# POSCO and its subsidiaries

Interim condensed consolidated financial statements
for each of the six-month periods ended June 30, 2026 and 2025
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 June 30, 2026, and the related interim condensed consolidated statements of comprehensive income for each of the three-month and six-month periods ended June 30, 2026 and 2025, interim condensed consolidated statements of changes in equity and interim condensed consolidated statements of cash flows for each of the six-month periods ended June 30, 2026 and 2025, and a summary of material accounting policy information 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*.

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**Other matter**

We have audited the consolidated statement of financial position of the Group as of December 31, 2025, 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 11, 2026 expressed an unqualified opinion thereon. The accompanying consolidated statement of financial position as of December 31, 2025, presented for comparative purposes, is not different, in all material respects, from the above audited consolidated statement of financial position.

EY Han Young

August 13, 2026

This review report is effective as of August 13, 2026, 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.

# POSCO and its subsidiaries

Interim condensed consolidated financial statements
for each of the six-month periods ended June 30, 2026 and 2025

"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 June 30, 2026 (Unaudited) and December 31, 2025

*(in millions of Won)*

| | Notes | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|---|
| **Assets** | | | | |
| Cash and cash equivalents | 20 | ₩ | 2,145,500 | 2,700,455 |
| Trade accounts and notes receivable, net | 4,20,23 | | 5,570,262 | 4,546,160 |
| Other receivables, net | 5,20 | | 896,458 | 765,488 |
| Other financial assets | 6,20 | | 1,883,058 | 3,685,750 |
| Inventories | 7 | | 9,836,277 | 9,220,116 |
| Current income tax assets | | | 36,661 | 33,157 |
| Assets held for sale | 8 | | 71 | 206 |
| Other assets | 13 | | 306,743 | 144,135 |
| **Total current assets** | | | 20,675,030 | 21,095,467 |
| Trade accounts and notes receivable, net | 4,20,23 | | 7,407 | 14,198 |
| Other receivables, net | 5,20 | | 283,263 | 292,342 |
| Other financial assets | 6,20 | | 1,327,849 | 1,070,119 |
| Investments in associates | 9 | | 1,038,595 | 136,844 |
| Investment property, net | 10 | | 14,545 | 29,005 |
| Property, plant and equipment, net | 11 | | 24,669,146 | 24,689,888 |
| Intangible assets, net | 12 | | 572,620 | 593,364 |
| Defined benefit assets, net | 18 | | 97,021 | 147,501 |
| Deferred tax assets | | | 2,220,123 | 2,186,030 |
| Other assets | 13 | | 22,387 | 25,848 |
| **Total non-current assets** | | | 30,252,956 | 29,185,139 |
| **Total assets** | | ₩ | 50,927,986 | 50,280,606 |

(continued)

# POSCO and its subsidiaries

## Interim condensed consolidated statements of financial position, continued as of June 30, 2026 (Unaudited) and December 31, 2025

*(in millions of Won)*

| | Notes | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|---|
| **Liabilities** | | | | |
| Trade accounts and notes payable | 20 | ₩ | 4,181,831 | 3,611,124 |
| Borrowings | 14,20 | | 3,024,245 | 3,685,697 |
| Other payables | 15,20 | | 1,680,485 | 1,632,534 |
| Other financial liabilities | 16,20 | | 3,108 | 17 |
| Current income tax liabilities | | | 106,299 | 101,585 |
| Provisions | 17 | | 55,708 | 118,878 |
| Other liabilities | 19,23 | | 182,844 | 155,527 |
| **Total current liabilities** | | | 9,234,520 | 9,305,362 |
| Borrowings | 14,20 | | 6,848,586 | 6,092,046 |
| Other payables | 15,20 | | 525,066 | 522,045 |
| Defined benefit liabilities, net | 18 | | 44,215 | 31,086 |
| Deferred tax liabilities | | | 33,861 | 35,242 |
| Provisions | 17 | | 104,702 | 100,918 |
| Other liabilities | 19,23 | | 817 | 410 |
| **Total non-current liabilities** | | | 7,557,247 | 6,781,747 |
| **Total liabilities** | | | 16,791,767 | 16,087,109 |
| **Equity** | | | | |
| Share capital | 21 | | 482,403 | 482,403 |
| Capital surplus | 21 | | 22,687,086 | 22,687,086 |
| Accumulated other comprehensive income | 22 | | 540,382 | 384,462 |
| Retained earnings | | | 9,472,959 | 9,707,686 |
| **Equity attributed to owners of the controlling company** | | | 33,182,830 | 33,261,637 |
| **Non-controlling interests** | | | 953,389 | 931,860 |
| **Total equity** | | | 34,136,219 | 34,193,497 |
| **Total liabilities and equity** | | ₩ | 50,927,986 | 50,280,606 |

*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 six-month periods ended June 30, 2026 and 2025
(Unaudited)

| *(in millions of Won, except per share informations)* | Notes | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | June 30, 2026 | June 30, 2025 | June 30, 2026 | June 30, 2025 |
| **Revenue** | 23 | ₩ 11,729,132 | 11,094,579 | ₩ 22,911,007 | 22,346,953 |
| **Cost of sales** | 27 | (10,903,472) | (10,073,938) | (21,326,787) | (20,472,385) |
| **Gross profit** | | 825,660 | 1,020,641 | 1,584,220 | 1,874,568 |
| Selling and administrative expenses | | | | | |
| Other administrative expenses | 24,27 | (344,163) | (288,775) | (666,099) | (596,846) |
| Selling expenses | 24,27 | (86,443) | (78,705) | (167,007) | (157,350) |
| **Operating profit** | | 395,054 | 653,161 | 751,114 | 1,120,372 |
| Share of profit of equity-accounted investees, net | 9 | (8,662) | (269) | (18,234) | (4,120) |
| Finance income and costs | | | | | |
| Finance income | 20,25 | 278,433 | 526,897 | 810,251 | 855,692 |
| Finance costs | 20,25 | (404,152) | (672,447) | (964,951) | (1,052,336) |
| Other non-operating income and expenses | | | | | |
| Other non-operating income | 26 | 25,512 | 24,595 | 102,398 | 38,645 |
| Other non-operating expenses | 26,27 | (159,824) | (65,541) | (209,701) | (152,013) |
| **Profit before income tax** | | 126,362 | 466,396 | 470,877 | 806,240 |
| Income tax expense | 28 | (21,047) | (124,374) | (115,088) | (225,132) |
| **Profit** | | 105,315 | 342,022 | 355,789 | 581,108 |
| **Other comprehensive income** | | | | | |
| Items that will not be reclassified subsequently to profit or loss: | | | | | |
| Remeasurements of defined benefit plans | 18 | 601 | (1,217) | (1,191) | (310) |
| Net changes in fair value of equity investments at fair value through other comprehensive income | 20,22 | (50,539) | 91,420 | 10,594 | 108,215 |
| Foreign currency translation differences | | 10,241 | (44,989) | 40,494 | (46,023) |
| Items that are or may be reclassfied subsequently to profit or loss: | | | | | |
| Foreign currency translation differences | | 42,043 | (164,840) | 107,311 | (165,745) |
| Capital adjustment arising from investments in equity-accounted investees | 9 | 18,583 | 38,028 | 38,028 | (6,175) |
| **Other comprehensive income, net of tax** | | 20,929 | (126,902) | 195,236 | (110,038) |
| **Total comprehensive income** | | ₩ 126,244 | 215,120 | ₩ 551,025 | 471,070 |
| **Profit attribute to:** | | | | | |
| Owners of the controlling company | | ₩ 116,380 | 343,748 | ₩ 372,201 | 601,985 |
| Non-controlling interests | | (11,065) | (1,726) | (16,412) | (20,875) |
| **Profit** | | ₩ 105,315 | 342,022 | ₩ 355,789 | 581,110 |
| **Total comprehensive income attribute to:** | | | | | |
| Owners of the controlling company | | ₩ 126,173 | 263,103 | ₩ 525,987 | 539,292 |
| Non-controlling interests | | 71 | (47,982) | 25,037 | (68,219) |
| **Total comprehensive income** | | ₩ 126,244 | 215,120 | ₩ 551,024 | 471,073 |
| **Earnings per share (in Won)** | 29 | | | | |
| Basic earnings per share (in Won) | | 1,206 | 3,563 | 3,858 | 6,239 |
| Diluted earnings per share (in Won) | | ₩ 1,206 | 3,563 | ₩ 3,858 | 6,239 |

*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 six-month periods ended June 30, 2026 and 2025 (Unaudited)

*(in millions of Won)*

| | | Attributable to owners of the controlling company | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Share capital | Capital surplus | Accumulated other comprehensive income | Retained earnings | Subtotal | Non-cotrolling interests | Total |
| **Balance as of January 1, 2025** | ₩ | 482,403 | 22,705,568 | 242,066 | 8,955,007 | 32,385,044 | 982,355 | 33,367,399 |
| **Comprehensive income:** | | | | | | | | |
| Profit | | - | - | - | 601,985 | 601,985 | (20,875) | 581,110 |
| Other comprehensive income (loss) | | | | | | | | |
| Remeasurements of defined benefit plans, net of tax | | - | - | - | 986 | 986 | (1,295) | (309) |
| Capital adjustment arising from investments in equity-acccounted investees, net of tax | | - | - | (6,149) | - | (6,149) | (26) | (6,175) |
| Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax | | - | - | 108,127 | 88 | 108,215 | - | 108,215 |
| Foreign currency translation differences, net of tax | | - | - | (165,745) | - | (165,745) | (46,024) | (211,769) |
| **Transactions with owners of the controlling company, recognized directly in equity:** | | | | | | | | |
| Year-end dividends | | - | - | - | (332,858) | (332,858) | (8,865) | (341,723) |
| Changes in subsidiaries | | - | (1,111) | - | - | (1,111) | (16,289) | (17,400) |
| Others | | - | (7,180) | - | 180 | (7,000) | 4,693 | (2,307) |
| **Balance as of June 30, 2025** | ₩ | 482,403 | 22,697,277 | 178,299 | 9,225,388 | 32,583,367 | 893,674 | 33,477,041 |

(continued)

# POSCO and its subsidiaries

## Interim condensed consolidated statements of changes in equity, continued
## for each of the six-month periods ended June 30, 2026 and 2025 (Unaudited)

*(in millions of Won)*

| | | Attributable to owners of the controlling company | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Share capital | Capital surplus | Accumulated other comprehensive income | Retained earnings | Subtotal | Non-cotrolling interests | Total |
| **Balance as of January 1, 2026** | ₩ | 482,403 | 22,687,086 | 384,462 | 9,707,686 | 33,261,637 | 931,860 | 34,193,497 |
| **Comprehensive income:** | | | | | | | | |
| Profit | | - | - | - | 372,201 | 372,201 | (16,412) | 355,789 |
| Other comprehensive income (loss) | | | | | | | | |
| Remeasurements of defined benefit plans, net of tax | | - | - | - | (2,135) | (2,135) | 945 | (1,190) |
| Capital adjustment arising from investments in equity-acccounted investees, net of tax | | - | - | 38,016 | - | 38,016 | 11 | 38,027 |
| Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax | | - | - | 10,594 | - | 10,594 | - | 10,594 |
| Disposal of equity investments at fair value through other comprehensive income, net of tax | | - | - | - | (2,405) | (2,405) | - | (2,405) |
| Foreign currency translation differences, net of tax | | - | - | 107,311 | - | 107,311 | 40,494 | 147,805 |
| **Transactions with owners of the controlling company, recognized directly in equity:** | | | | | | | | |
| Year-end dividends | | - | - | - | (605,705) | (605,705) | (4,098) | (609,803) |
| Others | | - | - | - | 3,316 | 3,316 | 590 | 3,906 |
| **Balance as of June 30, 2026** | ₩ | 482,403 | 22,687,086 | 540,383 | 9,472,958 | 33,182,830 | 953,390 | 34,136,220 |

*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 six-month periods ended June 30, 2026 and 2025 (Unaudited)

*(in millions of Won)*

| | Notes | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|---|
| **Cash flows from operating activities** | | | | |
| Profit | | ₩ | 355,789 | 581,110 |
| Adjustments for : | | | | |
| Depreciation | | | 1,365,661 | 1,420,509 |
| Amortization | | | 49,024 | 27,150 |
| Finance income | | | (583,735) | (634,309) |
| Finance costs | | | 677,697 | 785,723 |
| Income tax expense | | | 115,088 | 225,132 |
| Impairment loss on property, plant and equipment | | | 111,571 | 66,180 |
| Gain on disposal of property, plant and equipment | | | (2,510) | (17,441) |
| Loss on disposal of property, plant and equipment | | | 60,126 | 50,522 |
| Impairment loss on intangible assets | | | 72 | 11 |
| Gain on disposal of intangible assets | | | 9 | 10 |
| Loss on disposal of intangible assets | | | (26) | - |
| Share of loss of equity-accounted investees | | | 5,895 | 4,120 |
| Impairment loss on equity-accounted investment | | | 12,339 | - |
| Gain on disposal of investments in subsidiaries and associates | | | (8,738) | (118) |
| Loss on disposal of investments in subsidiaries and associates | | | 576 | - |
| Gain on disposal of assets held for sale | | | (3,523) | - |
| Expenses related to post-employment benefit | | | 72,476 | 65,622 |
| Impairment loss on trade and other receivables | | | 25,502 | 1,179 |
| Loss on valuation of inventories | | | 83,672 | 69,441 |
| Increase to provisions | | | (39,167) | 18,669 |
| Revenue of insurance claim | | | (12,787) | (1,481) |
| Others, net | | | 8,586 | 594 |
| Changes in operating assets and liabilities | 32 | | (1,340,975) | 100,291 |
| Interest received | | | 98,178 | 80,276 |
| Interest paid | | | (241,976) | (304,261) |
| Dividends received | | | 24,125 | 21,862 |
| Income taxes paid | | | (136,283) | (308,137) |
| Net cash provided by operating activities | | ₩ | 696,666 | 2,252,654 |

(continued)

# POSCO and its subsidiaries

## Interim condensed consolidated statements of cash flows, continued
## for each of the six-month periods ended June 30, 2026 and 2025 (Unaudited)

| *(in millions of Won)* | Notes | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|---|
| **Cash flows from investing activities** | | | | |
| Acquisition of short-term financial instruments | | ₩ | (5,594,340) | (5,904,033) |
| Proceeds from disposal of short-term financial instruments | | | 6,785,016 | 5,176,827 |
| Increase in loans | | | (24,693) | (2,114) |
| Collection of loans | | | 14,949 | 5,710 |
| Acquisition of securities | | | (9,046) | (554,492) |
| Disposal of securities | | | 548,424 | 300,423 |
| Acquisition of investments in associates | | | (864,873) | (75,761) |
| Proceeds from disposal of investments in associates | | | 2,270 | 118 |
| Acquisition of property, plant and equipment | | | (1,215,524) | (1,072,965) |
| Proceeds from disposal of property, plant and equipment | | | (39,637) | (21,468) |
| Acquisition of intangible assets | | | (43,206) | (72,973) |
| Proceeds from disposal of intangible assets | | | 63 | 151 |
| Proceeds from disposal of assets held for sale | | | 13,041 | - |
| Collection of lease receivables | | | 6,377 | 6,063 |
| Cash outflow from business combinations | | | - | (24,365) |
| Proceeds from disposal of net assets due to changes in the scope of consolidation | | | 21,106 | - |
| Receipt of insurance claim | | | 12,787 | 1,481 |
| Payment of deposits | | | (4,286) | (6,860) |
| Collection of deposits | | | 2,618 | 2,323 |
| Payments under financial guarantee contracts | | | (19,473) | - |
| Other cash flows from investing activities | | | (81) | - |
| Net cash used in investing activities | | ₩ | (408,508) | (2,241,935) |
| **Cash flows from financing activities** | | | | |
| Proceeds from borrowings | | | 3,358,157 | 2,701,172 |
| Repayment of borrowings | | | (3,743,665) | (2,091,523) |
| Dividends paid | | | (609,803) | (341,723) |
| Repayment of lease liabilities | | | (54,831) | (55,103) |
| Increase in derivatives | | | (440) | - |
| Decrease in derivatives | | | 170,890 | 133,628 |
| Acquisition of non-controlling interests | | | - | (17,400) |
| Others, net | | | 1,205 | 2,541 |
| Net cash provided by (used in) financing activities | | ₩ | (878,487) | 331,593 |
| **Effect of exchange rate fluctuation on cash held** | | | 35,374 | (22,103) |
| **Net increase(decrease) in cash and cash equivalents** | | | (554,955) | 320,209 |
| **Cash and cash equivalents at beginning of the period** | | | 2,700,455 | 2,435,951 |
| **Cash and cash equivalents at end of the period** | | ₩ | 2,145,500 | 2,756,160 |

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

## 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 PT. KRAKATAU POSCO and its 15 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 June 30, 2026, POSCO is wholly owned by POSCO HOLDINGS INC. (100% ownership).

(b) Consolidated subsidiaries

Details of the Group's consolidated subsidiaries as of June 30, 2026 and December 31, 2025 are as follows:

| | | Ownership (%) | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | June 30, 2026 | | | December 31, 2025 | | | |
| | Principal operations | POSCO | Subsidiaries | Total | POSCO | Subsidiaries | Total | Region |
| [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 | 51.00 | - | 51.00 | Pohang |
| CHEMGAS KOREA CO.,LTD | Industrial gas manufacturing and sales | 100.00 | - | 100.00 | 100.00 | - | 100.00 | Eumseong |
| POSCO Stainless Precision & Processing | Steel processing and sales | 100.00 | - | 100.00 | 100.00 | - | 100.00 | Ansan |
| eSteel4U | Steel wholesale and retail trade | 61.12 | - | 61.12 | 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 | | 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 | 35.00 | 100.00 | 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 | India |
| POS-Louisiana Inc. | SPC | 100.00 | - | 100.00 | - | - | - | United States |

## 1. General Information (cont'd)

(*1) Excluding the treasury shares held as of June 30, 2026, the ownership of the Group in terms of voting rights is 56.96%.

(*2) As of June 30, 2026, the Group classified the entities as investments in a subsidiary, considering additional facts and circumstances, such as the relative size of the voting rights held by the Group, structure of their 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 June 30, 2026, the Group's voting rights ownership amounted to 48.85%.

## 1. General Information (cont'd)

(c) Details of associates

Details of the Group's associates as of June 30, 2026 and December 31, 2025 are as follows:

| Investee | Category of business | Ownership (%) June 30, 2026 | Ownership (%) December 31, 2025 | Region |
|---|---|---|---|---|
| **[Domestic]** | | | | |
| DAEHO GLOBAL MANAGEMENT CO., LTD.(*1) | Investment advisory service | - | 35.82 | Pohang |
| Pohang Special Welding Co., Ltd. | Welding material and tools manufacturing and sales | 50.00 | 50.00 | Pohang |
| FEWM CO., LTD. | Industrial gas manufacturing and sales | 40.00 | 40.00 | Yongin |
| POSCO CVC 1st Fund(*2) | New technology business investment association | 80.00 | 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-SAMSUNG-SLOVAKIA PROCESSING CENTER | Steel processing and sales | 30.00 | 30.00 | Slovakia |
| ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD(*3) | Steel processing and sales | - | 17.50 | China |
| POSCO Vietnam Processing Center. Co.,Ltd(*4) | 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(*4) | 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 INTERNATIONAL INDIA E-MOBILITY | Steel processing and sales | 26.00 | 26.00 | India |
| M RES NSW HCC II Pty Ltd(*5) | Overseas mining investment | 61.54 | 61.54 | Australia |
| HYUNDAI-POSCO Louisiana Steel LLC(*6) | Steel manufacturing and sales | 20.00 | - | United States |
| PT. Xinheng Metal Indonesia(*7) | Manufacturing and sales of nickel pig iron and STS slal | 44.12 | - | Indonesia |

(*1) During the six-month period ended June 30, 2026, the Group's ownership interest decreased due to its non-participation in the investee's capital increase. Accordingly, the Group lost significant influence over the investee and reclassified the investment from an associate to other financial assets.

(*2) As of June 30, 2026, the Group has determined that it has significant influence even though the Group's percentage of ownership is more than 50% considering the control ability of a limited partner.

(*3) Excluded from associates as a result of its disposal during the six-month period ended June 30, 2026.

(*4) As of June 30, 2026, the Group has determined that it has significant influence even though the Group's percentage of ownership is less than 20% considering the composition of board of directors.

(*5) As of June 30, 2026, the Group has determined that it has significant influence even though the Group's percentage of ownership is more than 50% considering the composition of board of directors.

(*6) Newly acquired during the six-month period ended June 30, 2026.

(*7) During the six-month period ended June 30, 2026, the Group acquired newly issued shares of PT. Xinheng Metal Indonesia, an Indonesian stainless steel raw material producer, to secure a stable supply of semi-finished products and raw materials for stainless steel production.

## 1. General Information (cont'd)

(d) Details of subsidiaries

Consolidated subsidiaries acquired or newly established for the six-month period ended June 30, 2026 are as follows:

| Company | Date of inclusion | Ownership (%) | Reason |
|---|---|---|---|
| POS-Louisiana Inc. | January 2026 | 100.00 | Newly established(*1) |

(*1) Newly established during the six-month period ended June 30, 2026, for the Group to participate in an joint investment with Hyundai Motor Group to construct an EAF-

based integrated steel mill in Louisiana, United States, in order to respond to challenges in the North American steel market and secure a production base for eco-friendly automotive steel sheets.

(e) Loss of control

Consolidated subsidiaries for which the Group has lost control for the six-month period ended June 30, 2026 are as follows:

| Company | Date of inclusion | Reason |
|---|---|---|
| POSCO-INDIA STEEL DISTRI | March 2026 | Disposal to POSCO FLOW CO., LTD. |

## 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.

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, 2025.

### 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.

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

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.

(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.

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.

## 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, 2025. 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, 2026.

### Changes in accounting policies

*(a)* Amendments to KIFRS 1109 *Financial Instruments* and KIFRS 1107 *Financial Instruments: Disclosures – Classification and measurement of financial instruments*

The amendments to KIFRS 1109 and KIFRS 1107 relating to the classification and measurement of financial instruments include the following:

- clarification introducing an accounting policy choice (subject to certain conditions being met) to derecognize financial liabilities settled through an electronic payment system before the settlement date, as well as financial liabilities that are derecognized on the settlement date;
- additional guidance on how to assess the contractual cash flows of financial assets with ESG-linked or similar features;
- clarification of what constitutes non-recourse features and of the characteristics of contractually linked instruments; and
- introduction of additional disclosure requirements for financial instruments with contingent features and for equity instruments designated at fair value through other comprehensive income.

## 3. Summary of Material Accounting Policies (cont'd)

These amendments do not have a material impact on the Group's interim financial statements.

*(b) KIFRS Annual Improvements, Volume 11*

*KIFRS Annual Improvements, Volume 11*, were issued to improve consistency across standards, clarify ambiguous wording and enhance understandability. The improvements include amendments to the following standards:

- KIFRS 1101 *First-time Adoption of KIFRS: application of hedge accounting on first-time adoption of KIFRS*;
- KIFRS 1107 *Financial Instruments: Disclosures: gains or losses on derecognition and practical application guidance*;
- KIFRS 1109 *Financial Instruments: accounting for derecognition of lease liabilities and the definition of transaction price*;
- KIFRS 1110 *Consolidated Financial Statements: determination of de facto agents*; and
- KIFRS 1007 *Statement of Cash Flows: cost method.*

These amendments do not have a material impact on the Group's interim financial statements.

*(c)* Amendments to KIFRS 1109 *Financial Instruments* and KIFRS 1107 *Financial Instruments: Disclosures – Contracts related to nature-dependent electricity*

Amendments to KIFRS 1109 and KIFRS 1107 relating to contracts for nature-dependent electricity have been issued. The key aspects of the amendments include the following:

3. Summary of Material Accounting Policies (cont'd)

- clarification of the application of the 'own-use' requirement to contracts within the scope of the amendments;
- amendments to the requirements for designating cash flow hedge items in cash flow hedge relationships for contracts within the scope of the amendments; and
- introduction of new disclosure requirements to enable users of financial statements to understand the effects of such contracts on an entity's financial performance and cash flows.

These amendments do not have a material impact on the Group's interim financial statements.

Standards issued but not yet adopted

New and amended standards that have been issued but are not yet effective are set out below. The Group has not early adopted the following new and amended standards in preparing these financial statements.

KIFRS 1118 *Presentation and Disclosure in Financial Statements* replaces KIFRS 1001 *Presentation of Financial Statements*. KIFRS 1118 is expected to increase comparability of the financial performance of similar entities by providing users with more useful information for analyzing and comparing the entity's performance based on the income statement.

KIFRS 1118 should be first applied for annual periods beginning on or after January 1, 2027, and earlier application is permitted. In accordance with KIFRS 1008 *Accounting Policies, Changes in Accounting Estimates and Errors*, the comparative information for the year ending December

3. Summary of Material Accounting Policies (cont'd)

31, 2027 shall be restated under KIFRS 1118 as the Group is required to apply the standard retrospectively.

When the Group prepares its financial statements by applying KIFRS 1118, the following material accounting policies are expected to result in significant differences compared to the current financial statements. These items do not include all differences that may arise in the future and may be subject to change based on the results of additional analysis.

① Changes in presentation of income statement

KIFRS 1118 requires all income and expenses in the income statement to be classified into one of five categories: the operating category, investing category, financing category, income taxes category, and discontinued operations category. Under the standard, all income and expenses that are not classified as investing, financing, income tax, or discontinued operations categories are classified in the operating category. Accordingly, the operating category is a residual category, and operating profit or loss is defined as the total of income and expenses classified within that category.

In classifying income and expenses, the Group is required to assess its main business activities. If the Group determines that investing in particular types of assets or providing financing to customers is a main business activity, income and expenses that would otherwise be classified in the investing or financing categories are classified instead in the operating category.

As a consequence, operating profit or loss determined in accordance with KIFRS 1118 may differ significantly from operating profit calculated under KIFRS 1001, which has generally been defined as revenue less cost of sales and selling, general and administrative expenses. KIFRS 1118 requires the Group to disclose, in the notes, the operating profit or loss calculated in accordance with KIFRS 1001, together with a reconciliation between that amount and operating profit or loss as defined by KIFRS 1118.

3. Summary of Material Accounting Policies (cont'd)

In addition, KIFRS 1118 requires to present in the income statement the following defined subtotals: 'operating profit or loss' comprising all income and expenses classified in the operating category; 'profit or loss before financing and income taxes' comprising operating profit or loss and all income and expenses classified in the investing category; and 'profit or loss' for the period. However, if providing financing to customers is a main business activity of the Group, the presentation of profit or loss before financing and income taxes may not be required, depending on the accounting policy applied.

② Introduction of disclosure of management-defined performance measures
KIFRS 1118 introduces requirements for the disclosure of management-defined performance measures (MPMs). MPMs are defined as subtotals of income and expenses that are used by management in public communications outside the financial statements, are used to communicate management's view of an aspect of the Group's financial performance, and are not listed in paragraph 118 of KIFRS 1118 or otherwise explicitly required to be presented or disclosed by KIFRS.

When the Group reports MPMs, it is required to disclose the reasons why such measures provide useful information, how those measures are calculated, and a reconciliation between those measures and the most directly comparable subtotal specified in KIFRS 1118. In addition, the Group shall disclose the income tax effect of each reconciling item and the effect of each reconciling item on non-controlling interests.

③ Changes in classification of cash flows
In accordance with the issuance of KIFRS 1118, certain amendments have been made to KIFRS 1007 *Statement of Cash Flows*. Under the amendments, when applying the indirect method, the starting point for determining net cash flows from operating activities has been changed from profit or loss for the period to operating profit or loss, and the accounting policy choice regarding the classification of cash flows related to interest and dividends has been eliminated.

## 3. Summary of Material Accounting Policies (cont'd)

The Group has not applied KIFRS 1118 as its mandatory effective date has not yet arrived and plans to report its first interim financial statements for the period ending December 31, 2027 in accordance with KIFRS 1118.

## 4. Trade Accounts and Notes Receivable

Details of trade accounts and notes receivable as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Current | | | |
| Trade accounts and notes receivable | ₩ | 5,585,266 | 4,561,578 |
| Unbilled construction revenue | | 113 | 787 |
| Less: Allowance for doubtful accounts | | (15,117) | (16,205) |
| | ₩ | 5,570,262 | 4,546,160 |
| Non-current | | | |
| Trade accounts and notes receivable | ₩ | 29,971 | 34,441 |
| Less: Present value discount | | (1,502) | (1,501) |
| Less: Allowance for doubtful accounts | | (21,062) | (18,742) |
| | ₩ | 7,407 | 14,198 |

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 June 30, 2026 and December 31, 2025, the carrying amounts of such secured borrowings before elimination of intercompany transactions are \444,934 million and \406,409 million, respectively, which are presented in the statements of financial position as short-term borrowings (See Note 14).

## 5. Other Receivables

Details of other receivables as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Current | | | |
| Loans | ₩ | 40,066 | 39,610 |
| Other accounts receivable | | 714,796 | 532,118 |
| Lease receivables | | 12,613 | 12,767 |
| Accured income | | 125,446 | 178,999 |
| Others | | 7,183 | 5,373 |
| Less: Allowance for doubtful accounts | | (3,646) | (3,379) |
| | ₩ | 896,458 | 765,488 |
| Non-current | | | |
| Loans | ₩ | 55,108 | 42,813 |
| Other accounts receivable | | 6,689 | 7,593 |
| Accured income | | 171,000 | 181,979 |
| Deposits | | 63,853 | 64,731 |
| Lease receivables | | 31,637 | 37,737 |
| Less: Allowance for doubtful accounts | | (45,024) | (42,511) |
| | ₩ | 283,263 | 292,342 |

## 6. Other Financial Assets

(a) Details of other financial assets as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Current | | | |
| Derivative assets | ₩ | 114,238 | 181,720 |
| Debt securities | | 150,000 | 697,041 |
| Deposit instruments(*1,2) | | 1,283,400 | 2,488,892 |
| Short-term financial instruments | | 335,420 | 318,097 |
| | ₩ | 1,883,058 | 3,685,750 |
| Non-current | | | |
| Derivative assets | ₩ | 564,509 | 329,877 |
| Equity securities | | 743,264 | 729,113 |
| Debt securities | | 3,278 | - |
| Other securities(*3) | | 16,586 | 10,983 |
| Deposit instruments(*1) | | 22 | 144 |
| Long-term financial instruments(*1) | | 190 | 2 |
| | ₩ | 1,327,849 | 1,070,119 |

(*1) As of June 30, 2026 and December 31, 2025, financial instruments amounting to \411 million and \351 million, respectively, are restricted in use for financial arrangements, pledge and others.
(*2) As of June 30, 2026 and December 31, 2025, \283,700 million and \283,700 million, respectively, are restricted in use in connection with the Group's participation in the shared growth fund.
(*3) As of June 30, 2026 and December 31, 2025, \1,360 million and \1,240 million of other securities, respectively, have been provided as collateral.

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

(b) Details of equity securities as of June 30, 2026 and December 31, 2025 are as follows:

*(in millions of Won)*

| | June 30, 2026 | | | | | | December 31, 2025 |
|---|---|---|---|---|---|---|---|
| | Number of shares | Ownership (%) | Acquisition cost | Fair value | Net changes in fair value of equity securities | Book value | Book value |
| **Marketable equity securities** | | | | | | | |
| SAMWONSTEEL Co., Ltd. | 5,700,000 | 14.25 | ₩ 14,878 | 12,027 | (2,851) | 12,027 | 13,680 |
| YODOKO, Ltd | 3,000,000 | 1.72 | 13,842 | 36,728 | 22,886 | 36,728 | 37,467 |
| DONGKUK INDUSTRIES CO., LTD. | 2,611,989 | 4.82 | 12,852 | 6,139 | (6,713) | 6,139 | 7,131 |
| PT.Krakatau Steel | 236,625,000 | 1.22 | 6,876 | 3,843 | (3,033) | 3,843 | 6,927 |
| AJUSTEEL Co., Ltd. | - | - | - | - | - | - | 1,701 |
| dhSteel | 1,564,296 | 7.21 | 4,224 | 1,478 | (2,746) | 1,478 | 2,059 |
| Woori Financial Group Inc. | 20,280,000 | 2.76 | 261,638 | 588,120 | 326,482 | 588,120 | 567,840 |
| Others | | | 14,616 | 8,925 | (5,691) | 8,925 | 10,594 |
| | | | 328,926 | 657,260 | 328,334 | 657,260 | 647,399 |
| **Non-marketable equity securities** | | | | | | | |
| 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 |
| DAEHO GLOBAL MANAGEMENT CO., LTD. | | | 4,108 | 4,108 | - | 4,108 | - |
| Others | | | 29,299 | 26,385 | (2,914) | 26,385 | 26,203 |
| | | | 88,918 | 86,004 | (2,914) | 86,004 | 81,714 |
| | | | ₩ 417,844 | 743,264 | 325,420 | 743,264 | 729,113 |

## 7. Inventories

(a) Details of inventories as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Finished goods | ₩ | 2,034,421 | 2,144,231 |
| Merchandise | | 93,714 | 104,713 |
| Semi-finished goods | | 2,418,690 | 2,336,842 |
| Raw materials | | 2,408,842 | 2,215,694 |
| Fuel and materials | | 887,078 | 852,647 |
| Materials-in-transit | | 2,039,433 | 1,628,329 |
| Others | | 45,723 | 40,882 |
| | | 9,927,901 | 9,323,338 |
| Less: Allowance for inventories valuation | | (91,624) | (103,222) |
| | ₩ | 9,836,277 | 9,220,116 |

(b) Details of allowance for inventories valuation as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Finished goods | ₩ | 27,253 | 47,243 |
| Merchandise | | 6,904 | 1,322 |
| Semi-finished goods | | 7,197 | 9,081 |
| Raw materials | | 42,558 | 42,572 |
| Others | | 7,712 | 3,004 |
| | ₩ | 91,624 | 103,222 |

The amounts of loss on valuation of inventories recognized in cost of sales during the six-month period ended June 30, 2026 and the year ended December 31, 2025 were \83,672 million and \103,222 million, respectively.

## 8. Assets held for sales

(a) Details of assets held for sales as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Property, Plant and Equipment(*1) | ₩ | 71 | 206 |

(*1) A portion of unused equipment was reclassified as an asset held for sale during the six-month period ended June 30, 2026, following a decision to dispose of it.

## 9. Investments in Associates and Joint ventures

(a) Details of investments in associates as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | June 30, 2026 | | | | December 31, 2025 |
|---|---|---|---|---|---|
| Company | Number of shares | Ownership (%) | Acquisition cost | Book value | Book value |
| [Domestic] | | | | | |
| DAEHO GLOBAL MANAGEMENT CO., LTD. | - | - | ₩ - | - | 5,490 |
| Pohang Special Welding Co.,Ltd. | 400,000 | 50.00 | 3,111 | 4,033 | 4,027 |
| FEWM CO., LTD. | 1,015,385 | 40.00 | 12,800 | 13,853 | 12,836 |
| POSCO CVC 1st Fund(*1) | - | 80.00 | 9,280 | 8,594 | 526 |
| | | | 25,191 | 26,480 | 22,879 |
| [Foreign] | | | | | |
| POSK(Pinghu) Steel Processing Center Co., Ltd. | - | 20.00 | 2,313 | 897 | 892 |
| LLP POSUK TITANIUM | - | 33.90 | 10,068 | - | 10,951 |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | - | 30.00 | 6,206 | 4,026 | 3,950 |
| ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD | - | - | - | - | 1,833 |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY(*2) | 6,544,366 | 9.17 | 12,101 | 16,061 | 14,692 |
| SAMHWAN VINA CO., LTD(*2) | 1,890,000 | 17.26 | 2,039 | 6,540 | 5,859 |
| M RES NSW HCC II Pty Ltd(*3) | 48,000,000 | 61.54 | 68,861 | 62,949 | 67,482 |
| HYUNDAI-POSCO Louisiana Steel LLC | - | 20.00 | 278,043 | 321,936 | - |
| PT. Xinheng Metal Indonesia | 255,000,000 | 44.12 | 578,350 | 590,906 | - |
| Others | - | - | 10,429 | 8,800 | 8,306 |
| | | | 968,410 | 1,012,115 | 113,965 |
| | | | ₩ 993,601 | 1,038,595 | 136,844 |

(*1) As of June 30, 2026, the Group has determined that it has significant influence even though the Group's percentage of ownership is more than 50% considering the control ability of a limited partner.

(*2) As of June 30, 2026, the Group has determined that it has significant influence even though the Group's percentage of ownership is less than 20% considering the composition of board of directors.

(*3) As of June 30, 2026, although the Group's percentage of ownership is more than 50%, the Group determined that it has significant influence considering the composition of the board of directors and classified the investment as an associate.

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

(b) Changes in investments in associates for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| Company | | December 31, 2025 Book value | Dividend received | Share of profits (losses) | Reclassification to assets held for sales | Other increase (decrease)(*1) | June 30, 2026 Book value |
|---|---|---|---|---|---|---|---|
| [Domestic] | | | | | | | |
| DAEHO GLOBAL MANAGEMENT CO., LTD. | ₩ | 5,490 | - | - | - | (3,861) | (1,629) |
| Pohang Special Welding Co.,Ltd. | | 4,027 | - | - | 6 | - | - |
| FEWM CO., LTD. | | 12,836 | - | - | 1,176 | - | (159) |
| POSCO CVC 1st Fund | | 526 | 8,480 | - | (503) | - | 91 |
| | | 22,879 | 8,480 | - | 679 | (3,861) | (1,697) |
| [Foreign] | | | | | | | |
| POSK(Pinghu) Steel Processing Center Co., Ltd. | | 892 | - | - | (108) | - | 113 |
| LLP POSUK TITANIUM(*2) | | 10,951 | - | - | (11,330) | - | 379 |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 3,950 | - | - | (111) | - | 187 |
| ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD | | 1,833 | - | - | - | (1,468) | (365) |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 14,692 | - | (148) | 559 | - | 958 |
| SAMHWAN VINA CO., LTD | | 5,859 | - | (525) | 397 | - | 809 |
| M RES NSW HCC II Pty Ltd | | 67,482 | - | - | (9,874) | - | 5,341 |
| HYUNDAI-POSCO Louisiana Steel LLC | | - | 278,043 | - | 319 | - | 43,574 |
| PT. Xinheng Metal Indonesia | | - | 578,350 | - | 1,168 | - | 11,388 |
| Others | | 8,306 | - | (24) | 67 | - | 451 |
| | | 113,965 | 856,393 | (697) | (18,913) | (1,468) | 62,835 |
| | ₩ | 136,844 | 864,873 | (697) | (18,234) | (5,329) | 61,138 |

(*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.

(*2) For the six-month period ended June 30, 2026, the Group recognized an impairment loss of \12,339 million as share of loss of equity-accounted investees, as the carrying amount exceeded the recoverable amount.

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

### 2) For the year ended December 31, 2025

*(in millions of Won)*

| Company | | December 31, 2024, Book value | Acqusition | Dividend received | Share of profits (losses) | Excluded | Others increase (decrease)(*1) | December 31, 2025, Book value |
|---|---|---|---|---|---|---|---|---|
| [Domestic] | | | | | | | | |
| DAEHO GLOBAL MANAGEMENT CO., LTD. | ₩ | 4,502 | - | - | 61 | - | 927 | 5,490 |
| Pohang Special Welding Co.,Ltd. | | 4,121 | - | - | (96) | - | 2 | 4,027 |
| FEWM CO., LTD. | | - | 12,800 | - | 65 | - | (29) | 12,836 |
| POSCO CVC 1st Fund | | - | 800 | - | (274) | - | - | 526 |
| | | 8,623 | 13,600 | - | (244) | - | 900 | 22,879 |
| [Foreign] | | | | | | | | |
| POSK(Pinghu) Steel Processing Center Co., Ltd. | | 410 | - | - | 455 | - | 27 | 892 |
| LLP POSUK TITANIUM | | 11,428 | - | - | (321) | - | (156) | 10,951 |
| POSCO (SUZHOU) STEEL PROCESSING CENTER CO.,LTD | | 4,752 | - | - | 88 | - 4,509 | (331) | - |
| SUZHOU POSCO-CORE TECHNOLOGY CO., LTD | | 9,932 | - | - | (3,740) | - 4,446 | (1,746) | - |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 4,151 | - | - | (630) | - | 429 | 3,950 |
| ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD | | 2,919 | - | - 666 | (428) | - | 8 | 1,833 |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 14,177 | - | - 163 | 951 | - | (273) | 14,692 |
| SAMHWAN VINA CO., LTD | | 6,838 | - | - 1,001 | 436 | - | (414) | 5,859 |
| M RES NSW HCC II Pty Ltd | | - | 68,861 | - | (2,207) | - | 828 | 67,482 |
| Others | | 7,369 | - | - | 279 | - | 658 | 8,306 |
| | | 61,976 | 68,861 | (1,830) | (5,117) | (8,955) | (970) | 113,965 |
| | ₩ | 70,599 | 82,461 | (1,830) | (5,361) | (8,955) | (70) | 136,844 |

(*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, 2025.

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

(c) The summarized financial information on associates as of and for the six-month period ended June 30, 2026 and the year ended December 31, 2025 is as follows:

1) For the six-month period ended June 30, 2026

*(in millions of Won)*

| Company | | Assets | Liabilities | Equity | Sales | Net income (loss) |
|---|---|---|---|---|---|---|
| [Domestic] | | | | | | |
| Pohang Special Welding Co.,Ltd. | ₩ | 10,443 | 2,892 | 7,551 | 3,263 | 12 |
| FEWM CO., LTD. | | 26,234 | 15,700 | 10,534 | 21,836 | 980 |
| POSCO CVC 1st Fund | | 10,682 | - | 10,682 | 1 | (576) |
| [Foreign] | | | | | | |
| POSK(Pinghu) Steel Processing Center Co., Ltd. | | 5,475 | - | 5,475 | - | (345) |
| LLP POSUK TITANIUM | | 93,366 | 78,444 | 14,922 | - | (2,685) |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 35,677 | 22,036 | 13,641 | 42,460 | (1,535) |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 300,684 | 146,804 | 153,880 | 328,304 | 6,407 |
| SAMHWAN VINA CO., LTD | | 30,455 | 2,870 | 27,585 | 19,753 | 2,282 |
| M RES NSW HCC II Pty Ltd | | 101,843 | 72 | 101,771 | - | (11,615) |
| HYUNDAI-POSCO Louisiana Steel LLC | | 1,500,197 | 8,638 | 1,491,559 | - | 1,593 |
| PT. Xinheng Metal Indonesia | | 1,137,351 | 24,544 | 1,112,807 | - | 2,647 |

2) For the year ended December 31, 2025

*(in millions of Won)*

| Company | | Assets | Liabilities | Equity | Sales | Net income (loss) |
|---|---|---|---|---|---|---|
| [Domestic] | | | | | | |
| DAEHO GLOBAL MANAGEMENT CO., LTD. | ₩ | 21,158 | 270 | 20,888 | - | 170 |
| Pohang Special Welding Co., Ltd. | | 10,080 | 2,542 | 7,538 | 5,731 | (191) |
| FEWM CO., LTD. | | 19,561 | 11,571 | 7,990 | 13,294 | 161 |
| POSCO CVC 1st Fund | | 658 | - | 658 | - | (342) |
| [Foreign] | | | | | | |
| POSK(Pinghu) Steel Processing Center Co., Ltd. | | 6,695 | 1,242 | 5,453 | 4,392 | 2,276 |
| LLP POSUK TITANIUM | | 74,753 | 58,263 | 16,490 | 5,163 | (947) |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 53,783 | 39,228 | 14,555 | 80,446 | (1,550) |
| ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD | | 29,033 | 15,053 | 13,980 | 53,434 | (2,369) |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 248,102 | 109,499 | 138,603 | 593,802 | 10,364 |
| SAMHWAN VINA CO., LTD | | 28,731 | 2,362 | 26,369 | 26,710 | 2,445 |
| M RES NSW HCC II Pty Ltd | | 109,139 | 3 | 109,136 | - | (2,761) |

## 10. Investment Property, Net

Changes in the carrying amounts of investment property for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

(a) For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Beginning | Depreciation(*1) | Others(*2) | Ending |
|---|---|---|---|---|---|
| Land | ₩ | 81 | - | - | 81 |
| Buildings | | 3,626 | (175) | - | 3,451 |
| Structures | | 891 | (44) | - | 847 |
| Right-of-use assets | | 24,407 | (14,649) | 408 | 10,166 |
| | ₩ | 29,005 | (14,868) | 408 | 14,545 |

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

(*2) Others include reclassification resulting from changes in the proportion of the assets that are subleased.

(b) For the year ended December 31, 2025

| *(in millions of Won)* | | Beginning | Depreciation(*1) | Others(*2) | Ending |
|---|---|---|---|---|---|
| Land | ₩ | 81 | - | - | 81 |
| Buildings | | 3,977 | (351) | - | 3,626 |
| Structures | | 978 | (87) | - | 891 |
| Right-of-use assets | | 50,026 | (28,942) | 3,323 | 24,407 |
| | ₩ | 55,062 | (29,380) | 3,323 | 29,005 |

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

(*2) Others include reclassification resulting from changes in rental ratio of the subleased assets.

## 11. Property, Plant and Equipment, Net

(a) Changes in the carrying amounts of property, plant and equipment for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Beginning | Acquisitions | Disposals | Depreciation | Impairment(*1) | Others(*2) | Ending |
|---|---|---|---|---|---|---|---|---|
| Land | ₩ | 1,942,768 | 244 | - | - | - | 106,734 | 2,049,746 |
| Buildings | | 3,041,747 | 1,083 | (64) | (132,633) | (8,362) | 263,655 | 3,165,426 |
| Structures | | 2,787,955 | 2,415 | (2,640) | (128,135) | (16,986) | 138,798 | 2,781,407 |
| Machinery and equipment | | 14,085,616 | 33,297 | (7,536) | (996,363) | (86,218) | 1,278,949 | 14,307,745 |
| Vehicles | | 47,903 | 2,053 | (189) | (12,864) | - | 115 | 37,018 |
| Tools | | 55,720 | 2,538 | (29) | (11,611) | - | 6,631 | 53,249 |
| Furniture and fixtures | | 107,093 | 3,873 | (147) | (21,319) | (5) | 9,226 | 98,721 |
| Right-of-use assets | | 543,537 | 5,176 | - | (47,868) | - | 21,700 | 522,545 |
| Construction-in-progress | | 2,077,549 | 1,158,613 | (61) | - | - | (1,582,812) | 1,653,289 |
| | ₩ | 24,689,888 | 1,209,292 | (10,666) | (1,350,793) | (111,571) | 242,996 | 24,669,146 |

(*1) The Group recognized an impairment loss of \111,571 million on individual assets, including the 2FINEX plant in Pohang, based on the recoverable amounts estimated at fair value less costs of disposal.

(*2) This includes account reclassifications resulting from changes in account classification and usage purpose, the reclassification of right-of-use assets to investment property, and foreign currency translation adjustments.

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

2) For the year ended December 31, 2025

| *(in millions of Won)* | | Beginning | Acquisitions | Business Combination | Disposals | Depreciation | Impairment(*2) | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|---|---|
| Land | ₩ | 1,900,497 | - | 15,456 | (27) | - | - | 26,842 | 1,942,768 |
| Buildings | | 2,704,191 | 12,138 | 11,364 | (9,142) | (260,730) | (280) | 584,206 | 3,041,747 |
| Structures | | 2,803,879 | 2,081 | 1,499 | (1,214) | (254,822) | (5,434) | 241,966 | 2,787,955 |
| Machinery and equipment | | 14,343,738 | 59,734 | 9,560 | (14,435) | (2,079,666) | (56,815) | 1,823,500 | 14,085,616 |
| Vehicles | | 49,868 | 3,930 | 57 | (349) | (27,889) | - | 22,286 | 47,903 |
| Tools | | 57,638 | 11,250 | 24 | (142) | (22,649) | - | 9,599 | 55,720 |
| Furniture and fixtures | | 89,083 | 8,761 | 2,252 | (488) | (47,110) | (3) | 54,598 | 107,093 |
| Right-of-use assets | | 635,656 | 15,322 | 420 | - | (98,149) | - | (9,712) | 543,537 |
| Construction-in-progress | | 2,610,766 | 2,316,159 | 6,926 | (76) | - | (8,081) | (2,848,145) | 2,077,549 |
| | ₩ | 25,195,316 | 2,429,375 | 47,558 | (25,873) | (2,791,015) | (70,613) | (94,860) | 24,689,888 |

(*1) This includes account reclassifications resulting from changes in account classification and usage purpose, the reclassification of right-of-use assets to investment property, and foreign currency translation adjustments.

(*2) For the year ended December 31, 2025, the Group recognized an impairment loss of \70,613 million on individual assets, including the 3FINEX factory in Pohang, which had been shut down, based on fair value less costs of disposal.

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

(b) Changes in the carrying amounts of right-of-use assets presented as property, plant and equipment and investment property for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Beginning | Acquisitions | Depreciation | Others | Ending |
|---|---|---|---|---|---|---|
| Land | ₩ | 56,623 | - | (1,110) | 3,626 | 59,139 |
| Buildings and structures | | 138,193 | 2,096 | (33,863) | 1,704 | 108,130 |
| Machinery and equipment | | 209,380 | - | (14,850) | 15,407 | 209,937 |
| Vehicles | | 10,295 | 2,278 | (2,604) | 96 | 10,065 |
| Ships | | 143,953 | - | (8,024) | - | 135,929 |
| Others | | 9,500 | 802 | (2,066) | 1,275 | 9,511 |
| | ₩ | 567,944 | 5,176 | (62,517) | 22,108 | 532,711 |

2) For the year ended December 31, 2025

| *(in millions of Won)* | | Beginning | Acquisitions | Business Combination | Depreciation | Others | Ending |
|---|---|---|---|---|---|---|---|
| Land | ₩ | 61,959 | 10 | - | (1,740) | (3,606) | 56,623 |
| Buildings | | 196,076 | 8,887 | 188 | (70,031) | 3,073 | 138,193 |
| Machinery and equipment | | 242,908 | 89 | - | (28,462) | (5,155) | 209,380 |
| Vehicles | | 9,205 | 5,505 | 39 | (5,845) | 1,391 | 10,295 |
| Ships | | 160,002 | - | - | (16,049) | - | 143,953 |
| Others | | 15,532 | 831 | 193 | (4,964) | (2,092) | 9,500 |
| | ₩ | 685,682 | 15,322 | 420 | (127,091) | (6,389) | 567,944 |

(c) The amounts recognized in profit or loss related to leases for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|
| Interest on lease liabilities | ₩ | 24,795 | 25,030 |
| Expenses relating to short-term leases | | 2,401 | 5,866 |
| Expenses relating to leases of low-value assets | | 2,994 | 2,925 |
| | ₩ | 30,190 | 33,821 |

## 12. Intangible Assets, Net

Changes in the carrying amounts of intangible assets for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

(a) For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Beginning | Acquisitions | Disposals | Amortization | Impairment | Others(*2) | Ending |
|---|---|---|---|---|---|---|---|---|
| Goodwill | ₩ | 39,378 | - | - | - | - | - | 39,378 |
| Intellectual property rights | | 19,062 | 258 | - | (3,169) | - | 2,552 | 18,703 |
| Membership(*1) | | 86,875 | 92 | (30) | - | (72) | 42 | 86,907 |
| Development expense | | 206,580 | 883 | - | (33,941) | - | 8,054 | 181,576 |
| Port facilities usage rights | | 152,573 | - | - | (7,400) | - | - | 145,173 |
| Construction-in-progress | | 64,382 | 22,402 | (4) | - | - | (12,826) | 73,954 |
| Other intangible assets | | 24,514 | 2,015 | (3) | (4,514) | - | 4,917 | 26,929 |
| | ₩ | 593,364 | 25,650 | (37) | (49,024) | (72) | 2,739 | 572,620 |

(*1) Economic useful life of membership is indefinite.

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

(b) For the year ended December 31, 2025

| *(in millions of Won)* | | Beginning | Acquisitions | Business Combination | Disposals | Amortization | Impairment | Others(*2) | Ending |
|---|---|---|---|---|---|---|---|---|---|
| Goodwill | ₩ | - | - | 39,378 | - | - | - | - | 39,378 |
| Intellectual property rights | | 20,663 | 11 | 20 | - | (6,385) | - | 4,753 | 19,062 |
| Membership(*1) | | 85,902 | 1,102 | - | (89) | - | (11) | (29) | 86,875 |
| Development expense | | 69,340 | 1,151 | - | - | (29,424) | - | 165,513 | 206,580 |
| Port facilities usage rights | | 167,373 | - | - | - | (14,800) | - | - | 152,573 |
| Construction-in-progress | | 106,029 | 128,648 | 389 | (2) | - | - | (170,682) | 64,382 |
| Other intangible assets | | 17,685 | 2,238 | 9,605 | (10) | (7,286) | - | 2,282 | 24,514 |
| | ₩ | 466,992 | 133,150 | 49,392 | (101) | (57,895) | (11) | 1,837 | 593,364 |

(*1) Economic useful life of membership is indefinite.

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

## 13. Other Assets

Details of other assets as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| **Current** | | | |
| Advance payments | ₩ | 199,354 | 53,878 |
| Prepaid expenses | | 106,440 | 89,503 |
| Others | | 948 | 754 |
| | ₩ | 306,742 | 144,135 |
| **Non-current** | | | |
| Long-term advance payments | ₩ | 15,295 | 15,303 |
| Long-term prepaid expenses | | 3,739 | 3,982 |
| Others | | 3,354 | 6,563 |
| | ₩ | 22,388 | 25,848 |

## 14. Borrowings

(a) Details of short-term borrowings and current portion of long-term borrowings and others as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | Lenders | Maturity date | Interest rate (%) | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|---|---|---|
| **Short-term borrowings** | | | | | | |
| Bank overdrafts | JP Morgan | 2026.07.01~ 2026.12.31 | 3.40 ~ 6.50 | ₩ | 55,823 | 42,333 |
| Short-term borrowings | HSBC and others | 2026.07.01~ 2027.06.23 | 1.40 ~ 7.90 | | 1,367,043 | 1,530,941 |
| | | | | | 1,422,866 | 1,573,274 |
| **Current portion of long-term liabilities** | | | | | | |
| Current portion of long-term borrowings | POSCO-ASIA and others | 2026.07.02~ 2027.06.30 | 3.31 ~ 7.20 | | 352,660 | 288,356 |
| Current portion of debentures | Global debentures 9-1th and others | 2026.07.17~ 2027.01.23 | 1.72 ~ 4.88 | | 1,250,750 | 1,824,430 |
| Less: Current portion of discount on debentures issued | | | | | (2,031) | (363) |
| | | | | | 1,601,379 | 2,112,423 |
| | | | | ₩ | 3,024,245 | 3,685,697 |

(b) Details of long-term borrowings, excluding current portion and others, as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | Lenders | Maturity date | Interest rate (%) | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|---|---|---|
| Long-term borrowings | Korea Development Bank and others | 2027.11.25~ 2035.07.29 | 1.55 ~ 7.20 | ₩ | 817,814 | 552,342 |
| Less: Present value discount Bonds | | | | | (6,532) | (5,184) |
| Debentures | Global debentures 8-2nd and others | 2027.07.07~ 2036.01.16 | 1.77 ~ 6.38 | | 6,064,500 | 5,567,720 |
| Less: Discount on debentures issued | | | | | (27,196) | (22,832) |
| | | | | ₩ | 6,848,586 | 6,092,046 |

(c) Details of assets pledged as collateral with regard to the borrowings as of June 30, 2026 are as follows:

| *(in millions of Won)* | Lenders | | Book value | Pledged amount |
|---|---|---|---|---|
| Property, plant and equipment | Korea Development Bank and | ₩ | 680,050 | 840,660 |
| Trade accounts and notes receivable | Shinhan Card and others | | 444,934 | 444,934 |
| Inventories | ING Bank Slaski S.A. | | 26,515 | 21,171 |
| | | ₩ | 1,151,499 | 1,306,765 |

## 15. Other Payables

Details of other payables as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Current | | | |
| Accounts payable | ₩ | 692,805 | 769,545 |
| Accrued expenses | | 873,100 | 727,733 |
| Lease liabilities | | 93,289 | 114,901 |
| Withholdings | | 21,291 | 20,355 |
| | ₩ | 1,680,485 | 1,632,534 |
| Non-current | | | |
| Accounts payable | ₩ | 1,428 | 684 |
| Accured expenses | | 2,771 | 2,733 |
| Lease liabilities | | 520,046 | 517,717 |
| Long-term withholdings | | 821 | 911 |
| | ₩ | 525,066 | 522,045 |

## 16. Other Financial Liabilities

Other financial liabilities as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | **June 30, 2026** | **December 31, 2025** |
|---|---|---|---|
| **Current** | | | |
| Derivative liabilities | ₩ | 3,094 | 17 |
| Other financial liabilities | | 14 | - |
| | ₩ | 3,108 | 17 |
| | | TRUE | TRUE |

## 17. Provisions

(a) Details of provisions as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | | December 31, 2025 | |
|---|---|---|---|---|---|
| | | Current | Non-current | Current | Non-current |
| Provision for bonus payments | ₩ | 29,462 | 77,791 | 31,206 | 74,936 |
| Provision for restoration | | 3 | 1,067 | 3 | 1,036 |
| Emission liabilities(*1) | | 711 | 42 | 711 | - |
| Provision for product warranties(*2) | | 20,515 | 4,450 | 17,115 | 3,589 |
| Provision for legal contingencies and claims(*3) | | 881 | 21,352 | 670 | 21,357 |
| Others(*4) | | 4,136 | - | 69,173 | - |
| | ₩ | 55,708 | 104,702 | 118,878 | 100,918 |

(*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 June 30, 2026, the Group recognized the expected claim cost to be charged as a provision.

(*3) As of June 30, 2026, the Group recognized a provision in relation to ongoing lawsuits.

(*4) As of June 30, 2026, the Group recognized the expected sales incentives payable to customers as a provision.

## 17. Provisions (cont'd)

(b) Changes in provisions for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Beginning | Increase | Utilization | Reversal | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|
| Provision for bonus payments | ₩ | 106,142 | 18,437 | (17,559) | (177) | 410 | 107,253 |
| Provision for restoration | | 1,039 | - | - | - | 31 | 1,070 |
| Emission liabilities | | 711 | - | - | - | 42 | 753 |
| Provision for product warranties | | 20,704 | 17,477 | (13,173) | - | (43) | 24,965 |
| Provision for legal contingencies and claims | | 22,027 | 216 | (32) | - | 22 | 22,233 |
| Others | | 69,173 | 4,136 | (8,177) | (60,996) | - | 4,136 |
| | ₩ | 219,796 | 40,266 | (38,941) | (61,173) | 462 | 160,410 |

During the six-month period ended June 30, 2026, the Group paid an administrative penalty of \8,177 million imposed by government authorities.

2) For the year ended December 31, 2025

| *(in millions of Won)* | | Beginning | Increase | Utilization | Reversal | Others | Ending |
|---|---|---|---|---|---|---|---|
| Provision for bonus payments | ₩ | 80,417 | 66,825 | (40,697) | (562) | 159 | 106,142 |
| Provision for restoration | | 3,954 | 42 | (3,009) | - | 52 | 1,039 |
| Emission liabilities | | 542 | 727 | (558) | - | - | 711 |
| Provision for product warranties | | 21,443 | 17,056 | (17,837) | - | 42 | 20,704 |
| Provision for legal contingencies and claims | | 32,863 | 776 | (714) | (10,859) | (39) | 22,027 |
| Others | | - | 76,328 | (7,155) | - | - | 69,173 |
| | ₩ | 139,219 | 161,754 | (69,970) | (11,421) | 214 | 219,796 |

## 18. Employee Benefits

### (a) Defined contribution plans

The amounts recognized as expenses by the Group under defined contribution plans for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | 2026 | 2025 | 2026 | 2025 |
| Expense related to post-employment benefit plans under defined contribution plans | ₩ | 12,546 | 17,021 | 26,355 | 28,391 |

### (b) Defined benefit plans

1) The amounts recognized in relation to net defined benefit plans in the consolidated statements of financial position as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Present value of funded obligations | ₩ | 1,393,846 | 1,495,459 |
| Fair value of plan assets(*1) | | (1,481,086) | (1,632,884) |
| Present value of non-funded obligations | | 34,435 | 21,010 |
| Total | ₩ | (52,805) | (116,415) |

(*1) As of June 30, 2026 and December 31, 2025, the Group recognized net defined benefit assets amounting to \97,021 million and \147,501 million, respectively, since the fair values of plan assets exceeded the present values of defined benefit obligations at the level of each consolidated entity.

## 18. Employee Benefits (cont'd)

2) Changes in the present values of defined benefit obligations for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | **June 30, 2026** | **June 30, 2025** |
|---|---|---|---|
| Defined benefit obligation at the beginning of period | ₩ | 1,516,469 | 1,499,638 |
| Current service costs | | 75,421 | 70,601 |
| Interest costs | | 28,737 | 25,369 |
| Remeasurement | | (3,744) | 2,951 |
| Benefits paid | | (189,603) | (136,946) |
| Business combination | | - | 656 |
| Others | | 1,001 | (2,045) |
| Defined benefit obligation at the end of period | ₩ | 1,428,281 | 1,460,224 |

3) Changes in the fair values of plan assets for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|
| Fair value of plan assets at the beginning of period | ₩ | 1,632,884 | 1,717,646 |
| Interest on plan assets | | 31,682 | 30,348 |
| Remeasurement of plan assets | | (5,940) | 3,196 |
| Contributions to plan assets | | 1,500 | 4,000 |
| Benefits paid | | (179,516) | (120,274) |
| Business combination | | - | 720 |
| Others | | 476 | (433) |
| Fair value of plan assets at the end of period | ₩ | 1,481,086 | 1,635,203 |

## 18. Employee Benefits (cont'd)

4) The amounts related to net defined benefit plans recognized in the consolidated statements of comprehensive income for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | 2026 | 2025 | 2026 | 2025 |
| Current service costs | ₩ | 36,668 | 35,965 | 75,421 | 70,601 |
| Net interest costs | | (1,325) | (2,309) | (2,945) | (4,979) |
| | ₩ | 35,343 | 33,656 | 72,476 | 65,622 |

## 19. Other Liabilities

Details of other liabilities as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| **Current** | | | |
| Advances received | ₩ | 60,109 | 46,312 |
| Unearned revenue | | 64,241 | 51,803 |
| Withholdings | | 57,461 | 56,532 |
| Others | | 1,033 | 880 |
| | ₩ | 182,844 | 155,527 |
| **Non-current** | | | |
| Unearned revenue | ₩ | 817 | 380 |
| Others | | - | 30 |
| | ₩ | 817 | 410 |

## 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 levels in the fair value hierarchy as of June 30, 2026 and December 31, 2025 are as follows:

① June 30, 2026

| *(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 | ₩ | 678,748 | - | 678,748 | - | 678,748 |
| Short term financial instruments | | 335,420 | - | 335,420 | - | 335,420 |
| Long term financial instruments | | 190 | - | 190 | - | 190 |
| Debt securities | | 3,220 | - | - | 3,220 | 3,220 |
| Equity securities | | 35,469 | - | - | 35,469 | 35,469 |
| Other securities | | 16,586 | - | - | 16,586 | 16,586 |
| Fair value through other comprehensive income | | | | | | |
| Equity securities | | 707,794 | 657,260 | - | 50,534 | 707,794 |
| Financial assets measured at amortized cost(*1) | | | | | | |
| Cash and cash equivalents | | 2,145,500 | - | - | - | - |
| Trade accounts and notes receivable | | 5,574,498 | - | - | - | - |
| Other receivables | | 664,559 | - | - | - | - |
| Debt securities | | 150,058 | - | - | - | - |
| Deposit instruments | | 1,283,422 | - | - | - | - |
| | ₩ | 11,595,464 | 657,260 | 1,014,358 | 105,809 | 1,777,427 |
| **Financial liabilities** | | | | | | |
| Financial liabilities measured at fair value | | 3,094 | - | 3,094 | - | 3,094 |
| Financial liabilities measured at amortized cost | | | | | | |
| Trade accounts and notes payable | | 4,181,831 | - | - | - | - |
| Borrowings | | 9,872,831 | - | 9,985,605 | - | 9,985,605 |
| Others | | 1,740,123 | - | - | - | - |
| Other financial liabilities | | 14 | - | - | - | - |
| | ₩ | 15,797,893 | - | 9,988,699 | - | 9,988,699 |

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

## 20. Financial Instruments (cont'd)

### ② December 31, 2025

| *(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 | ₩ | 511,597 | - | 511,597 | - | 511,597 |
| Short term financial instruments | | 318,097 | - | 318,097 | - | 318,097 |
| Long term financial instruments | | 2 | - | 2 | - | 2 |
| Debt securities | | 3,041 | - | - | 3,041 | 3,041 |
| Equity securities | | 35,469 | - | - | 35,469 | 35,469 |
| Other securities | | 10,983 | - | - | 10,983 | 10,983 |
| Fair value through other comprehensive income | | | | | | |
| Equity securities | | 693,644 | 647,399 | - | 46,245 | 693,644 |
| Financial assets measured at amortized cost(*1) | | | | | | |
| Cash and cash equivalents | | 2,700,455 | - | - | - | - |
| Trade accounts and notes receivable | | 4,550,365 | - | - | - | - |
| Other receivables | | 734,963 | - | - | - | - |
| Debt securities | | 694,000 | - | - | - | - |
| Deposit instruments | | 2,489,036 | - | - | - | - |
| | ₩ | 12,741,652 | 647,399 | 829,696 | 95,738 | 1,572,833 |
| **Financial liabilities** | | | | | | |
| Fair value through profit or loss | | | | | | |
| Derivative liabilities | | 17 | - | 17 | - | 17 |
| Financial liabilities measured at amortized cost(*1) | | | | | | |
| Trade accounts and notes payable | ₩ | 3,611,124 | - | - | - | - |
| Borrowings | | 9,777,743 | - | 9,995,325 | - | 9,995,325 |
| Others | | 1,760,040 | - | - | - | - |
| | ₩ | 15,148,924 | - | 9,995,342 | - | 9,995,342 |

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

## 20. Financial Instruments (cont'd)

2) Details of contingent liabilities on outstanding guarantees provided by the Group as of June 30, 2026 are as follows:

*(in millions of Won)*

| Guarantor | Guarantee beneficiary | Financial institution | Guarantee limit | | | Guarantee amount | |
|---|---|---|---|---|---|---|---|
| | | | Foreign currency | | Won equivalent | Foreign currency | Won equivalent |
| **[The Group]** | | | | | | | |
| POSCO | POSCO ASSAN TSTSTEEL INDUSTRY Inc | Citi | USD | 42,145,620 | 64,967 | 42,145,620 | 64,967 |
| | | Shinhan Bank | USD | 40,352,190 | 62,203 | 40,352,190 | 62,203 |
| | | Woori Bank | USD | 40,352,190 | 62,203 | 40,352,190 | 62,203 |
| POSCO STEELEON CO.,LTD. | Myanmar POSCO C&C Co., Ltd. | POSCO Asia Co., Ltd. | CNY | 121,678,106 | 27,617 | 101,398,422 | 23,014 |
| **[Others]** | | | | | | | |
| POSCO Maharashtra | Gail India | DB | INR | 692,139,329 | 11,282 | 692,139,329 | 11,282 |
| Steel Private Limited | MAHARASHTRASTATE ELECTRICITY | HSBC | INR | 354,932,264 | 5,785 | 354,932,264 | 5,785 |
| | MAHARASHTRAPOLLUTION CONTROL BOARD | HSBC | INR | 2,500,000 | 41 | 2,500,000 | 41 |
| POSCO COATED STEEL (THAILAND) CO., LTD. | AMATA NATURAL GASDISTRIBUTION COMPANY | SC | THB | 38,500,000 | 1,784 | 38,500,000 | 1,784 |
| | AMATA B.GRIMMPOWER (RAYONG) 5 LIMITED | SC | THB | 17,565,000 | 814 | 17,565,000 | 814 |
| | BUREAU OF INDIAN STANDARDS | SC | USD | 20,000 | 31 | 20,000 | 31 |
| | | | USD | 122,870,000 | 189,404 | 122,870,000 | 189,404 |
| | | | THB | 56,065,000 | 2,598 | 56,065,000 | 2,598 |
| | | | CNY | 121,678,106 | 27,617 | 101,398,422 | 23,014 |
| | | | INR | 1,049,571,593 | 17,108 | 1,049,571,593 | 17,108 |

## 20. Financial Instruments (cont'd)

3) Details of finance income and costs by category of financial instrument for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

① For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Finance income and costs | | | | | | | Other comprehensive income |
|---|---|---|---|---|---|---|---|---|---|
| | | Interest income (expense) | Gain (loss) on valuation | Gain (loss) on foreign currency | Gain on disposal | Dividend income | Others | Total | |
| Financial assets at fair value through profit or loss | ₩ | 78 | 324,560 | - | 53,976 | - | 66 | 378,680 | - |
| Financial assets at fair value through other comprehensive income | | - | - | - | - | 23,429 | - | 23,429 | 10,594 |
| Financial assets measured at amortized cost | | 61,821 | - | 123,741 | - | - | 9,042 | 194,604 | - |
| Financial liabilities measured at amortized cost | | (247,799) | - | (482,818) | - | - | (20,779) | (751,396) | - |
| Financial liabilities measured at fair value | | - | (17) | - | - | - | - | (17) | - |
| | ₩ | (185,900) | 324,543 | (359,077) | 53,976 | 23,429 | (11,671) | (154,700) | 10,594 |

② For the six-month period ended June 30, 2025

| *(in millions of Won)* | | Finance income and costs | | | | | | | Other comprehensive income |
|---|---|---|---|---|---|---|---|---|---|
| | | Interest income (expense) | Loss on valuation | Gain (loss) on foreign currency | Gain on disposal | Dividend income | Others | Total | |
| Financial assets at fair value through profit or loss | ₩ | 75 | (352,022) | - | 14,713 | - | (39) | (337,273) | - |
| Financial assets at fair value through other comprehensive income | | - | - | - | - | 20,698 | - | 20,698 | 108,215 |
| Financial assets measured at amortized cost | | 102,219 | - | (170,751) | - | - | (3,908) | (72,440) | - |
| Financial liabilities measured at fair value | | - | - | - | 534 | - | - | 534 | - |
| Financial liabilities measured at amortized cost | | (307,865) | - | 501,313 | - | - | (1,611) | 191,837 | - |
| | ₩ | (205,571) | (352,022) | 330,562 | 15,247 | 20,698 | (5,558) | (196,644) | 108,215 |

4) Details of finance income and costs by category of financial instrument for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

① For the six-month period ended June 30, 2026

| *(in millions of Won)* | | Finance income and costs | | | | | | | Other comprehensive income |
|---|---|---|---|---|---|---|---|---|---|
| | | Interest income (expense) | Gain (loss) on valuation | Gain (loss) on foreign currency | Gain on disposal | Dividend income | Others | Total | |
| Financial assets at fair value through profit or loss | ₩ | 39 | 93,248 | - | 10,670 | - | 132 | 104,089 | - |
| Financial assets at fair value through other comprehensive income | | - | - | - | - | 6,551 | - | 6,551 | (50,538) |
| Financial assets measured at amortized cost | | 32,494 | - | 20,087 | - | - | 9,042 | 61,623 | - |
| Financial liabilities measured at amortized cost | | (125,295) | - | (152,462) | - | - | (20,104) | (297,861) | - |
| Financial liabilities measured at fair value | | - | (121) | - | - | - | - | (121) | - |
| | ₩ | (92,762) | 93,127 | (132,375) | 10,670 | 6,551 | (10,930) | (125,719) | (50,538) |

## 20. Financial Instruments (cont'd)

② For the six-month period ended June 30, 2025

*(in millions of Won)*

| | | Finance income and costs | | | | | | | Other comprehensive income |
|---|---|---|---|---|---|---|---|---|---|
| | | Interest income (expense) | Gain (loss) on valuation | Gain (loss) on foreign currency | Gain on disposal | Dividend income | Others | Total | |
| Financial assets at fair value through profit or loss | ₩ | 36 | (403,015) | - | 12,355 | - | (4) | (390,628) | - |
| Financial assets at fair value through other comprehensive income | | - | - | - | - | 5,521 | - | 5,521 | 91,420 |
| Financial assets measured at amortized cost | | 48,156 | - | (219,041) | - | - | 189 | (170,696) | - |
| Financial liabilities measured at fair value | | (147,523) | - | 558,029 | - | - | (803) | 409,703 | - |
| Financial liabilities measured at amortized cost | | - | 16 | - | 534 | - | - | 550 | - |
| | ₩ | (99,331) | (402,999) | 338,988 | 12,889 | 5,521 | (618) | (145,550) | 91,420 |

(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, 2025.

## 21. Share Capital and Capital Surplus

(a) Details of share capital as of June 30, 2026 and December 31, 2025 are as follows:

| *(share, in Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| 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 June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Share premium | ₩ | 24,222,056 | 24,222,056 |
| Other capital surplus | | (1,534,970) | (1,534,970) |
| | ₩ | 22,687,086 | 22,687,086 |

## 22. Accumulated Other Comprehensive Income

Details of accumulated other comprehensive income as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| Accumulated comprehensive income of investments in associates | ₩ | 44,012 | 5,996 |
| Changes in fair value of equity investments at fair value through other comprehensive income | | 237,551 | 226,958 |
| Gain on translation of foreign operations | | 258,819 | 151,508 |
| | ₩ | 540,382 | 384,462 |

## 23. Revenue

(a) Details of revenues disaggregated by types of revenue and timing of revenue recognition for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | 2026 | 2025 | 2026 | 2025 |
| **Types of revenue** | | | | | |
| Revenue from sales of goods | ₩ | 11,335,930 | 10,674,071 | 22,131,032 | 21,504,906 |
| Revenue from services | | 368,833 | 373,323 | 717,028 | 753,743 |
| Others | | 24,369 | 47,185 | 62,947 | 88,304 |
| | ₩ | 11,729,132 | 11,094,579 | 22,911,007 | 22,346,953 |
| **Timing of revenue recognition** | | | | | |
| Revenue recognized at a point in time | ₩ | 11,358,756 | 10,719,054 | 22,190,921 | 21,588,639 |
| Revenue recognized over time | | 370,376 | 375,525 | 720,086 | 758,314 |
| | ₩ | 11,729,132 | 11,094,579 | 22,911,007 | 22,346,953 |

(b) Details of contract assets and liabilities from contracts with customers as of June 30, 2026 and December 31, 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | December 31, 2025 |
|---|---|---|---|
| **Receivables** | | | |
| Account receivables | ₩ | 5,574,498 | 4,550,365 |
| **Contract assets** | | | |
| Account receivables | | 3,059 | 9,206 |
| Unbilled construction revenue | | 113 | 787 |
| **Contract liabilities** | | | |
| Advance received | | 58,522 | 42,853 |
| Overbilled construction revenue | | 974 | 753 |
| Unearned revenue | | 62,564 | 50,092 |

## 24. Selling and Administrative Expenses

### (a) Other administrative expenses

Details of other administrative expenses for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| *(in millions of Won)* | | 2026 | 2025 | 2026 | 2025 |
| Wages and salaries | ₩ | 104,838 | 96,805 | 215,656 | 206,033 |
| Expenses related to post-employment benefits | | 9,019 | 7,471 | 19,533 | 14,235 |
| Other employee benefits | | 25,202 | 26,094 | 52,855 | 49,548 |
| Travel | | 4,290 | 3,718 | 8,024 | 7,282 |
| Depreciation | | 15,213 | 15,330 | 30,750 | 31,489 |
| Amortization | | 16,467 | 6,628 | 32,712 | 13,397 |
| Communication | | 2,504 | 2,562 | 5,120 | 5,199 |
| Electricity | | 1,191 | 1,043 | 2,409 | 2,153 |
| Taxes and public dues | | 4,247 | 5,116 | 5,468 | 11,698 |
| Rental | | 16,080 | 14,975 | 44,574 | 39,783 |
| Repairs | | 1,974 | 2,745 | 4,158 | 4,643 |
| Entertainment | | 4,642 | 625 | 5,912 | 1,419 |
| Advertising | | 11,916 | 14,008 | 22,226 | 24,959 |
| Research & development | | 7,993 | 5,832 | 14,037 | 11,636 |
| Service fees | | 78,235 | 68,403 | 149,717 | 143,453 |
| Vehicles maintenance | | 672 | 1,056 | 2,065 | 2,114 |
| Industry associaton fee | | 2,382 | 2,003 | 3,464 | 3,207 |
| Conference | | 1,809 | 1,759 | 3,796 | 3,640 |
| Increase to provisions | | (1) | (63) | (28) | - |
| Impairment loss on trade and other receivables | | 22,344 | 699 | 25,479 | 370 |
| Others | | 13,146 | 11,966 | 18,172 | 20,588 |
| | ₩ | 344,163 | 288,775 | 666,099 | 596,846 |

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

### (b) Selling expenses

Details of selling expenses for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| *(in millions of Won)* | | 2026 | 2025 | 2026 | 2025 |
| Freight and custody expenses | ₩ | 44,496 | 42,478 | 92,472 | 86,870 |
| Operating expenses for distribution center | | 1,331 | 1,376 | 2,544 | 2,692 |
| Sales commissions | | 33,595 | 25,615 | 57,506 | 50,099 |
| Sales advertising | | 274 | 318 | 427 | 408 |
| Sales promotion | | 1,795 | 1,772 | 3,289 | 3,547 |
| Sample | | 273 | 411 | 424 | 625 |
| Sales insurance premium | | 1,951 | 3,043 | 4,145 | 5,631 |
| Sales Order Acquisition Expenses | | 54 | 432 | 413 | 763 |
| Others | | 2,674 | 3,260 | 5,787 | 6,715 |
| | ₩ | 86,443 | 78,705 | 167,007 | 157,350 |

## 25. Finance Income and Costs

Details of finance income and costs for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | For the three-month periods ended June | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | 2026 | 2025 | 2026 | 2025 |
| **Finance income** | | | | | |
| Interest income | ₩ | 32,533 | 47,965 | 61,899 | 102,329 |
| | | 6,551 | 5,522 | 23,429 | 20,699 |
| Dividend income | | 110,881 | 127,830 | 226,516 | 221,383 |
| Gain on foreign currency translations | | 20,967 | 380,825 | 111,029 | 490,114 |
| Gain on transactions of derivatives | | 9,062 | 534 | 39,654 | 534 |
| Gain on valuation of derivatives | | 96,831 | (48,457) | 333,402 | 54 |
| Gain on disposal of financial assets at fair value through profit or loss | | 1,608 | 12,356 | 14,322 | 17,757 |
| Gain on valuation of financial assets at fair value through profit or loss | | - | 322 | - | 2,822 |
| | ₩ | 278,433 | 526,897 | 810,251 | 855,692 |
| **Finance costs** | | | | | |
| Interest expenses | ₩ | 125,295 | 147,297 | 247,799 | 307,901 |
| Loss on foreign currency transactions | | 145,890 | 146,336 | 295,058 | 260,480 |
| Loss on foreign currency translations | | 118,335 | 23,330 | 401,565 | 120,454 |
| Loss on transactions of derivatives | | - | - | - | 3,043 |
| Loss on valuation of derivatives | | 3,188 | 350,709 | 3,230 | 350,743 |
| Loss on valuation of financial assets at fair value through profit or loss | | 516 | 4,155 | 5,629 | 4,155 |
| Others | | 10,928 | 620 | 11,670 | 5,560 |
| | ₩ | 404,152 | 672,447 | 964,951 | 1,052,336 |

## 26. Other Non-Operating Income and Expenses

Details of other non-operating income and expenses for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|---|
| | | **2026** | **2025** | **2026** | **2025** |
| **Other non-operating income** | | | | | |
| Gain on disposal of assets held for sale | ₩ | 3,488 | - | 3,523 | - |
| Gain on disposal of investments in subsidiaries and assoc | | 21 | - | 8,738 | 118 |
| Gain on disposal of property, plant and equipment | | 1,861 | 16,677 | 2,510 | 17,441 |
| Gain on disposal of intangible assets | | 26 | - | 26 | - |
| Insurance claim income | | 12,736 | 1,077 | 12,789 | 1,506 |
| Others (*1) | | 7,380 | 6,841 | 74,812 | 19,580 |
| | ₩ | 25,512 | 24,595 | 102,398 | 38,645 |
| **Other non-operating expenses** | | | | | |
| Loss on disposal of investments in subsidiaries and a | ₩ | - | - | 576 | - |
| Loss on disposals of property, plant and equipment | | 41,267 | 39,438 | 60,126 | 50,522 |
| Impairment loss on property, plant and equipment | | 111,519 | 16,706 | 111,571 | 66,180 |
| Impairment loss on intangible assets | | 1 | - | 72 | 11 |
| Expenses of assets not in use | | 1,301 | 1,068 | 3,056 | 2,363 |
| Donations | | 649 | 2,959 | 24,842 | 22,570 |
| Other amortization expense | | 10 | 432 | 23 | 809 |
| Others | | 5,077 | 4,938 | 9,435 | 9,558 |
| | ₩ | 159,824 | 65,541 | 209,701 | 152,013 |

(*1) It includes a reversal of a provision of \60,996 million related to an administrative penalty imposed by government authorities for the six-month period ended June 30, 2026.

## 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 six-month periods ended June 30, 2026 and 2025 are as follows (excluding finance costs and income tax expense):

| *(in millions of Won)* | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|
| | 2026 | 2025 | 2026 | 2025 |
| Raw material used, changes in inventories and others | ₩ 7,633,190 | 6,771,469 | 15,063,297 | 14,170,529 |
| Employee benefits expenses | 728,629 | 675,190 | 1,481,535 | 1,366,942 |
| Outsourced processing cost | 879,719 | 807,354 | 1,655,154 | 1,579,150 |
| Electricity and water expenses | 216,531 | 240,278 | 366,709 | 502,877 |
| Service fees | 111,700 | 100,754 | 215,245 | 207,936 |
| Depreciation(*1) | 680,572 | 711,141 | 1,365,661 | 1,420,509 |
| Amortization | 25,225 | 13,334 | 49,024 | 27,150 |
| Freight and custody expenses | 437,873 | 364,940 | 799,109 | 739,358 |
| Sales commissions | 33,595 | 25,615 | 57,506 | 50,099 |
| Loss on disposal of property, plant and equipment | 41,267 | 39,438 | 60,126 | 50,522 |
| Impairment loss on property, plant and equipment | 111,519 | 16,706 | 111,571 | 66,180 |
| Impairment loss on intangible assets | 1 | - | 72 | 11 |
| Donations | 649 | 2,959 | 24,842 | 22,570 |
| Other expenses | 593,432 | 737,781 | 1,119,742 | 1,174,761 |
| | ₩ 11,493,902 | 10,506,959 | 22,369,593 | 21,378,594 |

(*1) Including depreciation of investment property.

## 28. Income Taxes

Income tax expenses were calculated by adjusting deferred tax expenses (income) due to the accrual and reversal of temporary differences in current tax expenses and income tax expenses (income) related to items not recognized in profit or loss. The effective tax rates of the Group for each of the six-month periods ended June 30, 2026 and 2025 are 24.44% and 27.92%, respectively.

## 29. Earnings Per Share

Details of basic earnings per share for each of the three-month and six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in Won, except share information)* | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|
| | 2026 | 2025 | 2026 | 2025 |
| Profit attributable to controlling interest | ₩ 116,379,752,122 | 343,748,353,790 | 372,201,419,069 | 601,984,989,559 |
| Weighted-average number of common shares outstanding(*1) | 96,480,625 | 96,480,625 | 96,480,625 | 96,480,625 |
| Basic earnings per share | ₩ 1,206 | 3,563 | 3,858 | 6,239 |

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

| *(shares)* | For the three-month periods ended June 30 | | For the six-month periods ended June 30 | |
|---|---|---|---|---|
| | 2026 | 2025 | 2026 | 2025 |
| 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 June 30, 2026 and 2025, so diluted earnings per share are the same as basic earnings per share.

## 30. Related Party Transactions

(a) Details of the Group's related parties as of June 30, 2026 are as follows:

| | Company |
|---|---|
| **The parent company** | POSCO HOLDINGS INC. |
| **Associates** | Pohang Special Welding Co., Ltd., FEWM CO., LTD., POSCO CVC 1st Fund, POSK(Pinghu) Steel Processing Center Co., Ltd., LLP POSUK TITANIUM, POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY, POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER, M RES NSW HCC II Pty Ltd, SAMHWAN VINA CO., LTD., POSCO INTERNATIONAL INDIA E-MOBILITY and others. |
| **Other related parties(*1)** | 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 JAPAN Co., Ltd., POSCO INTERNATIONAL MEXICO S.A. de C.V., POSCO INTERNATIONAL SINGAPORE PTE LTD., Roy Hill Holdings Pty Ltd, POSCO Asia CO., LTD., POSCO-China Holding Corp., POSCO Group AC Fund I, PT POSCO INTERNATIONAL INDONESIA, POSCO INTERNATIONAL (THAILAND) CO., LTD. and others. |

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

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

(b) Details of significant transactions with the Group's related parties for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

1) For the six-month period ended June 30, 2026

*(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 |
| **The parent company** | | | | | | | |
| POSCO HOLDINGS INC.(*3) | ₩ | 18,859 | 720 | - | 14 | - | 680,550 |
| **Associates and joint ventures** | | | | | | | |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 119 | - | 22 | - | - | - |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 136,770 | 148 | 471 | - | - | 224 |
| POSCO INTERNATIONAL INDIA E-MOBILITY | | 23,135 | - | 35 | - | - | - |
| SAMHWAN VINA CO., LTD | | - | 525 | 211 | - | - | - |
| LLP POSUK TITANIUM | | - | - | - | - | - | 19,473 |
| Others | | 1,241 | 24 | 16 | - | - | - |
| | | 161,265 | 697 | 755 | - | - | 19,697 |
| **Other related party(*3)** | | | | | | | |
| POSCO Eco & Challenge Co., Ltd. | | 72,343 | 567 | - | 209,133 | 248 | 35,175 |
| POSCO DX (*4) | | 6,400 | 17 | 1,889 | 131,655 | 34,574 | 125,190 |
| POSCO WIDE Co., Ltd. | | 6,444 | 68 | 340 | - | 11,164 | 25,452 |
| POSCO FUTURE M CO., LTD. | | 246,140 | 119 | 315,832 | 11,092 | 129,909 | 1,495 |
| POSCO FLOW CO., LTD.(*5) | | 6,939 | - | 493,868 | - | 7,342 | 647,884 |
| SNNC | | 8,723 | 2,987 | 139,833 | - | - | - |
| POSCO Mobility Solution Corporation | | 432,690 | 3 | 13,622 | - | 8,140 | 414 |
| POSCO INTERNATIONAL Corporation(*6) | | 5,370,572 | 2,595 | 1,642,409 | - | 719 | 22,641 |
| POSCO(Guangdong) Automotive Steel Co.,Ltd | | 103,623 | - | 1,213 | - | - | - |
| POSCO VST CO., LTD. | | 118,060 | - | 10,520 | - | - | 86 |
| POSCO INTERNATIONAL SINGAPORE PTE LTD. | | 132 | - | 919,201 | - | - | - |
| Roy Hill Holdings Pty Ltd | | - | - | 850,034 | - | - | - |
| POSCO JAPAN Co., Ltd. | | 658,333 | - | 28,088 | - | - | 2,949 |
| POSCO INTERNATIONAL MEXICO S.A. de C.V. | | 189,455 | - | - | - | - | 339 |
| PT POSCO INTERNATIONAL INDONESIA | | 5,469 | 3 | 100,562 | - | - | 341 |
| PT POSCO INTERNATIONAL INDONESIA | | 66,198 | - | 23 | - | - | 2 |
| Others | | 268,121 | 1,087 | 247,504 | 21,811 | 7,567 | 100,031 |
| | | 7,559,642 | 7,446 | 4,764,938 | 373,691 | 199,663 | 961,999 |
| | ₩ | 7,739,766 | 8,863 | 4,765,693 | 373,705 | 199,663 | 1,662,246 |

(*1) Sales and others mainly consist of sales of steel products to the related parties.
(*2) Purchases and others mainly consist of related party's 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 the ERP system.
(*5) Others (purchase) mainly consist of freight expenses.
(*6) The Group is engaged in a SWAP agreement with POSCO INTERNATIONAL Corporation for the purchase of LNG.

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

2) For the six-month period ended June 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 |
| **The parent company** | | | | | | | |
| POSCO HOLDINGS INC.(*3) | ₩ | 13,756 | 472 | - | 89 | - | 412,557 |
| **Associates and joint ventures** | | | | | | | |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 23,763 | - | 3 | - | - | - |
| POSCO Vietnam Processing Center. Co.,Ltd | | 101,947 | 163 | 545 | - | - | 207 |
| POSCO INTERNATIONAL INDIA E-MOBILITY | | 25,661 | - | - | - | - | - |
| POS-SeAH Steel Wire (Thailand) Co., Ltd. | | 11,735 | - | 133 | - | - | - |
| Others | | 1,005 | - | 265 | - | - | - |
| | | 164,111 | 163 | 946 | - | - | 207 |
| **Other related party** | | | | | | | |
| POSCO Eco & Challenge Co., Ltd. | | 74,489 | 24 | - | 213,876 | 67 | 2,204 |
| POSCO DX (formerly, POSCO ICT)(*4) | | 9,116 | 17 | 1,074 | 129,237 | 32,246 | 107,025 |
| POSCO WIDE Co., Ltd. (formerly, POSCO O&M Co., Ltd.) | | 7,877 | 35 | 314 | 812 | 13,445 | 24,654 |
| POSCO FUTURE M CO., LTD. | | 284,523 | 105 | 300,413 | 2,932 | 117,540 | 1,099 |
| POSCO FLOW CO., LTD.(*6) | | 6,489 | - | 276,838 | 38 | 4,976 | 589,353 |
| SNNC | | 8,962 | 4 | 154,402 | 701 | 701 | - |
| POSCO Mobility Solution Corporation | | 409,395 | - | 5,132 | 449 | 7,991 | 670 |
| eSteel4U | | 296,541 | - | - | - | - | 49 |
| POSCO INTERNATIONAL Corporation(*6) | | 5,613,566 | 4 | 1,775,523 | - | 991 | 12,664 |
| POSCO(Guangdong) Automotive Steel Co.,Ltd | | 90,777 | - | 2,368 | - | - | - |
| POSCO VST CO., LTD. | | 131,450 | - | 5,133 | - | - | 20 |
| POSCO INTERNATIONAL SINGAPORE PTE LTD. | | - | 7 | 789,452 | - | - | - |
| Roy Hill Holdings Pty Ltd | | - | - | 756,675 | - | - | - |
| Others | | 551,784 | 1,199 | 416,021 | 24,013 | 6,168 | 97,084 |
| | | 7,484,969 | 1,395 | 4,483,345 | 372,058 | 184,125 | 834,822 |
| | ₩ | 7,662,836 | 2,030 | 4,484,291 | 372,147 | 184,125 | 1,247,586 |

(*1) Sales and others mainly consist of sales of steel products to the related parties.

(*2) Purchases and others mainly consist of related party's 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 the ERP System.

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

(*6) The Group is engaged in a SWAP agreement with POSCO INTERNATIONAL Corporation for the purchase of LNG.

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

(c) Details of the related account balances of significant transactions with the Group's related parties as of June 30, 2026 and December 31, 2025 are as follows:

1) June 30, 2026

| *(in millions of Won)* | | Receivables | | | Payables | | | |
|---|---|---|---|---|---|---|---|---|
| | | Trade accounts and notes receivable | Others | Total | Trade accounts and notes receivable | Accounts payable | Others | Total |
| **The parent company** | | | | | | | | |
| POSCO HOLDINGS INC. | ₩ | 2,065 | 46,038 | 48,103 | - | 45,979 | 139,296 | 185,275 |
| **Associates and joint ventures** | | | | | | | | |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 32,307 | - | 32,307 | - | - | 137 | 137 |
| POSCO INTERNATIONAL INDIA E-MOBILITY | | 13,020 | 1 | 13,021 | - | - | - | - |
| Others | | 712 | 52 | 764 | - | - | - | - |
| | | 46,039 | 53 | 46,092 | - | - | 137 | 137 |
| **Other related party** | | | | | | | | |
| POSCO Eco & Challenge Co., Ltd. | | 22,509 | 8 | 22,517 | - | 55,526 | 328 | 55,854 |
| POSCO DX | | 3,282 | 36 | 3,318 | 997 | 77,734 | 20,462 | 99,193 |
| POSCO WIDE Co., Ltd. | | 658 | 1,361 | 2,019 | - | 3,005 | 5,438 | 8,443 |
| POSCO FUTURE M CO., LTD. | | 46,796 | 49,837 | 96,633 | 35,697 | 17,670 | 21,742 | 75,109 |
| POSCO FLOW CO., LTD. | | 755 | 58,021 | 58,776 | 177,025 | 9,999 | 40,838 | 227,862 |
| SNNC | | 1,324 | 179,711 | 181,035 | - | - | 54 | 54 |
| POSCO Mobility Solution Corporation | | 118,179 | - | 118,179 | 774 | 368 | 1,826 | 2,968 |
| POSCO INTERNATIONAL Corporation | | 1,117,031 | 2,431 | 1,119,462 | 1,102,599 | 6,884 | 37,530 | 1,147,013 |
| POSCO(Guangdong) Automotive Steel Co., Ltd. | | 40,076 | - | 40,076 | 379 | - | - | 379 |
| POSCO VST CO., LTD. | | 70,530 | 302 | 70,832 | 3,107 | - | 70 | 3,177 |
| POSCO INTERNATIONAL SINGAPORE PTE LTD. | | - | - | - | 200,197 | 142 | - | 200,339 |
| Roy Hill Holdings Pty Ltd | | - | - | - | 482,247 | 14 | - | 482,261 |
| POSCO JAPAN Co., Ltd. | | 43,200 | - | 43,200 | 647 | 4,341 | 2,584 | 7,572 |
| PT POSCO INTERNATIONAL INDONESIA | | 2,067 | - | 2,067 | 17,738 | - | - | 17,738 |
| POSCO INTERNATIONAL (THAILAND) CO., LTD. | | 12,109 | - | 12,109 | - | - | - | - |
| Others | | 29,220 | 18,188 | 47,408 | 65,811 | 16,132 | 17,476 | 99,419 |
| | | 1,507,736 | 309,895 | 1,817,631 | 2,087,218 | 191,815 | 148,348 | 2,427,381 |
| | ₩ | 1,555,840 | 355,986 | 1,911,826 | 2,087,218 | 237,794 | 287,781 | 2,612,793 |

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

2) December 31, 2025

*(in millions of Won)*

| | | Receivables | | | Payables | | | |
|---|---|---|---|---|---|---|---|---|
| | | Trade accounts and notes receivable | Others | Total | Trade accounts and notes payable | Accounts payable | Others | Total |
| **The parent company** | | | | | | | | |
| POSCO HOLDINGS INC. | ₩ | 578 | 42,525 | 43,103 | - | 92,517 | 126,040 | 218,557 |
| **Associates** | | | | | | | | |
| POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER | | 5 | - | 5 | - | - | - | - |
| POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY | | 20,708 | 4 | 20,712 | 22 | - | - | 22 |
| POSCO INTERNATIONAL INDIA E-MOBILITY | | 11,886 | - | 11,886 | - | - | - | - |
| Others | | 650 | 45 | 695 | 32 | - | - | 32 |
| | | 33,249 | 49 | 33,298 | 54 | - | - | 54 |
| **Other related parties** | | | | | | | | |
| POSCO Eco & Challenge Co., Ltd. | | 27,385 | 13 | 27,398 | - | 126,426 | 238 | 126,664 |
| POSCO DX | | 1,911 | 105 | 2,016 | 1,455 | 109,174 | 22,136 | 132,765 |
| POSCO WIDE Co., Ltd. | | 1,349 | 1,623 | 2,972 | - | 5,371 | 5,895 | 11,266 |
| POSCO FUTURE M CO., LTD. | | 48,284 | 56,433 | 104,717 | 51,811 | 16,698 | 23,585 | 92,094 |
| POSCO FLOW CO., LTD. | | 1,069 | 944 | 2,013 | 109,304 | 7,719 | 43,843 | 160,866 |
| SNNC | | 1,834 | 28,433 | 30,267 | 5,439 | 360 | 87 | 5,886 |
| POSCO Mobility Solution Corporation | | 125,441 | 15,167 | 140,608 | 392 | 348 | 2,084 | 2,824 |
| POSCO INTERNATIONAL Corporation | | 958,734 | 2,798 | 961,532 | 945,545 | 9,029 | 3,076 | 957,650 |
| POSCO(Guangdong) Automotive Steel Co., Ltd. | | 31,513 | - | 31,513 | 1,040 | - | - | 1,040 |
| POSCO VST CO., LTD. | | 49,385 | 534 | 49,919 | - | - | - | - |
| POSCO INTERNATIONAL SINGAPORE PTE LTD. | | - | - | - | 210,965 | - | - | 210,965 |
| Roy Hill Holdings Pty Ltd | | - | - | - | 426,829 | - | - | 426,829 |
| POSCO JAPAN Co., Ltd. | | 27,496 | - | 27,496 | 2,064 | - | - | 2,064 |
| POSCO(Suzhou) Automotive Processing Center Co., Ltd. | | 1,001 | - | 1,001 | 6 | 3 | - | 9 |
| Posco International (Thailand) Co., Ltd. | | 12,076 | - | 12,076 | - | - | - | - |
| POSCHROME (PROPRIETARY) LIMITED | | - | - | - | 2,447 | - | - | 2,447 |
| POSCO INTERNATIONAL VIETNAM CO.,LTD. | | 718 | - | 718 | 10,584 | 59 | - | 10,643 |
| PT POSCO INTERNATIONAL INDONESIA | | 6 | - | 6 | 57,130 | 9 | - | 57,139 |
| Others | | 31,987 | 23,965 | 55,952 | 23,574 | 14,243 | 14,063 | 51,880 |
| | | 1,320,189 | 130,015 | 1,450,204 | 1,848,585 | 289,439 | 115,007 | 2,253,031 |
| | ₩ | 1,354,016 | 172,589 | 1,526,605 | 1,848,639 | 381,956 | 241,047 | 2,471,642 |

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

(d) Details of significant borrowing transactions with the Group's related parties for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| *(in millions of Won)* | Transaction | | Beginning | Increase | Decrease | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|
| **Other related party** | | | | | | | |
| POSCO Asia CO., LTD. | Short -term borrowings | ₩ | 224,782 | 47,781 | (72,902) | 17,531 | 217,192 |
| POSCO-China Holding Corp. | Short -term borrowings | | 14,085 | 15,512 | (25,739) | 2,150 | 6,009 |
| | | ₩ | 238,867 | 63,293 | (98,641) | 19,681 | 223,201 |

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

2) For the year ended December 31, 2025

| *(in millions of Won)* | Transaction | | Beginning | Increase | Decrease | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|
| **Other related party** | | | | | | | |
| POSCO Asia CO., LTD. | Short -term borrowings | ₩ | 318,511 | 151,611 | (243,795) | (1,545) | 224,782 |
| POSCO-China Holding Corp. | Short -term borrowings | | 23,197 | 48,850 | (58,294) | 332 | 14,085 |
| | | ₩ | 341,708 | 200,461 | (302,089) | (1,213) | 238,867 |

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

(e) Details of significant loan transactions with the Group's related parties for the six-month period ended June 30, 2026 and the year ended December 31, 2025 are as follows:

1) For the six-month period ended June 30, 2026

| *(in millions of Won)* | Transaction | | Beginning | Increase | Decrease | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|
| **Other related party** | | | | | | | |
| POSCO-China Holding Corp. | Short -term loans | ₩ | 7,461 | 16,918 | (18,447) | 1,763 | 7,695 |
| POSCO Asia CO., LTD. | Short -term loans | | 14,349 | - | - | 1,066 | 15,415 |
| POSCO E&C India | Short -term loans | | 565 | - | - | 11 | 576 |
| | | ₩ | 22,375 | 16,918 | (18,447) | 2,840 | 23,686 |

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

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

2) For the year ended December 31, 2025

| *(in millions of Won)* | Transaction | | Beginning | Increase | Decrease | Others(*1) | Ending |
|---|---|---|---|---|---|---|---|
| **Other related party** | | | | | | | |
| POSCO-China Holding Corp. | Short -term loans | ₩ | - | 13,205 | (4,708) | (1,036) | 7,461 |
| POSCO Asia CO., LTD. | Short -term loans | | 14,700 | - | - | (351) | 14,349 |
| POSCO E&C India | Short -term loans | | 608 | - | - | (43) | 565 |
| | | ₩ | 15,308 | 13,205 | (4,708) | (1,430) | 22,375 |

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

(f) For each of the six-month periods ended June 30, 2026 and 2025, details of compensation to the Group's key management officers are as follows:

| *(in millions of Won)* | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|
| Short-term benefits | ₩ | 32,250 | 32,476 |
| Long-term benefits | | 343 | 530 |
| Retirement benefits | | 4,893 | 4,397 |
| | ₩ | 37,486 | 37,403 |

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

(g) Guarantees provided to related parties

The Group has entered into a financial guarantee contract for related parties as of June 30, 2026 (See Note 20).

(h) Payment guarantees received from related parties

As of June 30, 2026, POSCO ASSAN TST STEEL INDUSTRY Inc. has received a payment guarantee from POSCO INTERNATIONAL Corporation, another related party, in connection with its borrowings.

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

(i) As of June 30, 2026, the Group has entered into agreements with related parties, including lease agreements, long-term purchase agreements, and capital contribution agreements (see Note 31).

(j) During the six-month period ended June 30, 2026, the Group entered into transactions with related parties involving acquisitions of equity interests and capital contributions (see Notes 1 and 9).

## 31. Commitments and Contingencies

(a) Contingent Liabilities

Contingent liabilities may change as a result of circumstances not initially anticipated. Accordingly, the management of the Group continuously reviews such liabilities to determine whether an outflow of resources embodying economic benefits has become probable. Except in the extremely rare circumstances where a reliable estimate cannot be made, a provision is recognized in the consolidated financial statements for the period in which the change in probability occurs when an outflow of future economic benefits becomes probable for an item previously accounted for as a contingent liability.

The management of the Group exercises judgment with respect to the estimates and assumptions affecting the disclosure of contingent liabilities and commitments. All estimates and assumptions are based on assessments and measurements of current circumstances, with the assistance of internal and external experts.

The management of the Group regularly analyzes the latest information regarding contingencies and provides for contingent losses, including estimated legal costs that may be incurred. These assessments are based on advice from internal and external legal counsel. In determining whether to recognize a provision, the Group considers the probability of an outflow of resources embodying economic benefits to settle the obligation and whether the amount of the obligation can be reliably estimated.

## 31. Commitments and Contingencies (cont'd)

(b) Other commitments

Details of other commitments of the Group as of June 30, 2026 are as follows:

| Company | Description |
|---|---|
| POSCO | The Group entered into long-term contracts to purchase iron ore, coal, nickel and others. The contracts for iron ore and coal generally have terms of more than two years and three years, respectively, and the contracts for nickel have terms of more than one year. Purchase prices are adjusted quarterly based on changes in market prices. As of the end of the current interim period, 45 million tons of iron ore and 17 million tons of coal remained available for purchase under such long-term contracts. |
| | The Group entered into a long-term agreement with the Tangguh Liquefied Natural Gas (LNG) Consortium in Indonesia for LNG, a major fuel used in operations and power generation. The contractual purchase volume is 550 thousand tons of LNG annually for 20 years commencing in August 2005, and 120 thousand tons from September 2025 to December 2026. The purchase price is adjusted based on changes in the monthly benchmark oil price (Japan Crude Cocktail, or JCC), subject to a price ceiling. |
| | The Group entered into a consecutive voyage charter (CVC) contract for the transportation of iron ore and coal, its major raw materials. As of the end of the current interim period, 31 vessels were under contract, and the average remaining contract period was approximately six years. |
| | The Group entered into a long-term 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 adjusted based on changes in the U.S. Henry Hub natural gas price. The Group holds an option to extend the purchase agreement for an additional five years. |
| | As of the end of the current interim period, the Group had entered into an LNG terminal use agreement with POSCO INTERNATIONAL Corporation to unload, store, regasify and deliver LNG directly imported by the Group for use in process operations and power generation at its Pohang and Gwangyang steelworks. Under the agreement, the Group is granted the exclusive right to use 200,000 kL of LNG storage capacity in a newly constructed LNG storage tank and related terminal facilities. The contract period is from September 1, 2025 to August 31, 2041. |
| | In relation to the shares of FEWM CO., LTD., the Group holds a call option exercisable from July 1, 2026 to June 30, 2027, under which the Group may require the largest shareholder to sell a portion of its shares in the investee to the Group at a pre-agreed exercise price, to the extent that the Group's ownership reaches 59% of the investee's total issued shares at the relevant exercise date. |
| | The Group participated in an investment with Hyundai Motor Group to jointly construct an electric arc furnace-based integrated steel mill in Louisiana, United States, in order to respond to the North American steel market and secure a production base for eco-friendly automotive steel sheets. POS-Louisiana Inc., established through the Group's 100% equity contribution, will acquire a 20% equity interest in HYUNDAI-POSCO Louisiana Steel LLC. The Group guarantees POS-Louisiana Inc.'s capital contribution obligation for its ultimate committed investment amount of USD 582 million. |
| | The Group entered into a long-term LNG purchase agreement with QatarEnergy Trading LLC. to ensure stable operations in response to increased LNG demand. The contract covers the purchase of 300 thousand tons annually for four years from January 2027 to December 2030. The purchase price is adjusted based on changes in the Brent crude oil price. |
| PT. KRAKATAU POSCO | The Group entered into an annual purchase agreement for 222,000 tons of quicklime and an annual sales agreement for 44,400 tons of limestone fines with PT. KRAKATAU POSCO FUTUREM, effective through 2028. |
| | The Group entered into a long-term power purchase agreement with PT. KRAKATAU POSCO ENERGY, effective through 2038. |
| POSCO Maharashtra Steel Private Limited | The Company entered into a long-term power purchase agreement with GSENC Renewable 1 Private Limited for 25 years from the commercial operation date, with an annual committed purchase volume of 140 million kWh. In addition, the Company agreed to provide an irrevocable letter of credit or bank guarantee equivalent to three months of the average monthly billing amount in connection with the agreement. |
| POSCO STEELEON CO.,Ltd. | Myanmar Economic Holdings Limited (MEHL), a non-controlling shareholder of the Group's subsidiary Myanmar POSCO C&C Co., Ltd. (MPCC), holds a call option under a shareholders' agreement to purchase 5% of the MPCC shares held by the Group at fair value. The option is exercisable from October 2013 through September 2028. If exercised, MEHL's voting rights would increase from 30% to 35%, while the Group would retain control over MPCC. The Group considers the likelihood of exercise to be remote. |
| POSCO-India Pune Processing Center Private Limited | Under the share purchase agreement related to the disposal of the shares of POSCO-India Steel Distribution Center Private Limited, POSCO-India Pune Processing Center Private Limited is responsible for obligations arising from tax litigation attributable to periods prior to the transaction closing date. |

## 31. Commitments and Contingencies (cont'd)

As of June 30, 2026, the Group entered into agreements for overdraft facilities and trade finance with financial institutions, including Woori Bank, with a credit limit of \ 8,862.1 billion.

### (c) Commitments for acquisition of assets

As of June 30, 2026, the commitments for the acquisition of property, plant and equipment and intangible assets that have not yet occurred are as follows:

| *(in millions of Won)* | | June 30, 2026 |
|---|---|---|
| Property, plant and equipment | ₩ | 3,641,308 |
| Intangible assets | | 214 |
| | ₩ | 3,641,522 |

(d) Supplier finance arrangements

The Group utilizes supplier finance arrangements to manage its working capital efficiently with certain suppliers. Under these arrangements, financial institutions make early payments to suppliers based on the Group's credit standing, and the Group settles the amounts with the financial institutions after a specified period. As of June 30, 2026, the Group has entered into purchasing card and reverse factoring arrangements.

## 31. Commitments and Contingencies (cont'd)

① As of June 30, 2026, the carrying amounts of financial liabilities related to supplier finance arrangements and the carrying amounts corresponding to amounts already received by suppliers from financial institutions are as follows:

| *(in millions of Won)* | | June 30, 2026 | | December 31, 2025 |
|---|---|---|---|---|
| | | Balance | Amount received by suppliers | Balance |
| Trade accounts and notes payal | ₩ | 855,695 | 782,766 | 674,277 |
| Reverse factoring | | 818,414 | 782,766 | 638,976 |
| Purchase card | | 37,281 | - | 35,301 |
| Accounts Payables | | 144,271 | - | 230,913 |
| Purchase card | | 144,271 | - | 230,913 |
| | ₩ | 999,966 | 782,766 | 905,190 |

② As of June 30, 2026, the payment due dates of financial liabilities subject to supplier finance arrangements and those of other financial liabilities are as follows:

| *(in millions of Won)* | Contractual payment terms of supplier finance arrangements | Payment terms of other financial liabilites |
|---|---|---|
| Trade accounts and notes payable | | |
| Reverse factoring | 30~150 days | Within 60 days |
| Purchase card | 40~60 days | - |
| Accounts Payables | | |
| Purchase card | 40~60 days | - |

③ There were no significant non-cash changes in the carrying amount of trade payables and other payables that are part of the supplier finance arrangements.

④ As of June 30, 2026, the Group has entered into supplier finance agreements which have a limit of \3,128.9 billion with SMBC and twelve other financial institutions.

## 31. Commitments and Contingencies (cont'd)

(e) As of June 30, 2026, the Group's significant capital commitment arrangements are as follows:

| *(in millions of Won, USD)* | Currency | Total commitment | Cumulative contributions | Remaining commitment |
|---|---|---|---|---|
| POSCO CVC 1st Fund | KRW | 40,000 | 9,280 | 30,720 |
| M RES NSW HCC II Pty Ltd | USD | 19,987,500 | - | 19,987,500 |
| HYUNDAI-POSCO Louisiana Steel LLC | USD | 582,430,700 | 194,844,756 | 387,585,944 |
| GSENC Renewable 1 Private Limited | USD | 358,890,000 | - | 358,890,000 |

(f) Litigation in progress

The Group is involved in 219 lawsuits collectively amounting to \571.7 billion as defendant as of June 30, 2026, which arise in the ordinary course of business such as claim for confirmation of employee status. The Group has recognized provisions for certain lawsuits and claims and the Group believes that it has a present obligation as of June 30, 2026.

(g) The Group was spun off from POSCO HOLDINGS INC. and newly incorporated with March 1, 2022 as the date of spin-off, and the Group is jointly liable for the liabilities of POSCO HOLDINGS INC. under Article 530(9)(1) of the Commercial Act of the Republic of Korea.

(h) 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 committed investment amount is \256,036 million, and the transfer of assets, including facilities, is expected to be carried out during 2026.

## 32. Statements of Cash Flows

Changes in operating assets and liabilities for each of the six-month periods ended June 30, 2026 and 2025 are as follows:

| *(in millions of Won)* | | June 30, 2026 | June 30, 2025 |
|---|---|---|---|
| Trade accounts and notes receivable | ₩ | (926,453) | (165,206) |
| Other receivables | | (191,022) | 100,987 |
| Inventories | | (576,311) | 955,406 |
| Other current assets | | (156,817) | 9,274 |
| Other non-current assets | | 20,982 | 53,915 |
| Trade accounts and notes payable | | 414,304 | (660,711) |
| Other payables | | 81,072 | (87,651) |
| Other current liabilities | | 26,621 | (64,142) |
| Provisions | | (20,219) | (13,020) |
| Payments of severance benefits | | (189,603) | (136,946) |
| Plan assets | | 178,016 | 116,274 |
| Other non-current liabilities | | (1,545) | (7,889) |
| | ₩ | (1,340,975) | 100,291 |

## 33. Operating Segments

Information of 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.

## 34. Matters Related to Tariffs

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

(b) Since July 2026, the European Union (EU) has implemented new steel import regulations, resulting in a reduction of steel import quotas and an increase in the tariff rate on volumes exceeding the quota to 50%. The implementation of these regulations gives rise to uncertainties in making estimates for the financial statements.