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Consolidated Financial Results for the Three Months Ended June 30, 2026 [IFRS]

July 31, 2026

Company name: Aichi Steel Corporation
Stock exchange listing: Tokyo and Nagoya
Code number: 5482
URL: https://www.aichi-steel.co.jp/ENGLISH/
Representative: Naohide Goto, President
Contact: Masaki Murakami, General Manager of Finance & Accounting Division
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Scheduled date of commencing dividend payments: -
Availability of supplementary materials on financial results: Yes
Holding of financial results briefing session: No

(Amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Three Months Ended June 30, 2026 (April 1, 2026 through June 30, 2026)

(1) Consolidated Operating Results (Cumulative) (% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit	
Three months ended	Million yen	%	Million yen	%	Million yen	%	Million yen	%
June 30, 2026	81,603	8.7	4,364	(3.6)	4,985	8.1	3,660	(7.0)
June 30, 2025	75,086	4.4	4,528	204.8	4,610	145.9	3,935	161.9

	Profit attributable to owners of the parent		Comprehensive income		Basic earnings per share	Diluted earnings per share
Three months ended	Million yen	%	Million yen	%	Yen	Yen
June 30, 2026	3,171	(11.1)	5,249	18.3	49.54	49.49
June 30, 2025	3,568	217.9	4,436	(43.1)	50.83	50.83

(Note)The Company conducted a 4-for-1 share split of its common stock, with an effective date of July 1, 2025. "Basic earnings per share" and "Diluted earnings per share" are calculated assuming that the share split was implemented at the beginning of the fiscal year ended March 31, 2026.

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Million yen	Million yen	Million yen	%
As of June 30, 2026	406,337	247,252	236,665	58.2
As of March 31, 2026	398,843	248,926	236,265	59.2

2. Cash Dividends

	Annual dividends per share				
	1st quarter-end	2nd quarter-end	3rd quarter-end	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	―	69.00	―	76.00	145.00
Fiscal year ending March 31, 2027	―				
Fiscal year ending March 31, 2027 (Forecast)		75.00	―	75.00	150.00

(Note) 1. Revision to the forecast for cash dividends announced most recently: No

2. Breakdown of 2nd quarter-end dividend for the fiscal year ended March 31,2026
   Ordinary dividend: 31.00yen; Special dividend: 38.00yen
   Breakdown of year-end dividend for the fiscal year ended March 31,2026
   Ordinary dividend: 38.00yen; Special dividend: 38.00yen
3. Breakdown of 2nd quarter-end dividend for the fiscal year ending March 31, 2027(Forecast)
   Ordinary dividend: 36.00yen; Special dividend: 39.00yen
   Breakdown of year-end dividend for the fiscal year ending March 31, 2027 (Forecast)
   Ordinary dividend: 36.00yen; Special dividend: 39.00yen

3. Consolidated Financial Results Forecast for the Fiscal Year Ending March 31, 2027 (April 1, 2026 through March 31, 2027)

(% indicates changes from the previous corresponding period.)

	Revenue		Operating profit		Profit before tax		Profit attributable to owners of the parent		Basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	151,900	1.4	6,000	(31.7)	7,000	(24.8)	4,000	(28.6)	62.48
Full year	310,000	1.9	17,500	0.7	18,500	0.1	11,300	0.5	176.51

(Note) Revision to the financial results forecast announced most recently: No

*** Notes:**

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

Newly included: – Excluded: –

(2) Changes in accounting policies and accounting estimates

1) Changes in accounting policies required by IFRS: None

2) Changes in accounting policies due to other reasons: None

3) Changes in accounting estimates: None

(3) Total number of issued shares (common shares)

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

As of June 30, 2026:	64,520,820 shares
As of March 31, 2026:	64,520,820 shares

2) Total number of treasury shares at the end of the period

As of June 30, 2026:	274,823 shares
As of March 31, 2026:	274,022 shares

3) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Three months ended June 30, 2026:	64,020,582 shares
Three months ended June 30, 2025:	70,204,468 shares

(Note)The Company conducted a 4-for-1 share split of its common stock, with an effective date of July 1, 2025. Total number of issued shares (common shares) has been calculated assuming that the share split was implemented at the beginning of the fiscal year ended March 31, 2026.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

(Cautionary notes on forward-looking statements, etc.)

The forward-looking statements, including financial results forecast, in this document are based on information available to the Company at the time of this disclosure and on certain assumptions deemed reasonable by the Company. As such, actual results may differ from those indicated in these forward-looking statements due to various factors.

Condensed Quarterly Consolidated Financial Statements

Condensed Quarterly Consolidated Statements of Financial Position

(Million yen)

	As of March 31, 2026	As of June 30, 2026
Assets		
Current assets		
Cash and cash equivalents	33,574	38,471
Trade and other receivables	62,125	64,256
Other financial assets	8,919	8,908
Inventories	53,764	58,238
Other current assets	536	789
Total current assets	158,920	170,664
Non-current assets		
Property, plant and equipment	129,015	128,061
Intangible assets	3,896	4,265
Trade and other receivables	16	14
Other financial assets	69,546	65,509
Investments accounted for using the equity method	10,877	11,115
Retirement benefit asset	25,493	25,689
Deferred tax assets	898	844
Other non-current assets	177	171
Total non-current assets	239,922	235,672
Total assets	398,843	406,337
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	45,279	47,469
Borrowings	24,405	41,399
Other financial liabilities	1,674	883
Income taxes payable	15,800	3,178
Other current liabilities	4,853	6,131
Total current liabilities	92,013	99,063
Non-current liabilities		
Borrowings	23,065	26,039
Other financial liabilities	3,490	3,837
Retirement benefit liabilities	10,568	10,705
Provisions	702	703
Deferred tax liabilities	19,759	18,422
Other non-current liabilities	315	313
Total non-current liabilities	57,902	60,021
Total liabilities	149,916	159,085
Equity		
Share capital	25,016	25,016
Capital surplus	28,455	29,074
Retained earnings	131,178	133,317
Treasury shares	(1,015)	(988)
Other components of equity	52,631	50,246
Total equity attributable to owners of the parent	236,265	236,665
Non-controlling interests	12,661	10,586
Total equity	248,926	247,252
Total liabilities and equity	398,843	406,337

Condensed Quarterly Consolidated Statements of Profit or Loss and Condensed Quarterly Consolidated Statements of Comprehensive Income

Condensed Quarterly Consolidated Statements of Profit or Loss

For the Three-Month Period

(Million yen)

	Three Months Ended June 30, 2025	Three Months Ended June 30, 2026
Revenue	75,086	81,603
Cost of revenue	63,257	70,321
Gross profit	11,829	11,282
Selling, general and administrative expenses	6,976	6,884
Other income	46	89
Other expenses	370	122
Operating profit	4,528	4,364
Finance income	370	617
Finance expenses	287	150
Share of profit (loss) of investments accounted for using the equity method	—	154
Profit before tax	4,610	4,985
Income tax expenses	675	1,325
Profit	3,935	3,660
Profit attributable to:		
Owners of the parent	3,568	3,171
Non-controlling interests	367	488
Total	3,935	3,660
Earnings per share		
Basic earnings per share (Yen)	50.83	49.54
Diluted earnings per share (Yen)	50.83	49.49

Condensed Quarterly Consolidated Statements of Comprehensive Income
For the Three-Month Period

(Million yen)

	Three Months Ended June 30, 2025	Three Months Ended June 30, 2026
Profit	3,935	3,660
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit plans	(1,428)	37
Net change in fair value of equity instruments designated as measured at fair value through other comprehensive income	2,171	1,088
Share of other comprehensive income of investments accounted for using the equity method	—	0
Total	743	1,126
Items that may be reclassified subsequently to profit or loss		
Net change in fair value of debt instruments designated as measured at fair value through other comprehensive income	(3)	—
Exchange differences on translation of foreign operations	(239)	379
Share of other comprehensive income of investments accounted for using the equity method	—	82
Total	(242)	462
Total other comprehensive income	500	1,588
Comprehensive income	4,436	5,249
Comprehensive income attributable to:		
Owners of the parent	4,123	4,635
Non-controlling interests	312	613
Total	4,436	5,249

Condensed Quarterly Consolidated Statements of Changes in Equity

For the Three Months Ended June 30, 2025

(Million yen)

	Equity attributable to owners of the parent										
					Other components of equity						
	Share capital	Capital surplus	Retained earnings	Treasury shares	Remeasure-ments of defined benefit plans	Exchange differences on translation of foreign operations	Net change in financial assets measured at fair value through other comprehen-sive income	Total	Total	Non-controlling interests	Total equity
Balance as of April 1, 2025	25,016	28,254	137,624	(53)	―	6,191	34,901	41,093	231,936	11,462	243,398
Profit	―	―	3,568	―	―	―	―	―	3,568	367	3,935
Other comprehensive income	―	―	―	―	(1,428)	(169)	2,152	554	554	(54)	500
Comprehensive income	―	―	3,568	―	(1,428)	(169)	2,152	554	4,123	312	4,436
Acquisition of treasury shares	―	―	―	(26,257)	―	―	―	―	(26,257)	―	(26,257)
Dividends	―	―	(1,719)	―	―	―	―	―	(1,719)	(877)	(2,596)
Transfer from other components of equity to retained earnings	―	―	(1,367)	―	1,428	―	(60)	1,367	―	―	―
Total transactions with owners	―	―	(3,086)	(26,257)	1,428	―	(60)	1,367	(27,976)	(877)	(28,854)
Balance as of June 30, 2025	25,016	28,254	138,106	(26,310)	―	6,022	36,993	43,016	208,083	10,897	218,981

For the Three Months Ended June 30, 2026

(Million yen)

	Equity attributable to owners of the parent											
					Other components of equity							
	Share capital	Capital surplus	Retained earnings	Treasury shares	Remeasure-ments of defined benefit plans	Exchange differences on translation of foreign operations	Net change in financial assets measured at fair value through other comprehen-sive income	Share of other comprehen-sive income of invest-ments accounted for using the equity method	Total	Total	Non-controlling interests	Total equity
Balance as of April 1, 2026	25,016	28,455	131,178	(1,015)	―	8,479	40,326	3,825	52,631	236,265	12,661	248,926
Profit	―	―	3,171	―	―	―	―	―	―	3,171	488	3,660
Other comprehensive income	―	―	―	―	37	255	1,087	83	1,463	1,463	124	1,588
Comprehensive income	―	―	3,171	―	37	255	1,087	83	1,463	4,635	613	5,249
Disposal of treasury shares	―	―	1	26	―	―	―	―	―	28	―	28
Dividends	―	―	(4,882)	―	―	―	―	―	―	(4,882)	(86)	(4,969)
Changes in the ownership interest in subsidiaries	―	618	―	―	―	―	―	―	―	618	(2,601)	(1,982)
Transfer from other components of equity to retained earnings	―	―	3,848	―	(37)	―	(3,810)	(0)	(3,848)	―	―	―
Total transactions with owners	―	618	(1,032)	26	(37)	―	(3,810)	(0)	(3,848)	(4,235)	(2,687)	(6,923)
Balance as of June 30, 2026	25,016	29,074	133,317	(988)	―	8,734	37,603	3,908	50,246	236,665	10,586	247,252

Condensed Quarterly Consolidated Statements of Cash Flows

For the Three-Month Period

(Million yen)

	Three Months Ended June 30, 2025	Three Months Ended June 30, 2026
Cash flows from operating activities		
Profit before tax	4,610	4,985
Depreciation and amortization	4,548	4,494
Loss (gain) on sale and retirement of property, plant and equipment, and intangible assets	246	65
Share of loss (profit) of investments accounted for using the equity method	—	(154)
Decrease (increase) in inventories	794	(4,270)
Decrease (increase) in trade and other receivables	2,987	(1,991)
Increase (decrease) in trade and other payables	47	3,619
Decrease (increase) in retirement benefit assets	6,563	54
Increase (decrease) in retirement benefit liabilities	(100)	55
Increase (decrease) in other current liabilities	488	1,378
Other	(123)	(808)
Subtotal	20,064	7,430
Interest income received	34	56
Dividends income received	303	329
Interest expenses paid	(180)	(161)
Income taxes paid	(1,634)	(15,676)
Net cash provided by (used in) operating activities	18,587	(8,022)
Cash flows from investing activities		
Purchase of property, plant and equipment	(5,146)	(4,180)
Proceeds from sale of property, plant and equipment	58	3
Payments for abandonment of property, plant and equipment	(127)	(30)
Purchase of intangible assets	(92)	(588)
Proceeds from sale of investment securities	97	5,635
Payments into time deposits	(3,927)	(400)
Proceeds from withdrawal of time deposits	876	534
Other	2	(2)
Net cash provided by (used in) investing activities	(8,257)	970
Cash flows from financing activities		
Proceeds from short-term borrowings	9,000	—
Repayments of short-term borrowings	(1,161)	—
Proceeds from issuance of commercial paper	22,966	1,977
Proceeds from long-term borrowings	—	26,000
Repayments of long-term borrowings	(11,051)	(8,026)
Repayments of lease payables	(254)	(253)
Payments for acquisition of shares of subsidiaries not resulting in change in scope of consolidation	—	(1,982)
Payments for purchase of Treasury shares	(26,257)	—
Cash dividends paid	(1,683)	(4,751)
Cash dividends paid to non-controlling interests	(878)	(86)
Net cash provided by (used in) financing activities	(9,320)	12,876
Effect of exchange rate change on cash and cash equivalents	(103)	(927)
Net increase (decrease) in cash and cash equivalents	905	4,897
Cash and cash equivalents at beginning of period	36,275	33,574
Cash and cash equivalents at end of period	37,180	38,471