

Flash Report Consolidated Basis  
Results for the First Quarter of Fiscal 2023  
(April 1, 2023-June 30, 2023)  
< under Japanese GAAP >

July 27, 2023

**Company name:** OSAKA STEEL CO., LTD.  
**Stock listing:** Standard Market, Tokyo Stock Exchange  
**Code number:** 5449  
**URL:** <https://www.osaka-seitetsu.co.jp>  
**Representative:** Taisuke Nomura, PRESIDENT  
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(Figures of less than ¥1 million have been omitted.)

**1. Consolidated Financial and Operating Results for the First Quarter of Fiscal 2023**  
(April 1, 2023-June 30, 2023)

**(1) Consolidated Operating Results**

(Percentage figures represent changes from the same period of the previous fiscal year.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
<b>First quarter of Fiscal 2023</b>	<b>30,887</b>	<b>10.2</b>	<b>2,774</b>	<b>45.4</b>	<b>2,888</b>	<b>16.9</b>	<b>2,014</b>	<b>148.7</b>
First quarter of Fiscal 2022	28,018	25.5	1,908	6.6	2,470	51.8	810	(25.1)

(Reference) Comprehensive income: First quarter of Fiscal 2023 ¥ 909 million 4.8%  
First quarter of Fiscal 2022 ¥ 867 million (33.6) %

	Earnings per share	Earnings per share after full dilution
	Yen	Yen
<b>First quarter of Fiscal 2023</b>	<b>51.77</b>	<b>—</b>
First quarter of Fiscal 2022	20.82	—

**(2) Consolidated Financial Results**

	Total assets	Net assets	Ratio of shareholders' equity to total assets
	Millions of yen	Millions of yen	%
<b>First quarter of Fiscal 2023</b>	<b>213,379</b>	<b>153,428</b>	<b>70.9</b>
Fiscal 2022	213,243	153,103	70.8

(Reference) Shareholders' equity: First quarter of Fiscal 2023 ¥151,265 million  
Fiscal 2022 ¥150,980 million

## 2. Dividends

	Dividends per share				
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal 2022	—	8.00	—	14.50	22.50
<b>Fiscal 2023</b>	—				
<b>Fiscal 2023(Forecasts)</b>		<b>10.00</b>	—	—	—

(Note) Whether the dividend forecasts under review have been revised : Yes

The dividend forecasts of end of fiscal year for fiscal 2023 are not decided.

## 3. Consolidated Financial Forecasts for Fiscal 2023(April 1, 2023-March 31, 2024)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First half of Fiscal 2023	60,000	8.7	3,600	(13.5)	3,500	(26.2)	2,100	(4.9)	53.96
Fiscal 2023	120,000	2.4	7,000	17.9	6,500	1.8	4,000	37.8	102.78

(Note) Whether the consolidated financial forecasts for fiscal 2023 under review have been revised : Yes

Forecasts of future performance in this report are based on information available at the date of publication for this document and certain assumptions regarding factors that may influence future results at the date of publication.

Actual results may vary significantly from these forecasts due to a wide range of factors.

## 1. Quarterly Consolidated Financial Statements

### (1) Quarterly Consolidated Balance Sheets

Millions of yen

	March 31, 2023	June 30, 2023
<b>Assets</b>		
Current assets		
Cash and deposits	4,870	5,866
Accounts receivable - trade	24,148	24,659
Finished goods	16,906	16,928
Work in process	511	540
Raw materials and supplies	8,305	7,725
Accounts receivable - other	9,595	11,160
Short-term loans receivable from subsidiaries and associates	10,000	10,000
Deposits paid	58,607	56,525
Other	183	193
Allowance for doubtful accounts	(132)	(133)
Total current assets	<u>132,995</u>	<u>133,466</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,662	8,656
Machinery, equipment and vehicles, net	26,683	26,220
Tools, furniture and fixtures, net	2,367	2,335
Land	37,185	37,212
Construction in progress	2,565	2,620
Total property, plant and equipment	<u>77,464</u>	<u>77,044</u>
Intangible assets		
Other	16	16
Total intangible assets	<u>16</u>	<u>16</u>
Investments and other assets		
Investment securities	565	594
Retirement benefit asset	625	604
Deferred tax assets	91	92
Other	1,485	1,561
Allowance for doubtful accounts	(0)	(0)
Total investments and other assets	<u>2,766</u>	<u>2,851</u>
Total non-current assets	<u>80,247</u>	<u>79,912</u>
Total assets	<u>213,243</u>	<u>213,379</u>

	Millions of yen	
	March 31, 2023	June 30, 2023
<b>Liabilities</b>		
<b>Current liabilities</b>		
Notes and accounts payable - trade	19,322	18,071
Short-term borrowings	21,901	23,267
Current portion of long-term borrowings	7,773	8,137
Accounts payable - other	2,891	2,418
Income taxes payable	962	654
Provision for repairs	589	620
Provision for business restructuring	327	825
Other	2,027	1,707
<b>Total current liabilities</b>	<u>55,795</u>	<u>55,702</u>
<b>Non-current liabilities</b>		
Deferred tax liabilities	1,209	1,376
Retirement benefit liability	1,876	1,908
Provision for business restructuring	924	665
Other	333	298
<b>Total non-current liabilities</b>	<u>4,343</u>	<u>4,248</u>
<b>Total liabilities</b>	<u>60,139</u>	<u>59,950</u>
<b>Net assets</b>		
<b>Shareholders' equity</b>		
Share capital	8,769	8,769
Capital surplus	10,355	10,355
Retained earnings	135,426	136,876
Treasury shares	(4,537)	(4,537)
<b>Total shareholders' equity</b>	<u>150,013</u>	<u>151,463</u>
<b>Accumulated other comprehensive income</b>		
Valuation difference on available-for-sale securities	223	243
Deferred gains or losses on hedges	45	47
Foreign currency translation adjustment	409	(768)
Remeasurements of defined benefit plans	289	279
<b>Total accumulated other comprehensive income</b>	<u>967</u>	<u>(198)</u>
<b>Non-controlling interests</b>	<u>2,122</u>	<u>2,163</u>
<b>Total net assets</b>	<u>153,103</u>	<u>153,428</u>
<b>Total liabilities and net assets</b>	<u>213,243</u>	<u>213,379</u>

**(2) Quarterly Consolidated Statements of Operations  
and Quarterly Consolidated Statements of Comprehensive Income**

**Quarterly Consolidated Statements of Operations**

Millions of yen

	First quarter of fiscal 2022	First quarter of fiscal 2023
Net sales	28,018	30,887
Cost of sales	24,558	26,373
Gross profit	3,459	4,514
Selling, general and administrative expenses		
Transportation costs	729	875
Salaries and bonuses	296	317
Retirement benefit expenses	7	7
Depreciation	16	17
Other	501	522
Total selling, general and administrative expenses	1,551	1,739
Operating profit	1,908	2,774
Non-operating income		
Interest income	41	39
Dividend income	9	10
Rental income from non-current assets	102	96
Foreign exchange gains	-	269
Gain on valuation of interest rate swaps	515	-
Other	35	34
Total non-operating income	704	451
Non-operating expenses		
Interest expenses	61	213
Loss on retirement of non-current assets	0	37
Taxes and dues	19	28
Foreign exchange losses	45	-
Other	15	57
Total non-operating expenses	142	336
Ordinary profit	2,470	2,888
Extraordinary losses		
Business restructuring expenses	1,383	-
Total extraordinary losses	1,383	-
Profit before income taxes	1,087	2,888
Income taxes - current	517	650
Income taxes - deferred	(247)	160
Total income taxes	270	811
Profit	817	2,077
Profit attributable to non-controlling interests	7	62
Profit attributable to owners of parent	810	2,014

## Quarterly Consolidated Statements of Comprehensive Income

	Millions of yen	
	First quarter of fiscal 2022	First quarter of fiscal 2023
Profit	817	<b>2,077</b>
Other comprehensive income		
Valuation difference on available-for-sale securities	(33)	<b>20</b>
Deferred gains or losses on hedges	(92)	<b>0</b>
Foreign currency translation adjustment	184	<b>(1,177)</b>
Remeasurements of defined benefit plans, net of tax	(8)	<b>(10)</b>
Total other comprehensive income	<u>49</u>	<u><b>(1,167)</b></u>
Comprehensive income	<u>867</u>	<u><b>909</b></u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	837	<b>848</b>
Comprehensive income attributable to non-controlling interests	30	<b>60</b>