

FY2024 Financial Results Report

- ◆ Due to sluggish demand for steel products both domestically and internationally, as well as the impact of increased exports of Chinese steel, SCGM's Net Income decreased by 3.8 billion yen, and Net Income Attributable To SCGM Group decreased by 5 billion yen.
- ◆ Net Income Attributable To SCGM Group forecast for the full fiscal year 2025 is 25.7 billion yen.

	FY2023	FY2024	Increase/ (Decrease)
SCGM's Net Income (Non-audited, Japanese Accounting Standards)	¥10.2billion	¥6.4billion	△¥3.8billion
Net Income Attributable To SCGM Group※ (Non-audited, International Accounting Standards)	¥21.2billion	¥16.2billion	△¥5billion

※ "Net Income Attributable To SCGM Group" refers to the sum of the following four profits.

(1) Profits of SCGM

(2) Profits of SCGM's affiliated companies

(3) Profits of companies affiliated with Sumitomo Corporation (the parent company of SCGM and hereinafter called "SC") which are, to be precise, under the Steel Products SBU and Steel GX SBU of SC

("SC Steel Products SBU and Steel GX SBU") and with which SCGM have no direct capital relationship (hereinafter called "SC's Affiliated Companies")

(4) Profits related to the steel products business of the SC Steel Products SBU and Steel GX SBU and SC's global organizations (hereinafter collectively referred to as "SC Organizations").

The reason for including profits described in item (3) and (4) in "Net Income Attributable To SCGM Group" is because SCGM is currently involved in and supporting the operations of SC's Affiliated Companies (described in item (3)) and assisting the execution of the transactions related to the steel products business of SC Organizations (described in item (4)) through contractual relationships and joint strategic planning and promotion with SC.