

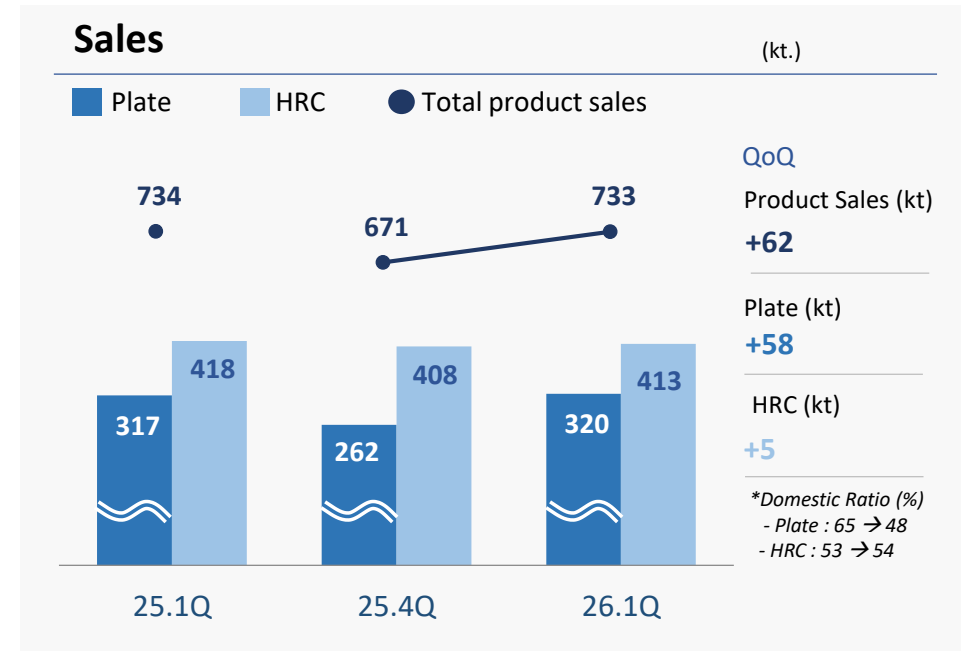
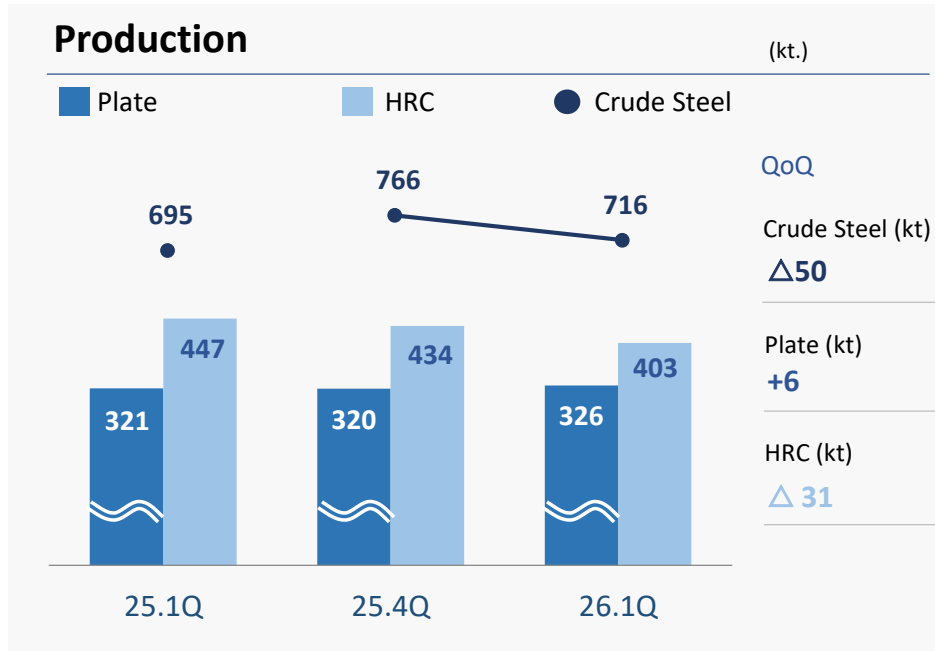
PT KRAKATAU POSCO

1Q-26 Performance Result

May 21, 2026

KRAKATAU posco

Production & Sales



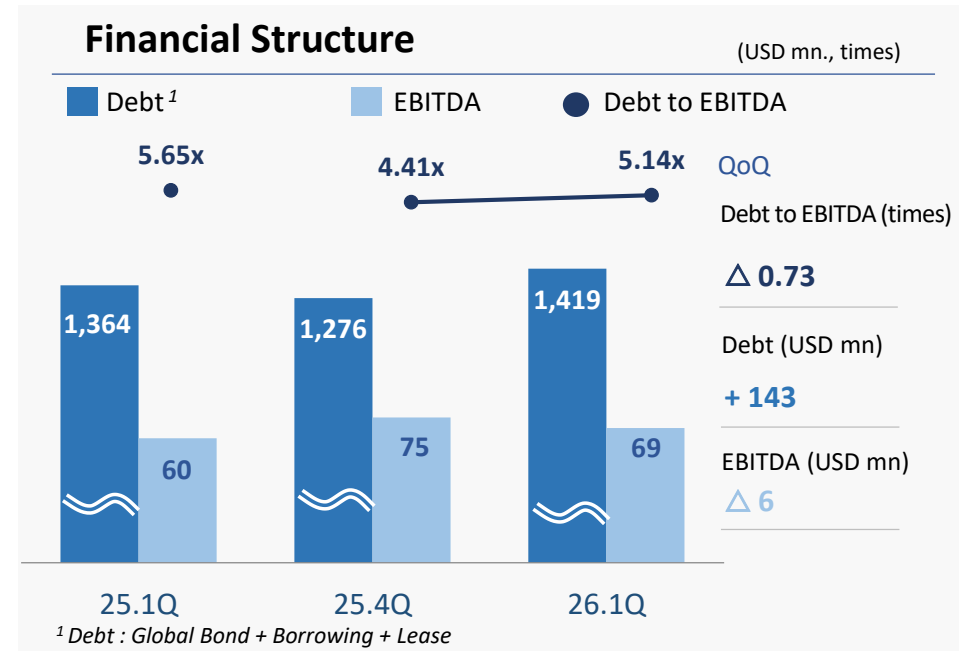
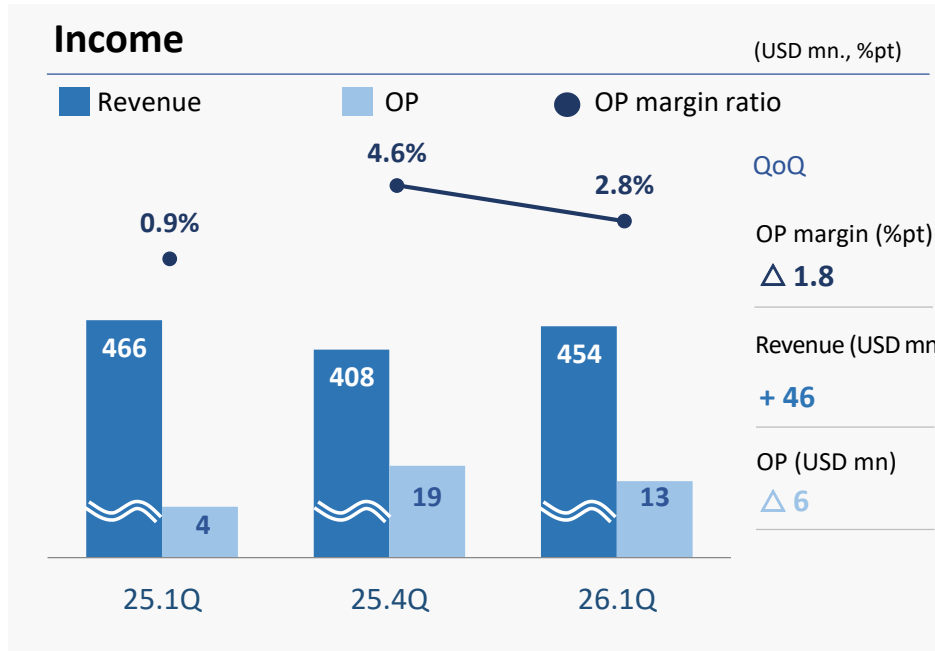
Production quantity decreased following regular maintenance and holiday season

- Crude steel decreased to 716kt ($\Delta 50$ kt QoQ) following maintenance in Blast Furnace (92 hours) and Steel Making Plant (146 hours).
- Plate production remained stable at an optimal level, while HRC slightly decreased impacted by Lebaran holiday season.

Sales volume improved through flexible sales mix strategy to enhance profitability

- HRC sales expanded into most profitable market through higher export to Europe and focus on High Value Added products domestically.
- Plate sales supported by growth in High Value Added sectors and strengthened demand from government project.

Business Performance



- Revenue rebounded, however profitability was hampered by Lebaran holiday season**
 - Revenue increased to USD 454mn (+USD 46mn QoQ), showing recovery from the previous quarter's dip as quantity and prices increased.
 - Operating profit decreased to USD 13mn (Δ USD 6mn QoQ) primarily due to maintenance and holiday season impact.
- Debt to EBITDA increased from higher working capital and lower EBITDA**
 - Working capital increased mainly due to Spray-gun maintenance, which led to raw material stockpiling to maintain the stable condition of the Blast Furnace. Stockpiled inventory is expected to decrease throughout the year. Additionally, Account Receivable collection was slower due to the Lebaran holiday season and bank closures.

Summarized Income Statement

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(USD Mn.)

Category	25.1Q	25.4Q	26.1Q	QoQ
Revenue	466	408	454	+46
Gross Profit	20	26	19	△7
(Gross Profit Ratio)	4.3%	6.4%	4.1%	△2.3%pt
Selling & Gen Adm. Expense	15	9	5	△4
Other expense, net	1	△2	1	+3
Operating Income	4	19	13	△6
(Operating Income ratio)	0.9%	4.6%	2.8%	△1.8%pt
Finance cost, net	27	26	26	-
Income Tax Expense	-	-	4	+4
Net Income	△23	△7	△17	△10
EBITDA	60	75	69	△6
(EBITDA Margin Ratio)	12.9%	18.4%	15.2%	△3.2%pt

Summarized Balance Sheet

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(USD Mn.)

Category	25.1Q	25.4Q	26.1Q	QoQ
Current Assets	582	579	660	+81
Cash and Cash Equiv.	26	21	2	△19
Trade and other Receivable	113	107	151	+44
Inventory	430	431	467	+36
Non Current Assets	2,179	2,020	1,970	△50
Fixed Assets	2,166	2,007	1,958	△49
Total Assets	2,762	2,599	2,630	+31
Current Liabilities	902	777	829	+52
Non Current Liabilities	1,086	1,076	1,072	△4
✂ <i>Bond and Loan</i>	1,162	1,085	1,232	+147
Total Liabilities	1,989	1,853	1,902	+49
Total Equity	773	746	728	△18
✂ <i>Debt/EBITDA (times)</i>	5.65	4.41	5.14	+0.73

THANK YOU