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Non-consolidated Financial Results for the Year Ended March 31, 2025 [Japanese GAAP]

April 25, 2025

Company name: TOKYO STEEL MANUFACTURING CO., LTD.

Listing: Tokyo Stock Exchange

Securities code: 5423

URL: <https://www.tokyosteel.co.jp/>

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Scheduled date of annual general meeting of shareholders: June 25, 2025

Scheduled date to commence dividend payments: June 26, 2025

Scheduled date to file annual securities report: June 24, 2025

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (April 1, 2024 to March 31, 2025)

(1) Non-consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended March 31, 2025	326,775	(11.0)	30,105	(20.9)	31,612	(20.4)	21,203	(24.2)
March 31, 2024	367,242	1.7	38,066	0.0	39,719	1.2	27,958	(9.4)

	Basic earnings per share	Diluted earnings per share	Rate of return on equity	Ordinary profit to total assets ratio	Operating profit to net sales ratio
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2025	197.96	-	10.2	10.5	9.2
March 31, 2024	253.51	-	14.6	13.7	10.4

(Reference) Equity in earnings (losses) of affiliated companies: Fiscal year ended March 31, 2025: ¥ - million
Fiscal year ended March 31, 2024: ¥ - million

(2) Non-consolidated Financial Position

	Total assets	Net assets	Capital adequacy ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2025	292,973	209,918	71.7	2,014.68
March 31, 2024	310,604	203,907	65.6	1,867.20

(Reference) Equity: As of March 31, 2025: ¥ 209,918 million
As of March 31, 2024: ¥ 203,907 million

(3) Non-consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
Fiscal year ended March 31, 2025	19,588	(21,876)	(13,766)	96,111
March 31, 2024	53,376	(18,202)	(8,140)	112,219

2. Dividends

	Annual dividends					Total dividends	Payout ratio	Dividends to net assets
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total			
Fiscal year ended	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
March 31, 2024	-	25.00	-	25.00	50.00	5,499	19.7	2.9
March 31, 2025	-	25.00	-	25.00	50.00	5,289	25.3	2.6
Fiscal year ending March 31, 2026 (Forecast)	-	25.00	-	25.00	50.00		40.1	

3. Non-consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2026 (April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Net income		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2025	151,000	(13.4)	10,000	(28.1)	10,500	(29.5)	7,000	(28.8)	67.18
Full year	305,000	(6.7)	19,000	(36.9)	20,000	(36.7)	13,000	(38.7)	124.77

* Notes:

(1) Changes in accounting policies, changes in accounting estimates, and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Restatement: None

(2) Number of issued shares (common shares)

1) Total number of issued shares at the end of the period (including treasury shares):

March 31, 2025:	110,064,249 shares
March 31, 2024:	155,064,249 shares

2) Number of treasury shares at the end of the period:

March 31, 2025:	5,869,407 shares
March 31, 2024:	45,859,311 shares

3) Average number of shares outstanding during the period:

Fiscal Year ended March 31, 2025:	107,108,615 shares
Fiscal Year ended March 31, 2024:	110,285,008 shares

* Financial results reports are exempt from audit conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forecasts provided above are based on information available as of the date of this release and are subject to various uncertainties. Actual results may differ significantly due to fluctuations in the price of scrap iron, which is the main raw material, as well as changes in the market conditions for steel products. Please refer to page 3 of the attached materials for further details regarding the above forecast.

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1. Overview of Business Results, etc.

(1) Summary of Business Results

In the period under review, steel exports from China reached a near-record high, and the domestic steel market softened due to delays in construction projects.

Under these circumstances, the Company's operating income, ordinary income, and net income were lower than the previous year's profits, due to both product shipment volume and shipment price declined, and in addition, lower production volume leads fixed costs and other costs increased, despite of the lower price of steel scrap, the main raw material, than in the previous year.

Net sales totaled 326,775 million yen (367,242 million yen in the previous year). Operating profit was 30,105 million yen (38,066 million yen in the previous year), ordinary income was 31,612 million yen (39,719 million yen in the previous year), and net income was 21,203 million yen (27,958 million yen in the previous year).

Based on the above, we propose a year-end dividend of 25 yen per share for the current fiscal year, which, together with the interim dividend already paid, will bring the total dividend for the year to 50 yen per share.

(2) Summary of financial position

Total assets at the end of the current fiscal year amounted to 292,973 million yen, down 17,630 million yen from the end of the previous fiscal year. Total liabilities amounted to 83,055 million yen, down 23,641 million yen from the end of the previous fiscal year.

Total net assets increased 6,011 million yen from the end of the previous fiscal year to 209,918 million yen, mainly due to a decrease in treasury stock.

(3) Summary of cash flows

Cash and cash equivalents (hereinafter referred to as "cash") during the current fiscal year decreased by 16,108 million yen from the end of the previous fiscal year to 96,111 million yen at the end of the current fiscal year. Free cash flow, which is the sum of net cash provided by operating activities and net cash used in investing activities, amounted to 2,288 million yen.

(Net cash provided by (used in) operating activities)

Net cash provided by operating activities amounted to 19,588 million yen (53,376 million yen in the previous year). This was mainly due to profit before income taxes of 29,708 million yen and a decrease in notes and accounts trade payable of 17,366 million yen.

(Net cash provided by (used in) investing activities)

Net cash used in investing activities was 21,876 million yen (18,202 million yen in the previous period). This was mainly due to expenditures of 22,362 million yen for the acquisition of tangible fixed assets.

(Net cash provided by (used in) financing activities)

Net cash used in financing activities amounted to 13,766 million yen (8,140 million yen in the previous year). This was mainly due to the purchase of treasury stock.

The main factors were cash dividends paid of 8,358 million yen and cash dividends paid of 5,408 million yen.

Trends in cash flow indices

Fiscal year ended	March 2021	March 2022	March 2023	March 2024	March 2025
Equity ratio (%)	70.4	65.9	66.2	65.6	71.7
Market value basis Equity ratio (%)	54.5	56.1	55.8	58.5	56.5
Ratio of interest-bearing debt to cash flow (%)	72.9	23.4	12.0	12.5	30.7
Interest coverage Ratio (times)	287.5	971.5	2,181.4	3,657.1	691.0

Equity ratio: shareholders' equity/total assets

Equity ratio based on market value: Market capitalization / Total assets

Interest-bearing debt to cash flow ratio: interest-bearing debt/operating cash flow

Interest coverage ratio: operating cash flow/interest payments

*1. Cash flow uses operating cash flow. Interest payments are based on the amount of interest paid in the statement of cash flows.

*2. Interest-bearing liabilities are all liabilities on the balance sheet for which interest is paid.

(4)Future Outlook

With regard to the outlook for the future, there are concerns that the high level of steel exports from China and the international exchange of tariff policies originating in the United States will have a negative impact on the overseas steel products market. In addition, it is expected that it will take some time for the domestic demand for steel products to recover.

Even under these circumstances, we will strive to expand our product lineup to meet the growing needs for electric furnace steel products in various fields and promote diversification of our business partners to ensure that we can meet the demand for our products arising from the growing awareness of decarbonization and resource recycling. In addition, the entire company will work together to further strengthen our competitiveness through thorough cost reductions, including further reductions in the basic unit of use.

In recent years, the shift to decarbonization throughout society has become irreversible, and the recognition of the indispensability of electric furnaces in the steel industry is becoming a certainty. In the midst of these changes, we have taken the initiative in expanding our electric furnace product lineup by launching sales of our low-CO2 steel "Hobo Zero" in July last year, which was well received by various industries, and by resuming production of pickling coils at our Tahara Works in August. We will continue to take on the challenge of "upcycling" steel scrap, a valuable resource in Japan, into higher value-added steel products, and actively contribute to the realization of a "recycling-oriented society" and a "decarbonized society."

We are determined to make concerted efforts to further improve our business performance by relentlessly promoting cost reductions and quality improvement initiatives to meet the diversifying needs of our customers.

2. Basic Rationale for Selection of Accounting Standards

The Company has been conducting non-consolidated accounting in accordance with Japanese GAAP. We will continue to closely monitor future trends regarding the introduction of IFRS (International Financial Reporting Standards) and strive to develop a system to appropriately respond to such trends.

3. Basic Policy on Profit Distribution and Dividends for the Current and Next Fiscal Years

The electric steel furnace industry, to which we belong, is characterized as an equipment industry and a market-driven industry. In order to maintain the latest production technology and continue to grow while maintaining high productivity and competitiveness, it is necessary to renew equipment carefully and boldly at the appropriate time. As a market industry, our business performance is easily affected by economic fluctuations. We believe that internal reserves are extremely important for making appropriate investments based on our own judgment, and will help ensure the long-term interests of our shareholders.

Based on the above approach, the Company has been promoting capital investment that contributes to the future, further improving productivity and competitiveness, and achieving a high level of profit while using this to return profits to shareholders through dividends and share buybacks. We have now decided to further clarify this policy and, in principle, aim to achieve a total return ratio of 25% to 30% for future profit distribution.

Based on the above policy, we propose to pay a year-end dividend of 25 yen per share for the current fiscal year, which, together with the interim dividend already paid, will bring the total annual dividend to 50 yen per share. As for dividends for the next fiscal year,

The Company proposes an annual dividend of 50 yen per share (interim dividend of 25 yen per share and year-end dividend of 25 yen per share).

4. Status of the Corporate Group

The corporate group centered on the Company consists of one company, the Company (manufacturing and sales of steel products).

5. Management Policy

(1) Basic Management Policies of the Company

Through the recycling of steel resources, we will strive to conserve energy and resources, thereby contributing to the preservation of the environment. Furthermore, through the introduction of advanced equipment and the enhancement of our technological capabilities, we will contribute to economic development by manufacturing high-quality, competitively priced products that meet the needs of our customers.

(2) Target Management Indicators

As the economy becomes increasingly globalized and more competitive, it will become increasingly important to make investments in a precise and agile manner. By viewing the contribution to cash flow as an indicator for making management decisions to promote individual businesses, we will strive to build a stronger corporate foundation that will allow us to enhance our internal reserves and accurately execute necessary future investments.

(3) Medium- to Long-term Company Management Strategy

In the course of promoting advanced utilization of steel scrap, we have been working to add value to and diversify our products and improve productivity and quality. In order to meet the increasingly diverse needs of our customers, we will continue to expand the variety of products we manufacture, further improve productivity and quality, and further reduce costs. In addition, we will further enhance our financial position so that we can continue to invest appropriately and flexibly in new construction, improvement, and renewal of facilities to meet the demands of our customers.

Non-consolidated Financial Statements

Non-consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Assets		
Current assets		
Cash and deposits	52,219	21,111
Electronically recorded monetary claims - operating	1,026	958
Accounts receivable - trade	35,820	28,260
Securities	60,000	75,000
Merchandise and finished goods	30,267	21,605
Raw materials and supplies	13,987	15,294
Other	2,413	1,953
Allowance for doubtful accounts	(38)	(30)
Total current assets	195,696	164,153
Non-current assets		
Property, plant and equipment		
Buildings	61,921	64,272
Accumulated depreciation and impairment	(54,852)	(55,412)
Buildings, net	7,069	8,859
Structures	25,768	26,437
Accumulated depreciation and impairment	(23,333)	(23,503)
Structures, net	2,434	2,933
Machinery and equipment	344,971	353,750
Accumulated depreciation and impairment	(315,591)	(312,826)
Machinery and equipment, net	29,379	40,923
Vehicles	1,185	1,601
Accumulated depreciation and impairment	(839)	(977)
Vehicles, net	346	623
Tools, furniture and fixtures	16,148	16,486
Accumulated depreciation and impairment	(10,997)	(11,303)
Tools, furniture and fixtures, net	5,151	5,182
Land	33,060	33,060
Leased assets	787	859
Accumulated depreciation	(179)	(236)
Leased assets, net	608	622
Construction in progress	8,181	10,554
Total property, plant and equipment	86,231	102,760
Intangible assets		
Software	330	441
Other	19	19
Total intangible assets	350	460
Investments and other assets		
Investment securities	28,110	25,392
Long-term loans receivable	64	56
Long-term prepaid expenses	42	45
Other	107	104
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	28,325	25,598
Total non-current assets	114,907	128,820
Total assets	310,604	292,973

(Millions of yen)

	As of March 31, 2024	As of March 31, 2025
Liabilities		
Current liabilities		
Electronically recorded obligations - operating	2,241	1,656
Accounts payable - trade	52,253	35,471
Accounts payable - other	5,492	7,352
Accrued expenses	16,546	13,334
Income taxes payable	7,917	3,318
Accrued consumption taxes	-	904
Contract liabilities	3,591	2,852
Deposits received	206	148
Provision for bonuses	1,054	884
Other	250	184
Total current liabilities	89,554	66,107
Non-current liabilities		
Provision for retirement benefits	6,647	6,517
Lease liabilities	-	39
Asset retirement obligations	189	189
Deferred tax liabilities	4,429	4,564
Other	5,876	5,636
Total non-current liabilities	17,142	16,947
Total liabilities	106,696	83,055
Net assets		
Shareholders' equity		
Share capital	30,894	30,894
Capital surplus		
Legal capital surplus	28,844	28,844
Other capital surplus	16	4
Total capital surplus	28,861	28,849
Retained earnings		
Legal retained earnings	3,863	3,863
Other retained earnings		
Reserve for tax purpose reduction entry	1,456	1,358
Retained earnings brought forward	169,312	142,736
Total retained earnings	174,633	147,958
Treasury shares	(43,299)	(9,140)
Total shareholders' equity	191,090	198,562
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	12,817	11,356
Total valuation and translation adjustments	12,817	11,356
Total net assets	203,907	209,918
Total liabilities and net assets	310,604	292,973

Non-consolidated Statements of Income

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net sales	367,242	326,775
Cost of sales	301,930	268,751
Gross profit	65,312	58,023
Selling, general and administrative expenses	27,245	27,917
Operating profit	38,066	30,105
Non-operating income		
Interest income	93	115
Interest on securities	48	173
Dividend income	538	681
Foreign exchange gains	591	-
Purchase discounts	258	188
Rental income	147	120
Subsidy income	-	81
Miscellaneous income	56	232
Total non-operating income	1,734	1,593
Non-operating expenses		
Interest expenses	14	28
Commission expenses	10	20
Taxes and dues	30	17
Miscellaneous losses	26	20
Total non-operating expenses	81	86
Ordinary profit	39,719	31,612
Extraordinary income		
Gain on sale of non-current assets	23	0
Gain on disposal of non-current assets	33	8
Gain on sale of investment securities	222	-
National subsidies	780	-
Total extraordinary income	1,059	8
Extraordinary losses		
Loss on sale of non-current assets	-	0
Loss on disposal of non-current assets	1,009	1,059
Cost for restoring facilities	-	853
Total extraordinary losses	1,009	1,912
Profit before income taxes	39,768	29,708
Income taxes - current	10,240	8,002
Income taxes - deferred	1,569	503
Total income taxes	11,810	8,505
Profit	27,958	21,203

Non-consolidated Statements of Changes in Equity

For the fiscal year ended March 31, 2024

(Millions of yen)

	Shareholders' equity						
	Share capital	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	
						Reserve for tax purpose reduction entry	Retained earnings brought forward
Balance at beginning of period	30,894	28,844	10	28,855	3,863	995	146,800
Changes during period							
Provision of reserve for tax purpose reduction entry						541	(541)
Reversal of reserve for tax purpose reduction entry						(79)	79
Dividends of surplus							(4,985)
Profit							27,958
Purchase of treasury shares							
Disposal of treasury shares			6	6			
Cancellation of treasury shares							
Net changes in items other than shareholders' equity							
Total changes during period	-	-	6	6	-	461	22,511
Balance at end of period	30,894	28,844	16	28,861	3,863	1,456	169,312

	Shareholders' equity			Valuation and translation adjustments		Total net assets
	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
	Total retained earnings					
Balance at beginning of period	151,660	(40,553)	170,856	8,398	8,398	179,254
Changes during period						
Provision of reserve for tax purpose reduction entry	-		-			-
Reversal of reserve for tax purpose reduction entry	-		-			-
Dividends of surplus	(4,985)		(4,985)			(4,985)
Profit	27,958		27,958			27,958
Purchase of treasury shares		(2,757)	(2,757)			(2,757)
Disposal of treasury shares	-	11	17			17
Cancellation of treasury shares			-			-
Net changes in items other than shareholders' equity				4,418	4,418	4,418

	Shareholders' equity			Valuation and translation adjustments		Total net assets
	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
	Total retained earnings					
Total changes during period	22,972	(2,745)	20,233	4,418	4,418	24,652
Balance at end of period	174,633	(43,299)	191,090	12,817	12,817	203,907

For the fiscal year ended March 31, 2025

(Millions of yen)

	Shareholders' equity						
	Share capital	Capital surplus			Retained earnings		
		Legal capital surplus	Other capital surplus	Total capital surplus	Legal retained earnings	Other retained earnings	
						Reserve for tax purpose reduction entry	Retained earnings brought forward
Balance at beginning of period	30,894	28,844	16	28,861	3,863	1,456	169,312
Changes during period							
Reversal of reserve for tax purpose reduction entry						(98)	98
Dividends of surplus							(5,414)
Profit							21,203
Purchase of treasury shares							
Disposal of treasury shares			(12)	(12)			16
Cancellation of treasury shares							(42,480)
Net changes in items other than shareholders' equity							
Total changes during period	-	-	(12)	(12)	-	(98)	(26,576)
Balance at end of period	30,894	28,844	4	28,849	3,863	1,358	142,736

	Shareholders' equity			Valuation and translation adjustments		Total net assets
	Retained earnings	Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities	Total valuation and translation adjustments	
	Total retained earnings					
Balance at beginning of period	174,633	(43,299)	191,090	12,817	12,817	203,907
Changes during period						
Reversal of reserve for tax purpose reduction entry	-		-			-
Dividends of surplus	(5,414)		(5,414)			(5,414)
Profit	21,203		21,203			21,203
Purchase of treasury shares		(8,335)	(8,335)			(8,335)
Disposal of treasury shares	16	14	19			19
Cancellation of treasury shares	(42,480)	42,480	-			-
Net changes in items other than shareholders' equity				(1,460)	(1,460)	(1,460)
Total changes during period	(26,674)	34,158	7,472	(1,460)	(1,460)	6,011
Balance at end of period	147,958	(9,140)	198,562	11,356	11,356	209,918

Non-consolidated Statements of Cash Flows

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Cash flows from operating activities		
Profit before income taxes	39,768	29,708
Depreciation	5,934	6,809
Increase (decrease) in provision for retirement benefits	31	(129)
Increase (decrease) in provision for bonuses	38	(170)
Increase (decrease) in allowance for doubtful accounts	0	(7)
Interest and dividend income	(680)	(970)
Interest expenses	14	28
National Subsidy income	(780)	(81)
Foreign exchange losses (gains)	(111)	52
Gain on sale of non-current assets	(23)	(0)
Gain on sale of fixed assets	(33)	(8)
Loss on disposals of non-current assets	985	1,059
Cost for restoring facilities	-	853
Decrease (increase) in trade receivables	(192)	7,627
Decrease (increase) in inventories	3,519	7,354
Decrease (increase) in accounts receivable - other	(385)	(303)
Decrease (increase) in consumption taxes refund receivable	(592)	816
Increase (decrease) in trade payables	4,715	(17,366)
Loss (gain) on sale of investment securities	(222)	-
Increase (decrease) in accrued expenses	2,923	(3,124)
Increase (decrease) in contract liabilities	1,941	(738)
Increase (decrease) in accrued consumption taxes	-	904
Increase (decrease) in income taxes payable	17	(104)
Other, net	44	(286)
Subtotal	56,916	31,922
Interest and dividends received	676	962
Interest paid	(14)	(28)
Subsidies received	780	81
Payments for restoration of facilities	-	(853)
Income taxes refund (paid)	(4,981)	(12,496)
Net cash provided by (used in) operating activities	53,376	19,588
Cash flows from investing activities		
Purchase of investment securities	(1,585)	(2,010)
Proceeds from sale of investment securities	308	-
Proceeds from redemption of investment securities	-	2,900
Purchase of property, plant and equipment	(16,719)	(22,362)
Proceeds from collection of loans receivable	8	8
Other, net	(214)	(413)
Net cash provided by (used in) investing activities	(18,202)	(21,876)
Cash flows from financing activities		
Repayments of borrowings	(175)	-
Purchase of treasury shares	(2,764)	(8,358)
Dividends paid	(4,979)	(5,408)
Repayments of lease liabilities	(221)	-
Net cash provided by (used in) financing activities	(8,140)	(13,766)
Effect of exchange rate change on cash and cash equivalents	111	(53)

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net increase (decrease) in cash and cash equivalents	27,145	(16,108)
Cash and cash equivalents at beginning of period	85,074	112,219
Cash and cash equivalents at end of period	112,219	96,111

(5) Notes to Financial Statements

(Notes regarding assumption of going concern)

Not applicable.

(Notes in the event of significant changes in shareholders' equity)

(1) Acquisition of treasury stock

The Company purchased 610,000 shares of treasury stock from May 13, 2024 to June 7, 2024 pursuant to a resolution of the Board of Directors meeting held on April 26, 2024. The Company also purchased 4,409,500 shares of treasury stock between July 29, 2024 and March 31, 2025 pursuant to a resolution of the Board of Directors meeting held on July 26, 2024.

(2) Disposal of treasury stock

The Company retired 45,000,000 shares of treasury stock on May 10, 2024 in accordance with a resolution of the Board of Directors meeting held on April 26, 2024. In addition, the Company disposed of 10,020 shares of treasury stock as restricted stock compensation on August 23, 2024, based on a resolution of the Board of Directors meeting held on August 5, 2024.

As a result, treasury stock decreased 34,158 million yen during the period.

(Changes in accounting policy)

Not applicable.

(Notes to Statements of Income)

Major items and amounts of selling, general and administrative expenses are as follows

(Millions of yen)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
freight expenses	22,127	22,491
Allowance for doubtful accounts	0	△7
salaries and allowances	928	977
Provision for bonuses	71	56
Retirement benefit expenses	63	40
Depreciation and amortization	224	249

(Equity in earnings (losses), etc.)

Not applicable.

(Segment Information, etc.)

This information is omitted because the Company operates in a single segment of the steel business.

(Per share information)

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net assets per share	1,867.20 yen	2,014.68 yen
Net income per share	253.51 yen	197.96 yen

(Notes) 1. Diluted net income per share is not shown because there are no residual shares.

2. Basis for calculation of net income per share is as follows

	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Net income (Millions of yen)	27,958	21,203
Amount not attributable to common shareholders (Millions of yen)	—	—
Common stock related to common stock Net income (Millions of yen)	27,958	21,203
Average number of shares during the period (shares)	110,285,008	107,108,615

(Significant subsequent events)

Not applicable.

(Omission of disclosure)

Notes regarding lease transactions, transactions with related parties, tax effect accounting, financial instruments, securities, derivative transactions, retirement benefit accounting, etc. are omitted as the necessity of disclosure in the financial statements is not considered significant.

7. Others

(1) Production and Sales

(Comparative Production)

by period list of articles	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
	thousand tonnes	thousand tonnes
Steel making	3,608	3,204
Rolling	3,337	2,914

(Comparative sales volume)

by period	For the fiscal year ended March 31, 2024			For the fiscal year ended March 31, 2025		
Varieties sold	volume	unit price	Amount of money	volume	unit price	Amount of money
	thousand tonnes	Thousands of yen	Millions of yen	thousand tonnes	Thousands of yen	Millions of yen
Products	3,265	109.3	356,820	2,948	106.7	314,527
(of which exports)	(776)	(94.9)	(73,739)	(423)	(95.2)	(40,319)
Others	168	62.0	10,422	191	64.0	12,247
(of which exports)	(12)	(78.3)	(946)	(17)	(74.8)	(1,336)
total amount	3,433	107.0	367,242	3,139	104.1	326,775
(of which exports)	(788)	(94.7)	(74,685)	(441)	(94.3)	(41,655)

(Capital Expenditures, etc.)

by period item	For the fiscal year ended March 31, 2024	For the fiscal year ended March 31, 2025
Depreciation and amortization	5.9 billion yen	6.8 billion yen
Capital expenditures for property, plant and equipment	13.5 billion yen	24.2 billion yen