

Flash Report Consolidated Basis  
Results for the Third Quarter of Fiscal 2021  
(April 1, 2021- December 31, 2021)  
<under Japanese GAAP>

January 31, 2022

**Company name:** OSAKA STEEL CO., LTD.  
**Stock listing:** Tokyo, 1st section  
**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 Third quarter of Fiscal 2021**  
(April 1, 2021- December 31, 2021)

**(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>Third quarter of Fiscal 2021</b>	<b>75,196</b>	<b>34.6</b>	<b>3,478</b>	<b>167.6</b>	<b>3,583</b>	<b>304.1</b>	<b>2,438</b>	<b>503.8</b>
Third quarter of Fiscal 2020	55,876	(20.4)	1,299	(79.1)	886	(84.9)	403	(89.4)

(Reference) Comprehensive income: Third quarter of Fiscal 2021 ¥2,713 million — %  
Third quarter of Fiscal 2020 ¥62 million (98.1) %

	Earnings per share	Earnings per share after full dilution
	Yen	Yen
<b>Third quarter of Fiscal 2021</b>	<b>62.64</b>	—
Third quarter of Fiscal 2020	10.38	—

**(2) Consolidated Financial Results**

	Total assets	Net assets	Ratio of shareholders' equity to total assets
	Millions of yen	Millions of yen	%
<b>Third quarter of Fiscal 2021</b>	<b>214,498</b>	<b>150,676</b>	<b>69.2</b>
Fiscal 2020	195,242	148,514	74.9

(Reference) Shareholders' equity: Third quarter of Fiscal 2021 ¥148,349 million  
Fiscal 2020 ¥146,307 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 2020	—	0.00	—	7.00	7.00
<b>Fiscal 2021</b>	—	<b>7.00</b>	—		
<b>Fiscal 2021(Forecasts)</b>				13.50	20.50

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

## 3. Consolidated Financial Forecasts for Fiscal 2021(April 1, 2021-March 31, 2022)

	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
Fiscal 2021	105,000	37.1	4,200	197.2	4,000	206.6	2,650	195.2	68.09

(Note) Whether the consolidated financial forecasts for fiscal 2021 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, 2021	December 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	4,002	6,887
Notes and accounts receivable - trade	19,019	25,164
Finished goods	12,147	17,905
Work in process	382	490
Raw materials and supplies	6,480	7,584
Accounts receivable - other	7,386	12,492
Short-term loans receivable from subsidiaries and associates	10,000	10,000
Deposits paid	58,618	56,308
Other	126	354
Allowance for doubtful accounts	(135)	(152)
Total current assets	<u>118,028</u>	<u>137,035</u>
Non-current assets		
Property, plant and equipment		
Buildings and structures, net	8,620	8,603
Machinery, equipment and vehicles, net	24,865	25,197
Tools, furniture and fixtures, net	2,048	2,212
Land	35,348	35,611
Construction in progress	4,220	4,333
Total property, plant and equipment	<u>75,103</u>	<u>75,958</u>
Intangible assets		
Other	40	18
Total intangible assets	<u>40</u>	<u>18</u>
Investments and other assets		
Investment securities	745	609
Long-term loans receivable	0	0
Retirement benefit asset	365	308
Deferred tax assets	235	100
Other	723	467
Total investments and other assets	<u>2,070</u>	<u>1,487</u>
Total non-current assets	<u>77,214</u>	<u>77,463</u>
Total assets	<u>195,242</u>	<u>214,498</u>

Millions of yen

	March 31, 2021	December 31, 2021
<b>Liabilities</b>		
Current liabilities		
Notes and accounts payable - trade	14,384	23,745
Short-term borrowings	12,086	17,533
Current portion of long-term borrowings	2,975	3,217
Accounts payable - other	4,705	5,222
Income taxes payable	320	675
Provision for repairs	566	597
Other	938	1,313
Total current liabilities	<u>35,978</u>	<u>52,306</u>
Non-current liabilities		
Long-term borrowings	7,084	7,492
Deferred tax liabilities	1,629	1,623
Retirement benefit liability	1,713	1,791
Provision for business restructuring	223	223
Other	98	385
Total non-current liabilities	<u>10,749</u>	<u>11,516</u>
Total liabilities	<u>46,727</u>	<u>63,822</u>
<b>Net assets</b>		
Shareholders' equity		
Share capital	8,769	8,769
Capital surplus	10,355	10,355
Retained earnings	131,337	133,230
Treasury shares	(4,536)	(4,537)
Total shareholders' equity	<u>145,925</u>	<u>147,818</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	303	247
Deferred gains or losses on hedges	(70)	(17)
Foreign currency translation adjustment	(91)	80
Remeasurements of defined benefit plans	239	220
Total accumulated other comprehensive income	<u>381</u>	<u>530</u>
Non-controlling interests	<u>2,207</u>	<u>2,326</u>
Total net assets	<u>148,514</u>	<u>150,676</u>
Total liabilities and net assets	<u>195,242</u>	<u>214,498</u>

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

**Quarterly Consolidated Statements of Operations**

Millions of yen

	Third quarter of fiscal 2020	Third quarter of fiscal 2021
Net sales	55,876	<b>75,196</b>
Cost of sales	49,664	<b>66,859</b>
Gross profit	<u>6,211</u>	<u><b>8,337</b></u>
Selling, general and administrative expenses		
Transportation costs	2,447	<b>2,377</b>
Salaries and bonuses	852	<b>874</b>
Retirement benefit expenses	42	<b>25</b>
Depreciation	79	<b>67</b>
Other	1,489	<b>1,512</b>
Total selling, general and administrative expenses	<u>4,911</u>	<u><b>4,858</b></u>
Operating profit	<u>1,299</u>	<u><b>3,478</b></u>
Non-operating income		
Interest income	135	<b>129</b>
Dividend income	32	<b>28</b>
Rental income from non-current assets	311	<b>309</b>
Other	222	<b>243</b>
Total non-operating income	<u>701</u>	<u><b>710</b></u>
Non-operating expenses		
Interest expenses	330	<b>167</b>
Loss on retirement of non-current assets	176	<b>131</b>
Taxes and dues	59	<b>59</b>
Foreign exchange losses	476	<b>137</b>
Other	71	<b>109</b>
Total non-operating expenses	<u>1,115</u>	<u><b>605</b></u>
Ordinary profit	<u>886</u>	<u><b>3,583</b></u>
Profit before income taxes	<u>886</u>	<u><b>3,583</b></u>
Income taxes - current	379	<b>901</b>
Income taxes - deferred	401	<b>155</b>
Total income taxes	<u>780</u>	<u><b>1,056</b></u>
Profit	<u>106</u>	<u><b>2,527</b></u>
Profit (loss) attributable to non-controlling interests	<u>(297)</u>	<u><b>89</b></u>
Profit attributable to owners of parent	<u>403</u>	<u><b>2,438</b></u>

## Quarterly Consolidated Statements of Comprehensive Income

Millions of yen

	Third quarter of fiscal 2020	Third quarter of fiscal 2021
Profit	106	<b>2,527</b>
Other comprehensive income		
Valuation difference on available-for-sale securities	19	<b>(56)</b>
Deferred gains or losses on hedges	(144)	<b>61</b>
Foreign currency translation adjustment	40	<b>199</b>
Remeasurements of defined benefit plans, net of tax	41	<b>(18)</b>
Total other comprehensive income	<u>(43)</u>	<u><b>185</b></u>
Comprehensive income	<u>62</u>	<u><b>2,713</b></u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	381	<b>2,587</b>
Comprehensive income attributable to non-controlling interests	(318)	<b>125</b>