

Consolidated Financial Results for the First Half of FY2024

Metal One Corporation (headquartered in Chiyoda-ku, Tokyo; President & CEO: Yoshiyuki Watanabe) announces its consolidated financial results for the first half (April to September) of FY2024. Details are provided below.

Overview of Consolidated Financial Results for the First Half of FY2024

Business Environment

In the first half (April–September) of FY2024, global steel demand showed signs of stagnation, due to factors such as sluggish demand within China and a reduction in automotive sales in Southeast Asia. Domestic steel production also decreased, due to factors such as a production slowdown caused by fraudulent vehicle certifications, as well as labor shortages and the rising cost of raw materials in the construction sector.

In addition, as costs trend upwards with inflation, the steel market has remained weak globally, impacted by the worsening balance of supply and demand in China. Continued attention on this matter will be required in the second half of this fiscal year.

Consolidated Statement of Income

Regarding consolidated profit and loss (IFRS basis) in the first half (April–September) of FY2024, revenue decreased from that of the same period of the previous fiscal year due to effects of the aforementioned business environment, but gross profit exceeded the same period of the previous fiscal year due to improvements in the gross profit ratio. On the other hand, net income was lower than that of the same period of the previous fiscal year, mainly due to an increase in selling, general and administrative expenses and decreased profit from equity-method investments.

(Unit: ¥ millions)

Item	First half of FY2024 (Apr. to Sep.)	First half of FY2023 (Apr. to Sep.)	Fluctuation
Revenue	1,110,683	1,202,463	−91,780
Gross profit	68,798	67,123	+1,675
Profit for the period attributable to owners of the parent	15,745	16,781	−1,036

Consolidated Statement of Financial Position

Consolidated total assets as of September 30, 2024 increased ¥24.4 billion, compared with March 31, 2024, to ¥1,083.6 billion due to increases in trade receivables while consolidated interest-bearing liabilities increased ¥73.1 billion to ¥294.0 billion. Equity attributable to owners of the parent decreased ¥25.8 billion compared with March 31, 2024 to ¥409.1 billion due to a decrease in retained earnings.

Consolidated Performance Outlook for the Entire Fiscal Year

We have decided not to release a full-year results forecast for FY2024. As for the business environment and market conditions in the second half, there are concerns that steel demand will slump due to the unclear outlook regarding monetary policies in various countries as well as geopolitical risks. Accordingly, we anticipate continued instability moving forward.

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