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KYOEI STEEL

October 30, 2026

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Notice Concerning Revision to Full-Year Consolidated Financial Results Forecasts

KYOEI STEEL LTD. (the "Company") hereby announces that, in light of recent operating trends, it has revised its financial results forecasts announced on July 31, 2026, as described below.

1. Revision to full-year consolidated financial results forecasts for the fiscal year ending March 31, 2027 (April 1, 2026 to March 31, 2027)

(Millions of yen, except per-share amounts)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share
Previously announced forecasts (A)	362,000	15,500	14,000	8,400	193.29
Revised forecasts (B)	362,000	9,500	9,000	4,800	110.45
Change (B-A)	-	(6,000)	(5,000)	(3,600)	
Change (%)	-	(38.7)	(35.7)	(42.9)	
(Reference) Actual consolidated results for the previous fiscal year (Fiscal year ended March 31, 2026)	315,106	16,967	16,211	9,864	226.98

2. Reason for revision

In the Domestic Steel Business, demand for construction steel materials is expected to remain weak from the third quarter of the fiscal year onward (the second half), and product shipments, although expected to recover from the first half, are projected to fall below the plan. In addition, the sales margin (the difference between the sales price of products and the purchase price of raw materials) is expected to narrow compared with the plan, as steel scrap prices are anticipated to exceed assumptions. Consequently, the performance of the Domestic Steel Business is expected to fall below the previously announced forecast.

In the Overseas Steel Business, the business environment remains favorable in both Vietnam and North America. The operations in Vietnam and Canada are expected to progress largely in line with the plan. However, the U.S. operations are expected to continue recording losses, due in part to intermittent production disruptions caused by aging equipment. In addition, temporary losses, including an increase in depreciation expenses resulting from the shortening of the useful lives of the existing facilities, are expected to be recorded. Accordingly, results in the second half are expected to remain challenging. As a result, the performance of the Overseas Steel Business as a whole is expected to fall below the previously announced forecast.

For these reasons, the Company has revised downward its full-year forecasts for operating profit, ordinary profit, and profit attributable to owners of parent.

Note: The forecasts above are based on information available as of the date of this announcement. Actual results may differ from the forecast figures due to various factors.