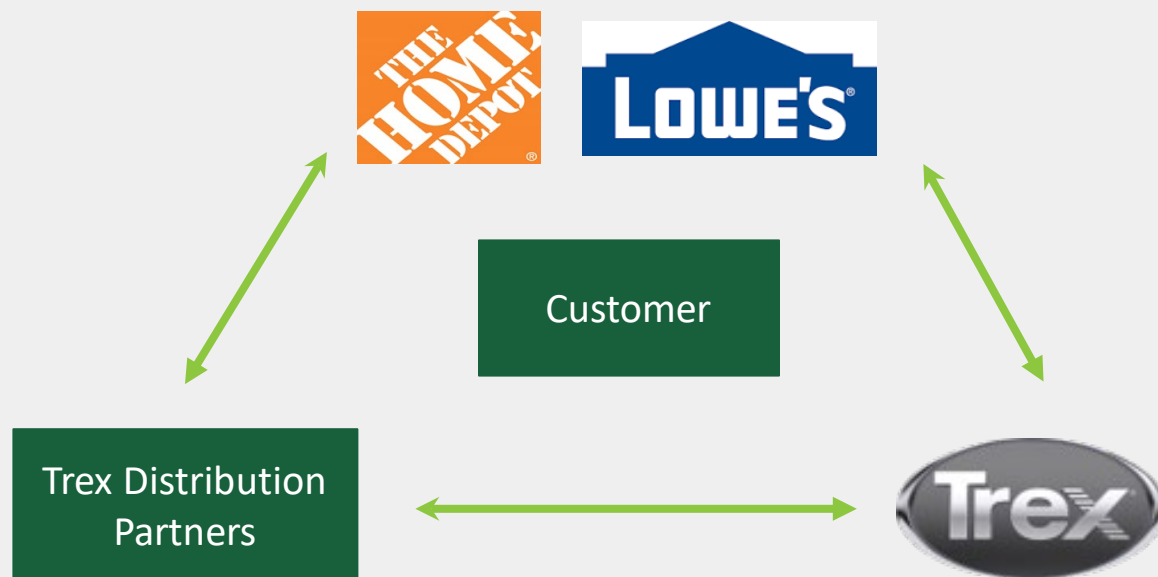


WINNING TOGETHER REQUIRES THE RIGHT PARTNERS

BEST IN CLASS CHANNEL PARTNERS

Find a way to say 'yes' by making it easy to buy, easy to sell and easy to install

- Inside and Outside Store Sales Support
- Provide full product offering
- Best in class lead times



Boise Cascade

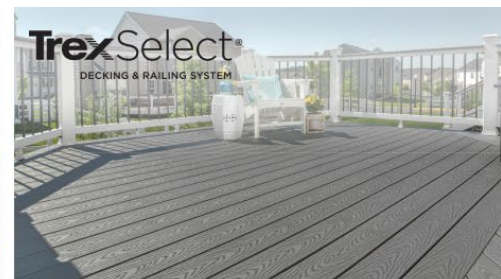


U.S. LUMBER





FULL SUITE OF OUTDOOR LIVING PRODUCTS



Trex Protect™

Trex LatticeWorks™

Trex Spiral Stairs™

Trex Cornhole™

Trex Blade™
APPROVED COMPOSITE DECKING BLADE

Trex Glass™

Trex Fencing™

THE SUN NEVER SETS ON A TREX DECK

- Targeted approach to new international markets
- Establish distributors in key markets
- Roll-outs in markets with higher GDP, personal income and desire for outdoor living solutions
- Apply Trex marketing capabilities to key target market opportunities
 - TV advertising, online ads, and paid search
 - Develop TrexPro network
- New products offer competitive value proposition against other composites and wood
- Building global brand recognition



COST REDUCTION AND CONTINUOUS IMPROVEMENT INITIATIVES

Automation

- Invest in technology to automate repeatable tasks, thus reducing our reliance on manpower in a constrained labor environment and improving job satisfaction, efficiency, quality and throughput

Modernization

- Upgrade existing lines and older equipment with newer and proven technology to improve utilization, increase throughput and efficiency

Energy Utilization

- Through technology and machine upgrades, improve our energy utilization leveraging our ESG heritage

Material Processing

- Drive continuous improvement to increase material yield and widen the use of low-cost raw material supply





CAPITAL ALLOCATION STRATEGY

Putting Free Cash Flow to work through Investment in Core Business and Share Repurchases

Invest in Core

- >\$630M capital expenditures since 2016
- \$200M capacity expansion completed in 2021 to help meet higher demand
- Arkansas Site
 - Estimate \$400M in plant expenditures through modular building approach. Spend to occur into 2026.

Repurchase Shares

- \$745M in share repurchases over the past 10 years
- \$74M in FY 2021 repurchases
- \$395M in FY 2022 repurchases
- 1.5M share repurchases remaining on current program

2023 GUIDANCE

Q1

- Net Sales: \$230-240M

Full Year

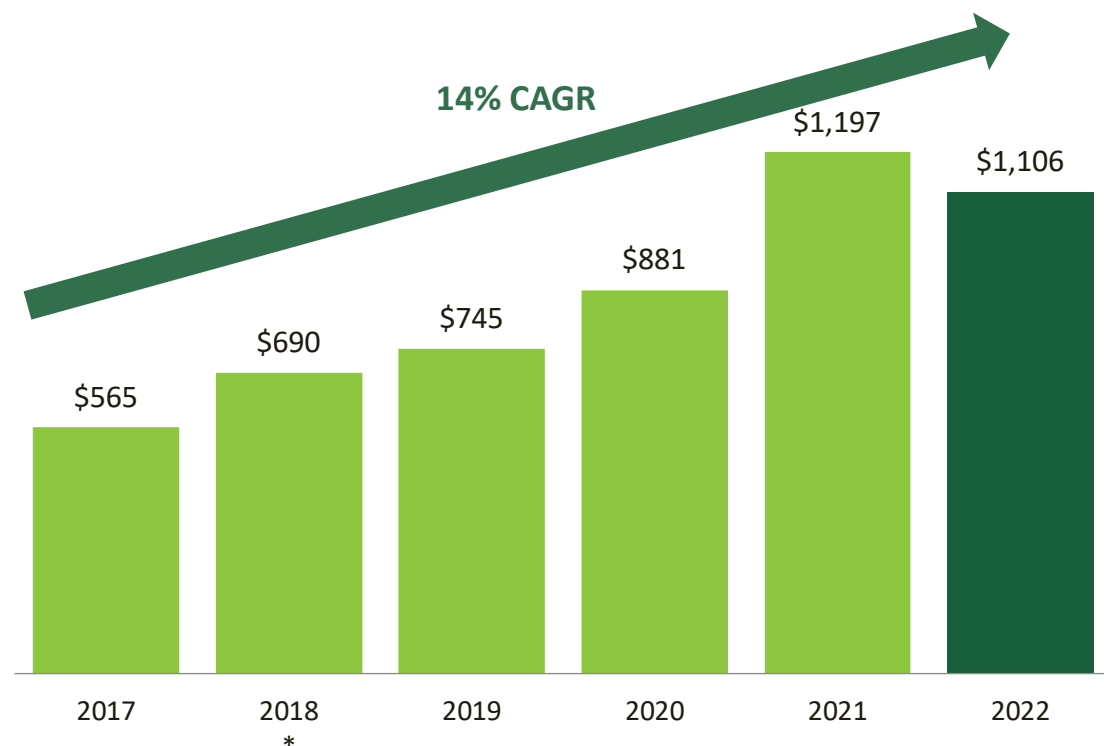
- EBITDA margin: 26-27%
- CapEx: \$130-140M
- SG&A % of sales: 15-16%
- Depreciation and amortization: \$45-47M
- Interest expense: \$8-9M
- Tax rate: 25-26%



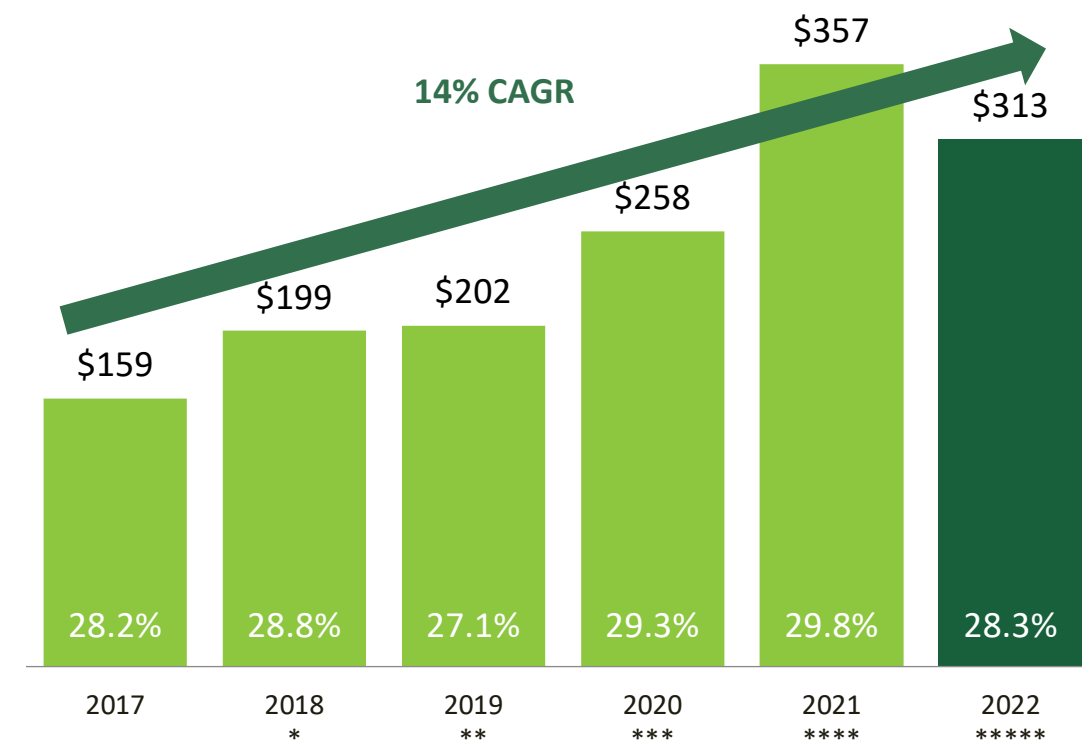


ATTRACTIVE LONG-TERM FINANCIAL PERFORMANCE

Consolidated Adjusted Sales
(\$Ms)



Consolidated Adjusted EBITDA
(\$Ms)



- * 2018 results exclude \$6M non-recurring Sales charge
- ** 2019 results include \$16M of startup and other costs related to new Enhance product launch
- *** 2020 results exclude \$6.5M legacy non-cash surface flaking charge
- **** 2021 results exclude \$54M goodwill impairment and \$8.7M gain on insurance proceeds
- ***** 2022 results exclude \$17.2M loss related to sale of Trex Commercial Products and \$4.6M related to separation and non-executive retention expense

ESG - ENVIRONMENTAL

Products Born From Sustainable Innovation

Sustainability is built-in to our products, and we continually seek ways to strengthen our ESG performance

Trex Product Footprint Improvements

***Reduced GHG emissions intensity
by 33% between 2020 and 2021***

ENERGY USE AND GHG EMISSIONS¹

	Units	2019	2020	2021
GHG emissions (Scope 1 and 2)	Metric tons CO ₂ e	108,740	120,410	124,095
GHG emissions intensity	Metric tons CO ₂ e/ \$ million sales	0.16	0.15	0.10
Total energy use (electricity, natural gas and fuels)	MWh	331,920	366,690	404,771
Energy use intensity	MWh/\$ million sales	0.48	0.44	0.34

¹ Data is for Trex Residential only

Environmental Stewardship

UPCYCLING OUR RAW MATERIALS

We don't just recycle diverted wastes. We upcycle them, meaning we create a product of higher value and greater utility than the original materials

PROCESS WASTE RECYCLING

~100% production scrap recycled internally

WATER CONSERVATION

~99% Water recycled annually with closed-loop cooling systems across our Virginia and Nevada manufacturing facilities

CLEAN AIR TECHNOLOGIES

We recorded **ZERO** environmental compliance issues at our manufacturing operations in 2021



ESG - SOCIAL

Investing in Our People

FAIR AND EQUITABLE PAY

- Robust hourly wages, salary and total compensation
- Compensation structure regularly reviewed for signs of inequities along gender or ethnicity lines

DIVERSITY, EQUITY AND INCLUSION

- Committed to offering a diverse, equitable and inclusive work environment
- Inclusivity forms the core of our approach to recruitment, training, engagement, retention and career development
- Continually refine recruitment efforts to increase diversity in our workforce and ensure all employees feel supported and empowered to thrive in their roles

25%

WOMEN IN
WORKFORCE

26%

WOMEN IN
MANAGEMENT

20%

DIVERSE
EMPLOYEES

33%

WOMEN ON
BOARD OF
DIRECTORS

Social Impact in Our Communities

Through our recycling programs and community investment projects, we make a lasting impact on people and the planet

ENVIRONMENTAL OUTREACH

- We are one of the largest recyclers of polyethylene film bags, wraps and packaging in North America
- We are a leader in educating and engaging both the commercial and consumer sectors in recycling efforts
- From 2012 to 2021 approximately 2.5 million pounds of waste plastic film was recycled through our community outreach programs
- Our NexTrex program has over 32,000 collection locations across the United States and Canada

COMMUNITY INVESTMENT

- Golden Award from United Way for our donation
- Feeding America
- Yellow Ribbon Fund

\$2.5 Million

COMMUNITY INVESTMENT BY TREX
AND ITS EMPLOYEES OVER THE
LAST EIGHT YEARS

ESG - GOVERNANCE

Board of Directors

STRONG BLEND OF STABILITY, EXPERIENCE AND DIVERSE PERSPECTIVES

- Separate CEO and Chairman
- Seven independent directors; four members serve on other public company boards
- NGC Committee oversees ESG Oversight
- Formalized ESG oversight at the executive level

Executive Compensation

THE CORE PRINCIPLES OF THE COMPANY'S EXECUTIVE COMPENSATION PROGRAM

- Competitive Pay + Pay-for-performance
- Utilize a Total Compensation Perspective
- Create an ownership culture - align executive officers' interests with those of our stockholders
- Improved financial performance

Directors and Officers Hold Significantly More Than Their Required Minimum Stock Holdings ¹

	Officers	Outside Directors
Required Shares	44,175	21,318
Shares Owned and Held	421,419	178,236
Multiple of Requirement Held	9.54	8.36

¹ Data is presented as an aggregate number of shares held by officers and directors, respectively. Data as of December 31, 2021.

INVESTMENT SUMMARY

Addresses one of the fastest growing markets for attractively-designed, customized outdoor living spaces

- **Brand Leader** in the industry
- **Consistent Market Share Gains** against wood and within the composite industry
- **Expanding Capacity** with announced a 3rd production site in Little Rock, AR

Continuous engineering and manufacturing improvements drive significant operating leverage

- **Low-cost Manufacturing**; targeted investments to improve line throughput
- **Cost Reduction Initiatives** are driving savings; manufacturing automation and modernization, improved energy utilization and raw material processing
- **Sustainability** built into the business; “Greenest” decking manufacturer
- **Recycling** – a strategic and cost advantage

Focus on new product development

- **Expansive Offering** of eco-friendly decking and railing products for a breadth of audiences, leverage commercial segment to develop products for the consumer market, and continually drive cost savings from other synergies
- **New Products** tailored to reach new consumer segments

Strong Balance Sheet and Cash Generation

- Invest in Internal Growth and Profit Improvement opportunities
- **Return Capital** to Shareholders
- Fund future **Acquisitions**





Engineering What's Next
in Outdoor Living®

APPENDIX





SUMMARY FINANCIALS

\$ Millions	2017	2018	2019	2020	2021	2022
Adjusted Sales	\$565	\$690	\$745	\$881	\$1,197	\$1,106
Adjusted Gross Profit	\$243	\$301	\$307	\$366	\$461	\$404
<i>Adjusted Gross Margin %</i>	43.1%	43.6%	41.1%	41.5%	38.5%	36.5%
Adjusted SG&A	\$101	\$118	\$118	\$126	\$140	\$136
<i>% of Net Sales</i>	18%	17%	16%	14%	11%	12%
Adjusted Oper Income	\$142	\$183	\$188	\$240	\$321	\$269
<i>% of Net Sales</i>	25%	26%	25%	27%	27%	24%
Depreciation	\$17	\$16	\$14	\$18	\$36	\$44
Adjusted EBITDA	\$159	\$199	\$202	\$258	\$357	\$313
<i>% of Net Sales</i>	28%	29%	27%	29%	30%	28%
Free Cash Flow	\$87	\$104	\$89	\$17	\$100	\$47
Net Debt	-\$31	-\$106	-\$149	-\$122	-\$141	\$210
Adjusted ROIC	67.5%	62.6%	52.5%	46.9%	46.7%	29.9%



NON-GAAP RECONCILIATIONS

\$ Millions	2017	2018	2019	2020	2021	2022
GAAP Sales	\$565	\$684	\$745	\$881	\$1,197	\$1,106
2018 Net Sales charge for product repositioning		\$6				
Adjusted Sales	\$565	\$690	\$745	\$881	\$1,197	\$1,106
GAAP Gross Profit	\$243	\$295	\$307	\$359	\$461	\$404
Legacy product warranty reserve				\$6		
2018 Net Sales charge for product repositioning		\$6				
Adjusted Gross Profit	\$243	\$301	\$307	\$366	\$461	\$404
GAAP Operating Income	\$142	\$177	\$188	\$234	\$275	\$247
Legacy product warranty reserve				\$6		
2018 Net Sales charge for product repositioning		\$6				
Trex Commercial Products Goodwill Impairment					\$54	
Gain on insurance proceeds at Trex Residential					-\$9	
Severance Charges						\$1
Loss on Sale and Other Expenses related to divestiture of Trex Commercial Products						\$17
Non-Executive Retention Compensation						\$3
Adjusted Operating Income	\$142	\$183	\$188	\$240	\$321	\$269
GAAP Net Income	\$95	\$135	\$145	\$176	\$209	\$185
GAAP Income Tax / Interest / Depreciation / Amortization	\$64	\$59	\$57	\$76	\$103	\$107
Legacy product warranty reserve				\$6		
2018 Net Sales charge for product repositioning		\$6				
Trex Commercial Products Goodwill Impairment					\$54	
Gain on insurance proceeds at Trex Residential						
Severance Charges						\$1
Loss on Sale and Other Expenses related to divestiture of Trex Commercial Products						\$17
Non-Executive Retention Compensation						\$3
Adjusted EBITDA	\$159	\$199	\$202	\$258	\$357	\$313
GAAP Operating Cash Flows	\$102	\$138	\$156	\$187	\$258	\$216
GAAP Investing Cash Flows	-\$87	-\$34	-\$67	-\$171	-\$158	-\$169
Add back Acquisitions	\$72					
Free Cash Flow	\$87	\$104	\$89	\$17	\$100	\$47
GAAP Diluted EPS *	\$0.81	\$1.14	\$1.24	\$1.51	\$1.80	\$1.65
Impact of Adjustments to OI (net of tax)	\$0.00	\$0.03	\$0.00	\$0.04	\$0.30	\$0.19
Adjusted Diluted EPS *	\$0.81	\$1.17	\$1.24	\$1.55	\$2.10	\$1.84

* Prior Period EPS and Adjusted EPS restated for impact of June 18, 2018 and September 15, 2020 2-for-1 stock splits.



SEGMENT DATA

	Trex Consolidated ⁽¹⁾	Trex Commercial ⁽¹⁾	Trex Residential ⁽¹⁾	Trex Residential Adjustments	Adjusted Trex Residential ⁽¹⁾
As of and for the Year ended December 31, 2022					
Net sales	\$ 1,106,043	\$ 46,507	\$ 1,059,536	\$ -	\$ 1,059,536
Cost of sales	702,054	42,365	659,689	-	659,689
Gross profit	403,989	4,142	399,847	-	399,847
Selling, general and administrative expenses ⁽²⁾	141,831	10,070	131,761	(4,432)	127,329
Loss on sale	15,423	15,423	-	-	-
Income from operations	246,735	(21,351)	268,086	4,432	272,518
Interest income, net	(103)	-	(103)	-	(103)
Income before income taxes	246,838	(21,351)	268,189	4,432	272,621
Provision (benefit) for income taxes	62,212	(5,101)	67,313	1,117	68,430
Net income (loss) ⁽²⁾	\$ 184,626	\$ (16,250)	\$ 200,876	\$ 3,315	\$ 204,191
EBITDA ⁽³⁾	\$ 291,033	\$ (20,226)	\$ 311,259	\$ 4,432	\$ 315,691
Depreciation and amortization	\$ 44,298	\$ 1,125	\$ 43,173	\$ -	\$ 43,173
Capital expenditures	\$ 176,228	\$ 324	\$ 175,904	\$ -	\$ 175,904
Total assets	\$ 933,705	\$ -	\$ 933,705	\$ -	\$ 933,705

1) Trex Consolidated, Trex Commercial, and Trex Residential financial information prepared on a GAAP basis, excluding EBITDA (refer to footnote 3). Adjusted Trex Residential financial information prepared on a non-GAAP basis.

2) For the year ended December 31, 2022, Consolidated and Trex Residential selling, general and administrative expenses includes \$4.4 million related to non-executive retention bonuses and severance expense. Income tax effect calculated using the effective tax rate for the applicable year.

3) Refer to the Notes to Consolidated Financial Statements in the Company's annual report on Form 10-K for the years ended December 31, 2022 and December 31, 2021 for the reconciliation of Net Income to EBITDA.



SEGMENT DATA

As of and for the Year ended December 31, 2021	Trex Consolidated ⁽¹⁾	Trex Commercial ⁽¹⁾	Trex Residential ⁽¹⁾	Trex Residential Adjustments	Adjusted Trex Residential ⁽¹⁾
Net sales	\$ 1,196,952	\$ 57,686	\$ 1,139,266	\$ -	\$ 1,139,266
Cost of sales	736,448	44,994	691,454	-	691,454
Gross profit	460,504	12,692	447,812	-	447,812
Selling, general and administrative expenses	139,624	9,614	130,010	-	130,010
Goodwill impairment	54,245	54,245	-	-	-
Gain on insurance proceeds	(8,741)		(8,741)	-	(8,741)
Income from operations	275,376	(51,167)	326,543	-	326,543
Interest income, net	(15)	-	(15)	-	(15)
Income before income taxes	275,391	(51,167)	326,558	-	326,558
Provision (benefit) for income taxes	66,654	(12,846)	79,500	-	79,500
Net income (loss)	\$ 208,737	\$ (38,321)	\$ 247,058	\$ -	\$ 247,058
EBITDA ⁽²⁾	\$ 311,322	\$ (50,163)	\$ 361,485	\$ -	\$ 361,485
Depreciation and amortization	\$ 35,946	\$ 1,005	\$ 34,941	\$ -	\$ 34,941
Capital expenditures	\$ 159,394	\$ 1,826	\$ 157,568	\$ -	\$ 157,568
Total assets	\$ 920,321	\$ 39,096	\$ 881,225	\$ -	\$ 881,225

1) Trex Consolidated, Trex Commercial, and Trex Residential financial information prepared on a GAAP basis, excluding EBITDA (refer to footnote 2). Adjusted Trex Residential financial information prepared on a non-GAAP basis.

2) Refer to the Notes to Consolidated Financial Statements in the Company's annual report on Form 10-K for the years ended December 31, 2022 and December 31, 2021 for the reconciliation of Net Income to EBITDA.



SEGMENT DATA

As of and for the Year ended December 31, 2020	Trex Consolidated ⁽¹⁾	Trex Commercial ⁽¹⁾	Trex Residential ⁽¹⁾	Trex Residential Adjustments	Adjusted Trex Residential ⁽¹⁾
Net sales	\$ 880,831	\$ 53,039	\$ 827,792	\$ -	\$ 827,792
Cost of sales ⁽⁴⁾	521,374	37,574	483,800	(6,480)	477,320
Gross profit	359,457	15,465	343,992	6,480	350,472
Selling, general and administrative expenses	125,822	9,516	116,306	-	116,306
Income from operations	233,635	5,949	227,686	6,480	234,166
Interest income, net	(999)	-	(999)	-	(999)
Income before income taxes	234,634	5,949	228,685	6,480	235,165
Provision for income taxes	59,003	1,515	57,488	1,630	59,118
Net income (loss) ⁽³⁾	\$ 175,631	\$ 4,434	\$ 171,197	\$ 4,850	\$ 176,047
EBITDA ⁽²⁾	\$ 251,575	\$ 6,758	\$ 244,817	\$ 6,480	\$ 251,297
Depreciation and amortization	\$ 17,940	\$ 809	\$ 17,131	\$ -	\$ 17,131
Capital expenditures	\$ 172,823	\$ 1,039	\$ 171,784	\$ -	\$ 171,784
Total assets	\$ 770,492	\$ 93,544	\$ 676,948	\$ -	\$ 676,948

1) Trex Consolidated, Trex Commercial, and Trex Residential financial information prepared on a GAAP basis, excluding EBITDA (refer to footnote 2). Adjusted Trex Residential financial information prepared on a non-GAAP basis.

2) Refer to the Notes to Consolidated Financial Statements in the Company's annual report on Form 10-K for the years ended December 31, 2022 and December 31, 2021 for the reconciliation of Net Income to EBITDA.

3) For the year ended December 31, 2020, Consolidated and Trex Residential cost of sales includes \$6.5 million related to a legacy product warranty reserve. Income tax effect calculated using the effective tax rate for the applicable year.



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