

Date: June 17, 2025

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**(Correction) Notice Concerning Partial Correction to  
"Outline of Financial Results for the Fiscal Year ended March 31, 2025"**

Hanwa Co., Ltd. ("Hanwa") hereby announces that corrections have been made to the disclosure material "Outline of Financial Results for the Fiscal Year ended March 31, 2025", which was released on May 9, 2025.

1. Reason for the correction

This correction addresses the following information in the "Outline of Financial Results for the Fiscal Year ended March 31, 2025", which was released on May 9, 2025, due to errors in the tabulation.

2. Correction details

(1) "Progress of Quantitative Targets"	page 11
(2) "Shareholder returns"	page 13
(3) "Investments Updates"	page 15
(4) "Overseas Sales Subsidiaries Segment"	page 37

Please refer to the following pages, where corrections are marked by red text or red boxes.

The complete revised version of the "Outline of Financial Results for the Fiscal Year ended March 31, 2025" is available on our website.

Our website: <https://www.hanwa.co.jp/en>

(1) "Progress of Quantitative Targets" on page 11

Before correction

## Progress of Quantitative Targets



### Progress in FY2024

- Despite the external environment of domestic steel frame demand, global steel and metal market downturns, profits of Steel segment and Energy & Living Materials segment remained steady, the target levels for ordinary income and ROE maintained.
- By emphasizing financial discipline and managing the profitability and efficiency of business assets, Net DER maintained a level of 83%.

### Targets in FY2025

- Due to the continuing of uncertain economic environment, including the expansion of protectionist trade policies by the United States, the prolonged downturn in China's real estate sector, and the issue of excess steel production capacity, ordinary profit for FY2025 is expected to be 55 bil. yen.

Quantitative Targets	FY2023 Results	FY2024			FY2025 Targets
		Targets	Results	Progress	
<b>Ordinary Income</b>	48.2 bil. yen	60.0 bil. yen	59.7 bil. yen	99.6%	70.0 bil.yen
<b>Global Steel Transaction Volume</b>	13.48 mil. tons	–	13.49 mil. tons	–	17.00 mil. tons
<b>Investment and Lending Capacity</b>	15.6 bil. yen	–	32.1 bil. Yen	–	–
(Cumulative Investment and Lending Capacity)	15.6 bil. yen	–	48.7 bil. Yen	–	80.0 bil. yen
<b>Return on Equity (ROE)</b>	13.4%	more than 12%	14.1%	Achieved	more than 12.0%
<b>Net DER</b>	82%	less than 100%	83%	Achieved	less than 100%

After correction

## Progress of Quantitative Targets



### Progress in FY2024

- Despite the external environment of domestic steel frame demand, global steel and metal market downturns, profits of Steel segment and Energy & Living Materials segment remained steady, the target levels for ordinary income and ROE maintained.
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Quantitative Targets	FY2023 Results	FY2024			FY2025 Targets
		Targets	Results	Progress	
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<b>Global Steel Transaction Volume</b>	13.48 mil. tons	–	13.49 mil. tons	–	17.00 mil. tons
<b>Investment and Lending Capacity</b>	15.6 bil. yen	–	32.1 bil. Yen	–	–
(Cumulative Investment and Lending Capacity)	15.6 bil. yen	–	47.8 bil. Yen	–	80.0 bil. yen
<b>Return on Equity (ROE)</b>	13.4%	more than 12%	14.1%	Achieved	more than 12.0%
<b>Net DER</b>	82%	less than 100%	83%	Achieved	less than 100%

(2) "Shareholder returns" on page 13

Before correction

## Shareholder returns



### Shareholder Return Policy in Medium-Term Business Plan 2025

Pay stable and progressive dividends (minimum dividend level of 2.5% DOE) with the aim of increasing dividends over the medium to long term and conduct flexible additional returns such as acquisition of the Company's own shares, etc..

### Shareholder returns in FY2024 and FY2025

FY 2024: Annual dividend per share increased by 15 yen from 210 yen to 225 yen (interim 105 yen / year-end 120 yen, 3.0% of DOE) and 2 bil. yen for acquisition of the company's own shares conducted (completed in May 2024) based on the basic operating cash flow and additional profit cash flow from the sale of strategic shareholdings.

FY 2025: Annual dividend per share expected to be 250 yen (interim 125 yen / year-end 125 yen, expected 3.0% of DOE), and 5 bil. yen for acquisition of the company's own shares.



\*DOE = Total Dividends / Term-beginning Shareholders' Equity

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After correction

## Shareholder returns



### Shareholder Return Policy in Medium-Term Business Plan 2025

Pay stable and progressive dividends (minimum dividend level of 2.5% DOE) with the aim of increasing dividends over the medium to long term and conduct flexible additional returns such as acquisition of the Company's own shares, etc..

### Shareholder returns in FY2024 and FY2025

FY 2024: Annual dividend per share increased by 15 yen from the initial forecast of 210 yen to 225 yen (interim 105 yen / year-end 120 yen, 3.0% of DOE) and 2 bil. yen for acquisition of the company's own shares conducted (completed in May 2024) based on the basic operating cash flow and additional profit cash flow from the sale of strategic shareholdings.

FY 2025: Annual dividend per share expected to be 250 yen (interim 125 yen / year-end 125 yen, expected 3.0% of DOE), and 5 bil. yen for acquisition of the company's own shares.



\*DOE = Total Dividends / Term-beginning Shareholders' Equity

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(3) "Investments Updates" on page 15

Before correction

## Investments Updates

Segments	Amount FY2024	Major Projects	Mid-Term Business Plan 2025 (Target: Total of 80bil. Yen)
Steel	4.5 bil. yen	Establishment of new factories at overseas coil center subsidiaries etc.	14.8 bil. yen
Primary Metal	2.2 bil. yen	Investment in PMB TECHNOLOGY BERHAD etc.	2.3 bil. yen
Metal Recycling	0.9 bil. yen	Capacity expansion of domestic consolidated subsidiaries etc.	1.4 bil. yen
Foods	1.6 bil. yen	Incorporation of Marugo Fukuyama Suisan Co., Ltd. into the group etc.	1.7 bil. yen
Energy & Living Materials	0.5 bil. yen	Capacity expansion of domestic consolidated subsidiaries etc.	2.1 bil. yen
Overseas Sales Subsidiaries	12.9 bil. yen	Joint investment with Yamato Kogyo Group in Indonesia etc. Investment in GREEN ESTEEL PTE. LTD etc.	13.8 bil. yen
Other	4.6 bil. yen	Acquisition of 100% of shares in Shinx Corporation etc.	5.3 bil. yen
Whole Company	4.5 bil. yen	Construction/enhancement of new core system, acquisition of new land etc.	6.1 bil. yen
<b>Total Amount</b>	<b>32.1 bil. yen</b>		<b>Cumulative Total 47.8 bil. yen</b>
<small> <span style="color: #e67e22;">■</span> Environmentally Responsible Resources            <span style="color: #e74c3c;">■</span> Secondary Battery            <span style="color: #3498db;">■</span> High-Value-added processed products            <span style="color: #27ae60;">■</span> Local business(Overseas)            <span style="color: #95a5a6;">■</span> Existing Business in Japan         </small>			<b>Progress 59.8%</b>

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After correction

## Investments Updates

Segments	Amount FY2024	Major Projects	Mid-Term Business Plan 2025 (Target: Total of 80bil. Yen)
Steel	4.7 bil. yen	Establishment of new factories at overseas coil center subsidiaries etc.	15.0 bil. yen
Primary Metal	2.2 bil. yen	Investment in PMB TECHNOLOGY BERHAD etc.	2.3 bil. yen
Metal Recycling	0.9 bil. yen	Capacity expansion of domestic consolidated subsidiaries etc.	1.4 bil. yen
Foods	1.6 bil. yen	Incorporation of Marugo Fukuyama Suisan Co., Ltd. into the group etc.	1.7 bil. yen
Energy & Living Materials	0.5 bil. yen	Capacity expansion of domestic consolidated subsidiaries etc.	2.1 bil. yen
Overseas Sales Subsidiaries	12.7 bil. yen	Joint investment with Yamato Kogyo Group in Indonesia etc. Investment in GREEN ESTEEL PTE. LTD etc.	13.6 bil. yen
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(4) "Overseas Sales Subsidiaries Segment" on page 37

Before correction

## Overseas Sales Subsidiaries Segment



■ An increase of new transactions in China and scrap transactions in Southeast Asia and the newly consolidation of companies, which were accounted for the equity method in the previous fiscal year pushed up both sales and profits.

(billions of yen)	FY2023					FY2024					Y on Y Change
	Q1	Q2	Q3	Q4	Total	Q1	Q2	Q3	Q4	Total	(Y on Y Rate)
Net Sales	86.7	83.5	88.5	80.0	338.9	97.5	108.4	116.2	119.1	441.3	+102.4 (+30%)
Ordinary income	2.0	2.4	2.0	1.2	7.8	1.6	2.0	2.5	2.0	8.2	+0.4 (+6%)
ASEAN	1.6	1.9	1.3	0.8	5.7	1.1	1.3	1.7	1.2	5.4	-0.3 (-5%)
East Asia	0.0	0.1	0.2	0.2	0.5	0.1	0.1	0.2	0.2	0.7	+0.1 (+21%)
North America	0.2	0.3	0.3	0.2	1.1	0.3	0.4	0.5	0.4	1.7	+0.5 (+51%)
Others	0.0	0.0	0.1	-0.0	0.2	0.0	0.1	0.0	-0.1	0.0	-0.1 (-77%)
Adjustment	0.0	0.0	0.0	-0.0	0.0	0.0	-0.0	-0.0	0.2	0.2	+0.2 (+897%)

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After correction

## Overseas Sales Subsidiaries Segment



■ An increase of new transactions in China and scrap transactions in Southeast Asia and the newly consolidation of companies, which were accounted for the equity method in the previous fiscal year pushed up both sales and profits.

(billions of yen)	FY2023					FY2024					Y on Y Change
	Q1	Q2	Q3	Q4	Total	Q1	Q2	Q3	Q4	Total	(Y on Y Rate)
Net Sales	86.7	83.5	88.5	80.0	338.9	97.5	108.4	116.2	119.1	441.3	+102.4 (+30%)
Ordinary income	2.0	2.4	2.0	1.2	7.8	1.6	2.0	2.5	2.0	8.2	+0.4 (+6%)
ASEAN	1.6	1.9	1.3	0.8	5.7	1.1	1.3	1.7	1.4	5.6	-0.1 (-2%)
East Asia	0.0	0.1	0.2	0.2	0.5	0.1	0.1	0.2	0.3	0.8	+0.2 (+37%)
North America	0.2	0.3	0.3	0.2	1.1	0.3	0.4	0.5	0.4	1.7	+0.5 (+51%)
Others	0.0	0.0	0.1	-0.0	0.2	0.0	0.1	0.0	-0.1	0.0	-0.1 (-57%)
Adjustment	0.0	0.0	0.0	-0.0	0.0	0.0	-0.0	-0.0	-0.0	-0.0	-0.1 -

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