

June 2, 2025

Consolidated Financial Results for the Year Ended March 2025

Metal One Corporation (headquartered in Chiyoda-ku, Tokyo; President & CEO, Yoshiyuki Watanabe) is pleased to announce its consolidated financial results for the year ended March 2025.

- Consolidated Financial Results for FY2024
- Consolidated Statement of Financial Position and Consolidated Statement of Income



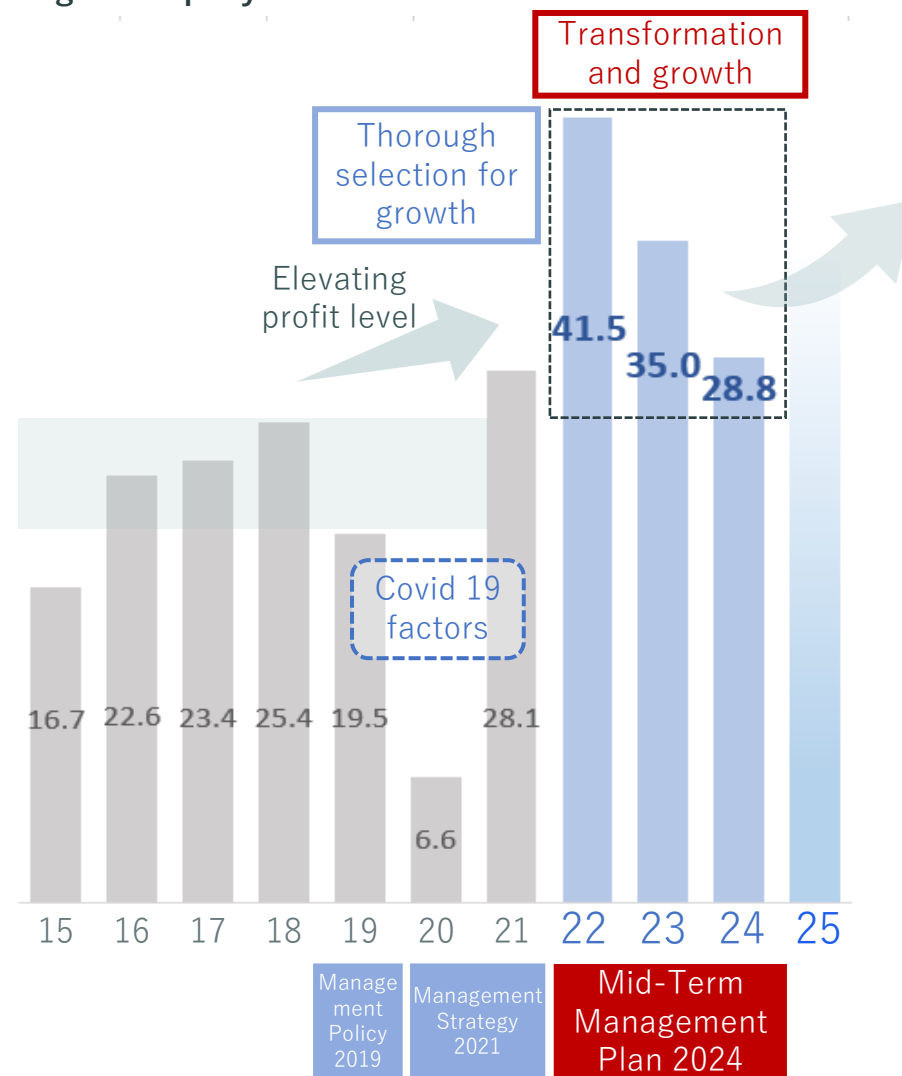
Consolidated Financial Results for the Year Ended March 31, 2025

Metal One Corporation

June 2, 2025

- Due to the global downturn in steel market conditions and a resulting decline in steel prices, revenue decreased by ¥165.0 billion year on year to ¥2,189.4 billion. However, gross profit remained relatively stable at ¥138.2 billion, as the impact of yen depreciation and ongoing cost control initiatives limited the year-on-year decline to ¥0.5 billion.
- Profit attributable to owners of the parent decreased by ¥6.2 billion year on year to ¥28.8 billion, primarily due to higher selling, general and administrative expenses driven by yen depreciation and inflationary pressures, as well as a lower share of profit of investments accounted for using the equity method.

(¥ billion)	FY2023	FY2024	Year-on-year change (%)
Revenue	2,354.4	2,189.4	-165.0 (-7.0%)
Gross profit	138.7	138.2	-0.5 (-0.4%)
Profit attributable to owners of the parent	35.0	28.8	-6.2 (-17.7%)
Average exchange rate for the year (to US\$)	¥144.59	¥152.61	+¥8.02
Total assets	1,059.2	1,041.5	-17.7 (-1.7%)
Exchange rate at year-end (to US\$)	¥151.41	¥149.52	-¥1.89
Number of consolidated subsidiaries and affiliates (percentage of profitable companies)	100 (97%)	100 (94%)	- (-3%)



Consolidated Statement of Income

(¥ billion)	FY2023 (Ended March 31, 2024)	FY2024 (Ended March 31, 2025)	Change
Revenue	2,354.4	2,189.4	-165.0
Gross profit	138.7	138.2	-0.5
(Gross profit ratio)	(5.9%)	(6.3%)	(0.4%)
Selling, general and administrative expenses	-88.8	-92.0	-3.2
Provision for doubtful receivables	0.5	-0.4	-0.9
Operating income*	50.4	45.8	-4.6
Gains (losses) on investments	0.9	0.0	-0.9
Gains (losses) on property, plant and equipment and others	1.9	-0.3	-2.2
Other expense	-0.1	-0.1	0.0
Finance expense	-8.9	-8.4	0.5
Share of profit of investments accounted for using the equity method	7.9	6.3	-1.6
Profit before tax	52.1	43.3	-8.8
Income taxes	-13.5	-10.9	+2.6
Profit for the year	38.6	32.4	-6.2
Owners of the parent	35.0	28.8	-6.2
Non-controlling interests	3.6	3.6	0.0

* Operating income has been disclosed in accordance with Japanese standards for presentation

Business environment

Global steel demand declined year on year, primarily due to the continued stagnation of the Chinese market and monetary tightening in major economies. In Japan, domestic steel demand remained sluggish, reflecting persistently high material costs and labor shortages in the construction and shipbuilding sectors. In the automotive sector, production activity was constrained by weak export market conditions. Against this backdrop, overall steel market conditions remained soft throughout the period.

Revenue and gross profit

Primarily due to the deterioration in steel market conditions, revenue declined by ¥165.0 billion year on year to ¥2,189.4 billion, consisting of ¥941.9 billion from domestic operations and ¥1,247.5 billion from overseas operations. Gross profit decreased by ¥0.5 billion year on year to ¥138.2 billion.

Selling, general and administrative expenses

Selling, general and administrative expenses increased by ¥3.2 billion year on year to ¥92.0 billion, primarily due to the effects of currency translation resulting from yen depreciation and inflationary pressures.

Gains on investments and losses on property, plant and equipment

Gains on investments decreased by ¥0.9 billion year on year to break even, primarily due to the absence of gains on the sale of investments recognized in the previous fiscal year. Gains on property, plant and equipment decreased by ¥2.2 billion year on year to a loss of ¥0.3 billion, mainly due to the absence of gains on the disposal of property, plant and equipment recorded in the previous fiscal year.

Finance expense

Finance expense improved by ¥0.5 billion year on year to ¥8.4 billion, primarily due to a decrease in the average balance of interest-bearing debt during the fiscal year.

Share of profit of investments accounted for using the equity method

Share of profit of investments accounted for using the equity method decreased by ¥1.6 billion year on year to ¥6.3 billion, primarily due to lower contributions from equity-method investees in both Japan and overseas.

Consolidated Statement of Financial Position (Unaudited IFRS Results)

Metal One

Consolidated Statement of Financial Position

(¥ billion)

		March 31, 2024	March 31, 2025	Change
Assets	Current assets	827.5	802.1	-25.4
	Cash and cash equivalents	19.1	14.7	-4.4
	Trade and other receivables	477.1	475.1	-2.0
	Inventories	290.3	281.3	-9.0
	Other current assets	41.0	31.0	-10.0
	Non-current assets	231.7	239.4	7.7
	Property, plant and equipment	101.8	106.1	4.3
	Intangible assets and goodwill	11.8	11.8	0.0
	Other non-current assets	118.1	121.5	3.4
	Total assets	1,059.2	1,041.5	-17.7

Liabilities and equity	Current liabilities	515.3	507.4	-7.9
	Borrowings	172.9	205.6	32.7
	Trade and other payables	311.9	279.2	-32.7
	Other current liabilities	30.5	22.6	-7.9
	Non-current liabilities	68.7	69.7	1.0
	Borrowings	48.0	41.4	-6.6
	Other non-current liabilities	20.7	28.3	7.6
	Total liabilities	584.0	577.1	-6.9
	Equity attributable to owners of the parent	434.9	422.9	-12.0
	Common stock and additional paid-in capital	150.8	149.7	-1.1
	Retained earnings	227.5	222.3	-5.2
	Other components of equity	56.5	51.0	-5.5
	Non-controlling interests	40.3	41.5	1.2
	Total equity	475.2	464.5	-10.7
	Total liabilities and equity	1,059.2	1,041.5	-17.7

Total assets

Total assets decreased by ¥17.7 billion from the end of the previous fiscal year to ¥1,041.5 billion, primarily due to a decrease in inventories.

Interest-bearing debt

Interest-bearing debt increased by ¥26.1 billion from the end of the previous fiscal year to ¥247.0 billion, primarily due to an increase in working capital.

Total equity

Total equity decreased by ¥10.7 billion from the end of the previous fiscal year to ¥464.5 billion, primarily due to the appreciation of the yen at the fiscal year-end, which led to a decline in other components of equity.

Consolidated Financial Indicators

	March 31, 2024	March 31, 2025
Shareholders' equity ratio	41.1%	40.6%
ROA	3.2%	2.7%
Net D/E ratio	0.46	0.55

Shareholders' equity ratio = Equity attributable to owners of the parent ÷ Total assets
 ROA = Profit attributable to owners of the parent ÷ Total assets (two-year average)
 Net D/E ratio = (Borrowings - Cash and cash equivalents) ÷ Equity attributable to owners of the parent

Number of Consolidated Subsidiaries and Affiliates

	Subsidiaries	Affiliates	Total (Consolidated)
Business investment associates	64(+1)	21(-)	85(+1)
Domestic offices and overseas bases	15(-1)	-	15(-1)
Total	79(-)	21(-)	100(-)

Note: Figures in parentheses () show changes from the previous year.



**Metal One Corporation and Subsidiaries
Financial Results for the Year Ended March
2025**

22nd Term
(April 1, 2024 to March 31, 2025)

June 2, 2025

7-2, Marunouchi 2-chome, Chiyoda-ku, Tokyo

Metal One Corporation

Consolidated Statement of Financial Position (IFRS Results)

(¥ million)

Assets				Liabilities			
Item	Previous fiscal year (March 31, 2024)	Current fiscal year (March 31, 2025)	Change (amount)	Item	Previous fiscal year (March 31, 2024)	Current fiscal year (March 31, 2025)	Change (amount)
Current assets	827,485	802,074	-25,411	Current liabilities	515,323	507,379	-7,944
Cash and cash equivalents	19,102	14,717	-4,385	Borrowings	172,939	205,583	32,644
Trade and other receivables	477,082	475,100	-1,982	Trade and other payables	311,912	279,225	-32,687
Other financial assets	332	592	260	Lease liabilities	3,731	3,782	51
Inventories	290,310	281,340	-8,970	Other financial liabilities	1,275	174	-1,101
Advance payments to suppliers	11,959	10,956	-1,003	Advances from customers	5,836	2,760	-3,076
Income tax receivable	5,694	2,538	-3,156	Income tax payables	5,989	4,974	-1,015
Other current assets	23,006	16,831	-6,175	Other current liabilities	13,641	10,881	-2,760
Non-current assets	231,733	239,446	7,713	Non-current liabilities	68,673	69,677	1,004
Investments accounted for using the equity method	71,626	70,407	-1,219	Borrowings	48,000	41,430	-6,570
Other investments	31,617	30,697	-920	Trade and other payables	1,493	2,806	1,313
Other financial assets	109	153	44	Lease liabilities	5,667	10,779	5,112
Property, plant and equipment	101,844	106,073	4,229	Other financial liabilities	62	0	-62
Intangible assets and goodwill	11,765	11,775	10	Retirement benefit obligation	2,523	2,527	4
Right-of-use assets	9,116	14,546	5,430	Deferred tax liabilities	10,151	10,412	261
Deferred tax assets	2,576	2,745	169	Other non-current liabilities	777	1,723	946
Other non-current assets	3,080	3,050	-30	Total liabilities	583,996	577,056	-6,940
				Equity			
				Equity attributable to owners of the parent	434,899	422,930	-11,969
				Common stock	100,000	100,000	-
				Additional paid-in capital	50,831	49,668	-1,163
				Other components of equity	56,540	50,958	-5,582
				Other investments designated as FVTOCI	13,140	11,567	-1,573
				Exchange differences on translating foreign operations	43,400	39,391	-4,009
				Retained earnings	227,528	222,304	-5,224
				Non-controlling interests	40,323	41,534	1,211
				Total equity	475,222	464,464	-10,758
Total assets	1,059,218	1,041,520	-17,698	Total liabilities and equity	1,059,218	1,041,520	-17,698

Consolidated Statement of Income (IFRS Results)

(¥ million)

Item	Previous fiscal year April 1, 2023 to March 31, 2024	Current fiscal year April 1, 2024 to March 31, 2025	Year-on-year	
			Change (amount)	Change (percentage)
Revenue	2,354,367	2,189,405	-164,962	-7.0%
Cost of sales	-2,215,717	-2,051,254	164,463	-7.4%
Gross profit	138,650	138,151	-499	-0.4%
Selling, general and administrative expenses	-88,263	-92,404	-4,141	4.7%
Gains (losses) on investments	859	14	-845	-
Gains (losses) on disposal and sale of property, plant and equipment and others	1,930	-28	-1,958	-101.5%
Impairment losses on property, plant and equipment and others	0	-251	-251	-
Other income	3,506	3,992	486	13.9%
Other expense	-3,564	-4,095	-531	14.9%
Finance income	1,449	1,208	-241	-16.6%
Finance expense	-10,376	-9,591	785	-7.6%
Share of profit of investments accounted for using the equity method	7,945	6,307	-1,638	-20.6%
Profit before tax	52,136	43,303	-8,833	-16.9%
Income taxes	-13,529	-10,945	2,584	-19.1%
Profit for the year	38,607	32,358	-6,249	-16.2%
Profit for the year attributable to:				
Owners of the parent	35,025	28,782	-6,243	-17.8%
Non-controlling interests	3,582	3,576	-6	-0.2%