POSCO and its subsidiaries

Interim condensed consolidated financial statements
for each of the three-month periods ended March 31, 2026 and 2025
with the independent auditor's review report

Table of Contents

Report on review of interim condensed consolidated financial statements

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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 March 31, 2026, and the related interim condensed consolidated statements of comprehensive income, interim condensed consolidated statements of changes in equity and interim condensed consolidated statements of cash flows for each of the three-month periods ended March 31, 2026 and 2025, respectively, and a summary of material accounting policies and other explanatory information.

Management's responsibility for the interim condensed consolidated financial statements

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

Auditor's responsibility

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

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

Conclusion

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

EY 한영

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Other matters

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

May 15, 2026

This review report is effective as of May 15, 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 three-month periods ended March 31, 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 March 31, 2026 (unaudited) and December 31, 2025

(in millions of Won)

	Notes		March 31, 2026	December 31, 2025
Assets				
Cash and cash equivalents	20	₩	2,643,237	2,700,455
Trade accounts and notes receivable, net	4,20,23		5,088,531	4,546,160
Other receivables, net	5,20		878,227	765,488
Other financial assets	6,20		2,576,636	3,685,750
Inventories	7		9,444,912	9,220,116
Current income tax assets			33,539	33,157
Assets held for sale	8		98	206
Other assets	13		283,118	144,135
Total current assets			20,948,298	21,095,467
Trade accounts and notes receivable, net	4,20,23		7,715	14,198
Other receivables, net	5,20		281,231	292,342
Other financial assets	6,20		1,316,415	1,070,119
Investments in associates	9		441,573	136,844
Investment property, net	10		21,991	29,005
Property, plant and equipment, net	11		24,675,280	24,689,888
Intangible assets, net	12		584,221	593,364
Defined benefit assets, net	18		117,886	147,501
Deferred tax assets			2,144,078	2,186,030
Other assets	13		22,728	25,848
Total non-current assets			29,613,118	29,185,139
Total assets		₩	50,561,416	50,280,606

(continued)

POSCO and its subsidiaries
Interim condensed consolidated statements of financial position, continued
as of March 31, 2026 (unaudited) and December 31, 2025

(in millions of Won)

	Notes		March 31, 2026	December 31, 2025
Liabilities				
Trade accounts and notes payable	20	₩	3,382,328	3,611,124
Borrowings	14,20		3,308,049	3,685,697
Other payables	15,20		2,060,812	1,632,534
Other financial liabilities	16,20		10	17
Current income tax liabilities			148,583	101,585
Provisions	17		47,976	118,878
Other liabilities	19,23		175,003	155,527
Total current liabilities			9,122,761	9,305,362
Borrowings	14,20		6,719,847	6,092,046
Other payables	15,20		531,863	522,045
Defined benefit liabilities, net	18		36,479	31,086
Deferred tax liabilities			34,353	35,242
Provisions	17		102,933	100,918
Other liabilities	19,23		774	410
Total non-current liabilities			7,426,249	6,781,747
Total liabilities			16,549,010	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		530,299	384,462
Retained earnings			9,359,311	9,707,686
Equity attributed to owners of the controlling company			33,059,099	33,261,637
Non-controlling interests			953,307	931,860
Total equity			34,012,406	34,193,497
Total liabilities and equity		₩	50,561,416	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 periods ended March 31, 2026 and 2025 (Unaudited)

(in millions of Won, except per share informations)	Notes		March 31, 2026	March 31, 2025
Revenue	23	₩	11,181,875	11,252,375
Cost of sales	27		(10,423,315)	(10,398,447)
Gross profit			758,560	853,928
Selling and administrative expenses				
Other administrative expenses	24,27		(321,936)	(308,071)
Selling expenses	24,27		(80,564)	(78,645)
Operating profit			356,060	467,212
Share of profit of equity-accounted investees, net	9		(9,571)	(3,851)
Finance income and costs				
Finance income	20,25		531,818	328,795
Finance costs	20,25		(560,800)	(379,889)
Other non-operating income and expenses				
Other non-operating income	26		76,886	14,050
Other non-operating expenses	26,27		(49,877)	(86,472)
Profit before income tax			344,516	339,845
Income tax expense	28		(94,042)	(100,757)
Profit for the period			250,474	239,088
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurements of defined benefit plans	18		(1,791)	907
Net changes in fair value of equity investments at fair value through other comprehensive income	20,22		61,132	16,795
Foreign currency translation differences			30,253	(1,034)
Items that are or may be reclassfied subsequently to profit or loss:				
Foreign currency translation differences			65,268	(905)
Capital adjustment arising from investments in equity-accounted investees	9		19,444	1,101
Other comprehensive income, net of tax			174,306	16,864
Total comprehensive income		₩	424,780	255,952
Profit attribute to:				
Owners of the controlling company		₩	255,822	258,237
Non-controlling interests			(5,348)	(19,149)
Profit		₩	250,474	239,088
Total comprehensive income attributable to:				
Owners of the controlling company		₩	399,814	276,189
Non-controlling interests			24,966	(20,237)
Total comprehensive income		₩	424,780	255,952
Earnings per share (in Won)	29			
Basic earnings per share (in Won)			2,652	2,677
Diluted earnings per share (in Won)		₩	2,652	2,677

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 three-month periods ended March 31, 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 for the period		-	-	-	258,237	258,237	(19,149)	239,088
Other comprehensive income (loss)								
Remeasurements of defined benefit plans, net of tax		-	-	-	962	962	(55)	907
Capital adjustment arising from investments in equity-acccounted investees, net of tax		-	-	1,100	-	1,100	1	1,101
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax		-	-	16,795	-	16,795	-	16,795
Foreign currency translation differences, net of tax		-	-	(905)	-	(905)	(1,035)	(1,940)
Transactions with owners of the controlling company, recognized directly in equity:								
Year-end dividends		-	-	-	(332,858)	(332,858)	(6,937)	(339,795)
Changes in subsidiaries		-	(1,111)	-	-	(1,111)	(16,289)	(17,400)
Others		-	-	-	67	67	43	110
Balance as of March 31, 2025	₩	482,403	22,704,457	259,056	8,881,415	32,327,331	938,934	33,266,265

(continued)

POSCO and its subsidiaries
Interim condensed consolidated statements of changes in equity, continued
for each of the three-month periods ended March 31, 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 for the period		-	-	-	255,822	255,822	(5,348)	250,474
Other comprehensive income (loss)								
Remeasurements of defined benefit plans, net of tax		-	-	-	(1,845)	(1,845)	54	(1,791)
Capital adjustment arising from investments in equity-acccounted investees, net of tax		-	-	19,437	-	19,437	7	19,444
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax		-	-	61,132	-	61,132	-	61,132
Foreign currency translation differences, net of tax		-	-	65,268	-	65,268	30,253	95,521
Transactions with owners of the controlling company, recognized directly in equity:								
Year-end dividends		-	-	-	(605,705)	(605,705)	(4,098)	(609,803)
Others		-	-	-	3,353	3,353	579	3,932
Balance as of March 31, 2026	₩	482,403	22,687,086	530,299	9,359,311	33,059,099	953,307	34,012,406

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 three-month periods ended March 31, 2026 and 2025
(unaudited)

(in millions of Won)

	Notes		March 31, 2026	March 31, 2025
Cash flows from operating activities				
Profit		₩	250,474	239,088
Adjustments for :				
Depreciation			685,089	709,368
Amortization			23,799	13,816
Finance income			(416,183)	(235,242)
Finance costs			410,888	260,004
Income tax expense			94,042	100,757
Gain on disposal of property, plant and equipment			(649)	(764)
Loss on disposal of property, plant and equipment			18,859	11,084
Impairment loss on property, plant and equipment			52	49,474
Loss on disposal of intangible assets			2	-
Impairment loss on intangible assets			71	12
Share of loss of equity-accounted investees			9,571	3,851
Gain on disposal of investments in subsidiaries and associates			(8,717)	(118)
Loss on disposal of investments in subsidiaries and associates			576	-
Gain on disposal of assets held for sale			(35)	-
Expenses related to post-employment benefit			37,133	31,967
Impairment loss on trade and other receivables			3,149	49
Loss on valuation of inventories			89,732	55,312
Increase to provisions			(50,599)	11,721
Revenue of insurance claim			(50)	(406)
Others, net			(118)	210
Changes in operating assets and liabilities	32		(1,349,237)	(166,687)
Interest received			60,235	46,857
Interest paid			(160,964)	(200,675)
Dividends received			616	1,252
Income taxes paid			(28,607)	(148,452)
Net cash provided by (used in) operating activities		₩	(330,871)	782,478

(continued)

POSCO and its subsidiaries
Interim condensed consolidated statements of cash flows, continued
for each of the three-month periods ended March 31, 2026 and 2025
(unaudited)

(in millions of Won)

	Notes		March 31, 2026	March 31, 2025
Cash flows from investing activities				
Acquisition of short-term financial instruments		₩	(2,730,892)	(3,220,837)
Proceeds from disposal of short-term financial instruments			3,429,147	2,473,555
Increase in loans			(23,232)	(4,983)
Collection of loans			12,032	3,132
Acquisition of securities			(32)	(279,006)
Proceeds from disposal of debt securities			319,000	190,034
Acquisition of long-term financial instruments			(114)	-
Acquisition of investments in associates			(283,083)	-
Proceeds from disposal of investments in associates			2,270	118
Acquisition of property, plant and equipment			(514,898)	(564,309)
Proceeds from disposal of property, plant and equipment			(4,684)	(3,069)
Acquisition of intangible assets			(31,986)	(36,769)
Proceeds from disposal of intangible assets			13	24
Proceeds from disposal of assets held for sale			8,215	-
Collection of lease receivables			3,175	3,018
Proceeds from disposal of net assets due to changes in the scope of consolidation			21,106	-
Receipt of insurance claim			50	406
Other cash flows from investing activities			396	-
Payment of deposits			(3,894)	(6,767)
Collection of deposits			2,306	1,583
Net cash provided by (used in) investing activities		₩	204,895	(1,443,870)
Cash flows from financing activities				
Proceeds from borrowings			2,210,214	2,143,377
Repayment of borrowings			(2,299,985)	(1,293,663)
Repayment of lease liabilities			(27,170)	(28,158)
Increase in derivatives			(21)	-
Decrease in derivatives			170,471	133,628
Acquisition of non-controlling interests			-	(17,400)
Others, net			1,702	5,670
Net cash provided by financing activities		₩	55,211	943,454
Effect of exchange rate fluctuation on cash held			13,547	2,959
Net increase(decrease) in cash and cash equivalents			(57,218)	285,021
Cash and cash equivalents at beginning of the period			2,700,455	2,435,951
Cash and cash equivalents at end of the period		₩	2,643,237	2,720,972

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 POSCO YAMATO VINA STEEL JOINT STOCK COMPANY and its 14 associates 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 March 31, 2026, POSCO is wholly owned by POSCO HOLDINGS INC. (100% ownership).

(b) Consolidated subsidiaries

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

1. General Information (cont'd)

		Ownership (%)						
		March 31, 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) Excluding the treasury shares held as of March 31, 2026, the ownership of the Group with voting rights is 56.96%

(*2) As of March 31, 2026, the Group classified the entities as subsidiaries, considering additional facts and circumstances, such as the relative size of the voting rights held by the Group, structure of its Board of Directors and the degree of diversification of other voting rights holders, although the Group holds less than half of the voting rights of the entities.

(*3) Excluding the treasury shares held as of March 31, 2026, the Group's ownership with voting rights amounts to 48.85%

1. General Information (cont'd)

(c) Details of associates

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

Investee	Category of business	Ownership (%)		Region
		March 31, 2026	December 31, 2025	
[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

(*1) For the three-month period ended March 31, 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 March 31, 2026, the Group has determined that it cannot have control over the entity as a limited partner even though the Group's percentage of ownership is more than 50%. Accordingly, the entity has been classified as an associate.
(*3) Excluded from associates as a result of its disposal during the three-month period ended March 31, 2026.
(*4) As of March 31, 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 March 31, 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 for the three-month period ended March 31, 2026.

1. General Information (cont'd)

(d) Details of associates

Consolidated subsidiaries acquired or newly established for the three-month period ended March 31, 2026 are as follows:

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

(*1) Newly established for the three-month period ended March 31, 2026 to participate in a joint investment with Hyundai Motor Group to construct an EAF-based integrated steel mill in Louisiana, United States, for the purposes of responding to the North American steel market and secure a production base for eco-friendly automotive steel sheets.

(e) Loss of controls

Consolidated subsidiaries over which the Group has lost control for the three-month period ended March 31, 2026 are as follows:

Company	Date of exclusion	Reason
POSCO-INDIA STEEL DISTRIB	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. 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 *Classification and Measurement of Financial Instruments* include:

- A clarification that a financial liability is derecognized on the "settlement date" and the introduction of an accounting policy choice (if specific conditions are met) to derecognize financial liabilities settled using an electronic payment system before the settlement date;
- additional guidance on how the contractual cash flows for financial assets with environmental, social and corporate governance (ESG) and similar features should be assessed ;
- clarifications on what constitutes non-recourse features and what are the characteristics of contractually linked instruments; and
- the introduction of disclosure requirements for financial instruments with contingent features and additional disclosure requirements for equity instruments designated at fair value through other comprehensive income (OCI).

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

3. Material Accounting Policies (cont'd)

(b) KIFRS Annual Improvements - Volume 11

KIFRS Annual Improvements - Volume 11 have been announced for the purpose of improving consistency of requirements set out in each standard, enhancing clarity, and providing better understanding of the amendments.

- KIFRS 1101 *First-time Adoption of KIFRS*: *hedge accounting by a first-time adopter*;
- 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 *Consolidated Financial Statements*: *determination of de facto agents*; and
- KIFRS *Statement of Cash Flows*: *cost method*.

The amendments do not have a material impact on the Group's interim condensed consolidated 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:

- 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 investors to understand the effects of such contracts on an entity's financial performance and cash flows.

The amendments do not have a material impact on the Group's interim condensed consolidated 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.

(a) KIFRS 1118 – *Presentation and Disclosure in 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*, comparative information for the year ending December 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 the statement of profit or loss
KIFRS 1118 requires all income and expenses in the statement of profit or loss to be classified into one of five categories: operating, investing, financing, income taxes and discontinued operations. Under the standard, the operating category is a residual category, therefore, includes all income and expenses not required to be classified in one of the other specified categories.

For the purposes of classifying its income and expenses into the categories required by KIFRS 1118, the Group is required to assess whether it has one or both "main business activities" of investing in particular types of assets or providing financing to customers. The standard requires entities with a "specified main business activity" to classify some of their income and expenses in the operating category that would otherwise be included in the investing or financing categories as an exception to the general requirements for the classification of income and expenses.

Resultant operating profit or loss differs significantly from the operating profit or loss under KIFRS 1001, which is defined as revenue less cost of sales and selling and administrative expenses. KIFRS 1118 requires entities to disclose, in the notes, operating profit or loss as determined in accordance with KIFRS 1001, as well as reconciliations explaining the differences between operating profit or loss under KIFRS 1118 and that under KIFRS 1001.

3. Material Accounting Policies (cont'd)

In addition, KIFRS 1118 requires an entity to present in the statement of profit or loss "operating profit or loss" comprising all income and expenses classified in the operating category, "profit or loss before financing and income tax" comprising operating profit or loss and all income and expenses classified under the investing category, and "profit or loss." 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 (MPMs)
KIFRS 1118 introduces requirements for the disclosure of management-defined performance measures (MPMs). MPMs are defined as subtotals of income and expenses that are not listed in paragraph 118 of KIFRS 1118, or specifically required to be presented or disclosed by KIFRS Accounting Standards, which an entity uses in public communications outside financial statements, to communicate management's view of an aspect of the financial performance of the entity as a whole to the users.

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

③ Changes in classification of cash flows
KIFRS 1118 introduced consequential amendments to KIFRS 1007 *Statement of Cash Flows*. The amendments requires all entities to change the starting point for determining cash flows from operating activities has been changed from "profit or loss" to "operating profit or loss" and remove the accounting policy choice regarding the classification of cash flows from interest and dividends in the statement of cash flows.

The Group has not applied KIFRS 1118 as the 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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Trade accounts and notes receivable	₩	5,106,020	4,561,578
Unbilled construction revenue		407	787
Less: Allowance for doubtful accounts		(17,896)	(16,205)
	₩	5,088,531	4,546,160
Non-current			
Trade accounts and notes receivable	₩	29,740	34,441
Less: Present value discount		(1,503)	(1,501)
Less: Allowance for doubtful accounts		(20,522)	(18,742)
	₩	7,715	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 March 31, 2026 and December 31, 2025, the carrying amount of such secured borrowings before elimination of intercompany transactions are ₩307,577 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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Loans	₩	41,825	39,610
Other accounts receivable		663,700	532,118
Lease receivables		12,659	12,767
Accured income		156,427	178,999
Others		7,210	5,373
Less: Allowance for doubtful accounts		(3,594)	(3,379)
	₩	878,227	765,488
Non-current			
Loans	₩	53,982	42,813
Other accounts receivable		6,855	7,593
Accured income		165,645	181,979
Deposits		64,348	64,731
Lease receivables		34,695	37,737
Less: Allowance for doubtful accounts		(44,294)	(42,511)
	₩	281,231	292,342

6. Other Financial Assets

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

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Derivative assets	₩	93,255	181,720
Debt securities		378,220	697,041
Deposit instruments(*1,2)		1,832,102	2,488,892
Short-term financial instruments		273,059	318,097
	₩	2,576,636	3,685,750
Non-current			
Derivative assets	₩	488,756	329,877
Equity securities		816,811	729,113
Other securities(*3)		10,588	10,983
Deposit instruments(*1)		245	144
Long-term financial instruments(*1)		15	2
	₩	1,316,415	1,070,119

(*1) As of March 31, 2026 and December 31, 2025, financial instruments amounting to ₩440 million and ₩351 million, respectively, are restricted in use for financial arrangements, pledge and others.

(*2) As of March 31, 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 March 31, 2026 and December 31, 2025, ₩1,212 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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)

	March 31, 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	13,110	(1,768)	13,110	13,680
YODOKO, Ltd	3,000,000	1.72		13,842	39,535	25,693	39,535	37,467
DONGKUK INDUSTRIES CO., LTD.	2,611,989	4.82		12,852	8,215	(4,637)	8,215	7,131
PT.Krakatau Steel	236,625,000	1.22		6,876	6,241	(635)	6,241	6,927
AJUSTEEL Co., Ltd.	510,000	1.32		4,600	1,530	(3,070)	1,530	1,701
dhSteel	1,564,296	7.21		4,224	1,891	(2,333)	1,891	2,059
Woori Financial Group Inc.	20,280,000	2.76		261,638	649,974	388,336	649,974	567,840
Others				14,616	10,360	(4,256)	10,360	10,594
				333,526	730,856	397,330	730,856	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 SnMCo., Ltd.	50,567	8.21		7,237	7,237	-	7,237	7,237
DAEHO GLOBAL MANAGEMENT CO., LTI	71,647	17.91		4,108	4,108	-	4,108	-
Others				29,299	26,336	(2,963)	26,336	26,203
				88,918	85,955	(2,963)	85,955	81,714
			₩	422,444	816,811	394,367	816,811	729,113

7. Inventories

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

(in millions of Won)		March 31, 2026	December 31, 2025
Finished goods	₩	2,012,559	2,144,231
Merchandise		94,309	104,713
Semi-finished goods		2,393,524	2,336,842
Raw materials		2,443,221	2,215,694
Fuel and materials		871,647	852,647
Materials-in-transit		1,686,567	1,628,329
Others		42,776	40,882
		9,544,603	9,323,338
Less: Allowance for inventories valuation		(99,691)	(103,222)
	₩	9,444,912	9,220,116

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

(in millions of Won)		March 31, 2026	December 31, 2025
Finished goods	₩	33,119	47,243
Merchandise		2,683	1,322
Semi-finished goods		9,892	9,081
Raw materials		46,289	42,572
Others		7,708	3,004
	₩	99,691	103,222

The amounts of loss on valuation of inventories recognized in cost of sales for the three-month period ended March 31, 2026 and the year ended December 31, 2025 are ₩89,732 million and ₩103,222 million, respectively.

8. Assets held for sales

Details of assets held for sales as of March 31, 2026 are as follows:

(in millions of Won)		March 31, 2026	December 31, 2025
Property, Plant and Equipment(*1)	₩	98	206

(*1) A portion of unused equipment was reclassified as an asset held for sale for the three-month period ended March 31, 2026, following a decision to dispose of it.

9. Investments in Associates and Joint ventures

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

(in millions of Won)	March 31, 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	13,003	12,836
POSCO CVC 1st Fund(*1)	-	80.00		5,840	5,323	526
				21,751	22,359	22,879
[Foreign]						
POSK(Pinghu) Steel Processing Center Co., Ltd.	-	20.00		2,313	889	892
LLP POSUK TITANIUM	-	33.90		10,068	10,060	10,951
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER	-	30.00		6,206	4,107	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	15,690	14,692
SAMHWAN VINA CO., LTD(*2)	1,890,000	17.26		2,039	5,926	5,859
MRES NSW HCC II Pty Ltd(*3)	48,000,000	61.54		68,861	63,353	67,482
HYUNDAI-POSCO Louisiana Steel LLC	-	20.00		278,043	310,627	-
Others	-	-		10,429	8,562	8,306
				390,060	419,214	113,965
			₩	411,811	441,573	136,844

(*1) As of March 31, 2026, the Group has determined that it cannot have control over the entity as a limited partner even though the Group's percentage of ownership is more than 50%. Accordingly, the entity is classified as an associate.

(*2) As of March 31, 2026, the Group has determined that it has significant influence over the entities even though the Group's percentage of ownership is less than 20% considering the composition of board of directors. Accordingly, the entities are classified as associates.

(*3) As of March 31, 2026, although the Group's percentage of ownership is more than 50%, the Group determined that it has significant influence over the entity considering the composition of board of directors and accordingly classified the entity as an associate.

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

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

1) For the three-month period ended March 31, 2026

(in millions of Won)

Company		December 31, 2025 Book value	Acqusition	Dividend received	Share of profits (losses)	Excluded	Others increase (decrease)(*1)	March 31, 2026 Book value
[Domestic]								
DAEHO GLOBAL MANAGEMENT CO., LTD.	₩	5,490	-	-	-	(3,861)	(1,629)	-
Pohang Special Welding Co.,Ltd.		4,027	-	-	6	-	-	4,033
FEWMCO., LTD.		12,836	-	-	167	-	-	13,003
POSCO CVC 1st Fund		526	5,040	-	(243)	-	-	5,323
		22,879	5,040	-	(70)	(3,861)	(1,629)	22,359
[Foreign]								
POSK(Pinghu) Steel Processing Center Co., Ltd.		892	-	-	(75)	-	72	889
LLP POSUK TITANIUM		10,951	-	-	(1,157)	-	266	10,060
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		3,950	-	-	35	-	122	4,107
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD		1,833	-	-	-	(1,468)	(365)	-
POSCO VIETNAMPROCESSING CENTER JOINT STOCK COMPANY		14,692	-	-	295	-	703	15,690
SAMHWAN VINA CO., LTD		5,859	-	(525)	12	-	580	5,926
MRES NSW HCC II Pty Ltd		67,482	-	-	(7,539)	-	3,410	63,353
HYUNDAI-POSCO Louisiana Steel LLC		-	278,043	-	(972)	-	33,556	310,627
Others		8,306	-	-	(100)	-	356	8,562
		113,965	278,043	(525)	(9,501)	(1,468)	38,700	419,214
	₩	136,844	283,083	(525)	(9,571)	(5,329)	37,071	441,573

(*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 three-month period ended March 31, 2026.

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

2) For the year ended December 31, 2025

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
FEWMCO., 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 VIETNAMPROCESSING CENTER JOINT STOCK COMPANY		14,177	-	- 163	951	-	(273)	14,692
SAMHWAN VINA CO., LTD		6,838	-	- 1,001	436	-	(414)	5,859
MRES 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 three-month period ended March 31, 2026 and the year ended December 31, 2025 is as follows:

1) For the three-month period ended March 31, 2026

(in millions of Won)

Company		Assets	Liabilities	Equity	Sales	Net income (loss)
[Domestic]						
Pohang Special Welding Co.,Ltd.	₩	10,344	2,794	7,550	1,654	12
FEWM CO., LTD.		20,354	11,946	8,408	8,384	441
POSCO CVC 1st Fund		6,711	4	6,707	-	(250)
[Foreign]						
POSK(Pinghu) Steel Processing Center Co., Ltd.		5,437	-	5,437	-	(182)
LLP POSUK TITANIUM		91,468	77,609	13,859	-	(3,413)
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		46,378	32,015	14,363	22,933	(596)
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY		264,548	115,147	149,401	153,365	3,106
SAMHWAN VINA CO., LTD		26,876	2,128	24,748	9,131	49
M RES NSW HCC II Pty Ltd		102,450	23	102,427	-	(7,878)
HYUNDAI-POSCO Louisiana Steel LLC		1,480,157	17,767	1,462,390	-	(4,860)

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 three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

(a) For the three-month period ended March 31, 2026

(in millions of Won)		Beginning	Depreciation(*1)	Others(*2)	Ending
Land	₩	81	-	-	81
Buildings		3,626	(88)	-	3,538
Structures		891	(22)	-	869
Right-of-use assets		24,407	(7,312)	408	17,503
	₩	29,005	(7,422)	408	21,991

(*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.

(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 three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

1) For the three-month period ended March 31, 2026

(in millions of Won)		Beginning	Acquisitions	Disposals	Depreciation	Impairment	Others(*1)	Ending
Land	₩	1,942,768	226	-	-	-	91,209	2,034,203
Buildings		3,041,747	667	-	(65,644)	(52)	50,332	3,027,050
Structures		2,787,955	413	(2,647)	(64,320)	-	69,835	2,791,236
Machinery and equipment		14,085,616	15,595	(4,613)	(500,780)	-	358,732	13,954,550
Vehicles		47,903	1,141	(79)	(6,664)	-	(231)	42,070
Tools		55,720	1,325	(6)	(5,785)	-	5,122	56,376
Furniture and fixtures		107,093	1,035	(56)	(10,837)	-	6,845	104,080
Right-of-use assets		543,537	6,295	-	(23,637)	-	13,208	539,403
Construction-in-progress		2,077,549	467,643	-	-	-	(418,880)	2,126,312
	₩	24,689,888	494,340	(7,401)	(677,667)	(52)	176,172	24,675,280

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

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

(*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 the estimated recoverable amount at net fair value.

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 three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

1) For the three-month period ended March 31, 2026

(in millions of Won)		Beginning	Acquisitions	Depreciation	Others	Ending
Land	₩	56,623	-	(442)	2,440	58,621
Buildings and structures		138,193	1,796	(17,144)	1,634	124,479
Machinery and equipment		209,380	-	(7,053)	10,263	212,590
Vehicles		10,295	1,413	(1,268)	71	10,511
Ships		143,953	-	(4,012)	-	139,941
Others		9,500	3,086	(1,030)	(792)	10,764
	₩	567,944	6,295	(30,949)	13,616	556,906

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 three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Interest on lease liabilities	₩	12,468	13,425
Expenses relating to short-term leases		2,022	3,012
Expenses relating to leases of low-value assets		2,521	1,473
	₩	17,011	17,910

12. Intangible Assets, Net

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

(a) For the three-month period ended March 31, 2026

(in millions of Won)		Beginning	Acquisitions	Disposals	Amortization	Impairment	Others(*2)	Ending
Goodwill	₩	39,378	-	-	-	-	-	39,378
Intellectual property rights		19,062	-	-	(1,584)	-	1,623	19,101
Membership(*1)		86,875	19	-	-	(71)	35	86,858
Development expense		206,580	-	-	(16,316)	-	6,519	196,783
Port facilities usage rights		152,573	-	-	(3,700)	-	-	148,873
Construction-in-progress		64,382	12,123	(4)	-	-	(10,577)	65,924
Other intangible assets		24,514	524	-	(2,200)	-	4,466	27,304
	₩	593,364	12,666	(4)	(23,800)	(71)	2,066	584,221

(*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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Advance payments	₩	151,765	53,878
Prepaid expenses		130,428	89,503
Others		925	754
	₩	283,118	144,135
Non-current			
Long-term advance payments	₩	15,303	15,303
Long-term prepaid expenses		3,886	3,982
Others		3,539	6,563
	₩	22,728	25,848

14. Borrowings

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

(in millions of Won)	Lenders	Maturity date	Interest rate (%)		March 31, 2026	December 31, 2025
Short-term borrowings						
Bank overdrafts	JP Morgan	2026.04.01~ 2026.12.31	3.40 ~ 6.50	₩	52,783	42,333
Short-term borrowings	HSBC and others	2026.04.01~ 2027.03.13	0.99 ~ 7.20		1,717,513	1,530,941
					1,770,296	1,573,274
Current portion of long-term liabilities						
Current portion of long-term borrowings	POSCO-ASIA and others	2026.04.28~ 2027.03.31	3.19 ~ 7.20		303,961	288,356
Current portion of debentures	Global debentures 10th and others	2026.07.17~ 2027.01.23	1.72 ~ 4.88		1,236,700	1,824,430
Less: Current portion of discount on debentures issued					(2,908)	(363)
					1,537,753	2,112,423
				₩	3,308,049	3,685,697

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

(in millions of Won)	Lenders	Maturity date	Interest rate (%)		March 31, 2026	December 31, 2025
Long-term borrowings	Korea Development Bank and others	2027.04.15~ 2035.07.29	1.55 ~ 7.85	₩	773,408	552,342
Less: Present value discount Bonds					(4,905)	(5,184)
Debentures	Global debentures 8-2nd and others	2027.06.11~ 2036.01.16	1.77 ~ 6.38		5,980,200	5,567,720
Less: Discount on debentures issued					(28,856)	(22,832)
				₩	6,719,847	6,092,046

(c) Details of assets pledged as collateral with regards to the borrowings as of March 31, 2026 are as follows:

(in millions of Won)	Lenders		Book value	Pledged amount
Property, plant and equipment	Korea Development Bank and others	₩	649,591	813,736
Trade accounts and notes receivable	Shinhan Card and others		307,577	307,577
Inventories	ING Bank Slaski S.A.		26,093	20,801
		₩	983,261	1,142,114

15. Other Payables

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

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Accounts payable	₩	1,261,880	769,545
Accrued expenses		670,989	727,733
Lease liabilities		105,982	114,901
Withholdings		21,961	20,355
	₩	2,060,812	1,632,534
Non-current			
Accounts payable	₩	623	684
Accured expenses		2,728	2,733
Lease liabilities		527,697	517,717
Long-term withholdings		815	911
	₩	531,863	522,045

16. Other Financial Liabilities

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

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Derivative liabilities	₩	-	17
Other financial liabilities		10	-
	₩	10	17

17. Provisions

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

(in millions of Won)		March 31, 2026		December 31, 2025	
		Current	Non-current	Current	Non-current
Provision for bonus payments	₩	25,239	76,357	31,206	74,936
Provision for restoration		3	1,051	3	1,036
Emission liabilities(*1)		711	-	711	-
Provision for product warranties(*2)		19,446	4,173	17,115	3,589
Provision for legal contingencies and claims(*3)		898	21,352	670	21,357
Others(*4)		1,679	-	69,173	-
	₩	47,976	102,933	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 March 31, 2026, the Group recognized the expected claim cost to be charged as a provision.

(*3) As of March 31, 2026, the Group recognized a provision in relation to ongoing lawsuits.

(*4) As of March 31, 2026, the Group recognized the expected sales incentives payable to customers as a provision.

17. Provisions (cont'd)

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

1) For the three-month period ended March 31, 2026

(in millions of Won)		Beginning	Increase	Utilization	Reversal	Others(*1)	Ending
Provision for bonus payments	₩	106,142	9,026	(13,769)	(173)	370	101,596
Provision for restoration		1,039	-	-	-	15	1,054
Emission liabilities		711	-	-	-	-	711
Provision for product warranties		20,704	8,506	(5,591)	-	-	23,619
Provision for legal contingencies and claims		22,027	216	-	(5)	12	22,250
Others		69,173	1,679	-	(60,996)	(8,177)	1,679
	₩	219,796	19,427	(19,360)	(61,174)	(7,780)	150,909

(*1) For the three-month period ended March 31, 2026, an administrative penalty was imposed on the Company by a government authority, and ₩8,177 million of penalty imposed was reclassified to other payables.

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 expenses related to post-employment benefit plans under defined contribution plans for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Expense related to post-employment benefit plans under defined contribution plans	₩	13,809	11,371

(b) Defined benefit plans

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

(in millions of Won)		March 31, 2026	December 31, 2025
Present value of funded obligations	₩	1,459,702	1,495,459
Fair value of plan assets(*1)		(1,573,428)	(1,632,884)
Present value of non-funded obligations		32,318	21,010
Net defined benefit assets	₩	(81,408)	(116,415)

(*1) As of March 31, 2026 and December 31, 2025, the Group recognized net defined benefit assets amounting to ₩117,886 million and ₩147,501 million, respectively, since the fair values of plan assets exceeded the present values of defined benefit obligations at consolidation level.

18. Employee Benefits (cont'd)

2) Changes in the present values of defined benefit obligations for the three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Defined benefit obligation at the beginning of period	₩	1,516,469	1,499,638
Current service costs		38,387	35,520
Interest costs		14,145	12,598
Past service cost		366	(884)
Remeasurement		(165)	449
Benefits paid		(77,117)	(73,626)
Others		(65)	(584)
Defined benefit obligation at the end of period	₩	1,492,020	1,473,111

3) Changes in the fair values of plan assets for the three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Fair value of plan assets at the beginning of period	₩	1,632,884	1,717,646
Interest on plan assets		15,765	15,268
Remeasurement of plan assets		(2,970)	1,638
Contributions to plan assets		-	56
Benefits paid		(73,219)	(50,948)
Others		968	(544)
Fair value of plan assets at the end of period	₩	1,573,428	1,683,116

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 three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Current service costs	₩	38,387	35,520
Net interest costs		(1,620)	(2,670)
Past service cost		366	(884)
	₩	37,133	31,966

19. Other Liabilities

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

(in millions of Won)		March 31, 2026	December 31, 2025
Current			
Advances received	₩	56,254	46,312
Unearned revenue		64,013	51,803
Withholdings		54,261	56,532
Others		475	880
	₩	175,003	155,527
Non-current			
Unearned revenue	₩	774	380
Others		-	30
	₩	774	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 fair value hierarchy as of March 31, 2026 and December 31, 2025 are as follows:

① March 31, 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	₩	582,011	-	582,011	-	582,011
Short term financial instruments		273,059	-	273,059	-	273,059
Long term financial instruments		15	-	15	-	15
Debt securities		3,220	-	-	3,220	3,220
Equity securities		35,469	-	-	35,469	35,469
Other securities		10,588	-	-	10,588	10,588
Fair value through other comprehensive income						
Equity securities		781,343	730,856	-	50,487	781,343
Financial assets measured at amortized cost(*1)						
Cash and cash equivalents		2,643,237	-	-	-	-
Trade accounts and notes receivable		5,085,119	-	-	-	-
Other receivables		749,249	-	-	-	-
Debt securities		375,000	-	-	-	-
Deposit instruments		1,832,347	-	-	-	-
	₩	12,370,657	730,856	855,085	99,764	1,685,705
Financial liabilities						
Financial liabilities measured at amortized cost						
Trade accounts and notes payable		3,382,328	-	-	-	-
Borrowings		10,027,896	-	10,140,670	-	10,140,670
Others		2,204,361	-	-	-	-
Other financial liabilities		10	-	-	-	-
	₩	15,614,595	-	10,140,670	-	10,140,670

(*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 March 31, 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 company]							
POSCO	POSCO ASSAN TSTSTEEL INDUSTRY Inc	Citi	USD	42,145,620	63,783	42,145,620	63,783
		Shinhan Bank	USD	40,352,190	61,069	40,352,190	61,069
		Woori Bank	USD	40,352,190	61,069	40,352,190	61,069
POSCO STEELEON CO.,LTD.	Myanmar POSCO C&C Co., Ltd.	POSCO Asia Co., Ltd.	CNY	121,678,106	26,611	101,398,422	22,176
[Associates]							
POSCO	LLP POSUK TITANIUM	Shinhan Bank	USD	12,750,000	19,296	12,750,000	19,296
[Others]							
POSCO Maharashtra Steel Private Limited	Gail India	DB	INR	692,139,329	11,102	692,139,329	11,102
	MAHARASHTRASTATE ELECTRICITY	HSBC	INR	354,932,264	5,693	354,932,264	5,693
	MAHARASHTRAPOLLUTION CONTROL BOARD	HSBC	INR	2,500,000	40	2,500,000	40
POSCO COATED STEEL (THAILAND) CO., LTD.	AMATA NATURAL GASDISTRIBUTION COMPANY	SC	THB	38,500,000	1,775	38,500,000	1,775
	AMATA B.GRIMMPOWER (RAYONG) 5 LIMITED	SC	THB	17,565,000	810	17,565,000	810
	BUREAU OF INDIAN STANDARDS	SC	USD	10,000	15	10,000	15
			USD	135,610,000	205,232	135,610,000	205,232
			THB	56,065,000	2,585	56,065,000	2,585
			CNY	121,678,106	26,611	101,398,422	22,176
			INR	1,049,571,593	16,835	1,049,571,593	16,835

20. Financial Instruments (cont'd)

3) Details of finance income and costs by category of financial instrument for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

① For the three-month period ended March 31, 2026

(in millions of Won)		Finance income and costs							Other comprehensive income
		Interest income (expense)	Gain on valuation	Gain and loss on foreign currency	Gain on disposal	Dividend income	Others	Total	
Financial assets at fair value through profit or loss	₩	39	(5,113)	-	12,714	-	(66)	7,574	-
Derivative assets		-	236,529	-	30,592	-	-	267,121	-
Financial assets at fair value through other comprehensive income		-	-	-	-	16,878	-	16,878	61,132
Financial assets measured at amortized cost		29,327	-	103,654	-	-	-	132,981	-
Financial liabilities measured at amortized cost		(122,504)	-	(330,356)	-	-	(676)	(453,536)	-
	₩	(93,138)	231,416	(226,702)	43,306	16,878	(742)	(28,982)	61,132

② For the three-month period ended March 31, 2025

(in millions of Won)		Finance income and costs							Other comprehensive income
		Interest income (expense)	Dividend income(*1)	Gain and loss on foreign currency	Gain and loss on disposal	Gain and loss on valuation	Others	Total	
Financial assets at fair value through profit or loss	₩	39	2,500	-	5,401	-	(35)	7,905	-
Derivative assets		-	48,477	-	(3,043)	-	-	45,434	-
Financial assets at fair value through other comprehensive income		-	-	-	-	15,177	-	15,177	16,795
Financial assets measured at amortized cost		54,063	-	48,290	-	-	(4,097)	98,256	-
Financial liabilities measured at amortized cost		(160,342)	-	(56,716)	-	-	(808)	(217,866)	-
	₩	(106,240)	50,977	(8,426)	2,358	15,177	(4,940)	(51,094)	16,795

(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 March 31, 2026 and December 31, 2025 are as follows:

(share, in Won)		March 31, 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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)		March 31, 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 March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)		March 31, 2026	December 31, 2025
Accumulated comprehensive income of investments in associates	₩	25,433	5,996
Changes in fair value of equity investments at fair value through other comprehensive income		288,090	226,958
Foreign currency translation differences		216,776	151,508
	₩	530,299	384,462

23. Revenue

(a) Details of revenues disaggregated by types of revenue and timing of revenue recognition for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Types of revenue			
Revenue from sales of goods	₩	10,795,102	10,830,836
Revenue from services		348,195	380,420
Others		38,578	41,119
	₩	11,181,875	11,252,375
Timing of revenue recognition			
Revenue recognized at a point in time	₩	10,832,165	10,869,586
Revenue recognized over time		349,710	382,789
	₩	11,181,875	11,252,375

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

(in millions of Won)		March 31, 2026	December 31, 2025
Receivables			
Account receivables	₩	5,085,119	4,550,365
Contract assets			
Account receivables		10,720	9,206
Unbilled construction revenue		407	787
Contract liabilities			
Advance received		51,220	42,853
Overbilled construction revenue		419	753
Unearned revenue		61,905	50,092

24. Selling and Administrative Expenses

(a) Other administrative expenses

Details of other administrative expenses for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Wages and salaries	₩	110,818	109,228
Expenses related to post-employment benefits		10,514	6,764
Other employee benefits		27,653	23,454
Travel		3,734	3,564
Depreciation		15,537	16,159
Amortization		16,245	6,769
Communication		2,616	2,637
Electricity		1,218	1,110
Taxes and public dues		1,221	6,582
Rental		28,494	24,808
Repairs		2,184	1,898
Entertainment		1,270	794
Advertising		10,310	10,951
Research & development		6,044	5,804
Service fees		71,482	75,050
Vehicles maintenance		1,393	1,058
Industry associaton fee		1,082	1,204
Conference		1,987	1,881
Increase to provisions		(27)	63
Impairment loss on trade and other receivables		3,135	(329)
Others		5,026	8,622
	₩	321,936	308,071

(b) Selling expenses

Details of selling expenses for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Freight and custody expenses	₩	47,976	44,392
Operating expenses for distribution center		1,213	1,316
Sales commissions		23,911	24,484
Sales advertising		153	90
Sales promotion		1,494	1,775
Sample		151	214
Sales insurance premium		2,194	2,588
Sales Order Acquisition Expenses		359	331
Others		3,113	3,455
	₩	80,564	78,645

25. Finance Income and Costs

Details of finance income and costs for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Finance income			
Interest income	₩	29,366	54,364
Dividend income		16,878	15,177
Gain on foreign currency transactions		115,635	93,553
Gain on foreign currency translations		90,062	109,289
Gain on transactions of derivatives		30,592	-
Gain on valuation of derivatives		236,571	48,511
Gain on disposal of financial assets at fair value through profit or loss		12,714	5,401
Gain on valuation of financial assets at fair value through profit or loss		-	2,500
	₩	531,818	328,795
Finance costs			
Interest expenses	₩	122,504	160,604
Loss on foreign currency transactions		149,168	114,144
Loss on foreign currency translations		283,230	97,124
Loss on transactions of derivatives		-	3,043
Loss on valuation of derivatives		42	34
Loss on valuation of financial assets at fair value through profit or loss		5,113	-
Others		743	4,940
	₩	560,800	379,889

26. Other Non-Operating Income and Expenses

Details of other non-operating income and expenses for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Other non-operating income			
Gain on disposals of investment in subsidiaries and associates	₩	8,717	118
Gain on disposals of assets held for sale		35	-
Gain on disposals of property, plant and equipment		649	764
Premium income		52	429
Others		67,433	12,739
	₩	76,886	14,050
Other non-operating expenses			
Loss on disposals of investment in subsidiaries and associates	₩	576	-
Loss on disposals of property, plant and equipment		18,859	11,084
Impairment loss on property, plant and equipment		52	49,474
Impairment loss on intangible assets		71	12
Idle tangible asset expenses		1,756	1,295
Donations		24,193	19,611
Other amortization expense		13	377
Others		4,357	4,619
	₩	49,877	86,472

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 periods ended March 31, 2026 and 2025 are as follows (excluding finance costs and income tax expense):

(in millions of Won)		March 31, 2026	March 31, 2025
Raw material used, changes in inventories and others	₩	7,430,107	7,399,060
Employee benefits expenses		752,906	691,752
Outsourced processing cost		775,435	771,796
Electricity and water expenses		150,178	262,599
Service fees		103,545	107,182
Depreciation(*1)		685,089	709,368
Amortization		23,799	13,816
Freight and custody expenses		361,236	374,418
Sales commissions		23,911	24,484
Loss on disposals of property, plant and equipment		18,859	11,084
Impairment loss on property, plant and equipment		52	49,474
Impairment loss on intangible assets		71	12
Donation		24,193	19,611
Other expenses		526,310	436,979
	₩	10,875,691	10,871,635

(*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 three-month periods ended March 31, 2026 and 2025 are 27.30% and 29.65%, respectively.

29. Earnings Per Share

Details of basic earnings per share for each of the three-month periods ended March 31, 2026 and 2025 are as follows:

(in Won, except share information)		March 31, 2026	March 31, 2025
Profit attributable to controlling interest	₩	255,821,666,947	258,236,635,769
Weighted-average number of common shares outstanding(*1)		96,480,625	96,480,625
Basic earnings per share	₩	2,652	2,677

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

(shares)	March 31, 2026	March 31, 2025
Total number of common shares issued	96,480,625	96,480,625
Weighted-average number of common shares outstanding	96,480,625	96,480,625

The Group does not have any dilutive potential common shares as of March 31, 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 March 31, 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 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 INTERNATIONAL SINGAPORE PTE LTD., Roy Hill Holdings Pty Ltd, POSCO Asia CO.,LTD., POSCO-China Holding Corp., POSCO Group AC Fund Ⅰ 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 three-month periods ended March 31, 2026 and 2025 are as follows:

1) For the three-month period ended March 31, 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)	₩	6,715	388	303	-	-	643,151
Associates and joint ventures							
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		78	-	11	-	-	-
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY		59,816	-	210	-	-	104
POSCO INTERNATIONAL INDIA E-MOBILITY		13,231	-	-	-	-	-
SAMHWAN VINA CO., LTD		-	525	92	-	-	-
Others		580	-	-	-	-	-
		73,705	525	313	-	-	104
Other related party(*3)							
POSCO Eco & Challenge Co., Ltd.		33,629	278	-	124,209	216	8,540
POSCO DX (*4)		2,038	17	594	44,508	17,050	70,882
POSCO WIDE Co., Ltd.		3,437	41	174	-	4,784	13,079
POSCO FUTURE M CO., LTD.		118,331	84	161,898	4,004	55,545	112
POSCO FLOW CO., LTD.(*5)		3,603	-	222,928	-	3,683	249,564
SNNC		4,913	3	67,080	-	-	-
POSCO Mobility Solution Corporation		203,164	-	5,662	-	3,973	202
POSCO INTERNATIONAL Corporation(*6)		2,658,299	48	802,170	-	719	9,314
POSCO(Guangdong) Automotive Steel Co.,Ltd		52,058	-	692	-	-	-
POSCO VST CO., LTD.		59,672	-	2,600	-	-	24
POSCO INTERNATIONAL SINGAPORE PTE LTD.		130	-	472,800	-	-	-
Roy Hill Holdings Pty Ltd		-	-	381,961	-	-	-
POSCO JAPAN Co., Ltd.		310,351	-	14,204	-	-	1,853
POSCO INTERNATIONAL MEXICO S.A. de C.V.		93,231	-	-	-	-	-
PT POSCO INTERNATIONAL INDONESIA		686	-	52,760	-	-	5
Others		170,862	2,857	105,192	12,797	4,324	25,977
		3,714,404	3,328	2,290,715	185,518	90,294	379,552
	₩	3,794,824	4,241	2,291,331	185,518	90,294	1,022,807

(*1) Sales and others mainly consist of sales of steel products to 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 three-month period ended March 31, 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)	₩	5,601	84	-	-	-	372,616
Associates and joint ventures							
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER		10,218	-	1	-	-	-
POSCO Vietnam Processing Center. Co.,Ltd		43,416	-	244	-	-	104
POS-SeAH Steel Wire (Thailand) Co., Ltd.		4,798	-	49	-	-	-
Others		468	-	144	-	-	-
		58,900	-	438	-	-	104
Other related party							
POSCO Eco & Challenge Co., Ltd.		39,757	24	-	102,219	27	10,079
POSCO DX (formerly, POSCO ICT)(*4)		4,005	17	441	57,526	15,861	61,782
POSCO WIDE Co., Ltd. (formerly, POSCO O&M Co., Ltd.)		4,015	28	162	316	5,107	11,174
POSCO FUTURE M CO., LTD.		143,682	57	160,010	1,272	59,333	134
POSCO FLOW CO., LTD.(*6)		3,424	-	190,645	37	2,330	300,042
SNNC		4,519	3	88,881	701	-	-
POSCO Mobility Solution Corporation		200,506	-	1,201	449	3,674	240
eSteel4U		134,274	-	-	-	-	43
POSCO INTERNATIONAL Corporation(*6)		2,913,408	2	957,357	-	991	6,496
POSCO(Guangdong) Automotive Steel Co.,Ltd		51,878	-	1,233	-	-	-
POSCO VST CO., LTD.		75,147	-	3,264	-	-	22
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	20	481,341	-	-	-
Roy Hill Holdings Pty Ltd		-	-	387,494	-	-	-
Others		294,534	1,287	216,853	10,715	4,430	32,569
		3,869,149	1,438	2,488,882	173,235	91,753	422,581
	₩	3,933,650	1,522	2,489,320	173,235	91,753	795,301

(*1) Sales and others mainly consist of sales of steel products to 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 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 March 31, 2026 and December 31, 2025 are as follows:

1) March 31, 2026

(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.	₩	1,235	43,117	44,352	-	116,019	768,454	884,473
Associates and joint ventures								
POSCO VIETNAMPROCESSING CENTER JOINT STOCK COMPANY		29,642	4	29,646	32	-	108	140
POSCO INTERNATIONAL INDIA E-MOBILITY		16,607	-	16,607	-	-	-	-
Others		638	48	686	35	-	-	35
		46,887	52	46,939	67	-	108	175
Other related party								
POSCO Eco & Challenge Co., Ltd.		24,120	111,077	135,197	-	34,989	288	35,277
POSCO DX		1,462	132	1,594	4,358	59,269	21,698	85,325
POSCO WIDE Co., Ltd.		873	1,526	2,399	-	2,853	5,832	8,685
POSCO FUTURE MCO., LTD.		43,344	52,927	96,271	56,409	13,182	24,810	94,401
POSCO FLOW CO., LTD.		862	705	1,567	158,958	13,414	42,081	214,453
SNNC		3,031	2,834	5,865	-	-	40	40
POSCO Mobility Solution Corporation		118,573	15,167	133,740	1,541	285	1,796	3,622
POSCO INTERNATIONAL Corporation		1,003,455	2,458	1,005,913	988,134	5,147	3,095	996,376
POSCO(Guangdong) Automotive Steel Co., Ltd.		33,358	-	33,358	59	-	-	59
POSCO VST CO., LTD.		72,285	667	72,952	-	-	-	-
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	-	-	206,109	160	-	206,269
Roy Hill Holdings Pty Ltd		-	-	-	148,091	-	-	148,091
POSCO JAPAN Co., Ltd.		23,065	-	23,065	1,646	-	1,397	3,043
Others		68,324	25,879	94,203	46,803	8,669	18,393	73,865
		1,392,752	213,372	1,606,124	1,612,108	137,968	119,430	1,869,506
	₩	1,440,874	256,541	1,697,415	1,612,175	253,987	887,992	2,754,154

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 three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

1) For the three-month period ended March 31, 2026

(in millions of Won)	Transaction		Beginning	Increase	Decrease	Others(*1)	Ending
Other related party							
POSCO Asia CO., LTD.	Short-term borrowings	₩	224,782	41,737	(65,916)	13,252	213,855
POSCO-China Holding Corp.	Short-term borrowings		14,085	9,796	(15,044)	1,468	10,305
		₩	238,867	51,533	(80,960)	14,720	224,160

(*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 three-month period ended March 31, 2026 and the year ended December 31, 2025 are as follows:

1) For the three-month period ended March 31, 2026

(in millions of Won)	Transaction		Beginning	Increase	Decrease	Others(*1)	Ending
Other related party							
POSCO-China Holding Corp.	Short-term loans	₩	7,461	9,598	(7,969)	1,006	10,096
POSCO Asia CO., LTD.	Short-term loans		14,349	-	-	785	15,134
POSCO E&C India	Short-term loans		565	-	-	2	567
		₩	22,375	9,598	(7,969)	1,793	25,797

(*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 three-month periods ended March 31, 2026 and 2025, details of compensation to the Group's key management officers are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Short-term benefits	₩	17,387	17,735
Long-term benefits		440	181
Retirement benefits		2,784	2,480
	₩	20,611	20,396

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 March 31, 2026 (See Note 20).

(h) Payment guarantees received from related parties

As of March 31, 2026, POSCO ASSAN TST STEEL INDUSTRY Inc. has received a payment guarantee from POSCO INTERNATIONAL Corporation, an other related party, in connection with its borrowings.

30. Related Party Transactions (cont'd)

(i) As of March 31, 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) For the three-month period ended March 31, 2026, the Group entered into transactions with related parties involving acquisitions of equity interests and capital contributions (see Note 1 and 9).

31. Commitments and Contingencies

(a) Other commitments

Details of other commitments of the Group as of March 31, 2026 are as follows:

Company	Description
POSCO	The Group entered into long-term contracts to purchase iron ore, coal, nickel and others. The contracts of iron ore and coal generally have terms of more than two years and three years, respectively, and the contracts of nickel have terms of more than one year. These contracts provide for periodic price adjustments based on the market price. As of March 31, 2026, 57 million tons of iron ore and 18 million tons of coal remained to be purchased under such long-term contracts.
	The Group entered into an agreement with Tangguh Liquefied Natural Gas (LNG) Consortium in Indonesia. The purchase contract period and volume are 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 subject to change, based on changes of the monthly standard oil price (JCC) and with a price ceiling.
	The Group entered into a consecutive voyage charter (CVC) contract for the transportation of raw materials. As of March 31, 2026, there are 32 vessels under contract, and the average remaining contract period is about 6 years.
	The Group entered into an agreement (LNG SPA) with POSCO INTERNATIONAL SINGAPORE PTE LTD. to purchase 370 thousand tons of LNG annually for 15 years commencing in November 2026. The purchase price is subject to change based on changes of U.S. Henry Hub Natural Gas Spot Price. The Company has extension option of extending the purchase contract by five years.
	The Group has entered into an LNG terminal use agreement with POSCO INTERNATIONAL Corporation to unload, store, regasify, and deliver LNG directly imported by the Group through the Gwangyang LNG terminal 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, as well as access to related terminal facilities. The contract period is from September 1, 2025 to August 31, 2041.
	In relation to the shares of FEWMCO., LTD., the Group holds a call option exercisable during the period 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 target company at a pre-agreed exercise price to the Group. The option may be exercised to the extent that the Group’s shareholding reaches 59% of the target company's total issued shares at the relevant exercise date.
	During the three-month period ended March 31, 2026, the Company entered into an investment agreement with Hyundai Motor Group to construct an EAF-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. Under this structure, POS-Louisiana Inc., a wholly owned subsidiary established through the Company’s 100% equity contribution, will acquire a 20% equity interest in HYUNDAI-POSCO Louisiana Steel LLC. The Company guarantees POS-Louisiana Inc.’s capital contribution obligation for its total committed investment amount of USD 582 million.
PT. KRAKATAU POSCO	The Group has 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 has 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 a period of 25 years from the commercial operation date. The annual committed purchase volume is 140 million kWh. In addition, in relation to the agreement, the Company agreed to provide an irrevocable letter of credit or bank guarantee equivalent to three months of the average monthly billing amount.
POSCO STEELEON CO.,Ltd.	Myanmar Economic Holdings Limited (“MEHL”), a non-controlling shareholder of the Group’s subsidiary, Myanmar Posco C&C Company Limited (“MPCC”), holds a call option, pursuant to 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. Upon exercise, 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.

31. Commitments and Contingencies (cont'd)

As of March 31, 2026, the Group entered into agreements for overdraft facilities and trade finance with financial institutions, including Woori Bank, with a credit limit of ₩10,599.4 billion.

(b) Commitments for acquisition of assets

As of March 31, 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)		March 31, 2026
Property, plant and equipment	₩	2,957,186
Intangible assets		214
	₩	2,957,400

(c) 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 March 31, 2026, the Group has entered into purchasing card and reverse factoring arrangements.

31. Commitments and Contingencies (cont'd)

① As of March 31, 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:

② As of March 31, 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 March 31, 2026, the Group has entered into supplier finance agreements which have a limit of ₩3,088.5 billion with SMBC and eleven other financial institutions.

31. Commitments and Contingencies (cont'd)

(d) As of March 31, 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	5,840	34,160
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

(e) Litigation in progress

The Group is involved in 219 lawsuits collectively amounting to ₩569.9 billion as defendant as of March 31, 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 March 31, 2026.

(f) 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.

(g) 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 three-month periods ended March 31, 2026 and 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Trade accounts and notes receivable	₩	(465,533)	(64,328)
Other receivables		(110,306)	175,959
Inventories		(223,908)	463,697
Other current assets		(134,504)	(28,000)
Other non-current assets		23,575	54,169
Trade accounts and notes payable		(329,106)	(622,107)
Other payables		(89,478)	(52,889)
Other current liabilities		19,714	(37,934)
Provisions		(18,288)	(14,026)
Payments of severance benefits		(77,117)	(73,626)
Plan assets		73,219	50,893
Other non-current liabilities		(17,505)	(18,495)
	₩	(1,349,237)	(166,687)

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

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.

35. Events after the Reporting Period

The Group entered into a joint venture agreement with JSW Steel Limited ("JSW") to construct an integrated steel mill in the State of Odisha, India, in order to respond to the Indian steel market and continue to expand its market share in the automotive steel sheet industry. Under this structure, the Group will acquire newly issued shares of Saffron Resources Private Limited ("Saffron"), a subsidiary of JSW, thereby converting Saffron into a joint venture company (JVC) with an ownership ratio of 50% by POSCO and 50% by JSW. The total investment for this project amounts to USD 7,288 million, of which POSCO's share in the total investment amounts to USD 3,644 million (consisting of USD 1,093 million in equity and USD 2,551 million in borrowings). Information about the borrowing portion of USD 2,551 million is scheduled to be submitted separately to the Board of Directors for approval upon the finalization of the financing plan.