

**Consolidated Financial Results for the Fiscal Year Ended March 31, 2025 (FY3/25)****[Japanese GAAP]**

Company name: Yodogawa Steel Works, Ltd.

Listing: Tokyo Stock Exchange

Stock code: 5451

URL: <https://www.yodoko.co.jp/english/>

Representative: Eiichi Tanaka, President and Representative Director

Inquiries: Takayuki Deguchi, General Manager of IR Department

Tel: +(81)6-6245-1113

Scheduled date of Annual General Meeting of Shareholders: June 24, 2025

Scheduled date of payment of dividend: June 25, 2025

Scheduled date of filing of Annual Securities Report: June 23, 2025

Preparation of supplementary materials for financial results: Yes

Holding of financial results meeting: Yes (for analysts and institutional investors)

(All amounts are rounded down to the nearest million yen)

**1. Consolidated Financial Results for FY3/25 (April 1, 2024 to March 31, 2025)****(1) Consolidated results of operations**

(Percentages represent year-on-year changes)

|                                 | Net sales       |       | Operating profit |       | Ordinary profit |        | Profit attributable to owners of parent |        |
|---------------------------------|-----------------|-------|------------------|-------|-----------------|--------|---|--------|
|                                 | Millions of yen | %     | Millions of yen  | %     | Millions of yen | %      | Millions of yen                         | %      |
| Fiscal year ended Mar. 31, 2025 | 208,460         | 2.2   | 13,889           | 15.6  | 21,551          | 41.8   | 13,499                                  | 202.9  |
| Fiscal year ended Mar. 31, 2024 | 203,957         | (7.4) | 12,017           | (5.1) | 15,202          | (14.0) | 4,456                                   | (57.9) |

Note: Comprehensive income (millions of yen): Fiscal year ended Mar. 31, 2025: 13,853 (down 14.9%)

Fiscal year ended Mar. 31, 2024: 16,287 (up 9.1%)

|                                 | Net income per share | Diluted net income per share | Return on equity | Ordinary profit on total assets | Operating profit to net sales |
|---------------------------------|----------------------|------------------------------|------------------|---------------------------------|-------------------------------|
|                                 | Yen                  | Yen                          | %                | %                               | %                             |
| Fiscal year ended Mar. 31, 2025 | 467.03               | 465.96                       | 7.0              | 8.1                             | 6.7                           |
| Fiscal year ended Mar. 31, 2024 | 154.29               | 153.87                       | 2.4              | 5.9                             | 5.9                           |

Reference: Equity in earnings of affiliates (millions of yen):

Fiscal year ended Mar. 31, 2025: 494

Fiscal year ended Mar. 31, 2024: 535

**(2) Consolidated financial position**

|                     | Total assets    | Net assets      | Shareholders' equity ratio | Net assets per share |
|---------------------|-----------------|-----------------|----------------------------|----------------------|
|                     | Millions of yen | Millions of yen | %                          | Yen                  |
| As of Mar. 31, 2025 | 264,256         | 215,120         | 73.7                       | 6,733.72             |
| As of Mar. 31, 2024 | 265,863         | 213,832         | 71.3                       | 6,561.18             |

Reference: Equity (Shareholders' equity + Accumulated other comprehensive income) (millions of yen):

As of Mar. 31, 2025: 194,720

As of Mar. 31, 2024: 189,580

**(3) Cash flow position**

|                                 | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at end of period |
|---------------------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
|                                 | Millions of yen                      | Millions of yen                      | Millions of yen                      | Millions of yen                            |
| Fiscal year ended Mar. 31, 2025 | 11,311                               | (6,736)                              | (12,508)                             | 50,761                                     |
| Fiscal year ended Mar. 31, 2024 | 21,521                               | (809)                                | (5,360)                              | 57,398                                     |

**2. Dividends**

|   | Dividend per share |        |        |          |        | Total dividends | Payout ratio (consolidated) | Dividend on equity (consolidated) |
|---|--------------------|--------|--------|----------|--------|-----------------|-----------------------------|-----------------------------------|
|   | 1Q-end             | 2Q-end | 3Q-end | Year-end | Total  |                 |                             |                                   |
|   | Yen                | Yen    | Yen    | Yen      | Yen    | Millions of yen | %                           | %                                 |
| Fiscal year ended Mar. 31, 2024             | —                  | 55.00  | —      | 145.00   | 200.00 | 5,836           | 129.6                       | 3.1                               |
| Fiscal year ended Mar. 31, 2025             | —                  | 100.00 | —      | 251.00   | 351.00 | 10,250          | 75.2                        | 5.3                               |
| Fiscal year ending Mar. 31, 2026 (Forecast) | —                  | 20.00  | —      | 34.00    | 54.00  |                 | 75.1                        |                                   |

Yodogawa Steel Works plans to conduct a 1-for-5 common share split effective on July 1. The dividend per share forecast for the fiscal year ending March 31, 2026 is adjusted to reflect the share split.

For further details, please refer to “1. Overview of Results of Operations, (3) Basic Policy for Profit Distribution and Dividends in the Current and Next Fiscal Years” on page 5.

**3. Consolidated Forecasts for FY3/26 (April 1, 2025 to March 31, 2026)**

(Percentages represent year-on-year changes)

|            | Net sales       |       | Operating profit |        | Ordinary profit |        | Profit attributable to owners of parent |        | Net income per share |
|------------|-----------------|-------|------------------|--------|-----------------|--------|---|--------|----------------------|
|            | Millions of yen | %     | Millions of yen  | %      | Millions of yen | %      | Millions of yen                         | %      | Yen                  |
| First half | 102,000         | (3.2) | 5,900            | (24.5) | 7,400           | (19.3) | 4,600                                   | (20.6) | 31.81                |
| Full year  | 203,000         | (2.6) | 11,400           | (17.9) | 16,100          | (25.3) | 10,400                                  | (23.0) | 71.93                |

Net income per share in the consolidated forecasts for the full year is adjusted to reflect the share split.

For further details, please refer to “1. Overview of Results of Operations, (2) Outlook” on page 4.

**\* Notes**

(1) Significant changes in the scope of consolidation during the period: None

(2) Changes in accounting policies and accounting-based estimates, and restatements

1) Changes in accounting policies due to revisions in accounting standards, others: None

2) Changes in accounting policies other than 1) above: None

3) Changes in accounting-based estimates: None

4) Restatements: None

(3) Number of issued shares (common shares)

1) Number of shares issued at the end of the period (including treasury shares)

As of Mar. 31, 2025: 31,837,230 shares As of Mar. 31, 2024: 34,837,230 shares

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

As of Mar. 31, 2025: 2,919,987 shares As of Mar. 31, 2024: 5,942,958 shares

3) Average number of shares outstanding during the period

Fiscal year ended Mar. 31, 2025: 28,905,159 shares Fiscal year ended Mar. 31, 2024: 28,883,683 shares

**Reference: Summary of Non-consolidated Financial Results**

**1. Non-consolidated Financial Results for FY3/25 (April 1, 2024 to March 31, 2025)**

(1) Non-consolidated results of operations

(Percentages represent year-on-year changes)

|                                 | Net sales       |        | Operating profit |        | Ordinary profit |        | Profit          |   |
|---------------------------------|-----------------|--------|------------------|--------|-----------------|--------|-----------------|---|
|                                 | Millions of yen | %      | Millions of yen  | %      | Millions of yen | %      | Millions of yen | % |
| Fiscal year ended Mar. 31, 2025 | 128,016         | (1.3)  | 10,804           | 17.8   | 18,333          | 49.0   | 13,009          | — |
| Fiscal year ended Mar. 31, 2024 | 129,660         | (10.8) | 9,169            | (16.9) | 12,303          | (27.7) | (2,749)         | — |

|                                 | Net income per share | Diluted net income per share |
|---------------------------------|----------------------|------------------------------|
|                                 | Yen                  | Yen                          |
| Fiscal year ended Mar. 31, 2025 | 445.58               | 444.57                       |
| Fiscal year ended Mar. 31, 2024 | (94.23)              | —                            |

(2) Non-consolidated financial position

|                     | Total assets    | Net assets      | Shareholders' equity ratio | Net assets per share |
|---------------------|-----------------|-----------------|----------------------------|----------------------|
|                     | Millions of yen | Millions of yen | %                          | Yen                  |
| As of Mar. 31, 2025 | 190,181         | 152,450         | 80.1                       | 5,215.99             |
| As of Mar. 31, 2024 | 193,288         | 152,042         | 78.6                       | 5,205.23             |

Reference: Shareholders' equity (millions of yen): As of Mar. 31, 2025: 152,351 As of Mar. 31, 2024: 151,917

**2. Non-consolidated Forecasts for FY3/26 (April 1, 2025 to March 31, 2026)**

(Percentages represent year-on-year changes)

|            | Net sales       |       | Operating profit |        | Ordinary profit |        | Profit          |        | Net income per share |
|------------|-----------------|-------|------------------|--------|-----------------|--------|-----------------|--------|----------------------|
|            | Millions of yen | %     | Millions of yen  | %      | Millions of yen | %      | Millions of yen | %      | Yen                  |
| First half | 62,000          | (6.7) | 3,900            | (36.6) | 6,300           | (21.7) | 4,700           | (19.5) | 32.18                |
| Full year  | 119,000         | (7.0) | 7,600            | (29.7) | 12,800          | (30.2) | 9,200           | (29.3) | 63.00                |

Net income per share in the non-consolidated forecasts for the fiscal year ending March 31, 2026 is adjusted to reflect the share split.

\* The current financial report is exempt from audit conducted by certified public accountants or an auditing firm.

\* Cautionary statement with respect to forward-looking statements and other special items

Forecasts of future performance in these materials are based on assumptions judged to be valid and information available to the management of Yodogawa Steel Works at the time the materials were prepared. These materials are not promises by Yodogawa Steel Works regarding future performance. Actual results may differ significantly from these forecasts for a number of reasons. For a discussion of the assumptions for forecasts, precautions concerning usage, and other information, please refer to "1. Overview of Results of Operations, (2) Outlook" on page 4.

**Contents of Attachments**

|   |    |
|---|----|
| 1. Overview of Results of Operations  | 2  |
| (1) Results of Operations and Financial Position  | 2  |
| (2) Outlook   | 4  |
| (3) Basic Policy for Profit Distribution and Dividends in the Current and Next Fiscal Years | 5  |
| 2. Basic Approach to the Selection of Accounting Standards                                  | 5  |
| 3. Consolidated Financial Statements and Notes  | 6  |
| (1) Consolidated Balance Sheet  | 6  |
| (2) Consolidated Statements of Income and Comprehensive Income                              | 8  |
| Consolidated Statement of Income  | 8  |
| Consolidated Statement of Comprehensive Income  | 9  |
| (3) Consolidated Statement of Changes in Equity   | 10 |
| (4) Consolidated Statement of Cash Flows  | 12 |
| (5) Notes to Consolidated Financial Statements  | 14 |
| Going-concern Assumption  | 14 |
| Significant Accounting Policies in the Preparation of Consolidated Financial Statements     | 14 |
| Segment and Other Information   | 15 |
| Per-share Information   | 17 |
| Subsequent Events   | 17 |
| 4. Non-consolidated Financial Statements  | 18 |
| (1) Non-consolidated Balance Sheet  | 18 |
| (2) Non-consolidated Statement of Income  | 20 |
| (3) Non-consolidated Statement of Changes in Equity   | 21 |

## 1. Overview of Results of Operations

### (1) Results of Operations and Financial Position

#### 1) Summary of results of operations

Although the Japanese economy recovered slowly during the fiscal year that ended in March 2025, the recovery remained lackluster in part because of soft consumer spending as inflation prevented real wages from increasing.

Looking at the world economy, in the United States, the economy remained healthy but became increasingly uncertain late in the fiscal year due in part to tariff revisions by the new Trump administration. In China, the economy continued to be held down by the prolonged real estate sector downturn and other events. However, economic stimulus measures by the government produced improvements in some areas of the economy. In Europe, although there were expectations for an economic recovery as interest rates declined with inflation, the recovery was sluggish because of political instability, the rising cost of energy and other factors.

In the steel industry in Japan, orders and production remained sluggish. Residential construction and machinery orders were still weak due to factors such as high material prices and a shortage of human resources. In addition, there were slower automobile production.

In overseas steel markets, crude steel output in China remained high even as domestic demand was flat because of the prolonged real estate sector downturn and steel prices were weak as a result. Furthermore, concerns and vigilance are also growing over global trade friction because of China's excessive exports, tariff revisions by the new U.S. administration and other events.

Under these circumstances, the Yodogawa Steel Group strove to ensure a stable supply of products and to sell and develop products that reflect customers' needs. In addition, group companies provided customers with thorough explanations of the selling prices of products that can be reproduced.

The Yodogawa Steel Group's net sales in the fiscal year increased 4,503 million yen to 208,460 million yen. Operating profit increased 1,871 million yen to 13,889 million yen, ordinary profit increased 6,348 million yen to 21,551 million yen, and profit attributable to owners of parent increased 9,043 million yen to 13,499 million yen.

Total assets at the end of the fiscal year decreased 1,606 million yen from the end of the previous fiscal year to 264,256 million yen. The main changes in assets were a decrease in trade receivables, an increase in inventories, and a decrease in investment securities caused by sales of securities and a decrease in valuations of investment securities. Liabilities decreased 2,895 million yen to 49,136 million yen. This decrease is attributable mainly to decreases in provision for product compensation and deferred tax liabilities. Net assets increased 1,288 million yen to 215,120 million yen. This increase is attributable mainly to increases in retained earnings and foreign currency translation adjustment, which were partly offset by a decrease in valuation difference on available-for-sale securities.

Business segment performance was as follows.

#### Steel Sheet-related Business

Net sales totaled 198,461 million yen and operating profit was 13,954 million yen.

#### Roll Business

Net sales totaled 2,866 million yen and operating profit was 43 million yen.

#### Grating Business

Net sales totaled 3,296 million yen and operating profit was 100 million yen.

#### Real Estate Business

Net sales totaled 1,391 million yen and operating profit was 832 million yen.

#### Other Businesses

Net sales totaled 2,445 million yen and operating profit was 543 million yen.

Cash and cash equivalents at the end of the fiscal year decreased 6,636 million yen from the end of the previous fiscal year to 50,761 million yen. This is mainly due to additional purchase of shares of subsidiaries and investments in time deposits with a maturity of more than three months.

#### Cash flows from operating activities

Net cash provided by operating activities decreased 10,210 million yen to 11,311 million yen. This decrease is mainly the result of decreases in operating profit, trade receivables and provision for product compensation, and an increase in inventories.

#### Cash flows from investing activities

Net cash used in investing activities increased 5,926 million yen to 6,736 million yen, mainly due to the difference between expenditures for purchase of property, plant and equipment, investments in time deposits with a maturity of more than three months and proceeds from sales of investment securities.

#### Cash flows from financing activities

Net cash used in financing activities increased 7,148 million yen to 12,508 million yen, mainly due to payments of dividends and additional purchase of shares of subsidiaries.

### 2) Analysis and review of results of operations

#### Net sales

In Japan, sales decreased despite activities to receive appropriate prices for products that can be reproduced. Sales were impacted by weak demand for steel in Japan, lower prices for steel products and other factors. Overseas, sales were higher at Sheng Yu Steel Co., Ltd. (SYSCO) in Taiwan due to an increase in the sales volume in Taiwan. At Yodogawa Shengyu (Hefei) High-Tech Steel Co., Ltd. (YSS) in China, sales decreased due to the prolonged downturn of the real estate market. At PCM PROCESSING (THAILAND) Ltd. (PPT) in Thailand, sales decreased due to a decline in selling prices resulting from soft market conditions. As a result, consolidated sales were higher than in the previous fiscal year.

#### Operating profit

In Japan, operating profit increased mainly because of sales activities for steel sheet products placed emphasis on sales of prepainted steel sheets and other value-added products. Overseas, earnings at SYSCO decreased due to a decline in selling prices and despite a higher sales volume in Taiwan. At YSS, there was a small improvement in operating profit because of the prolonged real-estate recession in China. At PPT, earnings increased as reductions in procurement expenses more than offset a decline in selling prices. Consequently, consolidated operating profit increased.

#### Ordinary profit

Ordinary profit increased more than operating profit did, mainly due to an increase in gain on sale of investment securities in non-operating income year on year.

#### Profit attributable to owners of parent

Consolidated profit and profit attributable to owners of parent increased more than ordinary profit did, mainly due to provision for product compensation recorded one year earlier.

The Yodogawa Steel Group's basic strategy for capital policy is to maintain consistent operating cash flows in order to secure funds needed for substantial investments for sustained growth as well as the greatest possible shareholder distributions while maintaining financial soundness.

As of the end of March 2025, there were no significant capital expenditures planned that would require the procurement of funds from external sources. For working capital and capital expenditures, the policy is to use internal resources as the main source of funding and use loans from financial institutions as needed for the time

being.

Our objective target for monitoring progress concerning management policies, strategic goals, and business goals, is provided in the “Yodogawa Steel Group Medium-Term Management Plan 2025.” In the current fiscal year, the Yodogawa Steel Group achieved its target of 13 billion yen or more in consolidated operating profit amid a severe business environment with weak demand for steel both in Japan and overseas. We are dedicated to more growth in corporate value to establish a sound base for the next medium-term management plan.

An analysis and review of the financial position and results of operations for business segments are as follows.

#### Steel Sheet-related Business

##### Steel Sheets

In Japan, earnings increased despite a decrease in sales mainly because of higher sales volume of pre-painted steel sheets, while sales volume of galvanized steel sheets declined.

Overseas, sales increased and earnings decreased at SYSCO in Taiwan, mainly because of declines in selling prices in the domestic market despite an increase in sales volumes. At YSS in China, the pace of the recovery was sluggish and the improvement in sales and earnings was modest because of the prolonged real-estate recession. At PPT in Thailand, sales decreased and earnings increased as this company’s performance remained steady.

##### Building Materials

In the building materials category, overall sales decreased due to a small decline in sales volume of both exterior products and exterior construction material products.

As a result, both sales and earnings increased in the Steel Sheet-related Business segment.

##### Roll Business

Sales and earnings decreased mainly due to a decrease in sales volumes in the Japanese and overseas markets.

##### Grating Business

Despite an improvement of selling prices, sales volume decreased. As a result, sales and earnings decreased year on year.

##### Real Estate Business

Both sales and earnings were about the same as one year earlier.

##### Other Businesses

Sales and earnings increased year on year due to a recovery in sales in the warehousing and transportation businesses and other factors.

## **(2) Outlook**

The global economy is expected to remain extremely unstable because of turmoil created by the Trump administration’s tariffs, concerns about prolonged situation in Ukraine and Palestine, and prolonged downturn in the real estate market in China, and other sources of uncertainty.

In Japan, although the economy is expected to maintain its gradual recovery, the outlook is unclear because stock market volatility and the problems affecting the global economy are likely to have a major impact on Japan’s economy too.

The outlook for markets for steel products is unclear due to the inability to predict the impact of U.S. tariffs and the retaliatory tariffs of other countries. These events are likely to have a significant negative effect on the market for steel products in Japan too.

U.S. tariffs will probably have only a limited direct effect on the Yodogawa Steel Group because the group has only a small volume of business with the United States. However, tariffs are expected to have an indirect effect on

the group's operations due to the enormous impact of tariffs on the supply and demand for products and materials sold by group companies.

To succeed in this uncertain business climate, all group companies are focusing on speed and agility concerning both sales and production activities to respond to rapidly changing market conditions. At the same time, by steadily implementing the “Yodogawa Steel Group Medium-Term Management Plan 2025,” we will work to strengthen our earning power.

The forecast for consolidated performance of the next fiscal year is based on this outlook for the economy and steel market.

### **(3) Basic Policy for Profit Distribution and Dividends in the Current and Next Fiscal Years**

Distributing earnings to shareholders is one of the highest priorities of Yodogawa Steel. Earnings are distributed by paying dividends that reflect results of operations, repurchasing stock, and in other ways. The basic policy for dividends that are in line with our results of operations is to make payments that are stable and continuous. Dividends also take into consideration the need for funds for investments and other actions for increasing corporate value, the outlook for sales and earnings, the need to maintain financial soundness, and other items.

Regarding shareholder returns for the three fiscal years ending on March 31, 2024, 2025 and 2026, we will place emphasis on dividend payments, maintaining an annual dividend of at least 200 yen per share considering factors such as our capital investment plan and financial condition, with the target consolidated payout ratio of 75% or more, revising our initial policy.

The basic policy is to pay interim and year-end dividends. In accordance with Article 459, Paragraph 1 of the Companies Act, the Yodogawa Steel Articles of Incorporation state that dividends can be paid based on a resolution of the Board of Directors, except in cases where stipulated otherwise by laws and regulations.

The year-end dividend for the fiscal year that ended March 31, 2025 is to be 251 yen per share. With the interim dividend of 100 yen, this will result in a dividend of 351 yen per share for this fiscal year.

The forecast for the dividend for the next fiscal year is based on the above dividend policy and in consideration of the performance forecast.

## **2. Basic Approach to the Selection of Accounting Standards**

The Yodogawa Steel Group will continue to prepare consolidated financial statements using generally accepted accounting principles in Japan for the time being to permit comparisons with prior years and with the financial data of other companies.

We will take suitable actions with regard to the application of the International Financial Reporting Standards (IFRS) by taking into account associated factors in Japan and other countries.

### 3. Consolidated Financial Statements and Notes

#### (1) Consolidated Balance Sheet

|  | (Millions of yen)     |                       |
|--|-----------------------|-----------------------|
|  | FY3/24                | FY3/25                |
|  | (as of Mar. 31, 2024) | (as of Mar. 31, 2025) |
| Assets   |                       |                       |
| Current assets   |                       |                       |
| Cash and deposits  | 56,808                | 58,090                |
| Notes and accounts receivable-trade, and contract assets | 45,474                | 43,930                |
| Electronically recorded monetary claims-operating        | 4,823                 | 5,223                 |
| Securities   | 4,009                 | 2,995                 |
| Merchandise and finished goods                           | 22,751                | 24,440                |
| Work in process  | 5,591                 | 6,311                 |
| Raw materials and supplies                               | 14,939                | 16,294                |
| Other  | 1,898                 | 2,760                 |
| Allowance for doubtful accounts                          | (177)                 | (189)                 |
| Total current assets                                     | 156,119               | 159,857               |
| Non-current assets                                       |                       |                       |
| Property, plant and equipment                            |                       |                       |
| Buildings and structures                                 | 68,841                | 70,156                |
| Accumulated depreciation                                 | (50,487)              | (51,897)              |
| Buildings and structures, net                            | 18,353                | 18,259                |
| Machinery, equipment and vehicles                        | 150,727               | 154,346               |
| Accumulated depreciation                                 | (138,850)             | (142,163)             |
| Machinery, equipment and vehicles, net                   | 11,876                | 12,183                |
| Land   | 19,235                | 19,350                |
| Leased assets  | 237                   | 253                   |
| Accumulated depreciation                                 | (138)                 | (167)                 |
| Leased assets, net                                       | 98                    | 86                    |
| Construction in progress                                 | 4,971                 | 6,595                 |
| Other  | 12,619                | 12,819                |
| Accumulated depreciation                                 | (11,215)              | (11,485)              |
| Other, net   | 1,403                 | 1,333                 |
| Total property, plant and equipment                      | 55,940                | 57,808                |
| Intangible assets  |                       |                       |
| Other  | 2,203                 | 2,278                 |
| Total intangible assets                                  | 2,203                 | 2,278                 |
| Investments and other assets                             |                       |                       |
| Investment securities                                    | 49,643                | 40,961                |
| Retirement benefit asset                                 | 1,422                 | 2,679                 |
| Deferred tax assets                                      | 86                    | 61                    |
| Other  | 447                   | 609                   |
| Total investments and other assets                       | 51,600                | 44,311                |
| Total non-current assets                                 | 109,743               | 104,399               |
| Total assets   | 265,863               | 264,256               |



|  | (Millions of yen)               |                                 |
|--|---------------------------------|---------------------------------|
|  | FY3/24<br>(as of Mar. 31, 2024) | FY3/25<br>(as of Mar. 31, 2025) |
| Liabilities  |                                 |                                 |
| Current liabilities  |                                 |                                 |
| Notes and accounts payable-trade                                     | 13,892                          | 14,453                          |
| Electronically recorded obligations-operating                        | 2,986                           | 2,241                           |
| Short-term borrowings  | 544                             | 840                             |
| Lease liabilities  | 60                              | 72                              |
| Income taxes payable   | 2,097                           | 3,504                           |
| Contract liabilities   | 240                             | 333                             |
| Provision for bonuses  | 1,117                           | 1,182                           |
| Other  | 7,174                           | 7,129                           |
| Total current liabilities  | 28,113                          | 29,759                          |
| Non-current liabilities  |                                 |                                 |
| Lease liabilities  | 74                              | 99                              |
| Deferred tax liabilities   | 4,445                           | 3,206                           |
| Deferred tax liabilities for land revaluation                        | 807                             | 780                             |
| Provision for retirement benefits for directors (and other officers) | 28                              | 20                              |
| Retirement benefit liability   | 5,315                           | 4,127                           |
| Provision for product compensation                                   | 9,457                           | 7,490                           |
| Other  | 3,786                           | 3,651                           |
| Total non-current liabilities  | 23,917                          | 19,376                          |
| Total liabilities  | 52,031                          | 49,136                          |
| Net assets   |                                 |                                 |
| Shareholders' equity   |                                 |                                 |
| Share capital  | 23,220                          | 23,220                          |
| Capital surplus  | 18,279                          | 12,481                          |
| Retained earnings  | 126,905                         | 133,392                         |
| Treasury shares  | (11,845)                        | (4,898)                         |
| Total shareholders' equity   | 156,559                         | 164,196                         |
| Accumulated other comprehensive income                               |                                 |                                 |
| Valuation difference on available-for-sale securities                | 22,543                          | 16,921                          |
| Revaluation reserve for land   | 1,505                           | 1,435                           |
| Foreign currency translation adjustment                              | 7,881                           | 9,705                           |
| Remeasurements of defined benefit plans                              | 1,089                           | 2,461                           |
| Total accumulated other comprehensive income                         | 33,020                          | 30,524                          |
| Share acquisition rights   | 125                             | 98                              |
| Non-controlling interests  | 24,126                          | 20,301                          |
| Total net assets   | 213,832                         | 215,120                         |
| Total liabilities and net assets                                     | 265,863                         | 264,256                         |

**(2) Consolidated Statements of Income and Comprehensive Income****(Consolidated Statement of Income)**

(Millions of yen)

|   | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|---|---|---|
| Net sales   | 203,957                                   | 208,460                                   |
| Cost of sales   | 172,188                                   | 174,311                                   |
| Gross profit  | 31,769                                    | 34,149                                    |
| Selling, general and administrative expenses                        | 19,751                                    | 20,260                                    |
| Operating profit  | 12,017                                    | 13,889                                    |
| Non-operating income  |   |   |
| Interest income   | 564                                       | 665                                       |
| Dividend income   | 1,046                                     | 1,251                                     |
| Insurance claim income  | 102                                       | 62  |
| Gain on sale of investment securities                               | 1,031                                     | 4,971                                     |
| Foreign exchange gains  | 54  | 138                                       |
| Share of profit of entities accounted for using equity method       | 535                                       | 494                                       |
| Other   | 173                                       | 353                                       |
| Total non-operating income  | 3,508                                     | 7,936                                     |
| Non-operating expenses  |   |   |
| Interest expenses   | 109                                       | 86  |
| Commitment fees   | 20  | 21  |
| Cost for employees transferred temporarily to overseas subsidiaries | 150                                       | 109                                       |
| Other   | 43  | 57  |
| Total non-operating expenses  | 324                                       | 274                                       |
| Ordinary profit   | 15,202                                    | 21,551                                    |
| Extraordinary income  |   |   |
| Gain on sale of non-current assets                                  | 952                                       | 11  |
| Subsidy income  | 400                                       | —   |
| Gain on extinguishment of tie-in shares                             | —   | 73  |
| Total extraordinary income  | 1,352                                     | 85  |
| Extraordinary losses  |   |   |
| Loss on sale and retirement of non-current assets                   | 507                                       | 172                                       |
| Impairment losses   | 0   | 371                                       |
| Provision for product compensation                                  | 7,964                                     | —   |
| Loss on liquidation of subsidiaries and associates                  | —   | 131                                       |
| Loss on valuation of shares of subsidiaries and associates          | —   | 220                                       |
| Loss on valuation of investment securities                          | —   | 44  |
| Total extraordinary losses  | 8,472                                     | 940                                       |
| Profit before income taxes  | 8,082                                     | 20,695                                    |
| Income taxes-current  | 4,573                                     | 5,487                                     |
| Income taxes-deferred   | (2,363)                                   | 179                                       |
| Total income taxes  | 2,210                                     | 5,666                                     |
| Profit  | 5,872                                     | 15,028                                    |
| Profit attributable to non-controlling interests                    | 1,415                                     | 1,529                                     |
| Profit attributable to owners of parent                             | 4,456                                     | 13,499                                    |

**(Consolidated Statement of Comprehensive Income)**

|   | (Millions of yen)               |                                 |
|---|---------------------------------|---------------------------------|
|   | FY3/24                          | FY3/25                          |
|   | (Apr. 1, 2023 to Mar. 31, 2024) | (Apr. 1, 2024 to Mar. 31, 2025) |
| Profit  | 5,872                           | 15,028                          |
| Other comprehensive income  |                                 |                                 |
| Valuation difference on available-for-sale securities                             | 6,364                           | (5,669)                         |
| Revaluation reserve for land  | —                               | (2)                             |
| Foreign currency translation adjustment   | 3,326                           | 2,940                           |
| Remeasurements of defined benefit plans, net of tax                               | 567                             | 1,548                           |
| Share of other comprehensive income of entities accounted for using equity method | 158                             | 8                               |
| Total other comprehensive income  | 10,415                          | (1,175)                         |
| Comprehensive income  | 16,287                          | 13,853                          |
| Comprehensive income attributable to:   |                                 |                                 |
| Owners of parent  | 13,484                          | 11,071                          |
| Non-controlling interests   | 2,803                           | 2,782                           |

**(3) Consolidated Statement of Changes in Equity**

FY3/24 (Apr. 1, 2023 to Mar. 31, 2024)

(Millions of yen)

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Share capital        | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period                       | 23,220               | 18,267          | 126,064           | (11,895)        | 155,657                    |
| Changes during period                                |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (3,638)           |                 | (3,638)                    |
| Profit attributable to owners of parent              |                      |                 | 4,456             |                 | 4,456                      |
| Purchase of treasury shares                          |                      |                 |                   | (8)             | (8)                        |
| Disposal of treasury shares                          |                      | 11              |                   | 58              | 69                         |
| Cancellation of treasury shares                      |                      |                 |                   |                 | —                          |
| Purchase of shares of consolidated subsidiaries      |                      |                 |                   |                 | —                          |
| Reversal of revaluation reserve for land             |                      |                 | 23                |                 | 23                         |
| Net changes in items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes during period                          | —                    | 11              | 841               | 50              | 902                        |
| Balance at end of period                             | 23,220               | 18,279          | 126,905           | (11,845)        | 156,559                    |

|  | Accumulated other comprehensive income                |                              |   |   |  | Share acquisition rights | Non-controlling interests | Total net assets |
|--|---|------------------------------|---|---|--|--------------------------|---------------------------|------------------|
|  | Valuation difference on available-for-sale securities | Revaluation reserve for land | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Total accumulated other comprehensive income |                          |                           |                  |
| Balance at beginning of period                       | 16,115  | 1,529                        | 5,958                                   | 412                                     | 24,016                                       | 140                      | 22,092                    | 201,906          |
| Changes during period                                |   |                              |   |   |  |                          |                           |                  |
| Dividends of surplus                                 |   |                              |   |   |  |                          |                           | (3,638)          |
| Profit attributable to owners of parent              |   |                              |   |   |  |                          |                           | 4,456            |
| Purchase of treasury shares                          |   |                              |   |   |  |                          |                           | (8)              |
| Disposal of treasury shares                          |   |                              |   |   |  |                          |                           | 69               |
| Cancellation of treasury shares                      |   |                              |   |   |  |                          |                           | —                |
| Purchase of shares of consolidated subsidiaries      |   |                              |   |   |  |                          |                           | —                |
| Reversal of revaluation reserve for land             |   |                              |   |   |  |                          |                           | 23               |
| Net changes in items other than shareholders' equity | 6,427   | (23)                         | 1,922                                   | 677                                     | 9,004  | (15)                     | 2,033                     | 11,022           |
| Total changes during period                          | 6,427   | (23)                         | 1,922                                   | 677                                     | 9,004  | (15)                     | 2,033                     | 11,925           |
| Balance at end of period                             | 22,543  | 1,505                        | 7,881                                   | 1,089                                   | 33,020                                       | 125                      | 24,126                    | 213,832          |

FY3/25 (Apr. 1, 2024 to Mar. 31, 2025)

(Millions of yen)

|  | Shareholders' equity |                 |                   |                 |                            |
|--|----------------------|-----------------|-------------------|-----------------|----------------------------|
|  | Share capital        | Capital surplus | Retained earnings | Treasury shares | Total shareholders' equity |
| Balance at beginning of period                       | 23,220               | 18,279          | 126,905           | (11,845)        | 156,559                    |
| Changes during period                                |                      |                 |                   |                 |                            |
| Dividends of surplus                                 |                      |                 | (7,080)           |                 | (7,080)                    |
| Profit attributable to owners of parent              |                      |                 | 13,499            |                 | 13,499                     |
| Purchase of treasury shares                          |                      |                 |                   | (5)             | (5)                        |
| Disposal of treasury shares                          |                      | 25              |                   | 55              | 80                         |
| Cancellation of treasury shares                      |                      | (6,897)         |                   | 6,897           | —                          |
| Purchase of shares of consolidated subsidiaries      |                      | 1,074           |                   |                 | 1,074                      |
| Reversal of revaluation reserve for land             |                      |                 | 67                |                 | 67                         |
| Net changes in items other than shareholders' equity |                      |                 |                   |                 |                            |
| Total changes during period                          | —                    | (5,797)         | 6,486             | 6,946           | 7,636                      |
| Balance at end of period                             | 23,220               | 12,481          | 133,392           | (4,898)         | 164,196                    |

|  | Accumulated other comprehensive income                |                              |   |   |  | Share acquisition rights | Non-controlling interests | Total net assets |
|--|---|------------------------------|---|---|--|--------------------------|---------------------------|------------------|
|  | Valuation difference on available-for-sale securities | Revaluation reserve for land | Foreign currency translation adjustment | Remeasurements of defined benefit plans | Total accumulated other comprehensive income |                          |                           |                  |
| Balance at beginning of period                       | 22,543  | 1,505                        | 7,881                                   | 1,089                                   | 33,020                                       | 125                      | 24,126                    | 213,832          |
| Changes during period                                |   |                              |   |   |  |                          |                           |                  |
| Dividends of surplus                                 |   |                              |   |   |  |                          |                           | (7,080)          |
| Profit attributable to owners of parent              |   |                              |   |   |  |                          |                           | 13,499           |
| Purchase of treasury shares                          |   |                              |   |   |  |                          |                           | (5)              |
| Disposal of treasury shares                          |   |                              |   |   |  |                          |                           | 80               |
| Cancellation of treasury shares                      |   |                              |   |   |  |                          |                           | —                |
| Purchase of shares of consolidated subsidiaries      |   |                              |   |   |  |                          |                           | 1,074            |
| Reversal of revaluation reserve for land             |   |                              |   |   |  |                          |                           | 67               |
| Net changes in items other than shareholders' equity | (5,621)   | (70)                         | 1,824                                   | 1,371                                   | (2,496)                                      | (26)                     | (3,824)                   | (6,347)          |
| Total changes during period                          | (5,621)   | (70)                         | 1,824                                   | 1,371                                   | (2,496)                                      | (26)                     | (3,824)                   | 1,288            |
| Balance at end of period                             | 16,921  | 1,435                        | 9,705                                   | 2,461                                   | 30,524                                       | 98                       | 20,301                    | 215,120          |

**(4) Consolidated Statement of Cash Flows**

(Millions of yen)

|   | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|---|---|---|
| Cash flows from operating activities  |   |   |
| Profit before income taxes  | 8,082                                     | 20,695                                    |
| Depreciation  | 4,801                                     | 4,651                                     |
| Share of loss (profit) of entities accounted for using equity method                        | (535)                                     | (494)                                     |
| Loss (gain) on extinguishment of tie-in shares  | —   | (73)                                      |
| Increase (decrease) in retirement benefit liability   | 1   | (341)                                     |
| Increase (decrease) in provision for retirement benefits for directors (and other officers) | (3)                                       | (8)                                       |
| Increase (decrease) in provision for bonuses  | (141)                                     | 65  |
| Loss (gain) on valuation of investment securities   | —   | 264                                       |
| Increase (decrease) in allowance for doubtful accounts                                      | 24  | 12  |
| Increase (decrease) in provision for product compensation                                   | 8,486                                     | (1,967)                                   |
| Interest and dividend income  | (1,610)                                   | (1,916)                                   |
| Interest expenses   | 109                                       | 86  |
| Insurance claim income  | (102)                                     | (62)                                      |
| Loss (gain) on sale of investment securities  | (1,031)                                   | (4,971)                                   |
| Loss (gain) on sale and retirement of non-current assets                                    | (444)                                     | 161                                       |
| Subsidy income  | (400)                                     | —   |
| Impairment losses   | 0   | 371                                       |
| Loss (gain) on liquidation of subsidiaries and associates                                   | —   | 131                                       |
| Decrease (increase) in trade receivables  | 3,896                                     | 1,357                                     |
| Decrease (increase) in inventories  | 7,130                                     | (3,212)                                   |
| Increase (decrease) in trade payables   | (4,178)                                   | (383)                                     |
| Increase (decrease) in accrued consumption taxes  | 331                                       | (1,485)                                   |
| Other, net  | 609                                       | 602                                       |
| Subtotal  | 25,025                                    | 13,483                                    |
| Proceeds from insurance income  | 102                                       | 62  |
| Subsidies received  | 400                                       | —   |
| Interest and dividends received   | 1,707                                     | 2,021                                     |
| Interest paid   | (132)                                     | (83)                                      |
| Income taxes paid   | (5,581)                                   | (4,172)                                   |
| Net cash provided by (used in) operating activities   | 21,521                                    | 11,311                                    |

(Millions of yen)

|  | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|--|---|---|
| Cash flows from investing activities   |   |   |
| Investments in time deposits with a maturity of more than three months                       | (10,599)                                  | (17,234)                                  |
| Proceeds from time deposits with a maturity of more than three months                        | 10,845                                    | 11,068                                    |
| Proceeds from sale and redemption of securities  | 207                                       | 10  |
| Purchase of property, plant and equipment  | (3,715)                                   | (5,383)                                   |
| Proceeds from sale of property, plant and equipment  | 1,072                                     | 112                                       |
| Purchase of intangible assets  | (385)                                     | (366)                                     |
| Purchase of investment securities  | (17)                                      | (58)                                      |
| Proceeds from sale and redemption of investment securities                                   | 1,292                                     | 5,700                                     |
| Payments for investments in capital of subsidiaries and associates                           | —   | (20)                                      |
| Loan advances  | (0)                                       | (1,457)                                   |
| Proceeds from collection of loans receivable   | 490                                       | 892                                       |
| Net cash provided by (used in) investing activities  | (809)                                     | (6,736)                                   |
| Cash flows from financing activities   |   |   |
| Net increase (decrease) in short-term borrowings   | (845)                                     | 242                                       |
| Repayments of lease liabilities  | (65)                                      | (62)                                      |
| Purchase of shares of subsidiaries not resulting in change in scope of consolidation         | —   | (4,552)                                   |
| Proceeds from sale of treasury shares  | 0   | 0   |
| Purchase of treasury shares  | (5)                                       | (5)                                       |
| Dividends paid   | (3,675)                                   | (7,151)                                   |
| Dividends paid to non-controlling interests  | (769)                                     | (980)                                     |
| Net cash provided by (used in) financing activities  | (5,360)                                   | (12,508)                                  |
| Effect of exchange rate change on cash and cash equivalents                                  | 1,334                                     | 1,242                                     |
| Net increase (decrease) in cash and cash equivalents   | 16,685                                    | (6,691)                                   |
| Increase in cash and cash equivalents resulting from merger with unconsolidated subsidiaries | —   | 54  |
| Cash and cash equivalents at beginning of period   | 40,712                                    | 57,398                                    |
| Cash and cash equivalents at end of period   | 57,398                                    | 50,761                                    |

**(5) Notes to Consolidated Financial Statements****Going-concern Assumption**

Not applicable.

**Significant Accounting Policies in the Preparation of Consolidated Financial Statements****1. Scope of consolidation****(1) Number of consolidated subsidiaries: 8**

Takada Kozai Kogyo Co., Ltd.  
 Sheng Yu Steel Co., Ltd. (SYSCO)  
 Yodoko Shoji Co., Ltd.  
 Keiyo Tekko Futo Co., Ltd.  
 Yodoko Kohatsu Co., Ltd.  
 Yodogawa-Shengyu (Hefei) High-Tech Steel Co., Ltd. (YSS)  
 PCM Processing (Thailand) Ltd. (PPT)  
 Fukui Yodoko Co., Ltd.

**(2) Names of major non-consolidated subsidiaries**

Yodoko Kosan Co., Ltd., Yodogawa-Fuyo Co., Ltd., ARDUC Co., Ltd., YIL, Yodoko International Ltd. (YIL),  
 Yodoko Building Materials (Hangzhou) Co., Ltd. (YBMH)

The sum of total assets, sales, profit or loss (equity-method amount), retained earnings (equity-method amount) and other financial items of non-consolidated subsidiaries is small in relation to all of the corresponding consolidated figures. Consequently, these subsidiaries are excluded from consolidation because they would not have a material impact on the consolidated financial statements.

**2. Application of equity method****(1) Number of non-consolidated subsidiaries and affiliates accounted for using the equity method and names of major companies**

Non-consolidated subsidiaries: None

Affiliates: 1 SADOSHIMA CORPORATION

**(2) Names of major non-consolidated subsidiaries and affiliates not accounted for using the equity method and reason for exclusion**

Non-consolidated subsidiaries: Yodoko Kosan Co., Ltd., Yodogawa-Fuyo Co., Ltd., ARDUC Co., Ltd., YIL, YBMH

Affiliates: FUJIDEN INTERNATIONAL CORP., Touei Roof, Kosaka Kizai Co., Ltd., Y.S. PANERIO CO., LTD.

Profit or loss (in proportion with the shareholding ratio), retained earnings (in proportion with the shareholding ratio), and other financial items of the non-consolidated subsidiaries and affiliates not accounted for using the equity method are negligible and the sum of these items for all of these subsidiaries and affiliates is immaterial in relation to the consolidated financial statements. Consequently, the cost method is used for the valuation of investments in these companies instead of applying the equity method.

**3. Fiscal year-end of consolidated subsidiaries**

For consolidated subsidiaries, the fiscal year-end of SYSCO, YSS and PPT is December 31. For the preparation of the consolidated financial statements, the financial statements as of December 31 are used for SYSCO, YSS and PPT. Consolidation adjustments are then made as needed for any significant transactions that occurred between January 1 and March 31, the end of the consolidated fiscal year.



## Segment and Other Information

### 1. Overview of reportable segments

Segments used for financial reporting are the Yodogawa Steel Group's constituent units for which separate financial information is available and for which the Board of Directors performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

The Yodogawa Steel Group has business divisions based on the products and services of Yodogawa Steel and its consolidated subsidiaries. Each division determines strategies and conducts business operations for its products and services. Accordingly, the Yodogawa Steel Group is composed of segments classified by products or services based on the business divisions and there are four reportable segments: Steel Sheet-related business, Roll business, Grating business, and Real Estate business.

The Steel Sheet-related business manufactures and sells cold-rolled steel sheets, steel strips, plated steel sheets, galvanized steel sheets, and other steel sheets, manufactures and sells building materials (roofing and printed products, liner panels, siding, and other products) and exterior products (storage sheds, garages, bicycle parking units, trash receptacles, and other products), and performs design and contracting for construction. The Roll business manufactures and sells rolls for section steel, rolls for non-ferrous metals, and other products. The Grating business manufactures and sells gratings. The Real Estate business is engaged in leasing and buying and selling buildings, parking lots, and other real estate.

### 2. Calculation method for net sales, profit/loss, assets, and other items for each reportable segment

The calculation method for each reportable segment is the same as that described in "Significant Accounting Policies in the Preparation of Consolidated Financial Statements."

### 3. Information related to net sales, profit/loss, assets, and other items for each reportable segment

FY3/24 (Apr. 1, 2023 to Mar. 31, 2024)

(Millions of yen)

|   | Reportable segments                 |                  |                     |                            |         | Others<br>(Note 1) | Total   | Adjustment        | Amounts<br>shown on the<br>consolidated<br>financial<br>statements |
|---|-------------------------------------|------------------|---------------------|----------------------------|---------|--------------------|---------|-------------------|--|
|   | Steel Sheet-<br>related<br>Business | Roll<br>Business | Grating<br>Business | Real<br>Estate<br>Business | Total   |                    |         |                   |  |
| Net sales   |                                     |                  |                     |                            |         |                    |         |                   |  |
| External sales  | 194,031                             | 3,124            | 3,431               | 1,283                      | 201,871 | 2,085              | 203,957 | –                 | 203,957  |
| Inter-segment sales<br>and transfers                                      | –                                   | –                | –                   | 412                        | 412     | 2,263              | 2,676   | (2,676)           | –  |
| Total   | 194,031                             | 3,124            | 3,431               | 1,696                      | 202,284 | 4,349              | 206,634 | (2,676)           | 203,957  |
| Segment profit  | 11,954                              | 55               | 207                 | 817                        | 13,034  | 376                | 13,410  | Note 2<br>(1,392) | Note 3<br>12,017   |
| Segment assets  | 193,057                             | 5,339            | 3,499               | 11,119                     | 213,016 | 12,213             | 225,230 | Note 4<br>40,632  | 265,863  |
| Other items   |                                     |                  |                     |                            |         |                    |         |                   |  |
| Depreciation  | 4,152                               | 78               | 56                  | 185                        | 4,472   | 232                | 4,705   | 96                | 4,801  |
| Investment in<br>equity-method<br>affiliates                              | 6,818                               | 1                | 571                 | 5                          | 7,396   | –                  | 7,396   | –                 | 7,396  |
| Increases in<br>property, plant and<br>equipment and<br>intangible assets | 2,506                               | 96               | 32                  | 411                        | 3,046   | 214                | 3,261   | Note 5<br>132     | 3,393  |

- Notes:
- Others represent businesses which are not included in any of the reportable segments and mainly consist of transportation, warehouse, golf course, machinery plant, electric power (sale of solar power), and other businesses.
  - The adjustment to segment profit includes unallocated expenses of (1,365) million yen and an elimination for inter-segment transactions of (26) million yen.
  - Segment profit is adjusted to be consistent with the operating profit on the consolidated statement of income.
  - The adjustment to segment assets includes corporate assets of 40,934 million yen and an elimination for inter-segment transactions of (301) million yen.
  - The adjustment of 132 million yen to increases in property, plant and equipment and intangible assets is capital expenditures mainly for corporate software.

FY3/25 (Apr. 1, 2024 to Mar. 31, 2025)

(Millions of yen)

|   | Reportable segments                 |                  |                     |                            |         | Others<br>(Note 1) | Total   | Adjustment        | Amounts<br>shown on the<br>consolidated<br>financial<br>statements |
|---|-------------------------------------|------------------|---------------------|----------------------------|---------|--------------------|---------|-------------------|--|
|   | Steel Sheet-<br>related<br>Business | Roll<br>Business | Grating<br>Business | Real<br>Estate<br>Business | Total   |                    |         |                   |  |
| Net sales   |                                     |                  |                     |                            |         |                    |         |                   |  |
| External sales  | 198,461                             | 2,866            | 3,296               | 1,391                      | 206,015 | 2,445              | 208,460 | —                 | 208,460  |
| Inter-segment sales<br>and transfers                                      | —                                   | —                | —                   | 418                        | 418     | 2,271              | 2,689   | (2,689)           | —  |
| Total   | 198,461                             | 2,866            | 3,296               | 1,809                      | 206,434 | 4,716              | 211,150 | (2,689)           | 208,460  |
| Segment profit  | 13,954                              | 43               | 100                 | 832                        | 14,930  | 543                | 15,474  | Note 2<br>(1,584) | Note 3<br>13,889   |
| Segment assets  | 201,962                             | 5,232            | 3,487               | 10,688                     | 221,371 | 10,625             | 231,996 | Note 4<br>32,260  | 264,256  |
| Other items   |                                     |                  |                     |                            |         |                    |         |                   |  |
| Depreciation  | 3,969                               | 108              | 42                  | 228                        | 4,349   | 233                | 4,582   | 68                | 4,651  |
| Investment in<br>equity-method<br>affiliates                              | 7,245                               | 1                | 595                 | 6                          | 7,849   | —                  | 7,849   | —                 | 7,849  |
| Increases in<br>property, plant and<br>equipment and<br>intangible assets | 5,005                               | 126              | 42                  | 37                         | 5,211   | 728                | 5,940   | Note 5<br>170     | 6,111  |

- Notes: 1. Others represent businesses which are not included in any of the reportable segments and mainly consist of transportation, warehouse, golf course, machinery plant, electric power (sale of solar power), and other businesses.
2. The adjustment to segment profit includes unallocated expenses of (1,585) million yen and an elimination for inter-segment transactions of 0 million yen.
3. Segment profit is adjusted to be consistent with the operating profit on the consolidated statement of income.
4. The adjustment to segment assets includes corporate assets of 32,739 million yen and an elimination for inter-segment transactions of (479) million yen.
5. The adjustment of 170 million yen to increases in property, plant and equipment and intangible assets is capital expenditures mainly for corporate software.

## Information related to impairment of non-current assets for each reportable segment

FY3/24 (Apr. 1, 2023 to Mar. 31, 2024)

(Millions of yen)

|                      | Steel Sheet-<br>related<br>Business | Roll<br>Business | Grating<br>Business | Real Estate<br>Business | Others | Elimination<br>or corporate | Total |
|----------------------|-------------------------------------|------------------|---------------------|-------------------------|--------|-----------------------------|-------|
| Impairment<br>losses | —                                   | —                | —                   | —                       | 0      | —                           | 0     |

FY3/25 (Apr. 1, 2024 to Mar. 31, 2025)

(Millions of yen)

|                      | Steel Sheet-<br>related<br>Business | Roll<br>Business | Grating<br>Business | Real Estate<br>Business | Others | Elimination<br>or corporate | Total |
|----------------------|-------------------------------------|------------------|---------------------|-------------------------|--------|-----------------------------|-------|
| Impairment<br>losses | 371                                 | —                | —                   | —                       | —      | —                           | 371   |

**Per-share Information**

(Yen)

|                              | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|------------------------------|---|---|
| Net assets per share         | 6,561.18                                  | 6,733.72                                  |
| Net income per share         | 154.29                                    | 467.03                                    |
| Diluted net income per share | 153.87                                    | 465.96                                    |

Note: Basis for calculation of net income per share and diluted net income per share is as follows.

|   | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|---|---|---|
| Net income per share  |   |   |
| Profit attributable to owners of parent<br>(Millions of yen)  | 4,456                                     | 13,499                                    |
| Amount not available to common shareholders<br>(Millions of yen)  | —   | —   |
| Profit attributable to common shareholders of parent<br>(Millions of yen)   | 4,456                                     | 13,499                                    |
| Average number of common shares outstanding<br>during period (Thousands of shares)  | 28,883                                    | 28,905                                    |
|   |   |   |
| Diluted net income per share  |   |   |
| Adjustment to profit attributable to owners of parent<br>(Millions of yen)  | —   | —   |
| Increase in the number of common shares<br>(Thousands of shares)  | 77  | 66  |
| [of which share acquisition rights (Thousands of<br>shares)]  | [77]                                      | [66]                                      |
| Summary of potential stock not included in the<br>calculation of diluted net income per share since there<br>was no dilutive effect | —   |   |

**Subsequent Events**

Share split and partial amendment to the Articles of Incorporation associated with the share split

The Board of Directors of Yodogawa Steel Works approved a resolution on April 7, 2025 to conduct a 1-for-5 common share split effective on July 1, 2025.

For details, please refer to the April 7, 2025 release titled “Notice Regarding Share Split and Partial Amendment to the Articles of Incorporation Associated with the Share Split.”

**4. Non-consolidated Financial Statements****(1) Non-consolidated Balance Sheet**

|  | (Millions of yen)               |                                 |
|--|---------------------------------|---------------------------------|
|  | FY3/24<br>(as of Mar. 31, 2024) | FY3/25<br>(as of Mar. 31, 2025) |
| Assets   |                                 |                                 |
| Current assets   |                                 |                                 |
| Cash and deposits  | 21,231                          | 21,000                          |
| Notes and accounts receivable-trade, and contract assets | 43,108                          | 41,635                          |
| Electronically recorded monetary claims-operating        | 1,409                           | 1,573                           |
| Securities   | 3,999                           | 2,995                           |
| Merchandise and finished goods                           | 17,911                          | 18,817                          |
| Work in process  | 4,838                           | 4,750                           |
| Raw materials and supplies                               | 8,344                           | 9,924                           |
| Prepaid expenses   | 168                             | 160                             |
| Other  | 1,326                           | 1,971                           |
| Allowance for doubtful accounts                          | (4)                             | (4)                             |
| Total current assets                                     | 102,335                         | 102,825                         |
| Non-current assets                                       |                                 |                                 |
| Property, plant and equipment                            |                                 |                                 |
| Buildings  | 9,324                           | 9,165                           |
| Structures   | 996                             | 981                             |
| Machinery and equipment                                  | 3,150                           | 3,585                           |
| Vehicles   | 88                              | 70                              |
| Tools, furniture and fixtures                            | 561                             | 507                             |
| Land   | 12,188                          | 12,208                          |
| Construction in progress                                 | 799                             | 1,199                           |
| Total property, plant and equipment                      | 27,110                          | 27,717                          |
| Intangible assets  |                                 |                                 |
| Software   | 788                             | 708                             |
| Other  | 411                             | 515                             |
| Total intangible assets                                  | 1,199                           | 1,223                           |
| Investments and other assets                             |                                 |                                 |
| Investment securities                                    | 39,199                          | 30,442                          |
| Shares of subsidiaries and associates                    | 23,042                          | 27,394                          |
| Other  | 401                             | 578                             |
| Total investments and other assets                       | 62,642                          | 58,414                          |
| Total non-current assets                                 | 90,952                          | 87,355                          |
| Total assets   | 193,288                         | 190,181                         |

|   | (Millions of yen)     |                       |
|---|-----------------------|-----------------------|
|   | FY3/24                | FY3/25                |
|   | (as of Mar. 31, 2024) | (as of Mar. 31, 2025) |
| Liabilities   |                       |                       |
| Current liabilities   |                       |                       |
| Electronically recorded obligations-operating                 | 2,076                 | 1,752                 |
| Accounts payable-trade  | 10,246                | 10,411                |
| Short-term borrowings   | 1,400                 | 1,400                 |
| Accounts payable-other  | 455                   | 732                   |
| Accrued expenses  | 2,123                 | 2,240                 |
| Income taxes payable  | 1,465                 | 2,818                 |
| Contract liabilities  | 11                    | 70                    |
| Advances received   | 107                   | 127                   |
| Deposits received   | 184                   | 73                    |
| Provision for bonuses   | 919                   | 974                   |
| Other   | 2,082                 | 724                   |
| Total current liabilities                                     | 21,074                | 21,324                |
| Non-current liabilities                                       |                       |                       |
| Provision for retirement benefits                             | 4,987                 | 4,987                 |
| Long-term guarantee deposits                                  | 1,476                 | 1,421                 |
| Deferred tax liabilities                                      | 3,821                 | 2,082                 |
| Asset retirement obligations                                  | 226                   | 227                   |
| Provision for product compensation                            | 9,457                 | 7,490                 |
| Other   | 202                   | 197                   |
| Total non-current liabilities                                 | 20,171                | 16,406                |
| Total liabilities   | 41,245                | 37,731                |
| Net assets  |                       |                       |
| Shareholders' equity  |                       |                       |
| Share capital   | 23,220                | 23,220                |
| Capital surplus   |                       |                       |
| Legal capital surplus   | 5,805                 | 5,805                 |
| Other capital surplus   | 13,241                | 6,368                 |
| Total capital surplus   | 19,046                | 12,173                |
| Retained earnings   |                       |                       |
| Other retained earnings                                       |                       |                       |
| Reserve for tax purpose reduction entry of non-current assets | 682                   | 648                   |
| General reserve   | 71,382                | 71,382                |
| Retained earnings brought forward                             | 28,950                | 34,842                |
| Total retained earnings                                       | 101,014               | 106,872               |
| Treasury shares   | (12,993)              | (6,046)               |
| Total shareholders' equity                                    | 130,287               | 136,220               |
| Valuation and translation adjustments                         |                       |                       |
| Valuation difference on available-for-sale securities         | 21,629                | 16,130                |
| Total valuation and translation adjustments                   | 21,629                | 16,130                |
| Share acquisition rights                                      | 125                   | 98                    |
| Total net assets  | 152,042               | 152,450               |
| Total liabilities and net assets                              | 193,288               | 190,181               |

**(2) Non-consolidated Statement of Income**

(Millions of yen)

|  | FY3/24<br>(Apr. 1, 2023 to Mar. 31, 2024) | FY3/25<br>(Apr. 1, 2024 to Mar. 31, 2025) |
|--|---|---|
| Net sales  | 129,660                                   | 128,016                                   |
| Cost of sales  | 105,353                                   | 102,089                                   |
| Gross profit   | 24,307                                    | 25,927                                    |
| Selling, general and administrative expenses               | 15,137                                    | 15,122                                    |
| Operating profit   | 9,169                                     | 10,804                                    |
| Non-operating income                                       |   |   |
| Interest income  | 215                                       | 234                                       |
| Dividend income  | 2,012                                     | 2,438                                     |
| Gain on sale of investment securities                      | 1,024                                     | 4,960                                     |
| Other  | 144                                       | 199                                       |
| Total non-operating income                                 | 3,396                                     | 7,832                                     |
| Non-operating expenses                                     |   |   |
| Interest expenses  | 65  | 62  |
| Other  | 196                                       | 241                                       |
| Total non-operating expenses                               | 262                                       | 303                                       |
| Ordinary profit  | 12,303                                    | 18,333                                    |
| Extraordinary income                                       |   |   |
| Gain on sale of non-current assets                         | 950                                       | 2   |
| Gain on sale of shares of subsidiaries and associates      | —   | 13  |
| Total extraordinary income                                 | 950                                       | 16  |
| Extraordinary losses                                       |   |   |
| Loss on sale and retirement of non-current assets          | 436                                       | 124                                       |
| Provision for product compensation                         | 7,964                                     | —   |
| Loss on support to subsidiaries                            | 6,360                                     | —   |
| Loss on valuation of investment securities                 | —   | 44  |
| Loss on valuation of shares of subsidiaries and associates | —   | 220                                       |
| Loss on liquidation of subsidiaries and associates         | —   | 131                                       |
| Total extraordinary losses                                 | 14,761                                    | 520                                       |
| Profit (loss) before income taxes                          | (1,507)                                   | 17,829                                    |
| Income taxes-current                                       | 3,635                                     | 4,556                                     |
| Income taxes-deferred                                      | (2,393)                                   | 263                                       |
| Total income taxes   | 1,241                                     | 4,819                                     |
| Profit (loss)  | (2,749)                                   | 13,009                                    |

**(3) Non-consolidated Statement of Changes in Equity**

FY3/24 (Apr. 1, 2023 to Mar. 31, 2024)

(Millions of yen)

|   | Shareholders' equity |                       |                       |                       |   |                 |                                   |                         |
|---|----------------------|-----------------------|-----------------------|-----------------------|---|-----------------|-----------------------------------|-------------------------|
|   | Share capital        | Capital surplus       |                       |                       | Retained earnings   |                 |                                   |                         |
|   |                      | Legal capital surplus | Other capital surplus | Total capital surplus | Other retained earnings                                       |                 |                                   | Total retained earnings |
|   |                      |                       |                       |                       | Reserve for tax purpose reduction entry of non-current assets | General reserve | Retained earnings brought forward |                         |
| Balance at beginning of period  | 23,220               | 5,805                 | 13,229                | 19,034                | 708   | 71,382          | 35,347                            | 107,439                 |
| Changes during period   |                      |                       |                       |                       |   |                 |                                   |                         |
| Reversal of reserve for tax purpose reduction entry of non-current assets |                      |                       |                       |                       | (26)  |                 | 26                                | —                       |
| Adjustment to reserve due to change in tax rate                           |                      |                       |                       |                       |   |                 |                                   |                         |
| Dividends of surplus  |                      |                       |                       |                       |   |                 | (3,675)                           | (3,675)                 |
| Loss  |                      |                       |                       |                       |   |                 | (2,749)                           | (2,749)                 |
| Purchase of treasury shares   |                      |                       |                       |                       |   |                 |                                   |                         |
| Disposal of treasury shares   |                      |                       | 11                    | 11                    |   |                 |                                   |                         |
| Cancellation of treasury shares   |                      |                       |                       |                       |   |                 |                                   |                         |
| Net changes in items other than shareholders' equity                      |                      |                       |                       |                       |   |                 |                                   |                         |
| Total changes during period   | —                    | —                     | 11                    | 11                    | (26)  | —               | (6,397)                           | (6,424)                 |
| Balance at end of period  | 23,220               | 5,805                 | 13,241                | 19,046                | 682   | 71,382          | 28,950                            | 101,014                 |

|   | Shareholders' equity |                            | Valuation and translation adjustments                 |   | Share acquisition rights | Total net assets |
|---|----------------------|----------------------------|---|---|--------------------------|------------------|
|   | Treasury shares      | Total shareholders' equity | Valuation difference on available-for-sale securities | Total valuation and translation adjustments |                          |                  |
| Balance at beginning of period  | (13,047)             | 136,647                    | 15,648  | 15,648                                      | 140                      | 152,436          |
| Changes during period   |                      |                            |   |   |                          |                  |
| Reversal of reserve for tax purpose reduction entry of non-current assets |                      | —                          |   |   |                          | —                |
| Adjustment to reserve due to change in tax rate                           |                      | —                          |   |   |                          | —                |
| Dividends of surplus  |                      | (3,675)                    |   |   |                          | (3,675)          |
| Loss  |                      | (2,749)                    |   |   |                          | (2,749)          |
| Purchase of treasury shares   | (5)                  | (5)                        |   |   |                          | (5)              |
| Disposal of treasury shares   | 58                   | 69                         |   |   |                          | 69               |
| Cancellation of treasury shares   |                      | —                          |   |   |                          | —                |
| Net changes in items other than shareholders' equity                      |                      |                            | 5,981   | 5,981                                       | (15)                     | 5,965            |
| Total changes during period   | 53                   | (6,359)                    | 5,981   | 5,981                                       | (15)                     | (393)            |
| Balance at end of period  | (12,993)             | 130,287                    | 21,629  | 21,629                                      | 125                      | 152,042          |

FY3/25 (Apr. 1, 2024 to Mar. 31, 2025)

(Millions of yen)

|   | Shareholders' equity |                       |                       |                       |   |                 |                                   |                         |
|---|----------------------|-----------------------|-----------------------|-----------------------|---|-----------------|-----------------------------------|-------------------------|
|   | Share capital        | Capital surplus       |                       |                       | Retained earnings   |                 |                                   |                         |
|   |                      | Legal capital surplus | Other capital surplus | Total capital surplus | Other retained earnings                                       |                 |                                   | Total retained earnings |
|   |                      |                       |                       |                       | Reserve for tax purpose reduction entry of non-current assets | General reserve | Retained earnings brought forward |                         |
| Balance at beginning of period  | 23,220               | 5,805                 | 13,241                | 19,046                | 682   | 71,382          | 28,950                            | 101,014                 |
| Changes during period   |                      |                       |                       |                       |   |                 |                                   |                         |
| Reversal of reserve for tax purpose reduction entry of non-current assets |                      |                       |                       |                       | (25)  |                 | 25                                | —                       |
| Adjustment to reserve due to change in tax rate                           |                      |                       |                       |                       | (8)   |                 | 8                                 | —                       |
| Dividends of surplus  |                      |                       |                       |                       |   |                 | (7,151)                           | (7,151)                 |
| Profit  |                      |                       |                       |                       |   |                 | 13,009                            | 13,009                  |
| Purchase of treasury shares   |                      |                       |                       |                       |   |                 |                                   |                         |
| Disposal of treasury shares   |                      |                       | 25                    | 25                    |   |                 |                                   |                         |
| Cancellation of treasury shares   |                      |                       | (6,897)               | (6,897)               |   |                 |                                   |                         |
| Net changes in items other than shareholders' equity                      |                      |                       |                       |                       |   |                 |                                   |                         |
| Total changes during period   | —                    | —                     | (6,872)               | (6,872)               | (34)  | —               | 5,892                             | 5,857                   |
| Balance at end of period  | 23,220               | 5,805                 | 6,368                 | 12,173                | 648   | 71,382          | 34,842                            | 106,872                 |

|   | Shareholders' equity |                            | Valuation and translation adjustments                 |   | Share acquisition rights | Total net assets |
|---|----------------------|----------------------------|---|---|--------------------------|------------------|
|   | Treasury shares      | Total shareholders' equity | Valuation difference on available-for-sale securities | Total valuation and translation adjustments |                          |                  |
| Balance at beginning of period  | (12,993)             | 130,287                    | 21,629  | 21,629                                      | 125                      | 152,042          |
| Changes during period   |                      |                            |   |   |                          |                  |
| Reversal of reserve for tax purpose reduction entry of non-current assets |                      | —                          |   |   |                          | —                |
| Adjustment to reserve due to change in tax rate                           |                      |                            |   |   |                          | —                |
| Dividends of surplus  |                      | (7,151)                    |   |   |                          | (7,151)          |
| Profit  |                      | 13,009                     |   |   |                          | 13,009           |
| Purchase of treasury shares   | (5)                  | (5)                        |   |   |                          | (5)              |
| Disposal of treasury shares   | 55                   | 80                         |   |   |                          | 80               |
| Cancellation of treasury shares   | 6,897                | —                          |   |   |                          | —                |
| Net changes in items other than shareholders' equity                      |                      |                            | (5,498)   | (5,498)                                     | (26)                     | (5,525)          |
| Total changes during period   | 6,947                | 5,933                      | (5,498)   | (5,498)                                     | (26)                     | 407              |
| Balance at end of period  | (6,046)              | 136,220                    | 16,130  | 16,130                                      | 98                       | 152,450          |

This report is solely a translation of “Kessan Tanshin” (in Japanese, including the attachments), which has been prepared in accordance with accounting principles and practices generally accepted in Japan, for the convenience of readers who prefer an English translation.