PT KRAKATAU POSCO

Interim Consolidated Financial Statements Report
June 30th, 2025

KRAKATAU POSCO

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PT KRAKATAU POSCO
STATEMENTS OF FINANCIAL POSITION (BALANCE SHEET)
June 30, 2025, December 31, 2024 & December 31, 2023
(Expressed in full of US Dollar, unless otherwise stated)

	June 30, 2025	Dec 31, 2024	Dec 31, 2023
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	32,725,727	17,757,048	41,800,579
Time Deposit	-	278,349	484,554
Account Receivable			
Third parties	56,390,546	56,832,331	111,423,847
Related parties	70,099,426	55,345,095	65,502,439
Non Trade Receivable			
Third parties	857,324	640,578	320,819
Related parties	705,004	2,646,674	7,165,357
Accrued Income	-	4,773	282
Inventory	393,827,063	380,273,102	379,550,826
Advance payment	5,961,867	2,291,446	22,716,611
Tax advances	10,449,181	7,076,480	56,065
Total Current Assets	**571,016,139**	**523,145,876**	**629,021,379**
NON-CURRENT ASSETS			
Fixed assets, net	1,966,455,257	2,059,356,490	2,223,635,601
Right of use asset, net	149,469,678	157,556,931	174,157,178
Intangible assets	6,036,218	6,509,584	6,281,226
Other Non-Current Assets	7,312,728	7,098,232	8,268,988
Total Non-Current Assets	**2,129,273,880**	**2,230,521,237**	**2,412,342,993**
TOTAL ASSETS	**2,700,290,019**	**2,753,667,113**	**3,041,364,372**

PT KRAKATAU POSCO
STATEMENTS OF FINANCIAL POSITION (BALANCE SHEET) - Continued
June 30, 2025, December 31, 2024 & December 31, 2023
(Expressed in full of US Dollar, unless otherwise stated)

	June 30, 2025	Dec 31, 2024	Dec 31, 2023
LIABILITIES AND SHAREHOLDER'S EQUITY			
CURRENT LIABILITIES			
Account payable			
Third parties	18,111,755	44,653,702	66,800,373
Related parties	410,623,582	542,309,977	471,169,076
Nontrade payable			
Third parties	7,110,023	2,269,674	6,324,576
Related parties	103,972	310,149	197,858
Accrued payable	54,711,766	57,678,963	38,692,299
Guarantee Deposit	134,232	134,820	142,023
Advance receipt	4,702,712	8,674,765	11,134,380
Taxes payables	5,257,253	3,686,124	3,744,242
Short term bank loans	328,279,011	188,171,041	181,186,440
Current portion of liabilities	16,997,634	16,052,381	241,608,065
Unearned Revenue	2,153	2,739,664	1,367,239
Other current liabilities	47,373	18,625	47,392
Total Current Liabilities	**846,081,466**	**866,699,884**	**1,022,413,963**
NON-CURRENT LIABILITIES			
Long term principle borrowing	200,000,000	200,000,000	903,925,796
Long term capitalization cost borrowing	(1,573,408)	(1,087,309)	(2,788,760)
Long term liabilities asset lease	188,820,533	196,318,416	206,361,673
Long term bond payables	700,000,000	700,000,000	-
Long term discount bond payables and transactions cost	(4,402,939)	(5,899,278)	-
Estimate Liabilities for employee benefits	1,618,705	1,548,468	1,645,032
Total Non-Current Liabilities	**1,084,462,890**	**1,090,880,297**	**1,109,143,742**
TOTAL LIABILITIES	**1,930,544,356**	**1,957,580,181**	**2,131,557,705**
SHAREHOLDER'S EQUITY			
Share capital			
Authorized capital USD 2,237,096,800			
Issued and fully paid :			
Class A 1,057,000 shares (USD 1,000/share) :			
From POSCO	739,900,000	739,900,000	739,900,000
From PT Krakatau Steel (Persero) Tbk.	317,100,000	317,100,000	317,100,000
Class B 422,800 shares (USD 516/share) :			
From PT Krakatau Steel (Persero) Tbk.	218,164,800	218,164,800	218,164,800
Other equity component	352,444,522	352,606,429	341,872,477
Accumulated deficit :			
Last Year	(831,557,467)	(707,231,711)	(757,750,269)
Current Year	(26,307,237)	(124,453,655)	50,518,559
Non-controlling interest	1,045	1,067	1,101
SHAREHOLDER'S EQUITY, NET	**769,745,663**	**796,086,930**	**909,806,668**
TOTAL LIABILITIES AND SHAREHOLDER'S EQUITY	**2,700,290,019**	**2,753,667,113**	**3,041,364,372**

PT KRAKATAU POSCO
STATEMENTS OF COMPREHENSIVE INCOME
Year Ended
June 30, 2025, December 31, 2024 & December 31, 2023
(Expressed in full of US Dollar, unless otherwise stated)

	June 30, 2025	Dec 31, 2024	Dec 31, 2023
Net Sales	942,224,605	2,066,823,265	2,396,836,317
Cost of sales	(886,921,158)	(1,994,216,983)	(2,178,982,542)
GROSS PROFIT (LOSS)	55,303,447	72,606,282	217,853,775
Selling expense	(5,350,754)	(23,514,601)	(9,029,670)
Administrative expense	(23,522,431)	(37,844,998)	(30,827,069)
Currency exchange loss, net	(126,467)	(7,641,114)	5,891,679
Other income (expense), net	518,679	2,296,344	6,795,835
OPERATING PROFIT (LOSS)	26,822,474	5,901,913	190,684,550
Finance cost	(53,464,014)	(133,850,469)	(146,242,164)
Finance income	334,281	3,494,867	6,076,173
NET FINANCE COST	(53,129,733)	(130,355,602)	(140,165,991)
PROFIT (LOSS) BEFORE INCOME TAX	**(26,307,259)**	**(124,453,689)**	**50,518,559**
Income tax (expense) benefit	-	-	-
PROFIT (LOSS) FOR THE YEAR	**(26,307,259)**	**(124,453,689)**	**50,518,559**
OTHER COMPREHENSIVE INCOME			
Items that will never be reclassified to profit or loss			
Remeasurements of defined benefit liability	(33,712)	127,898	(193,662)
Revaluation surplus of land	-	10,606,088	-
	(33,712)	10,733,986	(193,662)
Items that may be reclassified to profit or loss			
Exchange differences arising from translation of a subsidiary	(296)	(34)	135
TOTAL OTHER COMPREHENSIVE INCOME	(34,009)	10,733,952	(193,527)
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD	**(26,341,268)**	**(113,719,737)**	**50,325,032**
TOTAL PROFIT (LOSS) ATTRIBUTABLE TO:			
Owners of the Company	(26,307,237)	(124,453,655)	50,518,745
Non-controlling interest	(22)	(34)	(186)
	(26,307,259)	**(124,453,689)**	**50,518,559**
TOTAL COMPREHENSIVE INCOME (LOSS) FOR THE PERIOD ATTRIBUTABLE TO:			
Owners of the parent entity	(26,341,246)	(113,719,703)	50,325,218
Non-controlling interest	(22)	(34)	(186)
	(26,341,268)	**(113,719,737)**	**50,325,032**
Basic profit/(loss) per share attributable to the owners of the Company (full amount)	(22)	(84)	34

PT KRAKATAU POSCO
STATEMENTS OF CASH FLOWS
Year Ended
June 30, 2025, December 31, 2024 & December 31, 2023
(Expressed in full of US Dollar, unless otherwise stated)

	Jun 30, 2025	Dec 31, 2024	Dec 31, 2023
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit (Loss) for the period/year	(26,306,399)	(124,453,689)	50,518,559
Adjusment for:			
Depreciation of fixed asset	100,941,512	201,205,534	199,572,511
Depreciation of right of use asset	8,158,823	22,501,741	20,177,025
(Reversal of) provision for inventory write-down	(1,264,375)	(488,075)	(31,929,665)
Loss on disposal of fixed assets	21,592	75,268	426,109
Amortization	479,559	1,026,948	855,504
Interest income	(334,281)	(3,494,867)	(6,076,173)
Finance expense	53,464,014	133,850,469	146,242,164
Exchange differences arising from the translation of a subsidiary	(296)	(34)	135
Impairment loss of trade receivables	10,717	130	(653,381)
Impairment loss of other receivables	99,604	(4,323)	696
Employee benefit expense	128,148	210,411	262,762
Changes in:			
Trade receivables	(14,412,150)	64,748,730	(108,096,779)
Other receivables	1,714,207	4,198,756	4,099,800
Inventories	(12,289,587)	(234,201)	233,900,770
Prepaid taxes	(3,372,701)	(7,020,415)	26,340,128
Advance payments	(3,670,421)	20,425,165	36,163,039
Other current assets	4,773	206,201	(431,713)
Other non-current assets	(214,496)	1,170,756	(1,240,549)
Trade payables	(158,228,343)	48,994,230	(18,718,090)
Other payables	6,356,536	(3,978,581)	(121,671,796)
Accrual	(2,967,197)	18,986,663	(23,156,295)
Advance from customers	(6,709,564)	(1,087,190)	5,512,548
Taxes payable	1,571,129	(58,118)	1,289,271
Payment of employee benefits	(91,624)	(179,076)	(252,488)
Interest received	334,281	3,494,867	6,076,173
Interest paid	(53,464,014)	(131,365,515)	(146,672,948)
Net cash used in operating activities	**(110,040,554)**	**248,731,785**	**272,537,317**
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of fixed assets	(6,958,644)	(6,072,446)	(5,997,423)
Payments for assets under construction	(1,632,414)	(20,333,417)	(11,480,055)
Acquisition of intangible assets	(6,193)	(1,255,306)	(5,640,068)
Net cash used in investing activities	**(8,597,251)**	**(27,661,169)**	**(23,117,546)**
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds of short term loans	548,825,856	1,200,643,156	1,495,061,635
Proceeds of long term loans	-	198,695,229	680,000,000
Proceeds of long term bond payables	-	694,399,000	-
Lease obligations	(6,552,630)	(17,610,452)	(5,245,949)
Repayments of long-term loans	-	(1,326,310,725)	(223,929,647)
Repayments of short-term loans	(408,717,886)	(995,199,425)	(2,173,875,195)
Net cash from financing activities	**133,555,340**	**(245,383,216)**	**(227,989,156)**
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	**14,917,534**	**(24,312,600)**	**21,430,615**
EFFECT OF CHANGES IN FOREIGN EXCHANGE RATE IN CASH AND CASH EQUI	**51,145**	**269,069**	**-**
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	**17,757,048**	**41,800,578**	**20,369,964**
CASH AND CASH EQUIVALENTS, END OF YEAR	**32,725,727**	**17,757,048**	**41,800,578**