

Consolidated Financial Results for the Fiscal Year Ended March 31, 2026 (Fiscal Year 2026) <Under Japanese GAAP>

Company name: Kyoei Steel, Ltd. Stock exchange listed: Tokyo
 Stock code: 5440 URL: <https://www.kyoeisteel.co.jp/en/>
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 Scheduled date of the annual shareholders' meeting: June 24, 2026
 Scheduled date of payment of dividend: June 9, 2026
 Scheduled date of filing of annual securities report (Japanese version only): June 23, 2026
 Preparation of supplementary materials for financial results: Yes

(Millions of yen with fractional amounts rounded off, unless otherwise noted)

1. Consolidated Financial Results for Fiscal Year 2026 (from April 1, 2025 to March 31, 2026)

(1) Consolidated operating results (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 March 31, 2026	315,106	(2.4)	16,967	10.7	16,211	3.0	9,864	(8.6)
Fiscal year ended March 31, 2025	322,849	0.6	15,332	(27.2)	15,745	(25.1)	10,791	(22.0)

Note: Comprehensive income Fiscal year ended March 31, 2026: 13,620 million yen [3.8%]

Fiscal year ended March 31, 2025: 13,122 million yen [(11.0)%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ordinary profit/total assets	Operating profit/net sales
	Yen	Yen	%	%	%
Fiscal year ended March 31, 2026	226.98	–	4.8	4.5	5.4
Fiscal year ended March 31, 2025	248.30	–	5.4	4.5	4.7

Reference: Equity in earnings (losses) of affiliates Fiscal year ended March 31, 2026: 263 million yen

Fiscal year ended March 31, 2025: 1,204 million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	373,127	218,808	56.7	4,870.38
As of March 31, 2025	352,828	209,157	57.5	4,670.79

Reference: Equity As of March 31, 2026: 211,661 million yen

As of March 31, 2025: 202,988 million yen

(3) Consolidated cash flows

	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 March 31, 2026	24,730	(15,433)	(1,303)	46,359
Fiscal year ended March 31, 2025	39,408	(9,882)	(18,224)	38,052

2. Dividends

	Annual dividends per share					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	1Q-end	2Q-end	3Q-end	Year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal Year 2025	–	30.00	–	60.00	90.00	3,911	36.2	2.0
Fiscal Year 2026	–	30.00	–	60.00	90.00	3,911	39.7	1.9
Fiscal Year 2027 (Forecast)	–	30.00	–	40.00	70.00		33.8	

Note: Revisions to the most recently announced dividend forecast: None

3. Forecasts of Consolidated Earnings for Fiscal Year 2027 (from April 1, 2026 to March 31, 2027)

(Percentages represent year-on-year changes)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half	177,000	14.4	7,000	(24.0)	6,000	(29.3)	3,900	(28.2)	89.74
Full year	360,000	14.2	16,000	(5.7)	14,000	(13.6)	9,000	(8.8)	207.09

*** Notes**

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

Newly added: None

Excluded: 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 issued shares at the end of the period (including treasury shares)

As of March 31, 2026	44,898,730 shares
As of March 31, 2025	44,898,730 shares

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

As of March 31, 2026	1,439,844 shares
As of March 31, 2025	1,439,755 shares

3) Average number of shares outstanding during the period

Fiscal year ended March 31, 2026	43,458,929 shares
Fiscal year ended March 31, 2025	43,458,975 shares

(Reference) Summary of Non-consolidated Financial Results

Non-consolidated Financial Results for Fiscal Year 2026 (from April 1, 2025 to March 31, 2026)

(1) Non-consolidated operating results

(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 March 31, 2026	137,318	(11.5)	9,393	(40.0)	11,451	(32.3)	7,736	31.9
Fiscal year ended March 31, 2025	155,194	6.4	15,657	(11.2)	16,920	(14.1)	5,865	(79.9)

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
Fiscal year ended March 31, 2026	178.00	—
Fiscal year ended March 31, 2025	134.95	—

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of March 31, 2026	233,447	167,822	71.9	3,861.63
As of March 31, 2025	222,492	163,692	73.6	3,766.58

Reference: Equity
 As of March 31, 2026: 167,822 million yen
 As of March 31, 2025: 163,692 million yen

* Financial results reports are exempt from audit conducted by certified public accountants or auditing firms.

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

Forecasts of future performance in this report are based on information available at the date of publication for this document and certain assumptions regarding factors that may influence future results at the date of publication. Actual results may vary significantly from these forecasts due to a wide range of factors.

Consolidated Financial Statements and Notes

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Assets		
Current assets		
Cash and deposits	64,495	62,947
Notes receivable - trade	257	6
Accounts receivable - trade	53,371	49,833
Electronically recorded monetary claims - operating	18,011	16,228
Securities	-	6,000
Merchandise and finished goods	37,361	36,448
Raw materials and supplies	31,220	33,931
Other	7,025	16,241
Allowance for doubtful accounts	(442)	(576)
Total current assets	211,297	221,057
Non-current assets		
Property, plant and equipment		
Buildings and structures	69,072	73,209
Accumulated depreciation	(47,571)	(48,424)
Buildings and structures, net	21,501	24,785
Machinery, equipment and vehicles	176,953	188,403
Accumulated depreciation	(138,589)	(142,167)
Machinery, equipment and vehicles, net	38,365	46,237
Land	32,161	33,005
Construction in progress	15,964	11,626
Other	6,265	6,556
Accumulated depreciation	(4,517)	(4,784)
Other, net	1,748	1,773
Total property, plant and equipment	109,738	117,426
Intangible assets		
Goodwill	702	613
Other	2,379	2,225
Total intangible assets	3,081	2,838
Investments and other assets		
Investment securities	17,526	17,644
Long-term loans receivable	150	1,311
Retirement benefit asset	6,133	8,613
Deferred tax assets	2,889	2,392
Other	2,050	2,213
Allowance for doubtful accounts	(36)	(368)
Total investments and other assets	28,712	31,806
Total non-current assets	141,531	152,070
Total assets	352,828	373,127

(Millions of yen)

	As of March 31, 2025	As of March 31, 2026
Liabilities		
Current liabilities		
Notes and accounts payable - trade	21,374	23,877
Electronically recorded obligations - operating	5,538	6,857
Short-term borrowings	50,369	40,955
Current portion of long-term borrowings	5,128	5,003
Current portion of bonds payable	–	10,000
Income taxes payable	3,267	1,172
Provision for bonuses	1,059	1,217
Other	16,525	13,597
Total current liabilities	103,259	102,677
Non-current liabilities		
Bonds payable	10,000	10,000
Long-term borrowings	18,053	28,670
Deferred tax liabilities	4,246	4,754
Deferred tax liabilities for land revaluation	2,463	2,463
Retirement benefit liability	3,996	4,286
Other	1,653	1,468
Total non-current liabilities	40,411	51,642
Total liabilities	143,671	154,319
Net assets		
Shareholders' equity		
Share capital	18,516	18,516
Capital surplus	19,621	19,595
Retained earnings	142,043	147,968
Treasury shares	(1,700)	(1,700)
Total shareholders' equity	178,479	184,378
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	3,171	3,335
Deferred gains or losses on hedges	120	31
Revaluation reserve for land	4,498	4,526
Foreign currency translation adjustment	12,541	13,825
Remeasurements of defined benefit plans	4,179	5,566
Total accumulated other comprehensive income	24,509	27,283
Non-controlling interests	6,169	7,147
Total net assets	209,157	218,808
Total liabilities and net assets	352,828	373,127

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

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Net sales	322,849	315,106
Cost of sales	284,523	275,131
Gross profit	38,327	39,975
Selling, general and administrative expenses	22,994	23,008
Operating profit	15,332	16,967
Non-operating income		
Interest income	888	775
Dividend income	334	318
Foreign exchange gains	31	-
Share of profit of entities accounted for using equity method	1,204	263
Other	774	704
Total non-operating income	3,231	2,060
Non-operating expenses		
Interest expenses	2,683	2,385
Foreign exchange losses	-	237
Other	135	193
Total non-operating expenses	2,819	2,815
Ordinary profit	15,745	16,211
Extraordinary income		
Gain on sale and retirement of non-current assets	48	103
Insurance claim income	2,765	254
Subsidy income	710	-
Total extraordinary income	3,524	357
Extraordinary losses		
Loss on sale and retirement of non-current assets	275	305
Provision of allowance for doubtful accounts for subsidiaries and associates	-	329
Loss on accident	66	-
Impairment losses	2,637	190
Loss on valuation of investment securities	-	274
Settlement payments	-	240
Loss on abandonment of goods	-	60
Other	11	26
Total extraordinary losses	2,989	1,424
Profit before income taxes	16,280	15,145
Income taxes - current	5,750	3,827
Income taxes - deferred	(94)	256
Total income taxes	5,656	4,083
Profit	10,624	11,062
Profit (loss) attributable to non-controlling interests	(167)	1,198
Profit attributable to owners of parent	10,791	9,864

(Consolidated Statements of Comprehensive Income)

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Profit	10,624	11,062
Other comprehensive income		
Valuation difference on available-for-sale securities	(823)	164
Deferred gains or losses on hedges	3	(92)
Revaluation reserve for land	(70)	–
Foreign currency translation adjustment	2,745	1,098
Remeasurements of defined benefit plans, net of tax	643	1,388
Total other comprehensive income	2,498	2,558
Comprehensive income	13,122	13,620
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	12,927	12,611
Comprehensive income attributable to non-controlling interests	196	1,010

(3) Consolidated Statements of Changes in Equity

FY2025 (from April 1, 2024 to March 31, 2025)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,516	19,636	135,848	(1,700)	172,300
Changes during period					
Dividends of surplus			(4,563)		(4,563)
Profit attributable to owners of parent			10,791		10,791
Change in ownership interest of parent due to transactions with non-controlling interests		(16)			(16)
Reversal of revaluation reserve for land			(32)		(32)
Net changes in items other than shareholders' equity					
Total changes during period	–	(16)	6,195	–	6,180
Balance at end of period	18,516	19,621	142,043	(1,700)	178,479

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,994	114	4,536	10,162	3,535	22,340	6,790	201,430
Changes during period								
Dividends of surplus								(4,563)
Profit attributable to owners of parent								10,791
Change in ownership interest of parent due to transactions with non-controlling interests								(16)
Reversal of revaluation reserve for land								(32)
Net changes in items other than shareholders' equity	(823)	6	(38)	2,379	643	2,168	(621)	1,547
Total changes during period	(823)	6	(38)	2,379	643	2,168	(621)	7,727
Balance at end of period	3,171	120	4,498	12,541	4,179	24,509	6,169	209,157

FY2026 (from April 1, 2025 to March 31, 2026)

(Millions of yen)

	Shareholders' equity				
	Share capital	Capital surplus	Retained earnings	Treasury shares	Total shareholders' equity
Balance at beginning of period	18,516	19,621	142,043	(1,700)	178,479
Changes during period					
Dividends of surplus			(3,911)		(3,911)
Profit attributable to owners of parent			9,864		9,864
Purchase of treasury shares				(0)	(0)
Change in ownership interest of parent due to transactions with non-controlling interests		(26)			(26)
Reversal of revaluation reserve for land			(28)		(28)
Net changes in items other than shareholders' equity					
Total changes during period	–	(26)	5,925	(0)	5,899
Balance at end of period	18,516	19,595	147,968	(1,700)	184,378

	Accumulated other comprehensive income						Non-controlling interests	Total net assets
	Valuation difference on available-for-sale securities	Deferred gains or losses on hedges	Revaluation reserve for land	Foreign currency translation adjustment	Remeasurements of defined benefit plans	Total accumulated other comprehensive income		
Balance at beginning of period	3,171	120	4,498	12,541	4,179	24,509	6,169	209,157
Changes during period								
Dividends of surplus								(3,911)
Profit attributable to owners of parent								9,864
Purchase of treasury shares								(0)
Change in ownership interest of parent due to transactions with non-controlling interests								(26)
Reversal of revaluation reserve for land								(28)
Net changes in items other than shareholders' equity	164	(89)	28	1,284	1,388	2,775	978	3,753
Total changes during period	164	(89)	28	1,284	1,388	2,775	978	9,651
Balance at end of period	3,335	31	4,526	13,825	5,566	27,283	7,147	218,808

(4) Consolidated Statements of Cash Flows

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from operating activities		
Profit before income taxes	16,280	15,145
Depreciation	8,638	7,877
Impairment losses	2,637	190
Amortization of goodwill	115	111
Increase (decrease) in provisions	88	632
Increase (decrease) in retirement benefit liability	(78)	290
Share of loss (profit) of entities accounted for using equity method	(1,204)	(263)
Loss (gain) on sale and retirement of non-current assets	227	202
Loss (gain) on valuation of investment securities	-	274
Loss on accident	66	-
Loss on abandonment of goods	-	60
Settlement payments	-	240
Insurance claim income	(2,765)	(254)
Subsidy income	(710)	-
Interest and dividend income	(1,222)	(1,093)
Interest expenses	2,683	2,385
Decrease (increase) in trade receivables	24,103	4,800
Decrease (increase) in inventories	(1,469)	(2,088)
Increase (decrease) in trade payables	1,153	3,961
Increase (decrease) in accrued consumption taxes	(1,096)	(200)
Decrease (increase) in retirement benefit asset	(1,001)	(1,352)
Other, net	(316)	833
Subtotal	46,128	31,750
Interest and dividends received	2,120	1,261
Interest paid	(2,927)	(2,320)
Payments associated with loss on accident	(58)	-
Proceeds from insurance income	2,765	14
Subsidies received	710	-
Income taxes refund (paid)	(9,331)	(5,976)
Net cash provided by (used in) operating activities	39,408	24,730
Cash flows from investing activities		
Payments into time deposits and other	(24,719)	(24,956)
Proceeds from withdrawal of time deposits and other	30,219	28,788
Purchase of securities	-	(8,000)
Proceeds from sale of securities	-	8,000
Purchase of investment securities	(27)	(8)
Payments of deposit	-	(17)
Proceeds from withdrawal deposit	0	13
Loan advances	(1,248)	(210)
Proceeds from collection of loans receivable	63	63
Purchase of property, plant and equipment	(13,555)	(17,942)
Proceeds from sale of property, plant and equipment	50	90
Purchase of intangible assets	(271)	(454)
Other, net	(394)	(799)
Net cash provided by (used in) investing activities	(9,882)	(15,433)

(Millions of yen)

	Fiscal year ended March 31, 2025	Fiscal year ended March 31, 2026
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(7,751)	(7,535)
Proceeds from long-term borrowings	–	5,725
Repayments of long-term borrowings	(4,840)	(5,061)
Proceeds from issuance of bonds	–	9,947
Repayments of installment payables	(241)	(411)
Purchase of shares of subsidiaries not resulting in change in scope of consolidation	(726)	–
Dividends paid	(4,563)	(3,911)
Dividends paid to non-controlling interests	(98)	(57)
Other, net	(5)	(0)
Net cash provided by (used in) financing activities	(18,224)	(1,303)
Effect of exchange rate change on cash and cash equivalents	657	312
Net increase (decrease) in cash and cash equivalents	11,959	8,306
Cash and cash equivalents at beginning of period	26,094	38,052
Cash and cash equivalents at end of period	38,052	46,359

(5) Notes to Consolidated Financial Statements

Notes on Going Concern Assumption

Not applicable.

Notes on Segment and Other Information

1. Overview of reportable segments

Segments used for financial reporting are the Group's constituent units for which separate financial information is available and for which the highest management decision-making body performs periodic studies for the purposes of determining the allocation of resources and evaluating performance.

The Group consists of three business units: the Domestic Steel Business, Overseas Steel Business and Material Recycling Business. Each business unit determines its own comprehensive strategies and has devised for products and services in both domestic and overseas markets.

Consequently, the Group has three reportable business segments: the Domestic Steel Business, Overseas Steel Business and Material Recycling Business.

In the Domestic Steel Business, the Group manufactures and sells steel products, mainly for domestic building construction and civil engineering, and has a cargo transportation business. In the Overseas Steel Business, the Group manufactures and sells steel products, mainly for building construction and civil engineering overseas. In the Material Recycling Business, the Group performs intermediate and final processing of medical waste and industrial waste and has a recycled crushed stone business and other activities.

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

The accounting treatment methods for reportable business segments are in accordance with the accounting policies used to prepare the consolidated financial statements.

Earnings for reportable segments are operating profit.

Inter-segment sales and transfers are based on market prices.

3. Information related to net sales, profit/loss and assets and other items for each reportable segment and information on disaggregation of revenue

FY2025 (from Apr. 1, 2024 to Mar. 31, 2025)

(Millions of yen)

	Reportable segments				Others (Note 1)	Adjustment (Notes 2, 3, 4, 5)	Amounts shown on the consolidated financial statements (Note 6)
	Domestic Steel Business	Overseas Steel Business	Material Recycling Business	Total			
Net sales							
Revenue from contracts with customers	142,602	169,016	6,243	317,861	4,989	–	322,849
Sales to external customers	142,602	169,016	6,243	317,861	4,989	–	322,849
Inter-segment sales and transfers	6	93	524	624	1,087	(1,711)	–
Total	142,609	169,109	6,767	318,484	6,076	(1,711)	322,849
Segment profit (loss)	17,365	(1,713)	673	16,325	448	(1,441)	15,332
Segment assets	140,906	135,937	6,171	283,013	11,959	57,855	352,828
Other items							
Depreciation	3,849	3,632	252	7,733	499	406	8,638
Amortization of goodwill	–	115	–	115	–	–	115
Impairment losses	–	2,294	343	2,637	–	–	2,637
Increase in property, plant and equipment and intangible assets	5,538	10,696	138	16,372	360	332	17,064

- Notes:
1. “Others” represent the businesses which are not included in any of the reportable segments and mainly consist of harbor operation, castings and insurance agent businesses.
 2. The adjustment of (1,441) million yen to “segment profit (loss)” includes 49 million yen in eliminations for inter-segment transactions and (1,490) million yen in corporate costs that are not allocated to reportable segments. Corporate costs mainly include general and administration expenses of the Company’s head office that cannot be attributed to reportable segments.
 3. The adjustment of 57,855 million yen to “segment assets” includes the Company’s excess funds (cash and deposits, and marketable securities), long-term investments (investment securities), and assets which belong to the administration department.
 4. The adjustment of 406 million yen to “depreciation” is related to the general and administrative operations of the Company’s head office that cannot be attributed to reportable segments.
 5. The adjustment of 332 million yen to an “increase in property, plant and equipment and intangible assets” is related to the general and administrative operations of the Company’s head office that cannot be attributed to reportable segments.
 6. “Segment profit (loss)” is adjusted to be consistent with operating profit shown on the consolidated financial statements.

FY2026 (from Apr. 1, 2025 to Mar. 31, 2026)

(Millions of yen)

	Reportable segments				Others (Note 1)	Adjustment (Notes 2, 3, 4, 5)	Amounts shown on the consolidated financial statements (Note 6)
	Domestic Steel Business	Overseas Steel Business	Material Recycling Business	Total			
Net sales							
Revenue from contracts with customers	125,527	178,988	5,945	310,460	4,646	–	315,106
Sales to external customers	125,527	178,988	5,945	310,460	4,646	–	315,106
Inter-segment sales and transfers	5	71	515	590	838	(1,429)	–
Total	125,532	179,059	6,460	311,051	5,484	(1,429)	315,106
Segment profit	11,258	6,143	546	17,947	425	(1,406)	16,967
Segment assets	136,830	148,321	6,445	291,597	11,045	70,486	373,127
Other items							
Depreciation	3,888	2,944	166	6,998	467	412	7,877
Amortization of goodwill	–	111	–	111	–	–	111
Impairment losses	190	–	–	190	–	–	190
Increase in property, plant and equipment and intangible assets	4,870	10,471	200	15,541	323	382	16,247

- Notes:
1. “Others” represent the businesses which are not included in any of the reportable segments and mainly consist of harbor operation, castings and insurance agent businesses.
 2. The adjustment of (1,406) million yen to “segment profit” includes 40 million yen in eliminations for inter-segment transactions and (1,446) million yen in corporate costs that are not allocated to reportable segments. Corporate costs mainly include general and administration expenses of the Company’s head office that cannot be attributed to reportable segments.
 3. The adjustment of 70,486 million yen to “segment assets” includes the Company’s excess funds (cash and deposits, and marketable securities), long-term investments (investment securities), and assets which belong to the administration department.
 4. The adjustment of 412 million yen to “depreciation” is related to the general and administrative operations of the Company’s head office that cannot be attributed to reportable segments.
 5. The adjustment of 382 million yen to an “increase in property, plant and equipment and intangible assets” is related to the general and administrative operations of the Company’s head office that cannot be attributed to reportable segments.
 6. “Segment profit” is adjusted to be consistent with operating profit shown on the consolidated financial statements.

Notes on Per Share Information

Items	FY2025 (from Apr. 1, 2024 to Mar. 31, 2025)	FY2026 (from Apr. 1, 2025 to Mar. 31, 2026)
Net assets per share	4,670.79 yen	4,870.38 yen
Basic earnings per share	248.30 yen	226.98 yen
	Diluted earnings per share is not presented since the Company has no outstanding dilutive securities.	Diluted earnings per share is not presented since the Company has no outstanding dilutive securities.

Notes: Basis for calculation is as follows.

1. Net assets per share

Items	FY2025 (as of Mar. 31, 2025)	FY2026 (as of Mar. 31, 2026)
Total net assets (Millions of yen)	209,157	218,808
Deduction on total net assets (Millions of yen)	(6,169)	(7,147)
[of which non-controlling interests (Millions of yen)]	[(6,169)]	[(7,147)]
Net assets applicable to common shares (Millions of yen)	202,988	211,661
Number of common shares outstanding (Thousand shares)	44,899	44,899
Number of treasury shares (Thousand shares)	1,440	1,440
Number of common shares at end of period used in calculation of net assets per share (Thousand shares)	43,459	43,459

2. Basic earnings per share

Items	FY2025 (from Apr. 1, 2024 to Mar. 31, 2025)	FY2026 (from Apr. 1, 2025 to Mar. 31, 2026)
Profit attributable to owners of parent (Millions of yen)	10,791	9,864
Amounts not available to common shareholders (Millions of yen)	—	—
Profit attributable to owners of parent applicable to common shares (Millions of yen)	10,791	9,864
Average number of common shares outstanding during the period (Thousand shares)	43,459	43,459

Notes on Material Subsequent Events

(Additional investment in subsidiaries)

Pursuant to a resolution passed by a meeting of the Board of Directors on March 17, 2026, the Company completed an additional investment in KYOEI STEEL America LLC, the Company's consolidated subsidiary, on April 10, 2026.

(1) Purpose of additional investment

The purpose of this investment is to provide funds to part of the financing for a large-scale investment carried out by Vinton Steel, LLC, the wholly-owned subsidiary of the consolidated subsidiary.

(2) Outline of subject company

Name of company: KYOEI STEEL America LLC
Location: Delaware, U.S.A.
Description of business: Holding shares in an operating company expanding in the U.S.
Investment ratio: 100.0% (before investment)

(3) Outline of additional investment

Paid-in amount: US\$ 100 million
Payment date: April 10, 2026
Post-investment ratio: 100.0%

This summary 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.