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October 23, 2026

Non-consolidated Financial Results for the Six Months Ended September 30, 2026 (Under Japanese GAAP)

Company name: TOKYO STEEL MANUFACTURING CO.,LTD.

Listing: Tokyo Stock Exchange

Securities code: 5423

URL: <https://www.tokyosteel.co.jp/>

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Scheduled date to file semi-annual securities report: November 12, 2026

Scheduled date to commence dividend payments: November 24, 2026

Preparation of supplementary material on financial results: Yes

Holding of financial results briefing: Yes

President

Director, Executive Officer, General Manager of Planning
Division

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Non-consolidated financial results for the six months ended September 30, 2026 (from April 1, 2026 to September 30, 2026)

(1) Non-consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
Six months ended	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
September 30, 2026	150,422	12.3	(3,543)	-	(2,949)	-	2,389	(47.7)
September 30, 2025	133,894	(23.2)	6,045	(56.6)	6,983	(53.1)	4,568	(53.5)

	Basic earnings per share	Diluted earnings per share
Six months ended	Yen	Yen
September 30, 2026	23.46	-
September 30, 2025	44.43	-

(2) Non-consolidated financial position

	Total assets	Net assets	Equity-to-asset ratio
As of	Millions of yen	Millions of yen	%
September 30, 2026	276,442	217,229	78.6
March 31, 2026	292,995	222,089	75.8

Reference: Equity

As of September 30, 2026: ¥ 217,229 million

As of March 31, 2026: ¥ 222,089 million

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal year ended March 31, 2026	-	25.00	-	25.00	50.00
Fiscal year ending March 31, 2027	-	20.00			
Fiscal year ending March 31, 2027 (Forecast)			-	20.00	40.00

Note: Revisions to the forecast of cash dividends most recently announced: None

3. Non-consolidated financial result forecasts for the fiscal year ending March 31, 2027 (from April 1, 2026 to March 31, 2027)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Full year	326,000	21.6	1,000	(86.2)	2,000	(76.8)	7,000	(39.4)	69.28

Note: Revisions to the financial result forecast most recently announced: None

* Notes

(1) Adoption of accounting treatment specific to the preparation of semi-annual non-consolidated financial statements: None

(2) Changes in accounting policies, changes in accounting estimates, and restatement

- (i) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- (ii) Changes in accounting policies due to other reasons: None
- (iii) Changes in accounting estimates: None
- (iv) Restatement: None

(3) Number of issued shares (common shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of September 30, 2026	110,064,249 shares
As of March 31, 2026	110,064,249 shares

(ii) Number of treasury shares at the end of the period

As of September 30, 2026	9,021,845 shares
As of March 31, 2026	7,544,134 shares

(iii) Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2026	101,869,115 shares
Six months ended September 30, 2025	102,818,079 shares

* Semi-annual financial results reports are exempt from review conducted by certified public accountants or an audit firm.

* Proper use of earnings forecasts, and other special matters

The forward-looking statements contained in the forecasts above are based on information available as of the date of this announcement and involve various uncertain factors. Actual results may differ materially due to fluctuations in the price of iron scrap, which is our primary raw material, as well as steel market conditions and other factors. For further details regarding the above forecasts, please refer to page 2 of the attached document, “1. Overview of operating results, etc, (3) Explanation of earnings forecasts and other forward looking statements.”

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1. Overview of operating results, etc.

(1) Overview of operating results for the Six months

During the three months ended September 30, operating income improved compared to the plan, reflecting the expected increase in unit sales prices of products, combined with a lower-than-planned purchase price for iron scrap, our principal raw material. In addition, interim net income also exceeded the plan as a result of progress in asset sales.

(2) Overview of financial position for the Six months

Total assets as of the end of the current interim period decreased by ¥16,552 million from the end of the previous fiscal year to ¥276,442 million. Total liabilities decreased by ¥11,692 million from the end of the previous fiscal year to ¥59,213 million. Total net assets decreased by ¥4,859 million from the end of the previous fiscal year to ¥217,229 million.

(3) Explanation of earnings forecasts and other forward-looking statements

Going forward, as the price revisions implemented by the Company are progressively reflected in product shipment unit prices, we expect operating income to turn positive for the full fiscal year. The Company will continue to prioritize profitability, striving to strengthen its ability to respond swiftly and flexibly to changes in domestic and overseas product supply-demand conditions and raw material circumstances. At the same time, we will work to expand profitability through company-wide efforts to further reduce costs, including reducing the amount of raw materials used in product manufacturing.

In light of the above circumstances, we have revised the full-year earnings forecast announced on July 17, 2026. For details, please refer to the "Notice Regarding Revision of Earnings Forecast" announced on October 16, 2026.

2. Semi-annual Non-consolidated Financial Statements and Primary Notes

(1) Semi-annual Non-consolidated Balance Sheet

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Assets		
Current assets		
Cash and deposits	63,470	41,410
Electronically recorded monetary claims - operating	893	1,491
Accounts receivable - trade	26,556	28,908
Securities	10,500	5,000
Merchandise and finished goods	24,933	28,781
Raw materials and supplies	16,071	20,257
Other	3,067	3,790
Allowance for doubtful accounts	(28)	(31)
Total current assets	145,465	129,609
Non-current assets		
Property, plant and equipment		
Buildings, net	10,710	11,196
Machinery and equipment, net	42,612	42,445
Land	33,027	32,315
Leased assets, net	1,249	1,191
Construction in progress	14,531	16,470
Other, net	9,253	10,077
Total property, plant and equipment	111,385	113,697
Intangible assets	546	520
Investments and other assets		
Investment securities	35,410	31,829
Other	187	785
Total investments and other assets	35,597	32,615
Total non-current assets	147,530	146,832
Total assets	292,995	276,442

(Millions of yen)

	As of March 31, 2026	As of September 30, 2026
Liabilities		
Current liabilities		
Accounts payable - trade	32,567	21,101
Electronically recorded obligations - operating	579	86
Accounts payable - other	4,438	2,969
Accrued expenses	10,659	12,310
Provision for bonuses	780	812
Other	2,540	3,637
Total current liabilities	51,566	40,917
Non-current liabilities		
Provision for retirement benefits	6,118	6,342
Other	13,220	11,953
Total non-current liabilities	19,339	18,296
Total liabilities	70,906	59,213
Net assets		
Shareholders' equity		
Share capital	30,894	30,894
Capital surplus	28,846	28,849
Retained earnings	154,353	154,180
Treasury shares	(11,763)	(14,319)
Total shareholders' equity	202,329	199,604
Valuation and translation adjustments		
Valuation difference on available-for-sale securities	19,759	17,624
Total valuation and translation adjustments	19,759	17,624
Total net assets	222,089	217,229
Total liabilities and net assets	292,995	276,442

(2)Semi-annual Non-consolidated Statement of Income

(Millions of yen)

	For the six months ended September 30, 2025	For the six months ended September 30, 2026
Net sales	133,894	150,422
Cost of sales	115,413	141,001
Gross profit	18,481	9,421
Selling, general and administrative expenses	12,436	12,965
Operating profit (loss)	6,045	(3,543)
Non-operating income		
Interest income	269	352
Dividend income	385	383
Purchase discounts	108	34
Foreign exchange gains	138	-
Other	251	157
Total non-operating income	1,154	928
Non-operating expenses		
Interest expenses	112	80
Foreign exchange losses	-	175
Environmental expenses	48	-
Other	55	78
Total non-operating expenses	216	334
Ordinary profit (loss)	6,983	(2,949)
Extraordinary income		
Gain on sale of non-current assets	0	993
Gain on disposal of non-current assets	2	0
Gain on sale of investment securities	-	5,190
Total extraordinary income	3	6,184
Extraordinary losses		
Loss on disposal of non-current assets	383	266
Suspension loss of operations	498	-
Total extraordinary losses	882	266
Profit before income taxes	6,104	2,968
Income taxes - current	1,524	443
Income taxes - deferred	11	134
Total income taxes	1,535	578
Profit	4,568	2,389

(3) Notes to Semi-annual Non-consolidated Financial Statements

(Notes on going concern assumption)

Not applicable.

(Notes on significant changes in the amount of shareholder's equity)

Based on a resolution adopted at the Board of Directors meeting held on April 24, 2026, the Company purchased 1,500,000 shares of its own stock during the period from May 1, 2026 to September 30, 2026. As a result, treasury stock increased by ¥2,591 million during the current interim accounting period.

(Changes in Accounting Policies)

Not applicable.

(Notes on Segment Information, etc.)

As the Company operates in a single segment, the steel business, disclosure is omitted.

(Significant Subsequent Events)

Not applicable.

3. Supplementary information

(Comparative production volume)

(in thousands of metric tons)

Article \ period	Six months ended September 30, 2025	Six months ended September 30, 2026
Steel making	1,504	1,611
Rolling	1,370	1,492

(Comparative sales volume)

Article \ period	Six months ended September 30, 2025			Six months ended September 30, 2026		
	Volume (in thousands of metric tons)	Unit price (thousand yen)	Amount (millions of yen)	volume (in thousands of metric tons)	Unit price (thousand yen)	Amount (millions of yen)
Products	1,361	95.7	130,241	1,468	100.4	147,516
(of which export)	(199)	(84.0)	(16,730)	(266)	(100.4)	(26,737)
Others	71	50.9	3,653	59	49.0	2,906
(of which export)	(6)	(75.7)	(457)	(-)	(-)	(-)
Total	1,432	93.4	133,894	1,528	98.4	150,422
(of which export)	(205)	(83.8)	(17,187)	(266)	(100.4)	(26,737)

(Capital expenditures, etc.)

(in billions of yen)

Item \ period	Six months ended September 30, 2025	Six months ended September 30, 2026
Depreciation and amortization	3.9	4.3
Capital expenditures for property, plant and equipment	12.1	7.6