

# POSCO and its subsidiaries

Interim condensed consolidated financial statements  
for each of the nine-month periods ended September 30, 2025 and 2024  
with the independent auditor's review report

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## **Report on review of interim condensed consolidated financial statements**

(English translation of a report originally issued in Korean)

### **The Stockholder and Board of Directors POSCO**

We have reviewed the accompanying interim condensed consolidated financial statements of POSCO (the “Company”) and its subsidiaries (collectively referred to as the “Group”), which comprise the interim condensed consolidated statement of financial position as of September 30, 2025, and the related interim condensed consolidated statements of comprehensive income for each of the three-month and nine-month periods ended September 30, 2025 and 2024, interim condensed consolidated statements of changes in equity and interim condensed consolidated statements of cash flows for each of the nine-month periods ended September 30, 2025 and 2024, and a summary of material accounting policies and other explanatory information.

### **Management’s responsibility for the interim condensed consolidated financial statements**

Management is responsible for the preparation and presentation of these interim condensed consolidated financial statements in accordance with International Financial Reporting Standards as adopted by the Republic of Korea (“KIFRS”) 1034 *Interim Financial Reporting*, and for such internal control as management determines is necessary to enable the preparation of interim financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor’s responsibility**

Our responsibility is to express a conclusion on these interim condensed consolidated financial statements based on our review.

We conducted our review in accordance with the Review Standards for Quarterly and Semiannual Financial Statements established by the Securities and Futures Commission of the Republic of Korea. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing (“KSA”) and, consequently, does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim condensed consolidated financial statements are not prepared, in all material respects, in accordance with KIFRS 1034 *Interim Financial Reporting*.

### **Other matters**

We have audited the consolidated statement of financial position of the Group as of December 31, 2024, and the related consolidated statement of comprehensive income, consolidated statement of changes in equity and consolidated statement of cash flows for the year then ended (not presented herein), in accordance with KSA, and our report dated March 12, 2025 expressed an unqualified opinion thereon. The accompanying consolidated statement of financial position as of December 31, 2024, presented for comparative purposes, is not different, in all material respects, from the above audited consolidated statement of financial position.

November 11, 2025

<p>This review report is effective as of November 11, 2025, the independent auditor's review report date. Accordingly, certain material subsequent events or circumstances may have occurred during the period from the date of the independent auditor's review report to the time this review report is used. Such events and circumstances could significantly affect the accompanying interim condensed consolidated financial statements and may result in modification to this review report.</p>
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## **POSCO and its subsidiaries**

Interim condensed consolidated financial statements  
for each of the nine-month periods ended September 30, 2025 and 2024

“The accompanying interim condensed consolidated financial statements, including all footnotes and disclosures, have been prepared by, and are the responsibility of, the Group.”

Hee-Geun Lee  
Chief Executive Officer  
POSCO

# POSCO and its subsidiaries

## Interim condensed consolidated statements of financial position as of September 30, 2025 (unaudited) and December 31, 2024

(in millions of Won)

	<u>Notes</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>
<b>Assets</b>			
Cash and cash equivalents	20	₩ 2,418,428	2,435,951
Trade accounts and notes receivable, net	4,20,23	4,772,454	4,868,534
Other receivables, net	5,20	724,475	863,292
Other short-term financial assets	6,20	3,701,760	4,092,620
Inventories	7	8,602,818	9,447,667
Current income tax assets		35,977	44,881
Assets held for sale	8	5,872	-
Other current assets	13	191,140	145,693
<b>Total current assets</b>		<u>20,452,924</u>	<u>21,898,638</u>
Long-term trade accounts and notes receivable, net	4,20,23	14,600	10,634
Other receivables, net	5,20	340,379	333,589
Other long-term financial assets	6,20	938,344	935,714
Investments in subsidiaries, associates and joint ventures	9	137,286	70,599
Investment property, net	10	36,353	55,062
Property, plant and equipment, net	11	24,457,940	25,195,316
Intangible assets, net	12	570,675	466,992
Defined benefit assets, net	18	188,504	242,940
Deferred tax assets		2,233,991	2,168,515
Other non-current assets	13	10,695	34,847
<b>Total non-current assets</b>		<u>28,928,767</u>	<u>29,514,208</u>
<b>Total assets</b>		₩ <u>49,381,691</u>	<u>51,412,846</u>

(continued)

# POSCO and its subsidiaries

## Interim condensed consolidated statements of financial position, continued as of September 30, 2025 (unaudited) and December 31, 2024

(in millions of Won)

	<u>Notes</u>	<u>September 30, 2025</u>	<u>December 31, 2024</u>
<b>Liabilities</b>			
Trade accounts and notes payable	20	₩ 3,311,815	4,186,525
Short-term borrowings and current installments of long-term borrowings	14,20	3,434,580	3,522,204
Other payables	15,20	1,527,307	1,764,862
Other short-term financial liabilities	16	9	-
Current income tax liabilities		131,354	205,096
Provisions	17	50,036	51,289
Other current liabilities	19,23	168,170	214,008
<b>Total current liabilities</b>		<u>8,623,271</u>	<u>9,943,984</u>
Long-term borrowings, excluding current installments	14,20	6,190,322	7,312,602
Other payables	15,20	537,563	636,863
Defined benefit liabilities, net	18	40,529	24,932
Deferred tax liabilities		38,294	37,664
Long-term provisions	17	77,215	87,930
Other non-current liabilities	19,23	344	1,472
<b>Total non-current liabilities</b>		<u>6,884,267</u>	<u>8,101,463</u>
<b>Total liabilities</b>		<u>15,507,538</u>	<u>18,045,447</u>
<b>Equity</b>			
Share capital	21	482,403	482,403
Capital surplus	21	22,687,843	22,705,568
Accumulated other comprehensive income	22	284,199	242,066
Retained earnings		9,505,809	8,955,007
<b>Equity attributed to owners of the controlling company</b>		<u>32,960,254</u>	<u>32,385,044</u>
<b>Non-controlling interests</b>		<u>913,899</u>	<u>982,355</u>
<b>Total equity</b>		<u>33,874,153</u>	<u>33,367,399</u>
<b>Total liabilities and equity</b>	₩	<u>49,381,691</u>	<u>51,412,846</u>

*The accompanying notes are an integral part of the interim condensed consolidated financial statements.*

# POSCO and its subsidiaries

## Interim condensed consolidated statements of comprehensive income

for each of the three-month and the nine-month periods ended September 30, 2025 and 2024 (Unaudited)

		For the three-month periods ended September 30		For the nine-month periods ended September 30	
(in millions of Won, except per share informations)	Notes	2025	2024	2025	2024
Revenue	23 W	10,881,039	11,206,871	33,227,993	33,487,492
Cost of sales	27	(9,807,669)	(10,356,432)	(30,280,054)	(31,082,393)
Gross profit		1,073,370	850,439	2,947,939	2,405,099
Selling and administrative expenses					
Other administrative expenses	24,27	(301,554)	(299,111)	(898,400)	(858,924)
Selling expenses	24,27	(83,247)	(74,128)	(240,598)	(215,849)
Operating profit		688,569	477,200	1,808,941	1,330,326
Share of loss of equity-accounted investees, net	9	(1,486)	(1,296)	(5,606)	(2,074)
Finance income and costs					
Finance income	20,25	24,585	389,689	880,277	1,445,104
Finance costs	20,25	(63,280)	(367,639)	(1,115,615)	(1,503,183)
Other non-operating income and expenses					
Other non-operating income	26	24,033	(8,214)	62,680	35,760
Other non-operating expenses	26,27	(63,137)	(154,748)	(215,151)	(341,217)
Profit before income tax		609,284	334,992	1,415,526	964,716
Income tax expense	28	(134,048)	(104,703)	(359,180)	(246,428)
Profit for the period		475,236	230,289	1,056,346	718,288
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss:					
Remeasurements of defined benefit plans	18	(327)	1,749	(637)	6,851
Net changes in fair value of equity investments at fair value through other comprehensive income	20,22	54,572	9,777	162,787	43,103
Foreign currency translation differences		22,120	(18,378)	(23,902)	14,882
Items that are or may be reclassified subsequently to profit or loss:					
Foreign currency translation differences		47,233	(6,013)	(118,512)	88,610
Capital adjustment arising from investments in equity-accounted investees	9	3,934	(799)	(2,242)	2,225
Other comprehensive income, net of tax		127,532	(13,664)	17,494	155,671
Total comprehensive income	W	602,768	216,625	1,073,840	873,959
Profit for the period attributable to:					
Owners of the controlling company	W	475,896	257,353	1,077,881	785,379
Non-controlling interests		(660)	(27,064)	(21,535)	(67,091)
Profit for the period	W	475,236	230,289	1,056,346	718,288
Total comprehensive income attributable to:					
Owners of the controlling company	W	581,012	262,087	1,120,304	926,270
Non-controlling interests		21,756	(45,462)	(46,464)	(52,311)
Total comprehensive income	W	602,768	216,625	1,073,840	873,959
Earnings per share (in Won)	29				
Basic earnings per share (in Won)		4,933	2,667	11,172	8,140
Diluted earnings per share (in Won)	W	4,933	2,667	11,172	8,140

The accompanying notes are an integral part of the interim condensed consolidated financial statements.



## POSCO and its subsidiaries

### Interim condensed consolidated statements of changes in equity

for each of the nine-month periods ended September 30, 2025 and 2024 (unaudited)

(in millions of Won)

(in millions of Won)	Attributable to owners of the controlling company					Non-cotrolling interests	Total	
	Share capital	Capital surplus	Capital adjustments	Retained earnings	Subtotal			
Balance as of January 1, 2024	₩	482,403	22,659,008	(22,112)	8,753,924	31,873,223	977,746	32,850,969
Comprehensive income:								
Profit for the period		-	-	-	785,379	785,379	(67,091)	718,288
Other comprehensive income (loss)								
Remeasurements of defined benefit plans, net of tax		-	-	-	6,999	6,999	(148)	6,851
Capital adjustment arising from investments in equity-accounted investees, net of tax		-	-	2,178	-	2,178	47	2,225
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax		-	-	43,103	-	43,103	-	43,103
Foreign currency translation differences, net of tax		-	-	88,610	-	88,610	14,882	103,492
Transactions with owners of the controlling company, recognized directly in equity:								
Year-end dividends		-	-	-	(589,786)	(589,786)	(5,828)	(595,614)
Interim dividends		-	-	-	(298,222)	(298,222)	-	(298,222)
Shared based payments		-	14,623	-	-	14,623	-	14,623
Others		-	150	-	9	159	(3,627)	(3,468)
Balance as of September 30, 2024	₩	482,403	22,673,781	111,779	8,658,303	31,926,266	915,981	32,842,247

(continued)

## POSCO and its subsidiaries

### Interim condensed consolidated statements of changes in equity, continued

for each of the nine-month periods ended September 30, 2025 and 2024 (unaudited)

(in millions of Won)

	Attributable to owners of the controlling company					Non-cotrolling interests	Total
	Share capital	Capital surplus	Capital adjustments	Retained earnings	Subtotal		
<b>Balance as of January 1, 2025</b>	₩ 482,403	22,705,568	242,066	8,955,007	32,385,044	982,355	33,367,399
<b>Comprehensive income:</b>							
Profit for the period	-	-	-	1,077,881	1,077,881	(21,535)	1,056,346
Other comprehensive income (loss)							
Remeasurements of defined benefit plans, net of tax	-	-	-	393	393	(1,030)	(637)
Capital adjustment arising from investments in equity-accounted investees, net of tax	-	-	(2,245)	-	(2,245)	3	(2,242)
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax	-	-	162,890	(103)	162,787	-	162,787
Foreign currency translation differences, net of tax	-	-	(118,512)	-	(118,512)	(23,902)	(142,414)
<b>Transactions with owners of the controlling company, recognized directly in equity:</b>							
Year-end dividends	-	-	-	(332,858)	(332,858)	(8,866)	(341,724)
Interim dividends	-	-	-	(194,505)	(194,505)	-	(194,505)
Changes in ownership interest in subsidiaries	-	(1,111)	-	-	(1,111)	(16,289)	(17,400)
Business combination	-	(16,614)	-	-	(16,614)	3,361	(13,253)
Others	-	-	-	(6)	(6)	(198)	(204)
<b>Balance as of September 30, 2025</b>	₩ 482,403	22,687,843	284,199	9,505,809	32,960,254	913,899	33,874,153

*The accompanying notes are an integral part of the interim condensed consolidated financial statements.*

# POSCO and its subsidiaries

## Interim condensed consolidated statements of cash flows

for each of the nine-month periods ended September 30, 2025 and 2024

(unaudited)

(in millions of Won)

	Notes	September 30, 2025	September 30, 2024
<b>Cash flows from operating activities</b>			
Profit	₩	1,056,346	718,288
Adjustments for :			
Depreciation		2,124,904	2,026,101
Amortization		40,559	73,825
Finance income		(529,341)	(1,063,782)
Finance costs		743,752	1,126,865
Income tax expense		359,179	246,428
Impairment loss on property, plant and equipment		66,178	180,546
Gain on disposal of property, plant and equipment		(24,113)	(8,776)
Loss on disposal of property, plant and equipment		81,832	103,011
Impairment loss on intangible assets		11	11
Loss on disposal of intangible assets		10	20
Share of loss of equity-accounted investees		5,606	2,074
Gain on disposal of subsidiaries, associates and joint ventures		(118)	-
Gain on disposal of assets held for sale		(1,524)	(705)
Expenses related to post-employment benefit		97,227	89,394
Impairment loss on trade and other receivables		531	17,999
Loss on valuation of inventories		94,081	55,897
Increase to provisions		9,068	15,884
Gain on insurance settlement		(9,968)	-
Others, net		(3,963)	(265)
Changes in operating assets and liabilities	32	(173,187)	67,651
Interest received		136,308	114,752
Interest paid		(491,540)	(459,441)
Dividends received		26,575	23,569
Income taxes paid		(551,123)	(143,265)
Net cash provided by operating activities	₩	3,057,290	3,186,081

(continued)

# POSCO and its subsidiaries

## Interim condensed consolidated statements of cash flows, continued

for each of the nine-month periods ended September 30, 2025 and 2024

(unaudited)

(in millions of Won)

	Notes	September 30, 2025	September 30, 2024
<b>Cash flows from investing activities</b>			
Acquisition of short-term financial instruments	₩	(8,555,058)	(4,619,085)
Proceeds from disposal of short-term financial instruments		9,075,218	6,810,167
Increase in loans		(16,294)	(18,191)
Collection of loans		22,412	17,652
Acquisition of securities		(704,287)	(1,014,756)
Proceeds from disposal of securities		410,583	373,618
Proceeds from disposal of long-term financial instruments		-	(2)
Acquisition of investments in associates and joint ventures		(82,461)	-
Proceeds from disposal of investments in associates and joint ventures		118	-
Acquisition of property, plant and equipment		(1,706,826)	(2,617,932)
Proceeds from disposal of property, plant and equipment		(33,072)	(68,695)
Acquisition of intangible assets		(93,214)	(35,968)
Proceeds from disposal of intangible assets		13	40
Collection of lease receivables		9,136	8,674
Proceeds from disposal of assets held for sale		1,524	1,740
Cash outflows due to business combinations, net of cash acquired		(21,275)	-
Cash inflow from insurance claim		9,968	-
Acquisition of deposits		(7,094)	-
Collection of deposits		2,698	-
Cash outflow from other investing activities		(14,624)	(2,984)
Net cash used in investing activities	₩	(1,702,535)	(1,165,722)
<b>Cash flows from financing activities</b>			
Proceeds from borrowings		3,452,980	3,657,801
Repayment of borrowings		(4,375,005)	(4,320,514)
Payment of cash dividends		(536,228)	(893,835)
Repayment of lease liabilities		(82,427)	(79,379)
Decrease in derivatives		194,273	166,264
Acquisition of non-controlling interests		(17,400)	-
Others, net		1,427	(6,776)
Net cash flows used in financing activities	₩	(1,362,380)	(1,476,439)
<b>Effect of exchange rate fluctuation on cash held</b>		(9,898)	3,790
<b>Net increase(decrease) in cash and cash equivalents</b>		(17,523)	547,710
<b>Cash and cash equivalents at beginning of the period</b>		2,435,951	2,426,344
<b>Cash and cash equivalents at end of the period</b>	₩	2,418,428	2,974,054

The accompanying notes are an integral part of the interim condensed consolidated financial statements.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements

September 30, 2025 and 2024

(unaudited)

### 1. General Information

General information about POSCO (the "Company"), the controlling company in accordance with KIFRS 1110, its 15 domestic subsidiaries including POSCO STEELEON CO., Ltd, 26 foreign subsidiaries including POSCO YAMATO VINA STEEL JOINT STOCK COMPANY and its 16 associates (collectively referred to as the "Group") is as follows:

#### (a) The controlling company

POSCO, the controlling company, was newly established with the purpose of production and sales of steel rolled products and plates, upon a vertical spin-off of steel business of POSCO HOLDINGS INC. ("Pre-spin off Company", known as POSCO before spin-off, the surviving company) on March 1, 2022 (the date of spin-off). As of September 30, 2025, POSCO is wholly owned by POSCO HOLDINGS INC. (ownership percentage: 100%).

#### (b) Consolidated subsidiaries

Details of the Group's consolidated subsidiaries as of September 30, 2025 and December 31, 2024 are as follows:

	Principal operations	Ownership (%)						Region
		September 30, 2025			December 31, 2024			
		POSCO	Subsidiaries	Total	POSCO	Subsidiaries	Total	
[Domestic]								
POSCO STEELEON Co., Ltd.(*1)	Coated steel manufacturing	56.87	-	56.87	56.87	-	56.87	Pohang
eNtoB Corporation	Electronic commerce	69.32	-	69.32	69.32	-	69.32	Seoul
POSCO M-TECH(*2, 3)	Packing materials							
	manufacturing and sales	48.85	-	48.85	48.85	-	48.85	Pohang
PNR	Steel by product processing and sales	70.00	-	70.00	70.00	-	70.00	Pohang
POSCO Humans	Business assistance service	100.00	-	100.00	100.00	-	100.00	Pohang
POSCO PS Tech	Maintenance service	100.00	-	100.00	100.00	-	100.00	Pohang
POSCO PR Tech	Maintenance service	100.00	-	100.00	100.00	-	100.00	Pohang
POSCO PH Solution	Maintenance service	100.00	-	100.00	100.00	-	100.00	Pohang
POSCO GYS Tech	Maintenance service	100.00	-	100.00	100.00	-	100.00	Gwangyang
POSCO GYR Tech	Maintenance service	100.00	-	100.00	100.00	-	100.00	Gwangyang
POSCO GY Solution	Maintenance service	100.00	-	100.00	100.00	-	100.00	Gwangyang
Pohang Scrap Recycling Distribution Center Co., Ltd.	Steel processing and sales	51.00	-	51.00	-	-	-	Pohang
CHEMGAS KOREA CO.,LTD	Industrial gas manufacturing and sales	100.00	-	100.00	-	-	-	Eumseong
POSCO Stainless Precision & Processing eSteel4U	Steel processing and sales	100.00	-	100.00	-	-	-	Ansan
	Steel wholesale and retail trade	61.12	-	61.12	-	-	-	Incheon
[Foreign]								
POSCO (Thailand) Company.Ltd	Steel processing and sales	100.00	-	100.00	100.00	-	100.00	Thailand
POSCO-MKPC SDN BHD	Steel processing and sales	70.00	-	70.00	70.00	-	70.00	Malaysia
POSCO-India Private Limited	Steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	India
POSCO-VIETNAM Co., Ltd.	Steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	Vietnam
POSCO-Poland Wroclaw								
Processing Center Sp. z o. o.	Steel processing and sales	60.00	-	60.00	60.00	-	60.00	Poland
POSCO Thainox Public Company Limited	STS cold-rolled steel manufacturing and sales	74.56	-	74.56	74.56	-	74.56	Thailand
POSCO(Chongqing) Automotive Processing Center Co., Ltd.	Steel processing and sales	90.00	-	90.00	90.00	-	90.00	China
POSCO-Malaysia SDN. BHD.	Steel processing and sales	81.79	-	81.79	81.79	-	81.79	Malaysia
Myanmar POSCO C&C Company.Limited.	Steel processing and sales	-	70.00	70.00	-	70.00	70.00	Myanmar
POSCO COATED STEEL (THAILAND) CO., LTD.	Automotive steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	Thailand
POSCO ChengDu Processing Center(*2)	Steel processing and sales	33.00	-	33.00	33.00	-	33.00	China
POSCO Philippine Manila Processing Center, Inc.	Steel processing and sales	100.00	-	100.00	100.00	-	100.00	Philippines
POSCO TNPC Otomotiv Celik San. Ve Tic. A.S	Steel processing and sales	100.00	-	100.00	100.00	-	100.00	Turkiye
POSCO BRAZIL LTDA	Office Administration, Management Consulting	100.00	-	100.00	100.00	-	100.00	Brazil
POSCO YAMATO VINA STEEL JOINT STOCK COMPANY	Steel manufacturing and sales	51.00	-	51.00	51.00	-	51.00	Vietnam
Port Hedland Green Steel Pty Ltd	Other iron and steel manufacturing	100.00	-	100.00	100.00	-	100.00	Australia
POSCO MEXICO S.A. DE C.V.	Automotive steel manufacturing and sales	83.28	-	83.28	83.28	-	83.28	Mexico
PT. POSCO INDONESIA JAKARTA PROCESSING CENTER	Steel processing and sales	70.51	-	70.51	70.51	-	70.51	Indonesia
PT. KRAKATAU POSCO(*2)	Steel manufacturing and sales	50.00	-	50.00	50.00	-	50.00	Indonesia
POSCO-Mexico Villagran Wire-rod Processing Center	Steel processing and sales	56.75	-	56.75	56.75	-	56.75	Mexico
PT.KRAKATAU POSCO SOCIAL ENTERPRISE SERVICES INDONESIA	Social enterprise	-	99.91	99.91	-	99.91	99.91	Indonesia
POSCO Maharashtra Steel Private Limited	Steel manufacturing and sales	100.00	-	100.00	100.00	-	100.00	India
POSCO-India Pune Processing Center Private Limited	Steel processing and sales	65.00	35.00	100.00	65.00	-	65.00	India
POSCO ASSAN TST STEEL INDUSTRY Inc.	Steel processing and sales	60.00	-	60.00	60.00	-	60.00	Turkiye
POSCO INDIA PROCESSING CENTER PRIVATE LIMITED	Steel processing and sales	93.34	1.98	95.32	93.34	1.98	95.32	India
POSCO-INDIA STEEL DISTRIBUTION CENTER PRIVATE LIMITED	Steel logistics	-	100.00	100.00	-	100.00	100.00	India

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

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#### 1. General Information (cont'd)

- (\*1) Excluding the treasury shares held as of September 30, 2025, the controlling company's ownership with voting rights amounts to 56.96%.
- (\*2) As of September 30, 2025, the Group classified the entities as subsidiaries, considering additional facts and circumstances, such as the relative size of the voting rights held by the Group, structure of its Board of Directors and the degree of diversification of other voting rights holders, although the Group holds less than half of the voting rights of the entities.
- (\*3) Excluding the treasury shares held as of September 30, 2025, the controlling company's ownership with voting rights amounts to 48.85%

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 1. General Information (cont'd)

#### (c) Details of associates

Details of the Group's associates as of September 30, 2025 and December 31, 2024 are as follows:

Investee	Category of business	Ownership (%)		Region
		September 30, 2025	December 31, 2024	
[Domestic]				
DAEHO GLOBAL MANAGEMENT CO., LTD.	Investment advisory service	35.82	35.82	Pohang
Pohang Special Welding Co., Ltd.	Welding material and tools manufacturing and sales	50.00	50.00	Pohang
FEWM CO., LTD.(*1)	Industrial gas manufacturing and sales	40.00	-	Yongin
POSCO CVC 1st Fund(*2,3)	New technology business investment association	80.00	-	Pohang
[Foreign]				
POSK(Pinghu) Steel Processing Center Co., Ltd.	Steel processing and sales	20.00	20.00	China
LLP POSUK TITANIUM	Titanium raw material manufacturing and sales	33.90	33.90	Kazakhstan
POSCO (SUZHOU) STEEL PROCESSING CENTER CO.,LTD.	Steel processing and sales	30.00	30.00	China
SUZHOU POSCO-CORE TECHNOLOGY CO., LTD.(*4)	Steel processing and sales	-	23.82	China
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER	Steel processing and sales	30.00	30.00	Slovakia
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD(*5)	Steel processing and sales	17.50	17.50	China
POSCO Vietnam Processing Center. Co.,Ltd(*5)	Steel processing and sales	9.17	9.17	Vietnam
NS-Thainox Auto Co., Ltd.	STS cold-rolled steel sales and Distribution	49.00	49.00	Thailand
POS-SeAH Steel Wire (Thailand) Co., Ltd.	Steel manufacturing and sales	25.00	25.00	Thailand
SAMHWAN VINA CO., LTD(*5)	Steel manufacturing and sales	17.26	17.26	Vietnam
Brazil Sao Paulo Steel Processing Center	Steel processing and sales	25.00	25.00	Brazil
POSCO-POGGENAMP ELECTRICAL STEEL PRIVATE LIMITED(*6)	Steel processing and sales	-	26.00	India
POSCO INTERNATIONAL INDIA E-MOBILITY	Steel processing and sales	26.00	26.00	India
M RES NSW HCC II Pty Ltd(*2,7)	Overseas mining investment	80.00	-	Australia

(\*1) Newly acquired for the nine-month period ended September 30, 2025.

(\*2) Newly established for the nine-month period ended September 30, 2025.

(\*3) As of September 30, 2025, the entity is classified as an associate considering that the Company cannot exercise control over the entity as a limited partner even though the Company's percentage of ownership is more than 50%.

(\*4) Classified as assets held for sale for the nine-month period ended September 30, 2025.

(\*5) As of September 30, 2025, the entity is classified as an associate as the Company has determined that it has significant influence over the entity considering the composition of board of directors and others even though the Company's percentage of ownership is less than 20%.

(\*6) Excluded from associates after being disposed of during the nine-month period ended September 30, 2025.

(\*7) As of September 30, 2025, the entity is classified as an associate as the Company has determined that it has significant influence considering the composition of board of directors even though the Company's percentage of ownership is more than 50%.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 1. General Information (cont'd)

#### (d) New subsidiaries

Details of the Group's consolidated subsidiaries newly included for the nine-month period ended September 30, 2025 are as follows:

Company	Date of inclusion	Ownership(%)	Reason
Pohang Scrap Recycling Distribution Center Co., Ltd.	May 2025	51.00%	Acquired from POSCO INTERNATIONAL Corporation
CHEMGAS KOREA CO.,LTD	July 2025	100.00%	Newly included
eSteel4U	August 2025	61.10%	Acquired from POSCO INTERNATIONAL Corporation
POSCO Stainless Precision & Processing	August 2025	100.00%	Newly included

#### (e) Loss of controls

There are no subsidiaries for which the Group has lost control for the nine-month period ended September 30, 2025.

### 2. Basis of Preparation

#### Statement of compliance

POSCO and its subsidiaries (collectively referred to as the "Group") prepares its statutory interim condensed consolidated financial statements in the Korean language in accordance with International Financial Reporting Standards as adopted by the Republic of Korea ("KIFRS") 1034 *Interim Financial Reporting*, enacted based on the *Act on External Audit of Stock Companies*. The accompanying interim condensed consolidated financial statements have been translated into English from the Korean language financial statements. In the event of any differences in interpreting the financial statements or the independent auditor's review report thereon, the Korean version, which is used for regulatory reporting purposes, shall prevail.



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 2. Basis of Preparation (cont'd)

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The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements. Selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in financial position and performance of the Group since the last annual consolidated financial statements as of and for the year ended December 31, 2024.

#### Use of estimates and judgments

##### (a) Judgments, assumptions and estimation uncertainties

The preparation of the interim condensed consolidated financial statements in conformity with KIFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates. If estimates and assumptions that are based on management's best judgment at the end of the interim reporting period differ from the actual environment, actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis, and revisions to accounting estimates are recognized in the period in which the estimates are revised and in any future periods affected.

The significant judgments made by management in applying the Group's accounting policies and the key sources of estimation uncertainty were the same as those described in the last annual financial statements.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 2. Basis of Preparation (cont'd)

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#### (b) Measurement of fair value

A number of the Group's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Group has an established control framework with respect to the measurement of fair values. This includes a valuation team that has overall responsibility for overseeing all significant fair value measurements, including Level 3 fair values, and reports directly to the CFO.

The valuation team regularly reviews significant unobservable inputs and valuation adjustments. If third party information, such as broker quotes or pricing services, is used to measure fair values, then the valuation team assesses the evidence obtained from the third parties to support the conclusion that such valuations meet the requirements of KIFRS including the level in the fair value hierarchy in which such valuation techniques should be classified.

Significant valuation issues are reported to the Group's Audit Committee.

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

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#### 2. Basis of Preparation (cont'd)

When measuring the fair value of an asset or a liability, the Group uses market observable data as far as possible. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows.

- Level 1 – quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 – inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3 – inputs for the asset or liability that are not based on observable market data (unobservable inputs).

If the inputs used to measure the fair value of an asset or a liability might be categorized in different levels of the fair value hierarchy, then the fair value measurement is categorized in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement. The Group recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

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### 3. Summary of Material Accounting Policies

Except as described in KIFRS 1034 *Interim Financial Reporting* and below, the accounting policies applied by the Group in these interim condensed consolidated financial statements are the same as those applied by the Group in its consolidated financial statements as of and for the year ended December 31, 2024. The changes in accounting policies described below are expected to be applied to the consolidated financial statements as of and for the year ending December 31, 2025.

#### Changes in accounting policies

- 1) Amendments to KIFRS 1021 *The Effects of Changes in Foreign Exchange Rates – Lack of Exchangeability*

The amendments to KIFRS 1021 *The Effects of Changes in Foreign Exchange Rates* specify how an entity should assess whether a currency is exchangeable and how it should determine a spot exchange rate when exchangeability is lacking.

The amendments also require the disclosure of information that enables users of the financial statements to understand how the currency that is not exchangeable into another currency affects, or is expected to affect, the entity's financial performance, financial position, and cash flows.

The amendments will be effective for annual reporting periods beginning on or after January 1, 2025. When applying the amendments, the Group cannot restate comparative information. The amendments are not expected to have any material impact on the Group's interim condensed consolidated financial statements.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 4. Trade Accounts and Notes Receivable

Details of trade accounts and notes receivable as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
<b>Current</b>			
Trade accounts and notes receivable	₩	4,787,743	4,884,992
Less: Allowance for doubtful accounts		<u>(15,289)</u>	<u>(16,458)</u>
	₩	<u>4,772,454</u>	<u>4,868,534</u>
<b>Non-current</b>			
Trade accounts and notes receivable	₩	34,571	30,078
Less: Present value discount		<u>(1,666)</u>	<u>(316)</u>
Less: Allowance for doubtful accounts		<u>(18,305)</u>	<u>(19,128)</u>
	₩	<u>14,600</u>	<u>10,634</u>

The Group discounted its trade receivables in accordance with factoring agreement entered into with financial institutions. These trade accounts and notes receivable have not been derecognized from the statement of financial position because the Group retains substantially all of the risks and rewards associated with the transferred assets. The amounts received on transfer have been recognized as secured borrowings. As of September 30, 2025 and December 31, 2024, the carrying amount of such secured borrowings before elimination of intercompany transactions are ₩254,462 million and ₩56,079 million, respectively, which are presented in the statements of financial position as short-term borrowings (see Note 14) .

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 5. Other Receivables

Details of other receivables as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
<b>Current</b>			
Loans	₩	24,503	25,683
Other accounts receivable		546,380	647,592
Lease receivables		12,620	12,121
Accured income		141,840	177,763
Others		3,227	3,947
Less: Allowance for doubtful accounts		(4,095)	(3,814)
	₩	<u>724,475</u>	<u>863,292</u>
<b>Non-current</b>			
Loans	₩	49,257	56,452
Other accounts receivable		7,666	9,156
Accured income		206,423	188,089
Deposits		64,174	59,034
Lease receivables		37,191	46,568
Less: Allowance for doubtful accounts		(24,332)	(25,710)
	₩	<u>340,379</u>	<u>333,589</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 6. Other Financial Assets

(a) Details of other financial assets as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
<b>Current</b>			
Derivative assets	₩	118,081	301,242
Debt securities		696,964	400,000
Deposit instruments(*1)		2,427,645	2,977,402
Short-term financial instruments(*1)		459,070	413,976
	₩	<u>3,701,760</u>	<u>4,092,620</u>
<b>Non-current</b>			
Derivative assets	₩	238,989	453,652
Equity securities		688,978	468,418
Debt securities		-	3,217
Other securities(*2)		10,068	10,091
Deposit instruments(*1)		124	123
Long-term financial instruments(*1)		185	213
	₩	<u>938,344</u>	<u>935,714</u>

(\*1) As of September 30, 2025 and December 31, 2024, financial instruments amounting to ₩309 million and ₩369 million, respectively, are restricted in use for financial arrangements, pledge and others.

(\*2) As of September 30, 2025 and December 31, 2024, ₩1,227 million and ₩213 million of other securities have been provided as collateral for business of automation of packaging facilities.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 6. Other Financial Assets (cont'd)

(b) Details of equity securities as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)

	September 30, 2025					December 31, 2024	
	Number of shares	Ownership (%)	Acquisition cost	Fair value	Net changes in fair value of equity securities	Book value	Book value
<b>Marketable equity securities</b>							
SAMWONSTEEL Co., Ltd.	5,700,000	14.25	W 14,878	13,794	(1,084)	13,794	13,367
YODOGAWA STEEL WORKS, LTD.	3,000,000	1.72	13,842	36,777	22,935	36,777	31,522
DONGKUK INDUSTRIES CO., LTD.	2,611,989	4.82	12,852	7,679	(5,173)	7,679	11,571
PT.Krakatau Steel	236,625,000	1.22	6,876	6,209	(667)	6,209	2,177
AJUSTEEL Co., Ltd.	510,000	1.93	4,600	1,823	(2,777)	1,823	1,981
dhSteel	1,564,296	7.21	4,224	2,910	(1,314)	2,910	698
Woori Financial Group Inc.	20,280,000	2.73	261,638	526,266	264,628	526,266	311,704
Others (5 companies)			14,616	11,609	(3,007)	11,609	12,731
			333,526	607,067	273,541	607,067	385,751
<b>Non-marketable equity securities</b>							
TAECHANG STEEL	99,999	10.99	8,845	8,845	-	8,845	8,845
Pinetree PosMagnesium Co., Ltd.	11,144,000	19.90	8,794	8,794	-	8,794	8,794
WINSTEEL CO.	342,577	10.00	8,060	8,060	-	8,060	8,060
KOH-A JUNG GONG CO., LTD.	490,000	19.84	7,573	7,573	-	7,573	7,573
POONGSAN SPECIAL METAL CO., LTD.	315,790	5.00	7,556	7,556	-	7,556	7,556
DK Corporation	55,000	4.91	7,446	7,446	-	7,446	7,446
DaeSung SnM Co., Ltd.	50,567	8.21	7,237	7,237	-	7,237	7,237
Others (19 companies)			29,104	26,400	(2,704)	26,400	27,156
			84,615	81,911	(2,704)	81,911	82,667
W			418,141	688,978	270,837	688,978	468,418



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 7. Inventories

(a) Details of inventories as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
Finished goods	₩	1,845,714	2,178,803
Merchandise		103,728	39,832
Semi-finished goods		2,069,868	2,162,964
Raw materials		2,198,660	2,515,302
Fuel and materials		892,817	790,243
Materials-in-transit		1,558,299	1,791,284
Others		27,813	28,374
		8,696,899	9,506,802
Less: Allowance for inventories valuation(*1)		(94,081)	(59,135)
	₩	8,602,818	9,447,667

(\*1) The amounts of loss on valuation of inventories recognized in cost of sales for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are ₩94,081 million and ₩59,135 million, respectively.

(b) Details of allowances for valuation on inventories as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
Finished goods	₩	39,339	49,059
Merchandise		5,154	289
Semi-finished goods		4,803	1,984
Raw materials		44,577	7,628
Others		208	175
	₩	94,081	59,135

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 8. Assets Held for Sales

Details of assets held for sales as of September 30, 2025 are as follows:

*(in millions of Won)*

		<b><u>September 30, 2025</u></b>
Investments in associates(*1)	₩	5,871
Property, plant and equipment, net(*2)		1
	₩	<u>5,872</u>

(\*1) For the nine-month period ended September 30, 2025, investments in the associate SUZHOU POSCO-CORE TECHNOLOGY CO., LTD. was reclassified as an asset held for sale following the Company's decision to dispose of it.

(\*2) For the nine-month period ended September 30, 2025, certain equipment, including dust collectors, were reclassified as assets held for sale following the Company's decision to dispose of them.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 9. Investments in Associates and Joint ventures

(a) Details of investments in associates as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)	September 30, 2025				December 31, 2024
	Number of shares	Ownership (%)	Acquisition cost	Book value	Book value
<b>[Domestic]</b>					
DAEHO GLOBAL MANAGEMENT CO., LTD.	71,648	35.82	₩ 4,108	5,490	4,502
Pohang Special Welding Co., Ltd.	400,000	50.00	3,111	4,058	4,121
FEWM CO., LTD.	1,015,385	40.00	12,800	12,791	-
POSCO CVC 1st Fund(*1)	-	80.00	800	728	-
			20,819	23,067	8,623
<b>[Foreign]</b>					
POSK(Pinghu) Steel Processing Center Co., Ltd.	-	20.00	2,313	861	410
LLP POSUK TITANIUM	-	33.90	10,068	10,824	11,428
POSCO SUZHOU PROCESSING CENTER CO., LTD	-	30.00	2,763	4,749	4,752
SUZHOU POSCO-CORE TECHNOLOGY CO., LTD.	-	-	-	-	9,932
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER	-	30.00	6,206	3,903	4,151
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO., LTD(*2)	-	17.50	2,885	1,676	2,919
POSCO Vietnam Processing Center. Co., Ltd(*2)	6,544,366	9.17	12,101	14,090	14,177
SAMHWAN VINA CO., LTD(*2)	1,890,000	17.26	2,039	5,465	6,838
M RES NSW HCC II Pty Ltd(*3)	48,000,000	80.00	68,861	64,940	-
Others (5 companies)			10,429	7,711	7,369
			117,665	114,219	61,976
			₩ 138,484	137,286	70,599

(\*1) September 30, 2025, the entity is classified as an associate considering that the Company cannot exercise control over the entity as a limited partner even though the Company's percentage of ownership is more than 50%.

(\*2) As of September 30, 2025, the entity is classified as an associate as the Company has determined that it has significant influence over the entity considering the composition of board of directors and others even though the Company's percentage of ownership is less than 20%.

(\*3) As of September 30, 2025, the entity is classified as an associate as the Company has determined that it has significant influence considering the composition of board of directors even though the Company's percentage of ownership is more than 50%.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 9. Investments in Associates and Joint ventures (cont'd)

(b) Changes in investments in associates for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

1) For the nine-month period ended September 30, 2025

(in millions of Won)

Company		December 31, 2024 Book value	Acquisitions	Dividend received	Share of profits (losses)	Reclassification to assets held for sales	Other increase (decrease)(*1)	September 30, 2025 Book value
<b>[Domestic]</b>								
DAEHO GLOBAL MANAGEMENT CO., LTD.	W	4,502	-	-	60	-	928	5,490
Pohang Special Welding Co.,Ltd.		4,121	-	-	(63)	-	-	4,058
FEWM CO., LTD.		-	12,800	-	(9)	-	-	12,791
POSCO CVC 1st Fund		-	800	-	(72)	-	-	728
		<u>8,623</u>	<u>13,600</u>	<u>-</u>	<u>(84)</u>	<u>-</u>	<u>928</u>	<u>23,067</u>
<b>[Foreign]</b>								
POSK(Pinghu) Steel Processing Center Co., Ltd.		410	-	-	461	-	(10)	861
LLP POSUK TITANIUM		11,428	-	-	(319)	-	(285)	10,824
POSCO (SUZHOU) STEEL PROCESSING CENTER CO.,LTD.		4,752	-	-	88	-	(91)	4,749
SUZHOU POSCO-CORE TECHNOLOGY CO., LTD.(*2)		9,932	-	-	(3,717)	(5,871)	(344)	-
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		4,151	-	-	(571)	-	323	3,903
ZHANGJIANGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD		2,919	-	(666)	(485)	-	(92)	1,676
POSCO Vietnam Processing Center. Co.,Ltd		14,177	-	(163)	631	-	(555)	14,090
SAMHWAN VINA CO., LTD		6,838	-	(1,001)	307	-	(679)	5,465
M RES NSW HCC II Pty Ltd		-	68,861	-	(2,195)	-	(1,726)	64,940
Others (5 companies)		7,369	-	-	278	-	64	7,711
		<u>61,976</u>	<u>68,861</u>	<u>(1,830)</u>	<u>(5,522)</u>	<u>(5,871)</u>	<u>(3,395)</u>	<u>114,219</u>
	W	<u>70,599</u>	<u>82,461</u>	<u>(1,830)</u>	<u>(5,606)</u>	<u>(5,871)</u>	<u>(2,467)</u>	<u>137,286</u>

(\*1) Other increase (decrease) represents the changes in investments in associates and joint ventures due to change in capital adjustments effect from accumulated other comprehensive income and others for the nine-month period ended September 30, 2025.

(\*2) For the nine-month period ended September 30, 2025, the entity was classified as an asset held for sales due to the execution of a sales agreement.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 9. Investments in Associates and Joint ventures (cont'd)

#### 2) For the year ended December 31, 2024

(in millions of Won)

Company		December 31, 2023 Book value	Acquisitions	Dividend received	Share of profits (losses)	Other increase (decrease)(*1)	December 31, 2024 Book value
<b>[Domestic]</b>							
DAEHO GLOBAL MANAGEMENT CO., LTD.	₩	3,943	-	-	460	99	4,502
Pohang Special Welding Co.,Ltd.		4,221	-	-	(93)	(7)	4,121
		8,164	-	-	367	92	8,623
<b>[Foreign]</b>							
POSK(Pinghu) Steel Processing Center Co., Ltd.		1,041	-	-	(725)	94	410
LLP POSUK TITANIUM		10,420	-	-	270	738	11,428
POSCO SUZHOU PROCESSING CENTER CO.,LTD		2,382	-	-	2,039	331	4,752
SUZHOU POSCO-CORE TECHNOLOGY CO., LTD.(*2)		21,998	-	-	(13,857)	1,791	9,932
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		2,760	-	-	(43)	202	2,919
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD		4,719	-	-	(896)	328	4,151
POSCO Vietnam Processing Center. Co.,Ltd		12,255	-	-	452	1,470	14,177
SAMHWAN VINA CO., LTD		5,816	-	-	502	520	6,838
Others (5 companies)		5,419	540	-	(21)	1,431	7,369
		66,810	540	-	(12,279)	6,905	61,976
₩		74,974	540	-	(11,912)	6,997	70,599

(\*1) Other increase (decrease) represents the changes in investments in associates and joint ventures due to change in capital adjustments effect from accumulated other comprehensive income and others for the year ended December 31, 2024.

(\*2) As a result of the impairment test, the Group recognized ₩6,358 million of impairment loss.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 9. Investments in Associates and Joint ventures (cont'd)

(c) The summarized financial information on associates as of and for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 is as follows:

#### 1) For the nine-month period ended September 30, 2025

(in millions of Won)

Company		Assets	Liabilities	Equity	Sales	Net income (loss)
<b>[Domestic]</b>						
DAEHO GLOBAL MANAGEMENT CO., LTD.	₩	21,158	269	20,889	-	170
Pohang Special Welding Co.,Ltd.		10,166	2,567	7,599	4,485	(128)
FEWM CO., LTD.		20,946	13,067	7,879	5,652	(22)
POSCO CVC 1st Fund		910	-	910	-	(90)
<b>[Foreign]</b>						
POSK(Pinghu) Steel Processing Center Co., Ltd.		6,493	1,196	5,297	4,343	2,307
LLP POSUK TITANIUM		73,049	56,935	16,114	5,131	(941)
POSCO (SUZHOU) STEEL PROCESSING CENTER CO.,L		13,805	-	13,805	-	293
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		60,913	46,027	14,886	58,170	(864)
ZHANGJIAGANG XIAO-SHA COIL SERVICE		24,555	11,475	13,080	39,732	(2,698)
POSCO Vietnam Processing Center. Co.,Ltd		254,447	122,176	132,271	436,878	7,101
SAMHWAN VINA CO., LTD		27,240	2,317	24,923	19,948	1,699
M RES NSW HCC II Pty Ltd		81,412	3	81,409	-	(2,744)

#### 2) For the year ended December 31, 2024

(in millions of Won)

Company		Assets	Liabilities	Equity	Sales	Net income (loss)
<b>[Domestic]</b>						
DAEHO GLOBAL MANAGEMENT CO., LTD.	₩	18,400	269	18,131	-	1,284
Pohang Special Welding Co., Ltd.		10,073	2,346	7,727	6,021	(187)
<b>[Foreign]</b>						
POSK(Pinghu) Steel Processing Center Co., Ltd.		4,478	1,435	3,043	782	(3,623)
LLP POSUK TITANIUM		71,619	53,748	17,871	36,385	796
POSCO (SUZHOU) STEEL PROCESSING CENTER CO.,L		15,095	1,280	13,815	11,565	6,797
SUZHOU POSCO-CORE TECHNOLOGY CO., LTD.		98,195	37,710	60,485	104,495	(31,480)
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD		29,090	8,911	20,179	59,552	(248)
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		41,208	26,533	14,675	74,377	(3,415)
POSCO Vietnam Processing Center. Co.,Ltd		267,778	134,759	133,019	637,594	5,307
SAMHWAN VINA CO., LTD		33,551	2,413	31,138	39,324	3,636

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 10. Investment Property

Changes in the carrying amounts of investment properties for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

(a) For the nine-month period ended September 30, 2025

<i>(in millions of Won)</i>		<b>Beginning</b>	<b>Depreciation(*1)</b>	<b>Others(*2)</b>	<b>Ending</b>
Land	₩	81	-	-	81
Buildings		3,977	(263)	-	3,714
Structures		978	(66)	-	912
Right-of-use assets		50,026	(21,703)	3,323	31,646
	₩	55,062	(22,032)	3,323	36,353

(\*1) The useful life and depreciation method of investment properties are identical to those of property, plant and equipment.

(\*2) Others include reclassification resulting from changes in the rental ratio of the assets provided under sublease by the Group.

(b) For the year ended December 31, 2024

<i>(in millions of Won)</i>		<b>Beginning</b>	<b>Depreciation(*1)</b>	<b>Others(*2)</b>	<b>Ending</b>
Land	₩	81	-	-	81
Buildings		4,328	(351)	-	3,977
Structures		1,065	(87)	-	978
Right-of-use assets		75,072	(27,018)	1,972	50,026
	₩	80,546	(27,456)	1,972	55,062

(\*1) The useful life and depreciation method of investment properties are identical to those of property, plant and equipment.

(\*2) Others include reclassification resulting from changes in the rental ratio of the assets provided under sublease by the Group.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 11. Property, Plant and Equipment, Net

(a) Changes in the carrying amounts of property, plant and equipment for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

#### 1) For the nine-month period ended September 30, 2025

(in millions of Won)		Beginning	Acquisitions	Business Combination	Disposals	Depreciation	Impairment(*1)	Others(*2)	Ending
Land	₩	1,900,497	-	15,456	(14)	-	-	(1,865)	1,914,074
Buildings		2,704,191	12,949	11,364	(8,432)	(280)	(194,547)	554,560	3,079,805
Structures		2,803,879	612	1,499	(853)	(5,439)	(190,314)	199,246	2,808,630
Machinery and equipment		14,343,738	30,441	9,560	(8,482)	(52,375)	(1,573,021)	1,273,934	14,023,795
Vehicles		49,868	2,195	57	(310)	-	(20,266)	11,416	42,960
Tools		57,638	5,062	24	(77)	-	(16,862)	4,823	50,608
Furniture and fixtures		89,083	6,434	2,251	(84)	(3)	(34,939)	50,144	112,886
Right-of-use assets		635,656	12,772	420	-	-	(72,924)	(17,271)	558,653
Construction-in-progress		2,610,766	1,545,647	6,926	(52)	(8,081)	-	(2,288,677)	1,866,529
	₩	25,195,316	1,616,112	47,557	(18,304)	(66,178)	(2,102,873)	(213,690)	24,457,940

(\*1) For the nine-month period ended September 30, 2025, the Group estimated the recoverable amount after calculating the net fair values of individual assets whose operation was suspended, such as the 3FINEX factory in Pohang, and recognized an impairment loss of ₩66,178 million on such individual items of property, plant and equipment.

(\*2) Others represent assets transferred from construction-in-progress to intangible assets and other property, plant and equipment, reclassifications resulting from changes in the purpose of use, adjustments of foreign currency translation differences and others.



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 11. Property, Plant and Equipment, Net (cont'd)

#### 2) For the year ended December 31, 2024

(in millions of Won)		Beginning	Acquisitions	Business Combination	Disposals	Depreciation	Impairment(*1)	Others(*2)	Ending
Land	₩	1,780,406	-	36,363	(130)	-	-	83,858	1,900,497
Buildings		2,454,512	1,375	210,065	(528)	(234,934)	(10,390)	284,091	2,704,191
Structures		2,330,140	4,597	50,627	(3,777)	(237,531)	(16,701)	676,524	2,803,879
Machinery and equipment		13,132,289	57,852	361,614	(21,889)	(2,037,558)	(178,800)	3,030,230	14,343,738
Vehicles		40,918	4,611	3,554	(347)	(27,384)	-	28,516	49,868
Tools		52,893	7,477	4,481	(210)	(21,164)	(24)	14,185	57,638
Furniture and fixtures		95,364	7,573	4,986	(889)	(36,982)	(216)	19,247	89,083
Right-of-use assets		637,589	30,675	27,493	(4,144)	(88,210)	-	32,253	635,656
Construction-in-progress		3,077,468	3,261,280	2,226	(1,587)	-	(17,718)	(3,710,903)	2,610,766
	₩	23,601,579	3,375,440	701,409	(33,501)	(2,683,763)	(223,849)	458,001	25,195,316

- (\*1) For the nine-month period ended September 30, 2024, the Group estimated the recoverable amount after calculating the net fair values of individual assets whose operation was suspended, such as steelmaking plant no. 1 and blast furnace no. 4 in Pohang, and recognized an impairment loss of ₩223,849 million on such individual items of property, plant and equipment.
- (\*2) Others represent assets transferred from construction-in-progress to intangible assets and other property, plant and equipment, reclassifications resulting from changes in the purpose of use, adjustments of foreign currency translation differences and others.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 11. Property, Plant and Equipment, Net (cont'd)

(b) Changes in carrying amounts of right-of-use assets presented as property, plant and equipment and investment property for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

1) For the nine-month period ended September 30, 2025

(in millions of Won)		Beginning	Acquisitions	Business Combination	Depreciation	Others	Ending
Land	₩	61,959	10	-	(1,286)	(3,957)	56,726
Buildings and structures		196,076	11,182	188	(53,040)	(2,378)	152,028
Machinery and equipment		242,908	89	-	(21,243)	(8,532)	213,222
Vehicles		9,205	4,416	39	(3,448)	(1,104)	9,108
Ships		160,002	-	-	(12,037)	-	147,965
Others		15,532	398	193	(3,575)	(1,298)	11,250
	₩	685,682	16,095	420	(94,629)	(17,269)	590,299

2) For the year ended December 31, 2024

(in millions of Won)		Beginning	Acquisitions	Business Combination	Depreciation	Others	Ending
Land	₩	52,186	-	6,157	(1,124)	4,740	61,959
Buildings		236,687	16,465	525	(62,475)	4,874	196,076
Machinery and equipment		224,120	2,171	19,801	(25,042)	21,858	242,908
Vehicles		10,361	3,115	185	(4,977)	521	9,205
Ships		176,687	-	-	(16,685)	-	160,002
Others		12,620	8,924	825	(4,926)	(1,911)	15,532
	₩	712,661	30,675	27,493	(115,229)	30,082	685,682

(c) The amounts recognized in profit or loss related to leases for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

(in millions of Won)		For the three-month periods ended September 30		For the nine-month periods ended September 30	
		2025	2024	2025	2024
Interest on lease liabilities	₩	12,963	12,047	37,993	37,800
Expenses relating to short-term leases		2,949	2,598	8,815	11,839
Expenses relating to leases of low-value assets		1,571	1,560	4,496	5,813
	₩	17,483	16,205	51,304	55,452

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 12. Intangible Assets

Changes in carrying amounts of intangible assets for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

(a) For the nine-month period ended September 30, 2025

(in millions of Won)

		Beginning	Acquisitions	Business Combination	Disposals	Amortization	Impairment	Others(*2)	Ending
Goodwill	₩	-	-	39,323	-	-	-	-	39,323
Intellectual property rights		20,663	14	20	-	(4,754)	-	3,116	19,059
Membership(*1)		85,902	-	-	(95)	-	(11)	1,061	86,857
Development expense		69,340	1,051	-	-	(19,742)	-	11,408	62,057
Port facilities usage rights		167,373	-	-	-	(11,100)	-	-	156,273
Construction-in-progress		106,029	90,916	389	(1)	-	-	(14,860)	182,473
Other intangible assets		17,685	1,707	9,605	(5)	(4,963)	-	604	24,633
	₩	466,992	93,688	49,337	(101)	(40,559)	(11)	1,329	570,675

(\*1) The useful economic life of membership is indefinite.

(\*2) Others represent assets transferred from construction-in-progress to intangible assets, adjustments of foreign currency translation difference and others.

(b) For the year ended December 31, 2024

(in millions of Won)

		Beginning	Acquisitions	Business Combination	Disposals	Amortization	Impairment	Others(*2)	Ending
Intellectual property rights	₩	15,782	197	-	(235)	(8,581)	-	13,500	20,663
Membership(*1)		85,803	68	-	(64)	-	(11)	106	85,902
Development expense		100,261	5,073	-	(22)	(58,089)	(597)	22,714	69,340
Port facilities usage rights		182,173	-	-	-	(14,800)	-	-	167,373
Construction-in-progress		47,954	95,388	-	(36)	-	-	(37,277)	106,029
Other intangible assets		15,647	926	589	(24)	(6,202)	-	6,749	17,685
	₩	447,620	101,652	589	(381)	(87,672)	(608)	5,792	466,992

(\*1) The useful economic life of membership is indefinite.

(\*2) Others represent assets transferred from construction-in-progress to intangible assets, adjustments of foreign currency translation difference and others.

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 13. Other Assets

Details of other assets as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
<b>Current</b>			
Advance payments	₩	60,758	22,273
Prepaid expenses		129,745	122,878
Others		637	542
	₩	<u>191,140</u>	<u>145,693</u>
<b>Non-current</b>			
Long-term advance payments	₩	128	380
Long-term prepaid expenses		4,076	5,421
Others		6,491	29,046
	₩	<u>10,695</u>	<u>34,847</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 14. Borrowings

(a) Details of short-term borrowings and current portion of long-term borrowings and others as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>	<b>Lenders</b>	<b>Maturity date</b>	<b>Interest rate (%)</b>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
<b>Short-term borrowings</b>						
Bank overdrafts	JP Morgan	October 1, 2025~ May 20, 2026	3.40 ~ 7.00	₩	40,322	67,328
Short-term borrowings	HSBC and others	October 1, 2025~ September 30, 2026	1.58 ~ 6.50		1,503,951	1,076,198
					<u>1,544,273</u>	<u>1,143,526</u>
<b>Current portion of long-term liabilities</b>						
Current portion of long-term borrowings	POSCO-ASIA	April 28, 2026~ July 12, 2026	3.10~ 5.32		90,374	5,351
Current portion of debentures	Global debentures 9-1st and others	January 12, 2026~ September 16, 2026	1.72 ~ 4.05		1,801,540	2,375,800
Less: Current portion of discount on debentures issued					<u>(1,607)</u>	<u>(2,473)</u>
					<u>1,890,307</u>	<u>2,378,678</u>
				₩	<u>3,434,580</u>	<u>3,522,204</u>

(b) Details of long-term borrowings, excluding current portion and others, as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>	<b>Lenders</b>	<b>Maturity date</b>	<b>Interest rate (%)</b>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
Long-term borrowings	Korea Development Bank and others	November 16, 2026~ July 29, 2035	2.24 ~ 6.02	₩	744,598	840,994
Less: Present value discount Bonds					(5,666)	(7,599)
Debentures	Global debentures 8-2nd and others	January 14, 2027~ January 17, 2033	1.77 ~ 6.38		5,476,160	6,515,000
Less: Discount on debentures issued					<u>(24,770)</u>	<u>(35,793)</u>
				₩	<u>6,190,322</u>	<u>7,312,602</u>
<i>(in millions of Won)</i>	<b>Lenders</b>	<b>Maturity date</b>	<b>Interest rate (%)</b>		<b>September 30, 2025</b>	<b>December 31, 2024</b>
Long-term borrowings	Korea Development Bank and others	November, 2026~ July, 2035	2.24 ~ 6.02	₩	744,598	840,994
Less: Present value discount Bonds					(5,666)	(7,599)
Debentures	Global debentures 8-2nd and others	January, 2027~ January, 2033	1.77 ~ 6.38		5,476,160	6,515,000
Less: Discount on debentures issued					<u>(24,770)</u>	<u>(35,793)</u>
				₩	<u>6,190,322</u>	<u>7,312,602</u>

(c) Details of assets pledged as collateral with regards to the borrowings as of September 30, 2025 are as follows:

<i>(in millions of Won)</i>	<b>Lenders</b>	<b>Book value</b>	<b>Pledged amount</b>
Property, plant and equipment	The Export-Import Bank of Korea and others	₩ 614,526	756,770
Trade accounts and notes receivable	Shinhan Card and others	254,462	254,462
		<u>₩ 868,988</u>	<u>1,011,232</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 15. Other Payables

Details of other payables as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)

		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
<b>Current</b>			
Accounts payable	₩	663,528	830,852
Accrued expenses		727,732	800,276
Lease liabilities		113,495	113,023
Withholdings		22,552	20,711
	₩	<u>1,527,307</u>	<u>1,764,862</u>
<b>Non-current</b>			
Accounts payable	₩	673	1,109
Accrued expenses		2,445	1,848
Lease liabilities		533,521	632,592
Long-term withholdings		924	1,314
	₩	<u>537,563</u>	<u>636,863</u>

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 16. Other financial liabilities

Details of other financial liabilities as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)

		<u>30-Sep-25</u>	<u>31-Dec-24</u>
<b>Current</b>			
Derivative liabilities	₩	9	-

#### 17. Provisions

(a) Details of provisions as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)

		<u>September 30, 2025</u>		<u>December 31, 2024</u>	
		<u>Current</u>	<u>Non-current</u>	<u>Current</u>	<u>Non-current</u>
Provision for bonus payments	₩	23,147	50,689	29,274	51,143
Provision for restoration		12	1,020	2,977	977
Emission liabilities(*1)		797	-	542	-
Provision for product warranties(*2)		19,303	4,154	17,844	3,599
Provision for legal contingencies and claims(*3)		627	21,352	652	32,211
Others(*4)		6,150	-	-	-
	₩	<u>50,036</u>	<u>77,215</u>	<u>51,289</u>	<u>87,930</u>

(\*1) The Group has recognized liabilities for the amount of greenhouse gas emissions expected to exceed its greenhouse gas allowances allocated free of charge.

(\*2) As of September 30, 2025, the Group recognized the claim cost expected to be charged as a provision.

(\*3) As of September 30, 2025, the Group recognized a provision for litigation regarding the litigation cases pending.

(\*4) As of September 30, 2025, the Group recognized the expected sales incentives payable to customers as a provision.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 17. Provisions (cont'd)

(b) Changes in provisions for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

#### 1) For the nine-month period ended September 30, 2025

(in millions of Won)

	<b>Beginning</b>	<b>Increase</b>	<b>Utilization</b>	<b>Reversal</b>	<b>Others</b>	<b>Ending</b>
Provision for bonus payments	₩ 80,417	23,111	(28,798)	(468)	(426)	73,836
Provision for restoration	3,954	138	(3,100)	-	40	1,032
Emission liabilities	542	296	(41)	-	-	797
Provision for product warranties	21,443	12,493	(10,522)	-	43	23,457
Provision for legal contingencies and claims	32,863	710	(687)	(10,859)	(48)	21,979
Others	-	6,290	-	-	(140)	6,150
₩	<u>139,219</u>	<u>43,038</u>	<u>(43,148)</u>	<u>(11,327)</u>	<u>(531)</u>	<u>127,251</u>

#### 2) For the year ended December 31, 2024

(in millions of Won)

	<b>Beginning</b>	<b>Increase</b>	<b>Utilization</b>	<b>Reversal</b>	<b>Business Combination</b>	<b>Others</b>	<b>Ending</b>
Provision for bonus payments	₩ 55,629	88,626	(37,560)	(27,024)	105	641	80,417
Provision for restoration	6,362	244	(1,012)	(1,640)	-	-	3,954
Emission liabilities	370	531	(359)	-	-	-	542
Provision for product warranties	23,780	10,572	(12,909)	-	-	-	21,443
Provision for legal contingencies and claims	516	32,211	(47)	-	135	48	32,863
Others	-	9,237	(9,237)	-	-	-	-
₩	<u>86,657</u>	<u>141,421</u>	<u>(61,124)</u>	<u>(28,664)</u>	<u>240</u>	<u>689</u>	<u>139,219</u>



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 18. Employee Benefits

#### (a) Defined contribution plans

The expenses related to post-employment benefit plans under defined contribution plans for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

(in millions of Won)	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
Expense related to post-employment benefit plans under defined contribution plans	₩ 14,020	12,741	42,411	38,862

#### (b) Defined benefit plans

- 1) The amounts recognized in relation to net defined benefit assets in the consolidated statements of financial position as of September 30, 2025 and December 31, 2024 are as follows:

(in millions of Won)	September 30, 2025	December 31, 2024
Present value of funded obligations	₩ 1,461,168	1,473,467
Fair value of plan assets(*1)	(1,627,890)	(1,717,646)
Present value of non-funded obligations	18,746	26,171
Net defined benefit assets	₩ (147,976)	(218,008)

(\*1) As of September 30, 2025 and December 31, 2024, the Company recognized net defined benefit assets amounting to ₩188,504 million and ₩242,940 million respectively, since there are consolidated entities whose fair value of plan assets exceeded the present value of defined benefit obligations.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 18. Employee Benefits (cont'd)

- 2) Changes in present values of defined benefit obligations for each of the nine-month periods ended September 30, 2025 and 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>September 30, 2024</b>
Defined benefit obligation at the beginning of period	₩	1,499,638	1,383,973
Current service costs		105,610	101,556
Interest costs		37,328	39,040
Remeasurement		2,607	414
Benefits paid		(165,245)	(144,820)
Business combination		1,771	-
Others		(1,795)	401
Defined benefit obligation at the end of period	₩	1,479,914	1,380,564

- 3) Changes in fair values of plan assets for each of the nine-month periods ended September 30, 2025 and 2024 are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>September 30, 2024</b>
Fair value of plan assets at the beginning of period	₩	1,717,646	1,681,398
Interest on plan assets		45,710	51,203
Remeasurement of plan assets		2,212	9,727
Contributions to plan assets		4,301	58,598
Benefits paid		(142,467)	(119,728)
Business combination		1,764	-
Others		(1,276)	(279)
Fair value of plan assets at the end of period	₩	1,627,890	1,680,919

- 4) The amounts related to the defined benefit plan recognized in the consolidated statements of comprehensive income for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

<i>(in millions of Won)</i>	<b>For the three-month periods ended September 30</b>		<b>For the nine-month periods ended September 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Current service costs	₩ 35,009	34,022	105,610	101,556
Net interest costs	(3,403)	(4,472)	(8,382)	(12,163)
	₩ 31,606	29,550	97,228	89,393

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 19. Other Liabilities

Details of other liabilities as of September 30, 2025 and December 31, 2024 are as follows:

*(in millions of Won)*

	<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
<b>Current</b>		
Advances received	₩ 43,852	60,132
Unearned revenue	57,620	81,086
Withholdings	66,665	72,745
Others	33	45
	<u>₩ 168,170</u>	<u>214,008</u>
<b>Non-current</b>		
Unearned revenue	₩ 315	1,380
Others	29	92
	<u>₩ 344</u>	<u>1,472</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 20. Financial Instruments

#### (a) Classification and fair value of financial instruments

- 1) The carrying amounts and the fair values of financial assets and financial liabilities by fair value hierarchy as of September 30, 2025 and December 31, 2024 are as follows:

#### ① September 30, 2025

(in millions of Won)

(in millions of Won)

			Fair value			
	Book value		Level 1	Level 2	Level 3	Total
Financial assets						
Fair value through profit or loss						
Derivative assets	₩ 357,070	-	357,070	-		357,070
Short term financial instruments	459,070	-	459,070	-		459,070
Long term financial instruments	185	-	185	-		185
Equity securities	35,469	-	-	35,469		35,469
Other securities	10,068	-	-	10,068		10,068
Fair value through other comprehensive income						
Equity securities	653,509	607,068	-	46,441		653,509
Financial assets measured at amortized cost(*1)						
Cash and cash equivalents	2,418,428	-	-	-		-
Trade accounts and notes receivable	4,780,199	-	-	-		-
Other receivables	692,628	-	-	-		-
Debt securities	696,964	-	-	-		-
Deposit instruments	2,427,768	-	-	-		-
₩	12,531,358	607,068	816,325	91,978		1,515,371
Financial liabilities						
Fair value through profit or loss						
Derivative liabilities	₩ 9	-	9	-		9
Financial liabilities measured at amortized cost(*1)						
Trade accounts and notes payable	3,311,815	-	-	-		-
Borrowings	9,624,902	-	9,858,432	-		9,858,432
Others	1,572,275	-	-	-		-
₩	14,509,001	-	9,858,441	-		9,858,441

(\*1) The fair values of financial assets and liabilities measured at amortized cost except borrowings approximate their carrying amounts.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 20. Financial Instruments (cont'd)

② December 31, 2024

(in millions of Won)

(in millions of Won)		Fair value				
		Book value	Level 1	Level 2	Level 3	Total
Financial assets						
Fair value through profit or loss						
Derivative assets	₩	754,894	-	754,894	-	754,894
Short term financial instruments		413,976	-	413,976	-	413,976
Long term financial instruments		213	-	213	-	213
Debt securities		3,217	-	-	3,217	3,217
Equity securities		35,541	-	-	35,541	35,541
Other securities		10,091	-	-	10,091	10,091
Fair value through other comprehensive income						
Equity securities		432,877	385,750	-	47,127	432,877
Financial assets measured at amortized cost(*1)						
Cash and cash equivalents		2,435,951	-	-	-	-
Trade accounts and notes receivable		4,867,571	-	-	-	-
Other receivables		753,880	-	-	-	-
Debt securities		400,000	-	-	-	-
Deposit instruments		2,977,524	-	-	-	-
	₩	13,085,735	385,750	1,169,083	95,976	1,650,809
Financial liabilities						
Financial liabilities measured at amortized cost(*1)						
Trade accounts and notes payable	₩	4,186,525	-	-	-	-
Borrowings		10,834,806	-	11,032,896	-	11,032,896
Others		2,178,243	-	-	-	-
	₩	17,199,574	-	11,032,896	-	11,032,896

(\*1) The fair values of financial assets and liabilities measured at amortized cost except borrowings approximate their carrying amounts.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 20. Financial Instruments (cont'd)

- 2) Details of contingent liabilities on outstanding guarantees provided by the Group as of September 30, 2025 are as follows:

(in millions of Won)			Guarantee limit		Guarantee amount	
Guarantor	Guarantee beneficiary	Financial institution	Foreign currency	Won equivalent	Foreign currency	Won equivalent
<b>[The company]</b>						
	POSCO ASSAN TSTSTEEL INDUSTRY Inc.	Citi	USD	42,145,620	59,097	42,145,620
		Shinhan Bank	USD	40,352,190	56,582	40,352,190
		Woori Bank	USD	40,352,190	56,582	40,352,190
POSCO STEELEON CO.,LTD.	Myanmar POSCO C&CCompany, Limited.	POSCO Asia Co., Ltd.	CNY	121,678,106	23,949	101,398,422
<b>[Associates]</b>						
POSCO	LLP POSUK TITANIUM	Shinhan Bank	USD	12,750,000	17,878	12,750,000
<b>[Others]</b>						
POSCO Maharashtra Private Limited	Gail India	DB	INR	571,403,162	9,034	571,403,162
	MAHARASHTRA POLLUTION CONTROL BOARD	HSBC	INR	2,500,000	40	2,500,000
	MAHARASHTRA STATE ELECTRICITY	HSBC	INR	354,932,264	5,611	354,932,264
POSCO COATED STEEL (THAILAND) CO., LTD.	AMATA B. GRIMM POWER(RAYONG) 5 LIMITED	SC	THB	16,114,000	701	16,114,000
	AMATA NATURAL GAS DISTRIBUTION COMPANY LTD.	ISC	THB	38,500,000	1,676	38,500,000
	BUREAU OF INDIAN STANDARDS (BIS)	SC	USD	20,000	28	20,000
			USD	135,620,000	190,167	135,620,000
			THB	54,614,000	2,377	54,614,000
			CNY	121,678,106	23,949	101,398,422
			INR	928,835,426	14,685	928,835,426

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 20. Financial Instruments (cont'd)

- 3) Details of finance income and costs by category of financial instruments for each of the nine-month periods ended September 30, 2025 and 2024 are as follows:

- ① For the nine-month period ended September 30, 2025

(in millions of Won)

		Finance income and costs						Other comprehensive income
		Interest income (expense)	Gain on valuation	Gain and loss on foreign currency	Gain on disposal	Dividend income	Others	
Financial assets at fair value through profit or loss	₩	112	(1,990)	-	25,815	-	(62)	23,875
Derivative assets		-	(96,601)	-	(58,327)	-	-	(154,928)
Financial assets at fair value through other comprehensive income		-	-	-	-	24,747	-	24,747
Financial assets measured at amortized cost		140,783	-	(125,111)	-	-	(956)	14,716
Derivative liabilities		-	-	-	534	-	-	534
Financial liabilities measured at amortized cost		(448,057)	-	306,237	-	-	(2,463)	(144,283)
	₩	(307,162)	(98,591)	181,126	(31,978)	24,747	(3,481)	(235,339)
								162,787

- ② For the nine-month period ended September 30, 2024

(in millions of Won)

		Finance income and costs						Other comprehensive income
		Interest income (expense)	Gain on valuation	Gain and loss on foreign currency	Gain and loss on disposal	Dividend income	Others	
Financial assets at fair value through profit or loss	₩	113	64,356	-	61,936	-	(3,503)	122,902
Derivative assets		-	122,112	-	76,643	-	-	198,755
Financial assets at fair value through other comprehensive income		-	-	-	-	22,685	-	22,685
Financial assets measured at amortized cost		125,077	-	88,452	(38)	-	-	213,491
Derivative liabilities		-	44,388	-	373	-	-	44,761
Financial liabilities measured at amortized cost		(428,155)	-	(232,635)	-	-	118	(660,672)
	₩	(302,965)	230,856	(144,183)	138,914	22,685	(3,385)	(58,078)
								43,103

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 20. Financial Instruments (cont'd)

- 4) Details of finance income and costs by category of financial instruments for each of the three-month periods ended September 30, 2025 and 2024 are as follows:

① For the three-month period ended September 30, 2025

(in millions of Won)

		Finance income and costs						Other comprehensive income
		Interest income (expense)	Gain on valuation	Gain and loss on foreign currency	Gain and loss on disposal	Dividend income	Others	
Financial assets at fair value through profit or loss	₩	37	(657)	-	8,059	-	(23)	7,416
Derivative assets		-	254,088	-	(55,284)	-	-	198,804
Financial assets at fair value through other comprehensive income		-	-	-	-	4,049	-	4,049
Financial assets measured at amortized cost		38,564	-	45,640	-	-	2,952	87,156
Financial liabilities measured at amortized cost		(140,192)	-	(195,076)	-	-	(852)	(336,120)
	₩	(101,591)	253,431	(149,436)	(47,225)	4,049	2,077	(38,695)

② For the three-month period ended September 30, 2024

(in millions of Won)

		Finance income and costs						Other comprehensive income
		Interest income (expense)	Gain on valuation	Gain and loss on foreign currency	Gain and loss on disposal	Dividend income	Others	
Financial assets at fair value through profit or loss	₩	38	7,017	-	17,662	-	(2,841)	21,876
Derivative assets		-	(248,797)	-	64,915	-	-	(183,882)
Financial assets at fair value through other comprehensive income		-	-	-	-	3,652	-	3,652
Financial assets measured at amortized cost		48,708	-	(169,407)	(8)	-	-	(120,707)
Derivative liabilities		-	(10,567)	-	-	-	-	(10,567)
Financial liabilities measured at amortized cost		(138,326)	-	447,811	-	-	2,192	311,677
	₩	(89,580)	(252,347)	278,404	82,569	3,652	(649)	22,049

### (b) Financial risk management

The Group is exposed to credit risk, liquidity risk and market risk arising from financial assets and liabilities. The Group's financial risk management objectives and policies are consistent with those disclosed in the financial statements as of December 31, 2024.



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 21. Share Capital and Capital Surplus

(a) Details of share capital as of September 30, 2025 and December 31, 2024 are as follows:

<i>(share, in Won)</i>		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
Authorized shares		200,000,000	200,000,000
Par value	₩	5,000	5,000
Issued shares		96,480,625	96,480,625
Shared capital	₩	482,403,125,000	482,403,125,000

(b) Details of capital surplus as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
Share premium	₩	24,222,056	24,222,056
Other capital surplus		(1,534,213)	(1,516,488)
	₩	<u>22,687,843</u>	<u>22,705,568</u>

### 22. Accumulated Other Comprehensive Income

Details of accumulated other comprehensive income as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>		<b><u>September 30, 2025</u></b>	<b><u>December 31, 2024</u></b>
Capital adjustments arising from investments in equity-accounted investees	₩	4,732	6,977
Changes in fair value of equity investments at fair value through other comprehensive income		198,632	35,743
Foreign currency translation differences		80,835	199,346
	₩	<u>284,199</u>	<u>242,066</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 23. Revenue

- (a) Details of revenues disaggregated by types of revenue and timing of revenue recognition for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
<i>(in millions of Won)</i>				
<b>Types of revenue</b>				
Revenue from sales of goods	₩ 10,485,180	10,786,531	31,990,086	32,271,094
Revenue from services	360,404	370,008	1,114,147	1,052,164
Others	35,455	50,332	123,760	164,234
	₩ 10,881,039	11,206,871	33,227,993	33,487,492
<b>Timing of revenue recognition</b>				
Revenue recognized at a point in time	₩ 10,518,353	10,834,378	32,106,992	32,427,783
Revenue recognized over time	362,686	372,493	1,121,001	1,059,709
	₩ 10,881,039	11,206,871	33,227,993	33,487,492

- (b) Details of contract assets and liabilities from contracts with customers as of September 30, 2025 and December 31, 2024 are as follows:

<i>(in millions of Won)</i>	<u>September 30, 2025</u>	<u>December 31, 2024</u>
<b>Receivables</b>		
Account receivables	₩ 4,780,199	4,868,903
<b>Contract assets</b>		
Account receivables	6,855	10,265
<b>Contract liabilities</b>		
Advance received	43,703	60,192
Unearned income	57,418	82,467

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 24. Selling and Administrative Expenses

#### (a) Other administrative expenses

Details of other administrative expenses for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

(in millions of Won)	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
Wages and salaries	₩ 110,554	93,651	316,587	272,222
Expenses related to post-employment benefits	6,537	6,995	20,772	22,805
Other employee benefits	21,852	29,973	71,400	75,970
Travel	4,042	2,827	11,324	9,270
Depreciation	15,425	13,260	46,914	39,812
Amortization	6,783	7,210	20,180	22,914
Communication	2,576	2,520	7,775	7,801
Electricity	1,340	1,108	3,493	3,110
Taxes and public dues	7,691	2,782	19,389	10,166
Rental	15,354	15,323	55,137	51,913
Repairs	2,476	2,776	7,119	8,499
Entertainment	679	683	2,098	2,255
Advertising	14,216	12,935	39,175	38,748
Research & development	7,597	7,707	19,233	21,700
Service fees	68,059	74,511	211,512	214,141
Vehicles maintenance	788	606	2,902	1,938
Industry associaton fee	1,596	1,702	4,803	4,110
Conference	1,788	1,635	5,428	4,937
Increase to provisions	200	95	200	95
Impairment loss on trade and other receivables	(1,266)	8,859	(896)	12,558
Others	13,267	11,953	33,855	33,960
	₩ 301,554	299,111	898,400	858,924

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 24. Selling and Administrative Expenses (cont'd)

#### (b) Selling expenses

Details of selling expenses for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

<i>(in millions of Won)</i>	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
Freight and custody expenses	₩ 47,884	45,361	134,754	125,238
Operating expenses for distribution center	1,238	1,849	3,930	4,297
Sales commissions	27,853	18,990	77,952	67,015
Sales advertising	341	1,502	749	1,860
Sales promotion	1,794	961	5,341	3,032
Sample	255	539	880	1,326
Sales insurance premium	28	2,019	5,659	5,808
sales order acquisition expenses	(8)	179	755	396
Others	3,862	2,728	10,578	6,877
	₩ <u>83,247</u>	<u>74,128</u>	<u>240,598</u>	<u>215,849</u>

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 25. Finance Income and Costs

Details of finance income and costs for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

(in millions of Won)	For the three-month periods ended		For the nine-month periods ended	
	2025	2024	2025	2024
<b>Finance income</b>				
Interest income(*1)	₩ 38,566	48,746	140,895	125,190
Gain on foreign currency transactions	129,553	129,949	350,936	351,850
Gain on foreign currency translations	(154,494)	370,126	335,620	565,319
Gain on transactions of derivatives	-	64,915	534	79,988
Gain on valuation of derivatives	16	(252,507)	70	173,357
Gain on disposal of financial assets at fair value through profit or loss	8,061	44,277	25,818	61,939
Gain on valuation of financial assets at fair value through profit or loss	(1,167)	7,017	1,655	64,356
Others	4,050	(22,834)	24,749	23,105
	₩ 24,585	389,689	880,277	1,445,104
<b>Finance costs</b>				
Interest expenses	₩ 140,156	138,326	448,057	428,155
Loss on foreign currency transactions	102,700	145,037	363,180	369,502
Loss on foreign currency translations	21,796	76,634	142,250	691,850
Loss on transactions of derivatives	55,284	-	58,327	2,971
Loss on valuation of derivatives	(254,073)	6,857	96,670	6,857
Loss on valuation of financial assets at fair value through profit or loss	(509)	-	3,646	3
Others	(2,074)	785	3,485	3,845
	₩ 63,280	367,639	1,115,615	1,503,183

(\*1) Interest income calculated using the effective interest method for each of the nine-month periods ended September 30, 2025 and 2024 is ₩135,973 million and ₩111,542 million, respectively.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 26. Other Non-Operating Income and Expenses

Details of other non-operating income and expenses for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

		For the three-month periods ended September 30		For the nine-month periods ended September 30	
		2025	2024	2025	2024
(in millions of Won)					
Other non-operating income					
Gain on disposals of assets held for sale	₩	1,524	705	1,524	705
Gain on disposals of investment in subsidiaries, associates and joint ventuere		-	-	118	-
Gain on disposals of property, plant and equipment		6,672	1,312	24,113	8,776
Gain on disposals of emission rights		-	(13,343)	-	-
Reversal of other provisions		-	-	-	1,640
Gain on insurance settlement		8,492	175	9,998	569
Others		7,345	2,937	26,927	24,070
	₩	24,033	(8,214)	62,680	35,760
Other non-operating expenses					
Loss on disposals of property, plant and equipment	₩	31,310	25,426	81,832	103,011
Impairment loss on property, plant and equipment		(2)	121,116	66,178	180,546
Impairment loss on intangible assets		-	-	11	11
Idle tangible asset expenses		1,290	(444)	3,652	1,735
Donations		25,201	5,246	47,772	34,168
Other bad debt expense		618	1039	1427	5441
Others		4,720	2,365	14,279	16,305
	₩	63,137	154,748	215,151	341,217

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 27. Expenses by Nature

Expenses that are recorded by nature as cost of sales, selling and administrative expenses and other non-operating expenses in the consolidated statements of comprehensive income for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows (excluding finance costs and income tax expense):

(in millions of Won)	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
Raw material used, changes in inventories and others	₩ 6,769,678	7,488,616	20,940,207	22,179,710
Employee benefits expenses	777,079	676,306	2,144,021	1,958,502
Outsourced processing cost	828,939	805,572	2,408,089	2,405,401
Electricity and water expenses	210,002	163,394	712,879	534,433
Service fees	99,361	103,115	307,297	298,482
Depreciation(*1)	704,395	681,680	2,124,904	2,026,101
Amortization	13,409	24,179	40,559	73,825
Freight and custody expenses	355,470	394,020	1,094,828	1,138,773
Sales commissions	27,853	18,990	77,952	67,015
Loss on disposal of property, plant and equipment	31,310	25,426	81,832	103,011
Impairment loss on property, plant and equipment	-	121,116	66,178	180,546
Impairment loss on intangible assets	-	-	11	11
Donations	25,202	5,245	47,772	34,168
Other expenses	412,910	376,761	1,587,673	1,498,405
	₩ <u>10,255,608</u>	<u>10,884,420</u>	<u>31,634,202</u>	<u>32,498,383</u>

(\*1) Including depreciation of investment properties.

#### 28. Income Taxes

Income tax expenses were calculated by adjusting deferred tax expenses (benefits) due to the accrual and reversal of temporary differences in current tax expenses and income tax expenses (benefits) related to items not recognized in profit or loss. The effective tax rates of the Group for each of the nine-month periods ended September 30, 2025 and 2024 are 25.37% and 25.54%, respectively.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 29. Earnings Per Share

Details of basic earnings per share for each of the three-month and nine-month periods ended September 30, 2025 and 2024 are as follows:

		For the three-month periods ended September 30		For the nine-month periods ended September 30	
		2025	2024	2025	2024
(in Won, except share information)					
Profit attributable to controlling interest	₩	475,895,797,567	257,353,056,763	1,077,880,787,126	785,379,285,622
Weighted-average number of common shares outstanding(*1)		96,480,625	96,480,625	96,480,625	96,480,625
Basic earnings per share	₩	4,933	2,667	11,172	8,140

(\*1) The weighted-average number of common shares used to calculate basic earnings per share is as follows:

	For the three-month periods ended September 30		For the nine-month periods ended September 30	
	2025	2024	2025	2024
(shares)				
Total number of common shares issued	96,480,625	96,480,625	96,480,625	96,480,625
Weighted-average number of common shares outstanding	96,480,625	96,480,625	96,480,625	96,480,625

The Group does not have any dilutive potential common shares as of September 30, 2025 and 2024, so diluted earnings per share are the same as basic earnings per share.



# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 30. Related Party Transactions

(a) Details of the Group's related parties as of September 30, 2025 are as follows:

	Company
<b>The parent company</b>	POSCO HOLDINGS INC.
<b>Associates(*1)</b>	DAEHO GLOBAL MANAGEMENT CO., LTD., Pohang Special Welding Co., Ltd., POSK(Pinghu) Steel Processing Center Co., Ltd., LLP POSUK TITANIUM, POSCO SUZHOU PROCESSING CENTER CO.,LTD, SUZHOU POSCO-CORE TECHNOLOGY CO., LTD., POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER, ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD, POSCO Vietnam Processing Center. Co.,Ltd, M RES NSW HCC II Pty Ltd, POS-SeAH Steel Wire (Thailand) Co., Ltd. and others
<b>Other related parties(*2)</b>	POSCO Eco & Challenge Co., Ltd., POSCO DX, POSCO WIDE Co., Ltd., POSCO FUTURE M CO., LTD., POSCO FLOW CO., LTD., SNNC, POSCO Mobility Solution Corporation, POSCO INTERNATIONAL Corporation, POSCO Canada Ltd., POSCO(Guangdong) Automotive Steel Co., Ltd., POSCO VST CO., LTD., POSCO INTERNATIONAL SINGAPORE PTE LTD., Roy Hill Holdings Pty Ltd, POSCO Asia CO., LTD., POSCO-China Holding Corp., and others

(\*1) For the nine-month period ended September 30, 2025,the Group classified its investments in SUZHOU POSCO-CORE TECHNOLOGY CO., LTD., associate, as assets held for sale after deciding to dispose of the entity.

(\*2) Other related parties are the subsidiaries, associates and joint ventures of POSCO HOLDINGS INC., the parent company of the Company.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 30. Related Party Transactions (cont'd)

(b) Details of significant transactions with the Group's related parties for each of the nine-month periods ended September 30, 2025 and 2024 are as follows:

#### 1) For the nine-month period ended September 30, 2025

(in millions of Won)

		Sales and others(*1)		Purchase and others(*2)			
		Sales	Others	Purchase of material	Purchase of fixed assets	Outsourced processing cost	Others
<b>The parent company</b>							
POSCO HOLDINGS INC.(*)3	W	21,157	812	-	89	-	641,997
<b>Associates and joint ventures</b>							
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		38,981	-	4	-	-	-
POSCO Vietnam Processing Center, Co.,Ltd		155,756	163	854	-	-	413
POSCO INTERNATIONAL INDIA E-MOBILITY		39,117	-	-	-	-	-
POS-SeAH Steel Wire (Thailand) Co., Ltd.		16,931	-	64	-	-	-
Others		1,577	1,674	417	-	-	-
		<u>252,362</u>	<u>1,837</u>	<u>1,339</u>	<u>-</u>	<u>-</u>	<u>413</u>
<b>Other related party</b>							
POSCO Eco & Challenge Co., Ltd.		99,824	25	-	386,131	112	15,222
POSCO DX (*)4		13,714	17	2,055	214,768	49,227	156,432
POSCO WIDE Co., Ltd.		11,533	42	505	946	20,807	39,155
POSCO FUTURE M CO., LTD.		417,640	166	458,135	4,939	197,993	1,326
POSCO FLOW CO., LTD.(*)5		10,087	-	489,816	38	6,054	868,776
SNNC		14,241	4	231,615	701	1,402	-
POSCO Mobility Solution Corporation		629,924	-	11,986	449	12,717	982
POSCO INTERNATIONAL Corporation(*)6		8,376,469	5	2,508,920	-	1,797	46,948
POSCO(Guangdong) Automotive Steel Co.,Ltd		143,453	-	4,366	-	-	-
POSCO VST CO., LTD.		216,215	-	8,645	-	-	20
POSCO INTERNATIONAL SINGAPORE PTE LTD.		14,973	9	1,198,517	-	-	-
Roy Hill Holdings Pty Ltd		-	-	1,102,161	-	-	-
Others		780,315	1,872	599,915	36,619	9,653	176,820
		<u>10,728,388</u>	<u>2,140</u>	<u>6,616,636</u>	<u>644,591</u>	<u>299,762</u>	<u>1,305,681</u>
W		<u>11,001,907</u>	<u>4,789</u>	<u>6,617,975</u>	<u>644,680</u>	<u>299,762</u>	<u>1,948,091</u>

(\*1) Sales and others mainly consist of sales of steel products to the parent company, associates and other related parties.

(\*2) Purchases and others mainly consist of related parties' purchases of construction services and purchases of raw materials to manufacture steel products.

(\*3) Others (purchase) mainly consist of dividend, service fees for brand usage and rentals.

(\*4) Others (purchase) mainly consist of maintenance expenses for ERP System.

(\*5) Others (purchase) mainly consist of freight expenses.

(\*6) The purchase of materials consists of swap agreements for LNG purchases in corporation with POSCO INTERNATIONAL Corporation.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 30. Related Party Transactions (cont'd)

#### 2) For the nine-month period ended September 30, 2024

(in millions of Won)

	Sales and others(*1)		Purchase and others(*2)			
	Sales	Others	Purchase of material	Purchase of fixed assets	Outsourced processing cost	Others
<b>The parent company</b>						
POSCO HOLDINGS INC. (*3)	₩ 18,725	325	-	75	-	1,002,676
<b>Associates and joint ventures</b>						
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER	34,403	-	782	-	-	-
POSCO Vietnam Processing Center. Co., Ltd	118,446	-	950	-	-	292
POS-SeAH Steel Wire (Thailand) Co., Ltd.	17,545	-	63	-	-	-
Others	1,885	-	406	-	-	-
	172,279	-	2,201	-	-	292
<b>Other related party(*3)</b>						
POSCO Eco & Challenge Co., Ltd.	123,094	3	-	807,046	101	35,657
POSCO DX (formerly, POSCO ICT)(*4)	31,623	63	775	327,714	49,750	148,323
POSCO WIDE Co., Ltd. (formerly, POSCO O&M Co., Ltd.)	11,567	59	575	262	17,894	36,751
POSCO FUTURE M CO., LTD.	397,530	161	414,635	38,926	172,979	12,487
POSCO FLOW CO., LTD.(*5)	11,510	93	532,060	2	10,010	951,497
SNNC	16,131	12	215,278	-	-	19
POSCO Mobility Solution Corporation	600,992	1	4,061	2,594	39,456	501
eSteel4U	442,827	-	116	-	-	236
POSCO INTERNATIONAL Corporation	8,556,964	5	2,680,017	-	753	21,262
POSCO Canada Ltd.	-	1,020	26,700	-	-	-
POSCO Maharashtra Steel Private Limited(*6)	710,991	60	-	-	-	854
POSCO(Guangdong) Automotive Steel Co.,Ltd	201,427	-	2,289	-	-	-
POSCO VST CO., LTD.	151,944	-	2,488	-	-	31
POSCO INTERNATIONAL SINGAPORE PTE LTD.	-	2,124	1,346,486	-	-	-
POSCO ASSAN TST STEEL INDUSTRY(*6)	288,183	2,591	-	-	-	-
Roy Hill Holdings Pty Ltd	-	9,680	1,362,453	-	-	-
Others	1,110,637	1,317	626,878	211,581	16,023	108,710
	12,655,420	17,189	7,214,811	1,388,125	306,966	1,316,328
₩	12,846,424	17,514	7,217,012	1,388,200	306,966	2,319,296

(\*1) Sales and others mainly consist of sales of steel products to the parent company, associates and other related parties.

(\*2) The purchases and others mainly consist of related parties' purchases of construction services and purchases of raw materials to manufacture steel products.

(\*3) Others (purchase) mainly consist of service fees for brand usage and rentals.

(\*4) Others (purchase) mainly consist of maintenance expenses for the ERP System.

(\*5) Others (purchase) mainly consist of freight expenses.

(\*6) Presenting transactions occurred prior to the Company's acquisition of the entity from POSCO HOLDINGS INC. for the year ended December 31, 2024.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 30. Related Party Transactions (cont'd)

(c) Details of the related account balances of material transactions with the Group's related parties as of September 30, 2025 and December 31, 2024 are as follows:

#### 1) September 30, 2025

(in millions of Won)

		Receivables				Payables			
		Trade accounts and notes receivable	Others	Total		Trade accounts and notes receivable	Accounts payable	Others	Total
<b>The parent company</b>									
POSCO HOLDINGS INC.	₩	968	48,699	49,667	-	76,756	291,486		368,242
<b>Associates and joint ventures</b>									
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		42	-	42	2	-	-	-	2
POSCO Vietnam Processing Center. Co., Ltd		25,306	4	25,310	79	-	124		203
POSCO INTERNATIONAL INDIA E-MOBILITY		16,297	-	16,297	-	-	-	-	-
POS-SeAH Steel Wire (Thailand) Co., Ltd.		5,599	-	5,599	-	-	-	-	-
Others		583	42	625	28	-	-	-	28
		47,827	46	47,873	109	-	124		233
<b>Other related party</b>									
POSCO Eco & Challenge Co., Ltd.		13,950	8	13,958	-	32,297	171		32,468
POSCO DX		2,655	21	2,676	1,336	60,259	19,890		81,485
POSCO WIDE Co., Ltd.		964	1,468	2,432	-	3,753	5,270		9,023
POSCO FUTURE M CO., LTD.		47,811	60,914	108,725	45,279	14,344	24,409		84,032
POSCO FLOW CO., LTD.		1,104	1,201	2,305	109,623	12,057	43,607		165,287
SNNC		2,617	53	2,670	10,655	360	76		11,091
POSCO Mobility Solution Corporation		139,246	15,167	154,413	1,040	288	1,980		3,308
POSCO INTERNATIONAL Corporation		973,192	5,268	978,460	902,275	11,641	3,027		916,943
POSCO(Guangdong) Automotive Steel Co., Ltd.		38,353	-	38,353	283	-	-		283
POSCO VST CO., LTD.		84,187	332	84,519	1,638	-	-		1,638
POSCO INTERNATIONAL SINGAPORE PTE LTD.		14,857	-	14,857	195,595	65	-		195,660
Roy Hill Holdings Pty Ltd		-	-	-	339,025	-	-		339,025
Others		48,561	27,302	75,863	48,000	12,655	15,792		76,447
		1,367,497	111,734	1,479,231	1,654,749	147,719	114,222		1,916,690
₩		1,416,292	160,479	1,576,771	1,654,858	224,475	405,832		2,285,165

#### 2) December 31, 2024

(in millions of Won)

		Receivables				Payables			
		Trade accounts and notes receivable	Others	Total		Trade accounts and notes payable	Accounts payable	Others	Total
<b>The parent company</b>									
POSCO HOLDINGS INC.	₩	810	41,992	42,802	-	102,621	85,734		188,355
<b>Associates and joint ventures</b>									
POSCO Vietnam Processing Center. Co., Ltd		16,962	1	16,963	33	-	-		33
POS-SeAH Steel Wire (Thailand) Co., Ltd.		5,097	-	5,097	-	-	-		-
Others		760	33	793	47	-	-		47
		22,819	34	22,853	80	-	-		80
<b>Other related party</b>									
POSCO Eco & Challenge Co., Ltd.		38,130	9	38,139	-	70,431	1,806		72,237
POSCO DX		7,889	49	7,938	286	181,638	26,172		208,096
POSCO WIDE Co., Ltd.		1,342	1,450	2,792	-	6,724	4,664		11,388
POSCO FUTURE M CO., LTD.		53,227	4,770	57,997	43,889	17,221	20,835		81,945
POSCO FLOW CO., LTD.		806	546	1,352	120,986	4,595	43,533		169,114
SNNC		2,318	70	2,388	8,426	1,285	13		9,724
POSCO Mobility Solution Corporation		112,987	-	112,987	693	1,746	5,055		7,494
eSteel4U		107,464	-	107,464	-	-	-		-
POSCO INTERNATIONAL Corporation		959,125	2,647	961,772	1,192,472	6,138	4,330		1,202,940
POSCO(Guangdong) Automotive Steel Co., Ltd.		48,546	-	48,546	378	-	-		378
POSCO VST CO., LTD.		91,390	519	91,909	-	-	-		-
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	-	-	209,202	188	-		209,390
Roy Hill Holdings Pty Ltd		-	2,440	2,440	356,234	25	-		356,259
Others		67,646	32,501	100,147	48,483	44,120	332,072		424,675
		1,490,870	45,001	1,535,871	1,981,049	334,111	438,480		2,753,640
₩		1,514,499	87,027	1,601,526	1,981,129	436,732	524,214		2,942,075

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 30. Related Party Transactions (cont'd)

(d) Details of material borrowing transactions with the Group's related parties for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

#### 1) For the nine-month period ended September 30, 2025

<i>(in millions of Won)</i>		Transaction	Beginning	Increase	Decrease	Others(*1)	Ending
<b>Other related party</b>							
POSCO Asia CO., LTD.		Short-term borrowings	₩ 318,511	143,593	(211,966)	(2,679)	247,459
POSCO-China Holding Corp.		Short-term borrowings	23,197	12,257	(23,197)	-	12,257
			₩ 341,708	155,850	(235,163)	(2,679)	259,716

(\*1) Others include adjustments of foreign currency translation differences.

#### 2) For the year ended December 31, 2024

<i>(in millions of Won)</i>		Transaction	Beginning	Increase	Decrease	Others(*1)	Ending
<b>Other related party</b>							
POSCO Asia CO., LTD.		Short-term borrowings	₩ 203,886	268,379	(226,152)	72,398	318,511
POSCO-China Holding Corp.		Short-term borrowings	17,798	93,852	(88,780)	327	23,197
POSCO MPPC S.A. de C.V.		Short-term borrowings	6,785	38,132	(45,216)	299	-
			₩ 228,469	400,363	(360,148)	73,024	341,708

(\*1) Others include adjustments of foreign currency translation differences.

(e) Details of material loan transactions with the Group's related parties for the nine-month period ended September 30, 2025 and the year ended December 31, 2024 are as follows:

#### 1) For the nine-month period ended September 30, 2025

<i>(in millions of Won)</i>		Transaction	Beginning	Increase	Decrease	Others(*1)	Ending
<b>Other related party</b>							
POSCO-China Holding Corp.		Short-term loans	₩ -	5,744	(3,879)	(1,068)	797
POSCO Asia CO., LTD.		Short-term loans	14,700	-	-	(678)	14,022
POSCO E&C India		Short-term loans	608	-	-	(49)	559
			₩ 15,308	5,744	(3,879)	(1,795)	15,378

(\*1) Others include adjustments of foreign currency translation differences.

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 30. Related Party Transactions (cont'd)

2) For the year ended December 31, 2024

(in millions of Won)		Transaction	Beginning	Increase	Decrease	Others(*1)	Ending
<b>Other related party</b>							
POSCO-India Pune Processing Center. Pvt. Ltd.	Short -term loans	₩	31,069	71,934	(102,926)	(77)	-
POSCO INDIA PROCESSING CENTER PRIVATE LIMITED	Short -term loans		171	41,327	(41,425)	(73)	-
POSCO-China Holding Corp.	Short -term loans		308	34,602	(31,088)	(3,822)	-
POSCO Asia CO., LTD.	Short -term loans		-	27,767	(14,073)	1,006	14,700
POSCO E&C India	Short -term loans		-	586	-	22	608
		₩	31,548	176,216	(189,512)	(2,944)	15,308

(\*1) Others include adjustments of foreign currency translation differences.

(f) Guarantees provided for the related parties

As of September 30, 2025, the Group has entered into a financial guarantee contract for its related parties (see Note 20-(a)-2).

(g) Guarantees provided from the related parties

As of September 30, 2025, POSCO ASSAN TST STEEL INDUSTRY Inc. has received a payment guarantee from POSCO INTERNATIONAL Corporation, other related party, in connection with its borrowings.

(h) The Group acquired equity and the steel scrap business segment from other related party for the nine-month period ended September 30, 2025 (see Notes 1 and 34).

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 30. Related Party Transactions (cont'd)

- (i) For each of the nine-month periods ended September 30, 2025 and 2024, details of compensations to key management officers are as follows:

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>September 30, 2024</b>
Short-term benefits	₩	48,979	45,079
Long-term benefits		998	300
Post-employment benefits		6,297	10,766
	₩	<u>56,274</u>	<u>56,145</u>

Key management officers include directors (including non-standing directors), executive officials and fellow officials who have material influences and responsibilities in the Group's business and operations.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 31. Commitments and Contingencies

#### (a) Key commitments

Details of key commitments of the Group as of September 30, 2025 are as follows:

Company	Description
POSCO	<p>The Company entered into long-term contracts to purchase iron ore, coal, nickel and others. The contracts of iron ore and coal generally have terms of more than two years and three years, respectively, and the contracts of nickel have terms of more than one year. These contracts provide for periodic price adjustments based on the market price. As of September 30, 2025, 51 million tons of iron ore and 15 million tons of coal remain to be purchased under such long-term contracts.</p> <p>The Company entered into an agreement with Tangguh Liquefied Natural Gas (LNG) Consortium in Indonesia. The contractual volume is 550,000 tons per year for 20 years of contract period from August 2005 and 120,000 tons per year for the contract period from September 2025 to December 2026. The purchase price is subject to change, based on changes of the monthly standard oil price (JCC) and with a price ceiling.</p> <p>The Company entered into a consecutive voyage charter (CVC) contract for the transportation of raw materials. As of September 30, 2025, there are 32 vessels under contract and the average remaining contract period is about 6 years.</p> <p>The Company entered into an agreement (LNG SPA) with POSCO INTERNATIONAL SINGAPORE PTE LTD. to purchase 370 thousand tons of LNG annually for 15 years commencing in November 2026. The purchase price is subject to change based on changes of U.S. Henry Hub Natural Gas Spot Price. The Company has extension option of extending the purchase contract by five years.</p> <p>As September 30, 2025, the Company has entered into Supplier finance agreements which have a limit of USD 1,270 million with five financial institutions including SMBC</p>



## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### (b) Commitments for acquisition of assets

As of September 30, 2025, the commitments for the acquisition of property, plant and equipment and intangible assets that have not yet occurred are as follows.

<i>(in millions of Won)</i>		<b>Amount</b>
Property, plant and equipment	₩	2,383,060
Intangible assets		2,720
	₩	2,385,780

#### (c) Supplier finance arrangements

As of September 30, 2025 and December 31, 2024, the carrying amounts of financial liabilities related to supplier finance arrangements entered into by the Group are as follows. There were no significant non-cash changes in the carrying amounts of trade payables and other payables that are part of the supplier finance arrangements.

<i>(in millions of Won)</i>		<b>September 30, 2025</b>	<b>September 30, 2024</b>
Trade payables	₩	568,591	875,915
Other payables		131,394	210,996
	₩	699,985	1,086,911

#### (d) Litigation in progress

As of September 30, 2025, the Group is involved in 210 lawsuits collectively amounting to ₩501.6 billion as defendant. The Group has recognized provisions for certain lawsuits and claims and believes that it has a present obligation since it is probable that an outflow of resources embodying economic benefits will be required.

(e) The Company was spun off from POSCO HOLDINGS INC. and newly incorporated on March 1, 2022, and is jointly liable for the liabilities of POSCO HOLDINGS INC. under Article 530(9)(1) of the Commercial Act of the Republic of Korea.

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

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- (f) POSCO Stainless Precision & Processing entered into a business transfer agreement with POSCO Mobility Solution Corporation in August 2025 to strengthen its domestic STS business. The total investment amount committed is ₩ 256,036 million, and the transfer of assets, including facilities, is scheduled to be completed in 2026.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

### 32. Statements of Cash Flows

Changes in operating assets and liabilities for each of the nine-month periods ended September 30, 2025 and 2024 are as follows:

<i>(in millions of Korean Won)</i>		<b>September 30 2025</b>	<b>September 30, 2024</b>
Trade accounts and notes receivable	₩	42,051	298,081
Other receivables		87,037	(193,397)
Inventories		682,355	208,402
Other current assets		(35,424)	(36,044)
Other non-current assets		83,817	46,126
Trade accounts and notes payable		(851,746)	(143,032)
Other payables		(64,105)	(34,911)
Other current liabilities		(51,504)	48,634
Provisions		(21,036)	(15,489)
Payments of post-employment benefits		(165,245)	(144,820)
Plan assets		138,166	61,129
Other non-current liabilities		(17,553)	(27,028)
	₩	<u>(173,187)</u>	<u>67,651</u>
<i>(in millions of Won)</i>		<b>September 30 2025</b>	<b>September 30, 2024</b>
Trade accounts and notes receivable	₩	42,051	298,081
Other receivables		87,037	(193,397)
Inventories		682,355	208,402
Other current assets		(35,424)	(36,044)
Other non-current assets		83,817	46,126
Trade accounts and notes payable		(851,746)	(143,032)
Other payables		(64,105)	(34,911)
Other current liabilities		(51,504)	48,634
Provisions		(21,036)	(15,489)
Payments of severance benefits		(165,245)	(144,820)
Plan assets		138,166	61,129
Other non-current liabilities		(17,553)	(27,028)
	₩	<u>(173,187)</u>	<u>67,651</u>

## POSCO and its subsidiaries

Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

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### 33. Operating Segments

The information on each operating segment is reported in a manner consistent with the internal business segment reporting provided to the chief operating decision-maker. Operating results are regularly reviewed by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and assess its performance and for which discrete financial information is available. The Group is organized of a single segment, the steel segment.

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

September 30, 2025 and 2024

(unaudited)

#### 34. Business Combination

##### (a) Overview of business combination

On May 16, 2025, the Group acquired the domestic scrap metal business's property, plant and equipment and intangible assets of POSCO International, as well as its equity interest in Pohang Scrap Recycling Distribution Center Co., Ltd. The purpose of this business combination is to strengthen purchasing competitiveness through the acquisition of the domestic scrap metal business operations.

On July 31, 2025, the Group acquired 100% of equity interest in CHEMGAS KOREA CO.,LTD. The purpose of this business combination is to secure a business platform for promoting the semiconductor specialty gas business.

On August 22, 2025, the Group acquired 61.12% of equity interest in eSteel4U from POSCO International. The purpose of this business combination is to reinforce leadership in the domestic distribution market.

	<b>Acquisition date of control</b>	<b>Acquired voting equity interest</b>
Pohang Scrap Recycling Distribution Center Co., Ltd.	May 16, 2025	51.00
CHEMGAS KOREA CO.,LTD.	July 31, 2025	100.00
eSteel4U	August 22, 2025	61.12

##### (b) Accounting for business combinations

Business combinations involving Pohang Scrap Recycling Distribution Center Co., Ltd. and eSteel4U are business combinations under common control. Accordingly, the assets acquired from and liabilities assumed by POSCO International have been recognized at their carrying amounts in the consolidated financial statements of the ultimate parent company. The difference between the consideration transferred and the carrying amount of the net assets acquired has been adjusted to capital surplus.

# POSCO and its subsidiaries

## Notes to the interim condensed consolidated financial statements, continued

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(unaudited)

### 34. Business Combination (cont'd)

The business combination involving CHEMGAS KOREA CO.,LTD. is the business combination from an external party, and the difference between the consideration transferred and the carrying amounts of the net assets acquired was recognized as goodwill.

- 1) Pohang Scrap Recycling Distribution Center Co., Ltd. and Scrap metal business of POSCO International

<i>(in millions of Won)</i>		<b>Amount</b>
<b>Consideration transferred</b>		
Cash	₩	25,915
	₩	25,915
<b>Identifiable assets acquired and liabilities assumed</b>		
Cash and cash equivalents	₩	1,550
Inventories		9,491
Property, plant and equipment		15,675
Other assets		2,249
Borrowings		(3,500)
Other liabilities		(572)
	₩	24,893
<b>Equity arising from the business combination</b>		
Capital surplus	₩	(5,453)
Non-controlling interests		4,431
		(1,022)

# POSCO and its subsidiaries

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## 34. Business Combination(cont'd)

### 2) CHEMGAS KOREA CO.,LTD.

<i>(in millions of Won)</i>		<b>Amount</b>
<b>Consideration transferred</b>		
Cash	₩	68,942
	₩	68,942
<b>Identifiable assets acquired and liabilities assumed</b>		
Cash and cash equivalents	₩	1,940
Trade accounts and notes receivable		2,697
Inventories		1,804
Property, plant and equipment		31,577
Intangible assets		4,979
Other assets		1,115
Trade accounts and notes payable		(447)
Borrowings		(10,800)
Deferred tax liabilities		(1,035)
Other liabilities		(2,211)
	₩	29,619
<b>Equity arising from the business combination</b>		
Goodwill	₩	39,323
		39,323

## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

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(unaudited)

#### 34. Business Combination (cont'd)

##### 3) eSteel4U

<i>(in millions of Won)</i>		<b>Amount</b>
<b>Consideration transferred</b>		
Cash	₩	4,331
	₩	4,331
<b>Identifiable assets acquired and liabilities assumed</b>		
Cash and cash equivalents	₩	74,422
Trade accounts and notes receivable		2,928
Inventories		65,207
Property, plant and equipment		306
Intangible assets		5,035
Other assets		3,171
Trade accounts and notes payable		(149,290)
Other liabilities		(9,679)
	₩	(7,900)
<b>Equity arising from the business combination</b>		
Capital surplus	₩	(11,161)
Non-controlling interests		(1,070)
		(12,231)

##### (c) Effects of the business combination on profit or loss

The profit of Pohang Scrap Recycling Distribution Center Co., Ltd. has been included in the consolidated financial performance only for the period after the acquisition date. The revenue and net loss of Pohang Scrap Recycling Distribution Center Co., Ltd. for the nine-month period ended September 30, 2025 after the acquisition date amounts to ₩3,172 million and ₩449 million, respectively. If Pohang Scrap Recycling Distribution Center Co., Ltd. had been consolidated from January 1, 2025, the consolidated statement of comprehensive income would have included revenue of ₩5,436 million and net income of ₩407 million



## POSCO and its subsidiaries

### Notes to the interim condensed consolidated financial statements, continued

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#### 34. Business Combination (cont'd)

The profit of CHEMGAS KOREA CO.,LTD. has been included in the consolidated financial performance only for the period after the acquisition date. The revenue and net income of CHEMGAS KOREA CO.,LTD. for the nine-month period ended September 30, 2025 after the acquisition date amounts to ₩4,464 million and ₩1,251 million, respectively. If CHEMGAS KOREA CO.,LTD. had been consolidated from January 1, 2025, the consolidated statement of comprehensive income would have included revenue of ₩18,793 million and net income of ₩3,371 million.

The profit of eSteel4U has been included in the consolidated financial performance only for the period after the acquisition date. The revenue and net income of eSteel4U for the nine-month period ended September 30, 2025 after the acquisition date amounts to ₩64,691 million and ₩ 596 million, respectively. If eSteel4U had been consolidated from January 1, 2025, the consolidated statement of comprehensive income would have included revenue of ₩433,759 million and net loss of ₩8,792 million.

## POSCO and its subsidiaries

Notes to the interim condensed consolidated financial statements, continued

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(unaudited)

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### 35. Uncertainty in Estimates Due to Imposition of Tariffs by the United States

In June 2025, the U.S. government announced an executive order imposing a 50% tariff on all steel and aluminum products imported to the U.S., effective from June 4, 2025. This tariff imposition introduces uncertainty in the estimation of financial statements.