

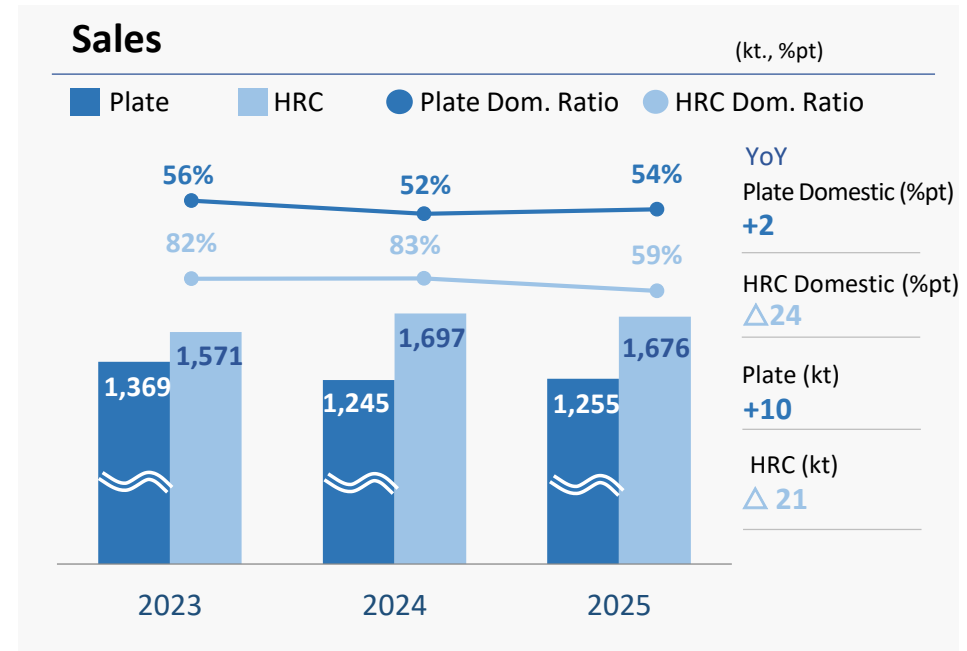
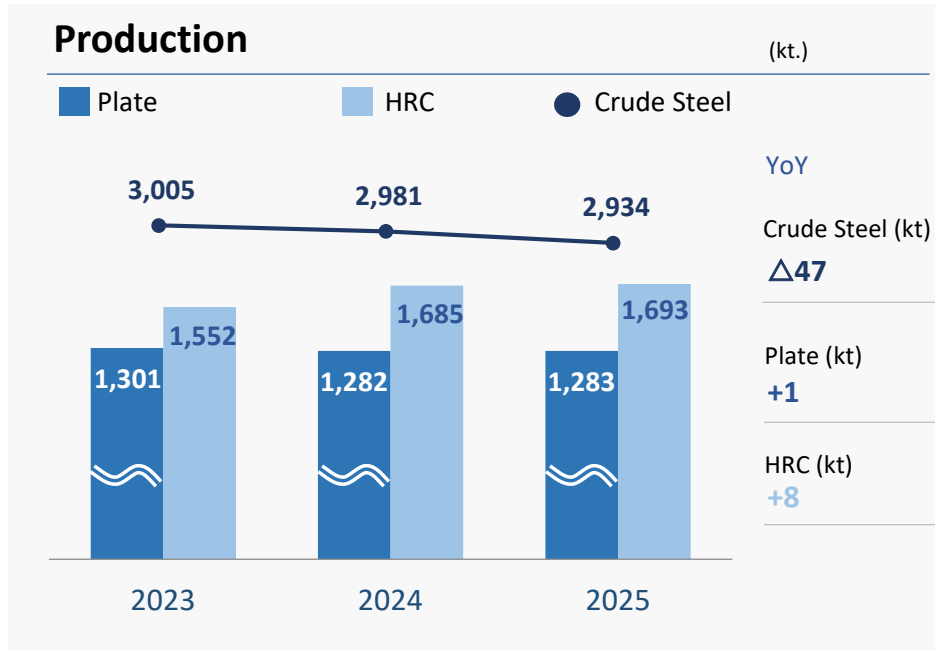
PT KRAKATAU POSCO

2025 Performance

March 16, 2026

KRAKATAU posco

Production & Sales

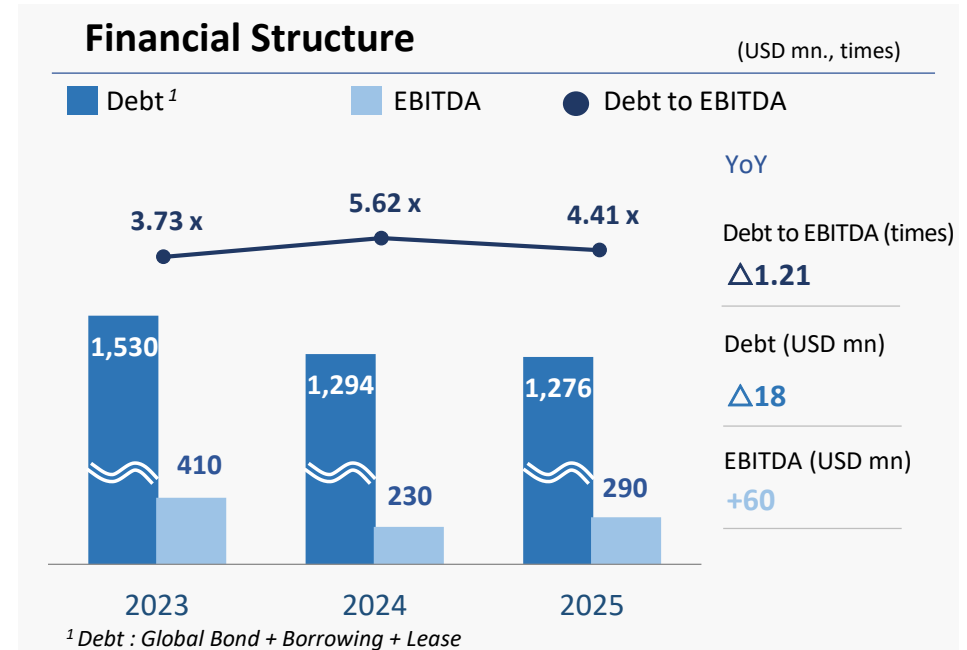
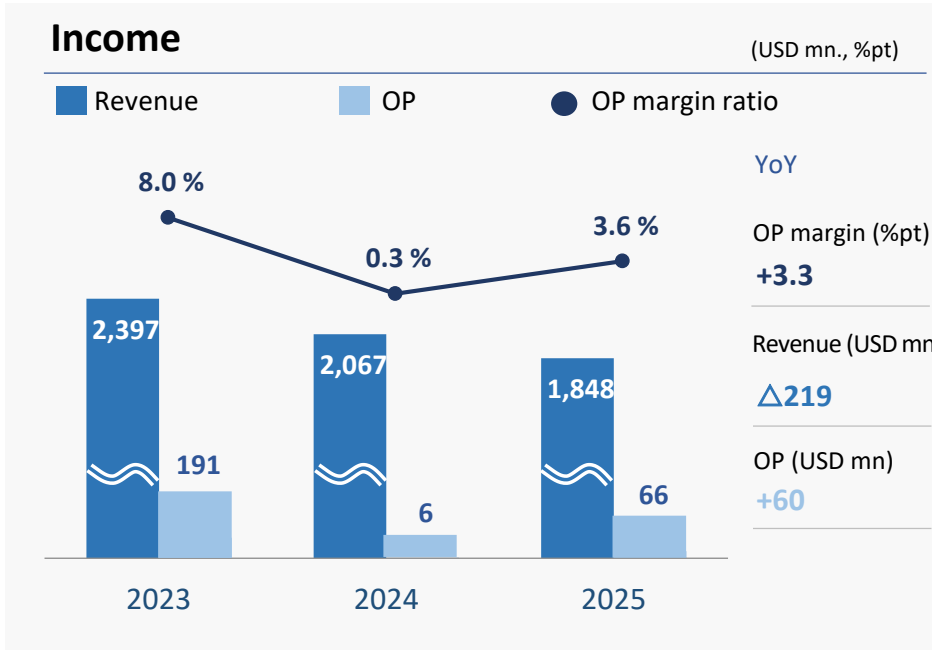


- Despite lower Crude Steel production, Plate and HRC production was maintained at optimum level**

 - Crude steel decreased by $\Delta 47$ kt YoY, mainly attributed to argon supply problems came from facility failure in Linde Plant.
 - Plate and HRC production kept at optimum level supported by stable operation and well maintained facility.
- Sales performance kept stable supported by market expansion to Europe**

 - Domestic demand showed improvement especially for Plate in 2025 as government project started to rise in Q4-25
 - Export showed stronger demand mostly in Europe while we continuously dig for new market opportunities for better profitability

Business Performance



- ✔ **Despite market pressures, profitability was successfully improved through strategic sales initiatives and cost-cutting measures**
 - Revenue was impacted by declining steel prices, a weakening IDR, and subdued domestic demand
 - However, operating profit increased owing to agile export expansion, sales of strategic products, and increased use of local raw materials

- ✔ **Debt to EBITDA ratio improved primarily due to the increase in operating profit driven by strategic sales and cost-saving**
 - Debt levels were maintained at an optimal level in 2025
 - Meanwhile, EBITDA grew reflecting higher operating profit (2024: 6, 2025: USD 66mn)

Summarized Income Statement

3

(USD Mn.)

Category	2023	2024	Q4-25	2025	YoY
Revenue	2,397	2,067	408	1,848	△219
Gross Profit	218	73	26	116	+ 43
(Gross Profit Ratio)	9.1%	3.5%	6.4%	6.3%	+2.8%pt
Selling & Gen Adm. Expense	41	61	9	51	△10
Other expense, net	△13	5	△2	-	△5
Operating Income	191	6	19	66	+60
(Operating Income ratio)	8.0%	0.3%	4.6%	3.6%	+3.3%pt
Finance cost, net	140	130	26	106	△24
Net Income	51	△124	△7	△40	+84
EBITDA	410	230	75	290	+60
(EBITDA Margin Ratio)	17.1%	11.1%	18.4%	15.7%	+ 4.6%pt

Summarized Balance Sheet

4

(USD Mn.)

Category	2023	2024	2025	YoY
Current Assets	629	523	579	+56
Cash and Cash Equiv.	42	18	21	+3
Trade and other Receivable	184	115	107	△8
Inventory	380	380	431	+51
Non Current Assets	2,412	2,231	2,020	△211
Fixed Assets	2,398	2,217	2,007	△210
Total Assets	3,041	2,754	2,599	△155
Current Liabilities	1,022	867	777	△90
Non Current Liabilities	1,109	1,091	1,076	△15
※ Bond and Loan	1,309	1,088	1,085	△3
Total Liabilities	2,131	1,958	1,853	△105
Total Equity	910	796	746	△50
※ Debt/EBITDA	3.73	5.62	4.41	△1.21

THANK YOU