POSCO

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

POSCO

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EY 한영
Shape the future
with confidence

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Report on review of interim condensed separate financial statements

(English translation of a report originally issued in Korean)

The Stockholders and Board of Directors
POSCO

We have reviewed the accompanying interim condensed separate financial statements of POSCO (the "Company"), which comprise the interim condensed separate statement of financial position as of March 31, 2026, and the related interim condensed separate statements of comprehensive income, interim condensed separate statements of changes in equity and interim condensed separate statements of cash flows for each of the three-month periods ended March 31, 2026 and 2025, and a summary of material accounting policy information and other explanatory information.

Management's responsibility for the interim condensed separate financial statements

Management is responsible for the preparation and presentation of these interim condensed separate 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 separate 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 separate financial statements are not prepared, in all material respects, in accordance with KIFRS 1034 *Interim Financial Reporting*.

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Other matters

We have audited the separate statement of financial position of the Company as of December 31, 2025, and the related separate statement of comprehensive income, separate statement of changes in equity and separate 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 separate statement of financial position as of December 31, 2025, presented for comparative purposes, is not different, in all material respects, from the above audited separate 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 separate financial statements and may result in modification to this review report.

POSCO

Interim condensed separate financial statements
for each of the three-month periods ended March 31, 2026 and 2025

"The accompanying interim condensed separate financial statements, including all footnotes and disclosures, have been prepared by, and are the responsibility of, the Company."

Hee-Geun Lee
Chief Executive Officer
POSCO

(in millions of Won)

	Notes		March 31, 2026	December 31, 2025
Assets				
Cash and cash equivalents	20	₩	1,956,820	2,089,684
Trade accounts and notes receivable, net	4,20,23		4,665,828	4,349,954
Other receivables, net	5,20		552,823	465,754
Other financial assets	6,20		2,244,792	3,374,183
Inventories	7		6,565,571	6,427,928
Asset held for sales	8		98	28
Other assets	13		223,510	114,088
Total current assets			16,209,442	16,821,619
Trade accounts and notes receivable, net	4,20,23		3,227	3,227
Other receivables, net	5,20		92,289	86,460
Other financial assets	6,20		1,310,204	1,064,156
Investments in subsidiaries and associates	9		3,595,845	3,311,877
Investment property, net	10		25,004	32,017
Property, plant and equipment, net	11		20,997,668	21,108,022
Intangible assets, net	12		509,629	521,773
Defined benefit assets, net	18		95,289	116,355
Deferred tax assets			1,938,858	1,964,602
Other assets	13		5,389	8,505
Total non-current assets			28,573,402	28,216,994
Total assets		₩	44,782,844	45,038,613

(continued)

POSCO

Interim condensed separate 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	₩	1,735,562	1,957,666
Borrowings	14,20		1,746,737	2,413,594
Other payables	15,20		2,004,851	1,553,501
Other financial liabilities	16,20		305	408
Current income tax liabilities			132,074	80,548
Provisions	17		33,846	101,984
Other liabilities	19,23		102,704	93,225
Total current liabilities			5,756,079	6,200,926
Borrowings	14,20		5,193,793	4,642,367
Other payables	15,20		235,522	232,621
Provisions	17		97,796	96,019
Other liabilities	19,23		1,957	2,373
Total non-current liabilities			5,529,068	4,973,380
Total liabilities			11,285,147	11,174,306
Equity				
Share capital	21		482,403	482,403
Capital surplus	21		24,220,805	24,220,805
Accumulated other comprehensive income	22		291,044	229,912
Retained earnings			8,503,445	8,931,187
Total equity			33,497,697	33,864,307
Total liabilities and equity		₩	44,782,844	45,038,613

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

POSCO

Interim condensed separate 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	₩	8,935,276	8,968,015
Cost of sales	27		(8,407,574)	(8,324,632)
Gross profit			527,702	643,383
Selling and administrative expenses				
Other administrative expenses	24,27		(239,895)	(224,734)
Selling expenses	24,27		(74,602)	(72,703)
Operating profit			213,205	345,946
Finance income and costs				
Finance income	20,25		491,420	242,266
Finance costs	20,25		(473,488)	(223,778)
Other non-operating income and expenses				
Other non-operating income	26		65,819	8,809
Other non-operating expenses	26,27		(52,241)	(87,617)
Profit before income tax			244,715	285,626
Income tax expense	28		(64,726)	(65,678)
Profit for the period			179,989	219,948
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurements of defined benefit plans	18		(2,025)	1,304
Net changes in fair value of equity investments at fair value through other comprehensive income	20,22		61,132	16,795
Total comprehensive income		₩	239,096	238,047
Earnings per share (in Won)	29			
Basic earnings per share (in Won)			1,866	2,280
Diluted earnings per share (in Won)		₩	1,866	2,280

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

POSCO

Interim condensed separate statements of changes in equity
for each of the three-month periods ended March 31, 2026 and 2025 (unaudited)

(in millions of Won)		Share capital	Capital surplus	Accumulated other comprehensive income	Retained earnings	Total
Balance as of January 1, 2025	₩	482,403	24,227,088	38,441	8,358,596	33,106,528
Comprehensive income:						
Profit for the period		-	-	-	219,948	219,948
Other comprehensive income						
Remeasurements of defined benefit plans, net of tax		-	-	-	1,304	1,304
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax		-	-	16,795	-	16,795
Transactions with owners of the Company, recognized directly in equity:						
Year-end dividends		-	-	-	(332,858)	(332,858)
Balance as of March 31, 2025	₩	482,403	24,227,088	55,236	8,246,990	33,011,717
Balance as of January 1, 2026	₩	482,403	24,220,805	229,912	8,931,187	33,864,307
Comprehensive income:						
Profit for the period		-	-	-	179,989	179,989
Other comprehensive income						
Remeasurements of defined benefit plans, net of tax		-	-	-	(2,025)	(2,025)
Net changes in fair value of equity investments at fair value through other comprehensive income, net of tax		-	-	61,132	-	61,132
Transactions with owners of the Company, recognized directly in equity:						
Year-end dividends		-	-	-	(605,706)	(605,706)
Balance as of March 31, 2026	₩	482,403	24,220,805	291,044	8,503,445	33,497,697

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

POSCO

Interim condensed separate 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		₩	179,989	219,948
Adjustments for :				
Expenses related to post-employment benefit			24,192	22,073
Depreciation			572,536	600,304
Amortization			23,624	14,969
Finance income			(385,253)	(166,138)
Finance costs			329,040	122,602
Loss on valuation of inventories			14,276	19,299
Gain on disposal of property, plant and equipment			(351)	(704)
Loss on disposal of property, plant and equipment			22,280	11,313
Impairment loss on property, plant and equipment			-	52,599
Impairment loss on intangible assets			60	-
Gain on disposal of assets held for sale			(35)	-
Loss on disposal of assets held for sale			1,489	-
Increase(decrease) to provisions			(51,035)	11,565
Income tax expense			64,726	65,678
Gain on insurance claim			(50)	(407)
Loss on disposal of investments in subsidiaries and associates			625	-
Changes in operating assets and liabilities	32		(910,805)	30,367
Interest received			54,752	40,497
Interest paid			(126,957)	(155,897)
Dividends received			96	252
Income taxes paid			(9,041)	(123,209)
Net cash provided by (used in) operating activities		₩	(195,842)	765,111

(continued)

POSCO

Interim condensed separate 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				
Decrease in deposit instruments		₩	1,312,000	782,000
Proceeds from disposal of short-term financial instruments			2,092,633	1,663,982
Proceeds from disposal of debt securities			319,000	190,000
Proceeds from disposal of other securities			396	-
Collection of loans			2,496	2,929
Proceeds from disposal of investments in subsidiaries and associates			2,260	-
Proceeds from disposal of assets held for sale			8,037	-
Collection of lease receivables			3,175	3,018
Cash inflow from insurance claim			50	406
Acquisition of deposits			2	370
Increase in deposit instruments			(635,116)	(1,562,000)
Acquisition of short-term financial instruments			(2,039,993)	(1,573,171)
Acquisition of debt securities			-	(279,000)
Increase in loans			(11,240)	-
Acquisition of investments in subsidiaries and associates			(290,960)	(98)
Acquisition of property, plant and equipment			(492,029)	(546,573)
Proceeds form disposal of property, plant and equipment			(12,171)	(4,315)
Acquisition of intangible assets			(29,382)	(35,791)
Payment for deposits			(468)	(3,299)
Net cash provided by (used in) investing activities		₩	228,690	(1,361,542)
Cash flows from financing activities				
Proceeds from borrowings			1,416,024	1,514,833
Increase in security deposits			829	3,218
Proceeds from disposals of derivatives			170,450	133,628
Repayment of borrowings			(1,735,521)	(696,800)
Decrease in security deposits			(165)	(1,432)
Repayment of lease liabilities			(20,445)	(20,472)
Net cash provided by financing activities		₩	(168,828)	932,975
Effect of exchange rate fluctuation on cash held			3,116	2,121
Net increase(decrease) in cash and cash equivalents			(132,864)	338,665
Cash and cash equivalents at beginning of the period			2,089,684	1,943,148
Cash and cash equivalents at end of the period		₩	1,956,820	2,281,813

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

1. General Information

POSCO ("The 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).

2. Basis of Preparation

Statement of compliance

POSCO prepares its interim condensed separate financial statements in the Korean language, in accordance with Korean 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 separate 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 separate 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 Company since the last annual separate financial statements as of and for year ended December 31, 2025.

These interim condensed financial statements are separate financial statements prepared in accordance with KIFRS 1027 *Separate Financial Statements* presented by a parent, an investor with joint control of, or significant influence over, an investee, in which the investments are accounted for at cost, not based on the financial performance and net assets reported by investees.

2. Basis of Preparation (cont'd)

Use of estimates and judgments

(a) Judgments, assumptions and estimation uncertainties

The preparation of the interim condensed separate 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. The significant judgments made by management in applying the Company'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 Company's accounting policies and disclosures require the measurement of fair values, for both financial and non-financial assets and liabilities. The Company 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.

2. Basis of Preparation (cont'd)

Significant valuation issues are reported to the Company's Audit Committee.

When measuring the fair value of an asset or a liability, the Company 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 Company 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 Company in these interim condensed separate financial statements are the same as those applied by the Company in its separate financial statements as of and for year ended December 31, 2025. The changes in accounting policies described below are expected to be applied to the separate 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 Company's interim condensed consolidated financial statements.

(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 Company's interim condensed separate 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 Company's interim condensed separate financial statements.

3. Material Accounting Policies (cont'd)

Standards issued but not yet adopted

New and amended standards that have been issued but are not yet effective are set out below. The Company 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 Company is required to apply the standard retrospectively.

When the Company 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 Company 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 Company, 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 Company 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 Company 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	₩	4,666,245	4,350,371
Less: Allowance for doubtful accounts		(417)	(417)
	₩	4,665,828	4,349,954
Non-current			
Trade accounts and notes receivable	₩	4,805	4,805
Less: Present value discount		(1,175)	(1,175)
Less: Allowance for doubtful accounts		(403)	(403)
	₩	3,227	3,227

The Company discounted its trade receivables in accordance with a 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 Company 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 amounts of such secured borrowings 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	₩	15,553	16,002
Other accounts receivable		491,379	372,021
Lease receivables		12,659	12,767
Accured income		33,509	65,235
Others		5	7
Less: Allowance for doubtful accounts		(282)	(278)
	₩	552,823	465,754
Non-current			
Loans	₩	50,464	39,308
Other accounts receivable		5,612	6,735
Lease receivables		34,695	37,737
Deposits		44,856	44,056
Less: Allowance for doubtful accounts		(43,338)	(41,376)
	₩	92,289	86,460

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	₩	93,251	181,720
Debt securities		375,000	694,000
Deposit instruments(*1)		1,503,482	2,180,365
Short-term financial instruments		273,059	318,098
	₩	2,244,792	3,374,183
Non-current			
Derivative assets	₩	488,756	329,877
Equity securities		813,905	726,340
Other securities		7,521	7,917
Deposit instruments(*2)		22	22
	₩	1,310,204	1,064,156

(*1) 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 Company's participation in the shared growth fund.

(*2) Non-current deposit instruments are restricted in use in relation to the Company's checking account.

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 SnM Co., Ltd.	50,567	8.21		7,237	7,237	-	7,237	7,237
DAEHO GLOBAL MANAGEMENT CO., LTD.(*1)	71,647	17.91		4,108	4,108	-	4,108	-
Others	-	-		23,430	23,430	-	23,430	23,430
				83,049	83,049	-	83,049	78,941
			₩	416,575	813,905	397,330	813,905	726,340

(*1) During the three-month period ended March 31, 2026, the Company's ownership interest decreased due to its non-participation in the investee's capital increase. Accordingly, the Company lost significant influence over the investee and reclassified the investment from an associate to other financial assets.

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	₩	1,200,821	1,333,360
Semi-finished goods		1,921,418	1,883,315
By-products		14,106	11,098
Raw materials		1,452,887	1,261,776
Fuel and materials		557,472	554,936
Materials-in-transit		1,425,595	1,398,295
Others		17,507	17,543
		6,589,806	6,460,323
Less: Allowance for inventories valuation		(24,235)	(32,395)
	₩	6,565,571	6,427,928

(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	₩	10,979	22,435
Semi-finished goods		2,808	2,808
Raw materials		2,813	4,221
Others		7,635	2,931
	₩	24,235	32,395

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 ₩14,276 million and ₩32,395 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	28

(*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 Subsidiaries and Associates

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

(in millions of Won)

	Country	Principal operations	March 31, 2026 Ownership (%)		March 31, 2026 Book value	December 31, 2025 Book value
[Domestic]						
POSCO STEELEON Co., Ltd.(*1)	Korea	Coated steel manufacturing and sales	56.87	₩	108,421	108,421
POSCO M-TECH(*2, 3)	Korea	Packing materials manufacturing and sales	48.85		107,278	107,278
eNtoB Corporation	Korea	Electronic commerce	69.32		46,358	46,358
PNR	Korea	Steel by product processing and sales	70.00		12,339	12,339
POSCO Humans	Korea	Business assistance service	100.00		11,685	11,685
POSCO GYS Tech	Korea	Maintenance service	100.00		15,000	15,000
POSCO GY Solution	Korea	Maintenance service	100.00		15,000	15,000
POSCO GYR Tech	Korea	Maintenance service	100.00		23,300	23,300
POSCO PH Solution	Korea	Maintenance service	100.00		9,400	9,400
POSCO PS Tech	Korea	Maintenance service	100.00		15,000	15,000
POSCO PR Tech	Korea	Maintenance service	100.00		12,300	12,300
Pohang Scrap Recycling Distribution Center Co., Ltd.	Korea	Steel processing and sales	51.00		4,612	4,612
CHEMGAS KOREA CO.,LTD	Korea	Industrial gas manufacturing and sales	100.00		69,343	69,343
POSCO Stainless Precision & Processing	Korea	Steel manufacturing and sales	100.00		200,000	200,000
eSteel4U	Korea	Steel wholesale and retail trade	61.12		4,331	4,331
					654,367	654,367
[Foreign]						
PT.KRAKATAU POSCO(*2)	Indonesia	Steel manufacturing and sales	50.00		928,168	928,168
POSCO Thainox Public Company Limited	Thailand	STS cold-rolled steel manufacturing and sales	74.56		141,019	141,019
POSCO MEXICO S.A. DE C.V.	Mexico	Automotive steel manufacturing and sales	83.28		190,802	190,802
POSCO (Thailand) Company Limited	Thailand	Steel processing and sales	100.00		140,614	140,614
POSCO YAMATO VINA STEEL JOINT STOCK COMPANY	Vietnam	Steel manufacturing and sales	51.00		77,028	77,028
POSCO COATED STEEL (THAILAND) CO., LTD.	Thailand	Automotive steel manufacturing and sales	100.00		72,225	72,225
POSCO-India Private Limited	India	Steel manufacturing and sales	100.00		69,674	69,674
PT.POSCO INDONESIA JAKARTA PROCESSING CENTER	Indonesia	Steel processing and sales	70.51		56,976	56,976
POSCO-MKPC SDN BHD	Malaysia	Steel processing and sales	70.00		56,789	56,789
POSCO(Chongqing) Automotive Processing Center Co., Ltd.	China	Steel processing and sales	90.00		6,479	6,479
POSCO-VIETNAM Co., Ltd.	Vietnam	Steel manufacturing and sales	100.00		36,972	36,972
POSCO-Poland Wroclaw Processing Center Sp. z o. o.	Poland	Steel processing and sales	60.00		22,929	22,929
POSCO-Mexico Villagran Wire-rod Processing Center	Mexico	Steel processing and sales	56.75		1,363	1,363
POSCO-India Pune Processing Center Private Limited	India	Steel processing and sales	65.00		37,873	37,873
POSCO Maharashtra Steel Private Limited	India	Steel processing and sales	100.00		519,373	519,373
POSCO INDIA PROCESSING CENTER PRIVATE LIMITED	India	Steel processing and sales	93.34		102,587	102,587
POSCO ASSAN TST STEEL INDUSTRY Inc.	Turkiye	Steel processing and sales	60.00		2	2
POS-Louisiana Inc.(*4)	United States	SPC	100.00		285,920	-
Others			-		75,201	75,201
					2,821,994	2,536,074
				₩	3,476,361	3,190,441

(*1) Excluding the treasury shares held as of March 31, 2026, the Company's ownership with voting rights amounts to 56.96%.

9. Investments in Subsidiaries and Associates (cont'd)

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

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

(*4) 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.

(b) Details of associates and carrying amounts as of March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)

	Country	Principal operations	March 31, 2026 Ownership (%)	March 31, 2026 Book value	December 31, 2025 Book value
[Domestic]					
DAEHO GLOBAL MANAGEMENT CO., LTD.(*1)	Korea	Investment advisory service	-	₩ -	4,108
Pohang Special Welding Co., Ltd.	Korea	Welding material and tools manufacturing and sales	50.00	3,111	3,111
FEWM CO., LTD.	Korea	Industrial gas manufacturing and sales	40.00	12,800	12,800
POSCO CVC 1st Fund(*2,3)	Korea	New technology business investment association	80.00	5,840	800
				21,751	20,819
[Foreign]					
LLP POSUK Titanium	Kazakhstan	Titanium raw material manufacturing and sales	33.90	10,124	10,124
ZHANGJIAGANG XIAO-SHA COIL SERVICE CENTER CO.,LTD(*4)	China	Steel processing and sales	-	-	2,885
POSK(Pinghu) Steel Processing Center Co., Ltd.	China	Steel processing and sales	20.00	441	441
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY (*5)	Vietnam	Steel processing and sales	9.17	12,101	12,101
POSCO-SAMSUNG-SLOVAKIA PROCESSING CENTER	Slovakia	Steel processing and sales	30.00	6,205	6,205
M RES NSW HCC II Pty Ltd(*6)	Australia	Mining investment	61.54	68,861	68,861
			-	97,732	100,617
				₩ 119,483	121,436

9. Investments in Subsidiaries and Associates (cont’d)

(*1) For the three-month period ended March 31, 2026, the Company’s ownership interest decreased due to its non-participation in the investee’s capital increase. Accordingly, the Company lost significant influence over the investee and reclassified the investment from an associate to other financial assets.
(*2) As of March 31, 2026, the Company has determined that it cannot have control over the entity as a limited partner even though the Company's percentage of ownership is more than 50%. Accordingly, the entity has been classified as an associate
(*3) Additional capital contribution of ₩5,040 million was made for the three-month period ended March 31, 2026.
(*4) Excluded from associates as a result of its disposal for the three-month period ended March 31, 2026.
(*5) As of March 31, 2026, it was classified as an associate even though the Company's ownership percentage is less than 20%, considering the Company's significant influence over the investee when it comes to the composition of its Board of Directors and others.
(*6) As of March 31, 2026, it was classified as an associate even though the Company's ownership percentage is more than 50%, considering the Company's significant influence over the investee when it comes to the composition of its Board of Directors and others.

10. Investment Property, Net

Changes in the carrying amount of 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	Depreciation(*1)	Others(*2)	Ending
Land	₩	2	-	-	2
Buildings		3,528	(86)	-	3,442
Structures		891	(22)	-	869
Right-of-use assets		27,596	(7,313)	408	20,691
	₩	32,017	(7,421)	408	25,004

(*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 asset.

2) For the year ended December 31, 2025

(in millions of Won)		Beginning	Depreciation(*1)	Others(*2)	Ending
Land	₩	2	-	-	2
Buildings		3,871	(343)	-	3,528
Structures		978	(87)	-	891
Right-of-use assets		53,216	(28,942)	3,322	27,596
	₩	58,067	(29,372)	3,322	32,017

(*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 asset.

11. Property, Plant and Equipment, Net

(a) Changes in the carrying amount 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	Impairment	Depreciation	Others(*1)	Ending
Land	₩	1,334,762	-	-	-	-	59,610	1,394,372
Buildings		2,280,934	8	-	-	(50,940)	15,651	2,245,653
Structures		2,387,974	150	(2,647)	-	(55,163)	46,524	2,376,838
Machinery and equipment		12,633,865	11,832	(5,655)	-	(428,461)	280,886	12,492,467
Vehicles		29,703	100	-	-	(4,922)	-	24,881
Tools		24,727	-	-	-	(3,585)	4,127	25,269
Furniture and fixtures		85,253	33	(41)	-	(8,984)	5,674	81,935
Right-of-use assets		259,888	2,313	-	-	(13,060)	(91)	249,050
Construction-in-progress		2,070,916	449,098	-	-	-	(412,811)	2,107,203
	₩	21,108,022	463,534	(8,343)	-	(565,115)	(430)	20,997,668

(*1) Others represent assets transferred from construction-in-progress to other property, plant and equipment, assets transferred from right of use assets to property, plant and equipment, and others.

2) For the year ended December 31, 2025

(in millions of Won)		Beginning	Acquisitions	Disposals	Impairment(*1)	Depreciation	Business Combination	Others(*2)	Ending
Land	₩	1,298,175	-	-	-	-	-	36,587	1,334,762
Buildings		1,907,258	603	(2,322)	(404)	(204,048)	-	579,847	2,280,934
Structures		2,362,646	1,567	(1,398)	(6,065)	(219,862)	-	251,086	2,387,974
Machinery and equipment		12,650,905	43,222	(14,870)	(55,435)	(1,803,636)	4,403	1,809,276	12,633,865
Vehicles		26,698	1,258	(4)	-	(19,818)	-	21,569	29,703
Tools		30,035	3,110	-	-	(14,455)	-	6,037	24,727
Furniture and fixtures		68,664	3,848	(39)	(3)	(39,641)	-	52,424	85,253
Right-of-use assets		311,872	4,955	-	-	(55,764)	-	(1,175)	259,888
Construction-in-progress		2,580,104	2,267,258	-	(8,081)	-	-	(2,768,365)	2,070,916
	₩	21,236,357	2,325,821	(18,633)	(69,988)	(2,357,224)	4,403	(12,714)	21,108,022

(*1) For the year ended December 31, 2025, the Company recognized an impairment loss of ₩69,998 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.

(*2) Others represent assets transferred from construction-in-progress to other property, plant and equipment, assets transferred from right of use assets to property, plant and equipment, and others.

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

(b) Information on lease agreements for which the Company is a lessee is as follows:

1) Right-of-use assets

① Changes in the carrying amount of right-of-use assets presented as property, plant and Equipment and investment property for the three-month period ended March 31, 2026 are as follows:

(in millions of Won)		Beginning	Acquisitions	Depreciation	Others	Ending
Land	₩	6,783	-	(71)	-	6,712
Buildings		86,471	-	(13,886)	607	73,192
Structures		33,955	-	(708)	-	33,247
Machinery and equipment		393	-	(98)	-	295
Vehicles		7,837	-	(692)	-	7,145
Ships		143,955	-	(4,013)	-	139,942
Furniture and fixtures		8,090	2,313	(905)	(290)	9,208
	₩	287,484	2,313	(20,373)	317	269,741

② Changes in the carrying amount of right-of-use assets presented as property, plant and equipment and investment property for year ended December 31, 2025 are as follows:

(in millions of Won)		Beginning	Acquisitions	Depreciation	Others	Ending
Land	₩	7,068	-	(285)	-	6,783
Buildings		135,360	2,283	(56,088)	4,916	86,471
Structures		38,373	-	(4,418)	-	33,955
Machinery and equipment		788	-	(395)	-	393
Vehicles		9,431	2,456	(2,705)	(1,345)	7,837
Ships		160,003	-	(16,048)	-	143,955
Furniture and fixtures		14,065	216	(4,767)	(1,424)	8,090
	₩	365,088	4,955	(84,706)	2,147	287,484

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

2) Amount recognized in profit or loss

The amount recognized in profit or loss related to leases for 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	₩	2,219	2,831
Expenses relating to short-term leases		882	1,315
Expenses relating to leases of low-value assets		1,398	1,201
	₩	4,499	5,347

12. Intangible Assets, Net

Changes in the carrying amount 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
Intellectual property rights	₩	18,119	-	-	(1,512)	-	1,513	18,120
Membership(*1)		80,436	-	-	-	(60)	-	80,376
Development expense		205,041	-	-	(17,967)	-	6,085	193,159
Port facilities usage rights		153,376	-	-	(3,715)	-	-	149,661
Construction-in-progress		62,099	9,513	-	-	-	(6,064)	65,548
Other intangible assets		2,702	429	-	(430)	-	64	2,765
	₩	521,773	9,942	-	(23,624)	(60)	1,598	509,629

(*1) Economic useful life of membership is indefinite.
(*2) Others represent assets transferred from construction-in-progress to intangible assets and assets transferred from property, plant and equipment, and others.

(b) For the year ended December 31, 2025

(in millions of Won)		Beginning	Acquisitions	Disposals	Amortization	Impairment	Others(*2)	Ending
Intellectual property rights	₩	19,506	-	-	(6,108)	-	4,721	18,119
Membership(*1)		79,334	1,102	-	-	-	-	80,436
Development expense		77,771	957	-	(39,440)	-	165,753	205,041
Port facilities usage rights		168,233	-	-	(14,857)	-	-	153,376
Construction-in-progress		105,825	124,626	-	-	-	(168,352)	62,099
Other intangible assets		4,515	70	-	(2,163)	-	280	2,702
	₩	455,184	126,755	-	(62,568)	-	2,402	521,773

(*1) Economic useful life of membership is indefinite.
(*2) Others represent assets transferred from construction-in-progress to intangible assets and assets transferred from property, plant and equipment, 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	₩	118,570	31,981
Prepaid expenses		104,940	82,107
	₩	223,510	114,088
Non-current			
Long-term advanced payments	₩	128	128
Long-term prepaid expenses		2,095	2,182
Others		3,166	6,195
	₩	5,389	8,505

14. Borrowings

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

(in millions of Won)		March 31, 2026	December 31, 2025
Short-term borrowings			
Short-term borrowings	₩	512,945	589,527
Current portion of debentures		1,236,700	1,824,430
Less: Current portion of discount on debentures issued		(2,908)	(363)
	₩	1,746,737	2,413,594
Long-term borrowings			
Long-term borrowings	₩	300,000	100,000
Debentures		4,920,820	4,563,290
Less: Discount on debentures issued		(27,027)	(20,923)
	₩	5,193,793	4,642,367

(b) Details of short-term borrowings as of March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)	Lenders	Maturity date	Annual interest rate (%)		March 31, 2026	December 31, 2025
Transfers of account receivables that do not qualify for derecognition(*1)	Shinhan Card and others	-	-	₩	307,577	406,409
Borrowings in foreign trade	Bank-of-China and ohers	2026.4.8 ~ 2026.6.10	1.58 ~ 1.68		205,368	183,118
				₩	512,945	589,527

(*1) The account receivables have been discounted according to the factoring agreement and have been recognized as short-term borrowings (Note 4).

(c) Details of current portion of debentures as of March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)	Lenders	Maturity date	Annual interest rate (%)		March 31, 2026	December 31, 2025
Debentures	309-3rd Non-guaranteed bonds and 2 others	2026.7.17 ~ 2027.1.14	1.72 ~ 2.89	₩	479,783	819,867
Foreign debentures	Global debentures 10th	2027.1.23	4.88		754,009	1,004,200
				₩	1,233,792	1,824,067

14. Borrowings(cont'd)

(d) Details of long-term borrowings as of March 31, 2026 and December 31, 2025 are as follows:

(in millions of Won)	Lenders	Maturity date	Annual interest rate (%)		March 31, 2026	December 31, 2025
Long-term borrowings	Korea Development Bank	2035.7.29	2.81 ~ 3.98	₩	300,000	100,000
Debentures	310-3rd Non-guaranteed bonds and 5 others	2027.7.17 ~ 2032.1.14	1.77 ~ 4.11		1,437,744	1,547,347
Foreign debentures	Global debentures 8-2 and 4 others	2027.8.4 ~ 2036.1.16	4.5 ~ 5.88		3,456,049	2,995,020
				₩	5,193,793	4,642,367

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	₩	1,316,646	796,042
Accrued expenses		598,256	657,581
Lease liabilities		70,378	80,993
Withholdings		19,571	18,885
	₩	2,004,851	1,553,501
Non-current			
Long-term accrued expenses	₩	17	17
Lease liabilities		235,323	232,400
Long-term withholdings		182	204
	₩	235,522	232,621

16. Other Financial Liabilities

Details of 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			
Financial guarantee liabilities	₩	305	408

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(*1,2,3)	₩	14,034	72,313	17,015	71,120
Provision for product warranties(*4)		18,133	4,131	15,796	3,547
Provision for legal contingencies and claims(*5)		-	21,352	-	21,352
Others(*6)		1,679	-	69,173	-
	₩	33,846	97,796	101,984	96,019

(*1) Presenting the provision for bonuses limited to 100% of annual salaries for executives.

(*2) The Company measured the present value of the estimated future payments for long-term service benefits based on an actuarial valuation, and recognized a provision of ₩76,254 million as of March 31, 2026.

(*3) The Company recognized a provision amounting to ₩1,192 million for long-term incentives for executives.

(*4) As of March 31, 2026, the Company recognized the expected claim cost to be charged as a provision.

(*5) As of March 31, 2026, the Company recognized a provision amounting to ₩21,352 million in relation to ongoing lawsuits.

(*6) As of March 31, 2026, the Company 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	Reversal	Utilization	Others(*1)	Ending
Provision for bonus payments	₩	88,135	4,681	-	(6,469)	-	86,347
Provision for product warranties		19,343	8,281	-	(5,360)	-	22,264
Provision for legal contingencies and claims		21,352	-	-	-	-	21,352
Others		69,173	1,679	(60,996)	-	(8,177)	1,679
	₩	198,003	14,641	(60,996)	(11,829)	(8,177)	131,642

(*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	Reversal	Utilization	Ending
Provision for bonus payments	₩	62,785	41,863	-	(16,513)	88,135
Provision for restoration		2,962	42	-	(3,004)	-
Provision for product warranties		19,832	15,934	-	(16,423)	19,343
Provision for legal contingencies and claims		32,211	-	(10,859)	-	21,352
Others		-	76,369	-	(7,196)	69,173
	₩	117,790	134,208	(10,859)	(43,136)	198,003

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	₩	12,442	10,047

(b) Defined benefit plans

1) The amounts recognized in relation to net defined benefit liabilities (assets) in the 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	₩	1,278,044	1,310,938
Fair value of plan assets		(1,373,333)	(1,427,293)
Net defined benefit liabilities	₩	(95,289)	(116,355)

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 2025 are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Defined benefit obligation at the beginning of period	₩	1,310,938	1,324,972
Current service costs		25,656	24,541
Interest costs		12,562	11,271
Amount transferred from associate		1,731	1,981
Amount transferred to associate		(800)	(2,994)
Benefits paid		(72,043)	(67,718)
Defined benefit obligation at the end of period	₩	1,278,044	1,292,053

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

(in millions of Won)		March 31, 2026	March 31, 2025
Fair value of plan assets at the beginning of period	₩	1,427,293	1,547,512
Interest on plan assets		14,025	13,741
Remeasurement of plan assets		(2,764)	1,772
Contributions to plan assets		-	-
Amount transferred from associate		1,731	1,981
Amount transferred to associate		(800)	(2,994)
Benefits paid		(66,152)	(46,646)
Fair value of plan assets at the end of period	₩	1,373,333	1,515,366

4) The amounts related to net defined benefit plans recognized in the 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	₩	25,656	24,541
Net interest costs		(1,463)	(2,470)
	₩	24,193	22,071

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	₩	10,620	10,508
Withholdings		32,976	34,221
Unearned revenue		59,108	48,496
	₩	102,704	93,225
Non-current			
Unearned revenue	₩	1,957	2,373

20. Financial Instruments

(a) Classification and fair value of financial instruments

1) The carrying amount 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	₩	582,007	-	582,007	-	582,007
Short term financial instruments		273,059	-	273,059	-	273,059
Other securities		7,521	-	-	7,521	7,521
Equity securities		35,469	-	-	35,469	35,469
Fair value through other comprehensive income						
Equity securities		778,436	730,856	-	47,581	778,437
Financial assets measured at amortized cost(*1)						
Cash and cash equivalents		1,956,820	-	-	-	-
Trade accounts and notes receivable		4,658,334	-	-	-	-
Debt securities		375,000	-	-	-	-
Other receivables		331,144	-	-	-	-
Deposit instruments		1,503,504	-	-	-	-
	₩	10,501,294	730,856	855,066	90,571	1,676,493
Financial liabilities						
Financial liabilities measured at amortized cost(*1)						
Trade accounts and notes payable	₩	1,735,562	-	-	-	-
Borrowings		6,940,529	-	7,053,303	-	7,053,303
Financial guarantee liabilities		305	-	-	-	-
Others		1,913,236	-	-	-	-
	₩	10,589,632	-	7,053,303	-	7,053,303

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

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
Other securities		7,917	-	-	7,917	7,917
Equity securities		35,469	-	-	35,469	35,469
Fair value through other comprehensive income						
Equity securities		690,871	647,399	-	43,472	690,871
Financial assets measured at amortized cost(*1)						
Cash and cash equivalents		2,089,684	-	-	-	-
Trade accounts and notes receivable		4,343,975	-	-	-	-
Debt securities		694,000	-	-	-	-
Other receivables		318,555	-	-	-	-
Deposit instruments		2,180,388	-	-	-	-
	₩	11,190,553	647,399	829,694	86,858	1,563,951
Financial liabilities						
Financial liabilities measured at amortized cost(*1)						
Trade accounts and notes payable	₩	1,957,666	-	-	-	-
Borrowings		7,055,961	-	7,153,160	-	7,153,160
Financial guarantee liabilities		408	-	-	-	-
Others		1,443,070	-	-	-	-
	₩	10,457,105	-	7,153,160	-	7,153,160

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

20. Financial Instruments (cont'd)

2) Details of financial guarantee contracts recognized as financial liabilities as of March 31, 2026 are as follows:

(in millions of Won)

Guarantee beneficiary	Financial institution	Guarantee limit			Guarantee amount	
			Foreign currency	Won equivalent	Foreign currency	Won equivalent
[Subsidiaries]						
POSCO ASSAN TST STEEL INDUSTRY	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
[Associates]						
LLP POSUK Titanium	Shinhan Bank	USD	12,750,000	19,296	12,750,000	19,296
		USD	135,600,000	205,217	135,600,000	205,217

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

① March 31, 2026

(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	(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

(*1) Finance income in the statement of comprehensive income includes the dividends from subsidiaries and associates of ₩6,198 million for the three-month period ended March 31, 2026.

20. Financial Instruments (cont'd)

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

② 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

(*1) Finance income in the statement of comprehensive income includes the dividends from subsidiaries and associates of ₩8,307 million for the three-month period ended March 31, 2025.

(b) Financial risk management

The Company is exposed to credit risk, liquidity risk and market risk arising from financial assets and liabilities. The Company'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	₩	24,222,055	24,222,055
Other capital surplus		(1,250)	(1,250)
	₩	24,220,805	24,220,805

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
Changes in fair value of equity investments at fair value through other comprehensive income	₩	291,044	229,912

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	₩	8,578,130	8,585,768
Revenue from services		286,156	308,938
Others		70,990	73,309
	₩	8,935,276	8,968,015
Timing of revenue recognition			
Revenue recognized at a point in time	₩	8,627,491	8,634,701
Revenue recognized over time		307,785	333,314
	₩	8,935,276	8,968,015

(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	₩	4,635,372	4,705,101
Contract assets			
Account receivables		2,369	10,265
Contract liabilities			
Advance received		6,069	16,548
Unearned income		73,350	76,054

(c) The contract liability balance as of December 31, 2025 was fully recognized as revenue during the year ended March 31, 2026.

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	₩	69,057	69,843
Expenses related to post-employment benefits		8,175	4,808
Other employee benefits		14,659	12,694
Travel		2,489	2,482
Depreciation		10,088	10,741
Amortization		14,646	5,966
Rental		26,675	21,888
Repairs		1,668	1,309
Advertising		9,899	10,597
Research & development		5,836	5,551
Service fees		60,855	64,180
Supplies		145	310
Vehicles maintenance		1,699	1,309
Industry association fee		821	893
Training		6,201	5,725
Conference		1,274	1,127
Others		5,708	5,311
	₩	239,895	224,734

24. Selling and Administrative Expenses (cont'd)

(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	₩	46,023	42,617
Operating expenses for distribution center		1,177	1,193
Sales commissions		24,818	25,739
Sales advertising		106	43
Sales promotion		648	670
Sample		3	149
Sales insurance premium		1,827	2,292
	₩	74,602	72,703

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	₩	22,588	48,009
Dividend income		23,081	25,852
Gain on foreign currency transactions		103,010	76,128
Gain on foreign currency translations		62,818	35,692
Gain on valuation of derivatives		236,509	48,493
Gain on transactions of derivatives		30,592	-
Gain on valuation of financial assets at fair value through profit or loss		-	2,500
Gain on disposal of financial assets at fair value through profit or loss		12,714	5,401
Others		108	191
	₩	491,420	242,266
Finance costs			
Interest expenses	₩	68,395	97,875
Loss on foreign currency transactions		144,360	100,320
Loss on foreign currency translations		255,532	22,482
Loss on transactions of derivatives		-	3,043
Loss on valuation of financial assets at fair value through profit or loss		5,113	-
Others		88	58
	₩	473,488	223,778

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 property, plant and equipment	₩	351	704
Gain on disposals of assets held for sale		35	-
Premium income		50	406
Others		65,383	7,699
	₩	65,819	8,809
Other non-operating expenses			
Loss on disposals of property, plant and equipment	₩	22,280	11,313
Impairment loss on property, plant and equipment		-	52,599
Donations		60	-
Idle tangible asset expenses		23,441	18,377
Other amortization expense		1,785	1,345
Loss on disposals of assets held for sale		1,489	-
Others		3,186	3,983
	₩	52,241	87,617

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 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
Changes in inventories(*1)	₩	84,180	186,897
Raw materials and consumables used		6,047,825	5,767,358
Employee benefits expenses		548,391	495,859
Outsourced processing cost		695,446	663,887
Depreciation(*2)		572,536	600,304
Amortization		23,624	14,969
Electricity and water expenses		95,419	208,988
Service fees		85,109	85,934
Rental		46,367	33,399
Advertising		9,899	10,597
Freight and custody expenses		300,113	318,573
Sales commissions		24,818	25,739
Loss on disposals of property, plant and equipment		22,280	11,313
Impairment loss on property, plant and equipment		-	52,599
Other expenses		218,305	233,270
	₩	8,774,312	8,709,686

(*1) Presenting changes in products, semi-finished products and by-products.
(*2) 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 Company for the three-month periods ended March 31, 2026 and 2025 were 26.4% and 23.0%, 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	₩	179,989,165,565	219,948,365,968
Weighted-average number of common shares outstanding(*1)		96,480,625	96,480,625
Basic earnings per share	₩	1,866	2,280

(*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 Company 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 Company's related parties as of March 31, 2026 are as follows:

	Company
The parent company	POSCO HOLDINGS INC.
Subsidiaries	POSCO STEELEON Co., Ltd, POSCO M-TECH, PNR, POSCO Humans, eNtoB Corporation, Pohang Scrap Recycling Distribution Center Co., Ltd, CHEMGAS KOREA CO.,LTD, POSCO Stainless Precision & Processing, eSteel4U, POSCO (Thailand) Company.Ltd, POSCO-MKPC SDN BHD, POSCO-VIETNAM Co., Ltd., POSCO Thainox Public Company Limited, POSCO COATED STEEL (THAILAND) CO., LTD., POSCO Philippine Manila Processing Center, Inc., PT. KRAKATAU POSCO, POSCO Maharashtra Steel Private Limited, POSCO ASSAN TST STEEL INDUSTRY Inc., POSCO-India Pune Processing Center. Pvt. Ltd., POSCO INDIA PROCESSING CENTER PRIVATE LIMITED, POSCO TNPC Otomotiv Celik San. Ve Tic. A.S, POS-Louisiana Inc. and others
Associates and joint ventures	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
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 Company.

30. Related Party Transactions (cont'd)

(b) Details of significant transactions with the company'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)	₩	3,519	388	303	-	-	642,796
Subsidiaries							
POSCO STEELEON Co., Ltd		129,202	3,693	432	-	2,420	-
eNtoB Corporation		8	1,442	101,339	19,068	714	4,817
POSCO M-TECH		18	217	32,560	2,132	52,212	-
PNR		165	-	-	-	10,298	-
POSCO Humans		306	-	-	-	1,760	6,664
POSCO (THAILAND) COMPANY LIMITED		22,336	-	-	-	-	44
POSCO-MKPC SDN BHD		4,945	692	-	-	-	117
POSCO VIETNAM CO., LTD.		92,774	-	-	-	-	14
POSCO MEXICO S.A. DE C.V.		65,839	-	-	-	-	655
POSCO-Poland Wroclaw Processing Center Sp. z o. o.		1,652	-	-	-	-	-
POSCO Thainox Public Company Limited		74,636	-	-	-	-	-
POSCO COATED STEEL (THAILAND) CO., LTD.		74,855	-	-	-	-	447
POSCO TNPC Otomotiv Celik San. Ve Tic. A.S		15,716	-	-	-	-	306
POSCO-Indonesia Jakarta Processing Center		953	-	-	-	-	302
POSCO PS Tech		18	-	-	2,225	32,551	545
POSCO PR Tech		-	26	-	2,630	31,007	975
POSCO PH Solution		-	41	-	2,916	13,425	823
POSCO GYS Tech		48	31	-	1,625	29,501	409
POSCO GYR Tech		46	-	-	4,002	27,692	282
POSCO GY Solution		32	-	-	730	13,691	3
PT. KRAKATAU POSCO		1,150	-	-	-	-	14
POSCO-India Pune Processing Center Private Ltd		7,873	-	-	-	-	-
POSCO Maharashtra Steel Private Limited		227,881	-	-	-	-	51
POSCO INDIA PROCESSING CENTER PRIVATE LIMITED		49,786	-	-	-	-	393
POSCO ASSAN TST STEEL INDUSTRY		75,153	138	-	-	-	1
eSteel4U		136,533	-	-	-	-	7
Others		1,417	158	-	-	1,553	203
		983,342	6,438	134,331	35,328	216,824	17,072
Associates and joint ventures							
Pohang Special Welding Co., Ltd.		74	-	-	-	-	-
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY		21,244	-	-	-	-	104
		21,318	-	-	-	-	104
Other related party							
POSCO Eco & Challenge Co., Ltd.		48	278	-	124,209	216	8,431
POSCO DX (*4)		539	17	-	40,828	17,050	66,064
POSCO WIDE Co., Ltd.		2,086	41	174	-	4,784	12,562
POSCO FUTURE M CO., LTD.		102,974	84	161,063	4,004	55,127	108
POSCO FLOW CO., LTD.(*5)		2,514	-	219,450	-	3,633	242,625
SNNC		1,942	3	67,080	-	-	-
POSCO Mobility Solution Corporation		202,187	-	4,761	-	3,973	205
POSCO INTERNATIONAL Corporation(*6)		2,373,649	6	74,823	-	719	11,619
POSCO(Guangdong) Automotive Steel Co.,Ltd		52,058	-	-	-	-	-
POSCO VST CO., LTD.		45,640	-	-	-	-	24
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	-	472,800	-	-	-
Roy Hill Holdings Pty Ltd		-	-	381,961	-	-	-
Others		410,611	2,486	51,988	7,572	14	16,163
		3,194,248	2,915	1,434,100	176,613	85,516	357,801
	₩	4,202,427	9,741	1,568,734	211,941	302,340	1,017,773

(*1) Sales and others mainly consist of sales of steel products to the parent company, associates and other related parties and joint ventures.

(*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.

30. Related Party Transactions (cont'd)

(*4) Others (purchase) mainly consist of maintenance expenses for the ERP System
(*5) Others (purchase) mainly consist of freight expenses
(*6) The Company is engaged in a SWAP agreement with POSCO INTERNATIONAL Corporation for the purchase of LNG.

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)	₩	3,073	84	-	-	-	372,295
Subsidiaries							
POSCO STEELEON Co., Ltd		107,235	-	-	-	9,730	75
eNtoB Corporation		8	-	84,850	10,443	1,116	3,124
POSCO M-TECH		17	14	26,005	591	51,830	112
PNR		163	-	-	-	12,095	-
POSCO Humans		280	-	-	-	1,723	6,897
POSCO (Thailand) Company.Ltd		19,151	-	-	-	-	51
POSCO-MKPC SDN BHD		1,558	-	-	-	-	117
POSCO-VIETNAM Co., Ltd.		81,827	33	-	-	-	56
POSCO MEXICO S.A. DE C.V.		128,417	15	-	-	-	515
POSCO-Poland Wroclaw Processing Center Sp. z o. o.		1,435	-	-	-	-	-
POSCO Thainox Public Company Limited		80,456	-	-	-	-	20
POSCO COATED STEEL (THAILAND) CO., LTD.		93,784	58	-	-	-	385
POSCO TNPC Otomotiv Celik San. Ve Tic. A.S		8,596	-	-	-	-	305
PT. POSCO INDONESIA JAKARTA		729	-	-	-	-	972
POSCO PS Tech		17	1	2	2,772	28,372	225
POSCO PR Tech		-	23	-	3,761	26,133	32
POSCO PH Solution		-	40	6	332	10,994	232
POSCO GYS Tech		33	12	-	1,602	28,245	-
POSCO GYR Tech		28	-	-	810	25,548	20
POSCO GY Solution		28	-	-	1,942	12,286	-
PT. KRAKATAU POSCO		911	-	-	-	-	-
POSCO-India Pune Processing Center PrivateLtd		2,145	-	-	-	-	-
POSCO Maharashtra Steel Private Limited		200,734	7,692	-	-	-	114
POSCO INDIA PROCESSING CENTERPRIVATE LIMITED		32,020	-	-	-	-	398
POSCO ASSAN TST STEEL INDUSTRY Inc.		68,709	186	-	-	-	-
Others		1,782	-	-	-	-	336
		830,063	8,074	110,863	22,253	208,072	13,986
Associates and joint ventures							
POSCO VIETNAM PROCESSING CENTER JOINT		10,193	-	-	-	-	-
Others		17,445	-	-	-	-	104
		27,638	-	-	-	-	104
Other related party(*4)							
POSCO Eco & Challenge Co., Ltd.		48	24	-	102,219	27	9,962
POSCO DX(*4)		495	17	-	56,576	15,861	57,460
POSCO WIDE Co., Ltd.		2,613	28	162	311	5,107	10,692
POSCO FUTURE M CO., LTD.		124,427	57	158,751	1,272	58,821	121
POSCO FLOW CO., LTD.(*5)		2,423	-	190,645	37	2,265	292,813
SNNC		2,309	3	88,881	701	-	-
POSCO Mobility Solution Corporation		199,218	-	-	449	3,674	240
eSteel4U		134,238	-	-	-	-	43
POSCO INTERNATIONAL Corporation(*6)		2,679,663	2	276,472	-	991	6,478
POSCO(Guangdong) Automotive Steel Co.,Ltd		51,878	-	-	-	-	-
POSCO VST CO., LTD.		75,147	-	-	-	-	22
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	20	469,373	-	-	-
Roy Hill Holdings Pty Ltd		-	-	387,494	-	-	-
Others		75,195	769	38,353	9,646	-	18,550
		3,347,654	920	1,610,131	171,211	86,746	396,381
	₩	4,208,428	9,078	1,720,994	193,464	294,818	782,766

30. Related Party Transactions (cont'd)

(*1) Sales and others mainly consist of sales of steel products to the parent company, associates and other related parties and joint ventures.
(*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 Company 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 Company'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.	₩	683	43,024	43,707	-	115,903	766,820	882,723
Subsidiaries								
POSCO STEELEON Co., Ltd		47,197	3,732	50,929	52	-	2,410	2,462
eNtoB Corporation		-	1,442	1,442	100	9,067	358	9,525
POSCO M-TECH		1	3,018	3,019	-	20,979	18,656	39,635
PNR		-	140	140	-	2,014	3,727	5,741
POSCO Humans		16	1	17	-	804	2,751	3,555
POSCO (THAILAND) COMPANY LIMITED		20,827	-	20,827	-	-	-	-
POSCO-MKPC SDN BHD		-	692	692	-	-	122	122
POSCO-VIETNAM Co., Ltd.		93,631	1,032	94,663	-	-	14	14
POSCO MEXICO S.A. DE C.V.		87,969	1,021	88,990	-	-	535	535
POSCO Thainox Public Company Limited		74,305	503	74,808	-	-	-	-
POSCO COATED STEEL (THAILAND) CO., LTD.		74,979	286	75,265	-	-	403	403
PT. POSCO INDONESIA JAKARTA PROCESSING CENTER		-	-	-	-	-	314	314
POSCO PS Tech		-	5	5	-	6,204	12,712	18,916
POSCO PR Tech		-	18	18	-	6,101	14,006	20,107
POSCO PH Solution		-	2	2	-	3,212	5,473	8,685
POSCO GYS Tech		-	3	3	-	4,728	11,447	16,175
POSCO GYR Tech		-	2	2	-	5,308	10,991	16,299
POSCO GY Solution		-	2	2	-	1,875	5,403	7,278
eSteel4U		149,894	-	149,894	-	-	-	-
PT. KRAKATAU POSCO		3,735	3,191	6,926	-	-	15	15
POSCO Maharashtra Steel Private Limited		370,560	2,102	372,662	-	99,019	6	99,025
POSCO ASSAN TST STEEL INDUSTRY Inc.		252,141	-	252,141	-	-	-	-
POSCO INDIA PROCESSING CENTER PRIVATE LIMITED		-	-	-	-	-	409	409
POSCO TNPC Otomotiv Celik San. Ve Tic. A.S		-	-	-	-	-	318	318
Others		60	662	722	-	-	10	10
		1,175,315	17,854	1,193,169	152	159,311	90,080	249,543
Associates and joint ventures								
Pohang Special Welding Co., Ltd.		-	48	48	-	-	-	-
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY		10,212	-	10,212	-	-	108	108
		10,212	48	10,260	-	-	108	108
Other related party								
POSCO Eco & Challenge Co., Ltd.		-	111,077	111,077	-	34,957	288	35,245
POSCO DX		46	16	62	-	55,430	21,680	77,110
POSCO WIDE Co., Ltd.		233	735	968	-	2,665	5,832	8,497
POSCO FUTURE M CO., LTD.		35,428	52,927	88,355	55,510	13,173	24,054	92,737
POSCO FLOW CO., LTD.		469	682	1,151	157,522	10,329	42,081	209,932
SNNC		452	2,834	3,286	-	-	40	40
POSCO Mobility Solution Corporation		118,188	-	118,188	553	285	1,796	2,634
POSCO INTERNATIONAL Corporation		936,525	934	937,459	3,038	5,031	3,094	11,163
POSCO(Guangdong) Automotive Steel Co., Ltd.		33,358	-	33,358	-	-	-	-
POSCO VST CO., LTD.		46,034	667	46,701	-	-	-	-
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	-	-	206,109	160	-	206,269
Roy Hill Holdings Pty Ltd		-	-	-	148,091	-	-	148,091
Others		54,492	25,402	79,894	8,755	7,585	10,029	26,369
		1,225,225	195,274	1,420,499	579,578	129,615	108,894	818,087
	₩	2,411,435	256,200	2,667,635	579,730	404,829	965,902	1,950,461

30. Related Party Transactions (cont'd)

2) December 31, 2025

(in millions of Won)		Receivables			Payables			
		Trade accounts and notes payable	Others	Total	Trade accounts and notes payable	Accounts payable	Others	Total
The parent company								
POSCO HOLDINGS INC.	₩	-	42,399	42,399	-	92,428	125,768	218,196
Subsidiaries								
POSCO STEELEON Co., Ltd		46,388	30	46,418	28	43	3,806	3,877
eNtoB Corporation		-	-	-	117	13,369	372	13,858
POSCO M-TECH		-	2	2	-	18,827	19,623	38,450
PNR		-	209	209	-	2,042	4,589	6,631
POSCO Humans Co.,Ltd.		16	1	17	-	984	2,674	3,658
POSCO (Thailand) Company.Ltd		22,638	-	22,638	-	-	-	-
POSCO-VIETNAM Co., Ltd.		109,119	826	109,945	-	-	-	-
POSCO MEXICO S.A. DE C.V.		68,537	817	69,354	-	25	-	25
POSCO Thainox Public Company Limited		75,763	402	76,165	-	-	-	-
POSCO COATED STEEL (THAILAND) CO., LTD.		77,950	228	78,178	-	21	-	21
POSCO PS Tech		-	3	3	-	8,089	12,154	20,243
POSCO PR Tech		-	8	8	-	7,550	10,310	17,860
POSCO PH Solution		-	4	4	-	4,015	4,797	8,812
POSCO GYS Tech		-	4	4	-	5,557	11,584	17,141
POSCO GYR Tech		-	3	3	-	6,210	11,448	17,658
POSCO GY Solution		-	5	5	-	2,746	5,767	8,513
Pohang Scrap Recycling Distribution Center Co., Ltd.(*1)		-	-	-	-	1,147	-	1,147
eSteel4U(*1)		131,865	-	131,865	-	-	-	-
PT. KRAKATAU POSCO		3,328	2,553	5,881	-	19	-	19
POSCO Maharashtra Steel Private Limited		364,217	1,681	365,898	-	45,837	-	45,837
POSCO ASSAN TST STEEL INDUSTRY Inc.		264,991	1,246	266,237	-	-	-	-
Others		78	528	606	-	90	-	90
		1,164,890	8,550	1,173,440	145	116,571	87,124	203,840
Associates								
Pohang Special Welding Co., Ltd.		-	45	45	-	-	-	-
POSCO VIETNAM PROCESSING CENTER JOINT STOCK COMPANY		8,056	-	8,056	-	-	-	-
		8,056	45	8,101	-	-	-	-
Other related parties								
POSCO Eco & Challenge Co., Ltd.		-	13	13	-	126,374	238	126,612
POSCO DX		41	16	57	-	105,365	22,136	127,501
POSCO WIDE Co., Ltd.		631	832	1,463	-	5,181	5,895	11,076
POSCO FUTURE M CO., LTD.		38,777	56,433	95,210	50,927	16,687	22,829	90,443
POSCO FLOW CO., LTD.		536	737	1,273	108,111	4,856	43,843	156,810
SNNC		521	28,433	28,954	5,439	360	87	5,886
POSCO Mobility Solution Corporation		125,170	-	125,170	235	348	2,084	2,667
POSCO INTERNATIONAL Corporation		919,544	1,484	921,028	536	8,905	3,076	12,517
POSCO(Guangdong) Automotive Steel Co., Ltd.		31,513	-	31,513	-	-	-	-
POSCO VST CO., LTD.		37,622	534	38,156	-	-	-	-
POSCO INTERNATIONAL SINGAPORE PTE LTD.		-	-	-	210,965	-	-	210,965
Roy Hill Holdings Pty Ltd		-	-	-	426,829	-	-	426,829
POSCO Argentina S.A.U.		-	7,415	7,415	-	-	-	-
POSCO (Zhangjiagang) Stainless Co.,Ltd.		8,611	13,052	21,663	-	-	-	-
POSCO JAPAN Co., Ltd.		27,450	-	27,450	2,062	-	-	2,062
Others		9,351	3,084	12,435	4,184	13,208	4,880	22,272
		1,199,767	112,033	1,311,800	809,288	281,284	105,068	1,195,640
	₩	2,372,713	163,027	2,535,740	809,433	490,283	317,960	1,617,676

30. Related Party Transactions (cont'd)

(d) For each of the three-month periods ended March 31, 2026 and 2025, details of compensation to the Company's key management officers are as follows:

(in millions of Won)		March 31, 2026	March 31, 2025
Short-term benefits	₩	11,525	11,385
Retirement benefits		2,016	1,867
	₩	13,541	13,252

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

(e) Guarantees provided to related parties

The Company has entered into financial guarantee contracts for related parties as of March 31, 2026 and the related guarantee obligations are recognized as financial guarantee liabilities (see Note 20).

(f) Major fund transactions with related parties

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

30. Related Party Transactions (cont'd)

(g) Significant agreements with related parties

As of March 31, 2026, the Company has entered into significant agreements with related parties, including lease agreements, long-term purchase agreements, and capital contribution agreements (see Note 31).

31. Commitments and Contingencies

(a) Contingent liabilities

Contingent liabilities may develop in a way not initially expected. Therefore, management continuously assesses contingent liabilities to determine whether an outflow of resources embodying economic benefits has become probable. If it becomes probable that an outflow of future economic benefits will be required for an item previously dealt with as a contingent liability, a provision is recognized in the financial statements of the period in which the change in probability occurs (except in the extremely rare circumstances where no reliable estimate can be made).

The management makes estimates and assumptions that affect disclosures of commitments and contingencies. All estimates and assumptions are based on the evaluation of current circumstances and appraisals with the supports of internal specialists or external consultants.

The management regularly analyzes current information about these matters and provides for probable contingent losses including the estimate of legal expense to resolve the matters. Internal and external lawyers are used for these assessments. In making the decision regarding the need for provisions, management considers whether the Company has an obligation as a result of a past event, whether it is probable that an outflow of cash or other resources embodying economic benefits will be required to settle the obligation and the ability to make a reliable estimate of the amount of obligation.

31. Commitments and Contingencies (cont'd)

(b) Commitments

1) The Company 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.

2) The Company 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.

3) The Company 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.

4) The Company 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.

5) As of March 31, 2026, the amount committed for the acquisition of tangible and intangible assets not yet incurred is W 2,885.6 billion.

31. Commitments and Contingencies (cont'd)

6) As of March 31, 2026, the Company has entered into agreements for overdraft and trade finance with financial institutions, including Woori Bank, with a credit limit of W 3,934.1 billion.

7) The Company utilizes supplier finance arrangements in transactions with certain suppliers to manage working capital more efficiently. Under these arrangements, financial institutions make early payments to suppliers based on the Company's credit standing, and the Company settles the amounts with the financial institution after a specified period. As of March 31, 2026, the Company has entered into purchasing card and reverse factoring arrangements.

① As of March 31, 2026 and December 31, 2025, the carrying amounts of financial liabilities related to supplier finance agreements, the portions already paid by financial institutions to suppliers, and the related statements of financial position line items are as follows:

(in millions of Won)		March 31, 2026		December 31, 2025
		Balance	Amount received by suppliers	Balance
Trade accounts and notes payable	₩	495,903	446,805	664,033
Reverse factoring		454,267	445,952	629,964
Purchase card		41,636	853	34,069
Accounts Payables		129,673	369	230,741
Purchase card		129,673	369	230,741
	₩	625,576	447,174	894,774

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	30~90 days	Within 30 days
Purchase card	40 days	-
Accounts Payables		
Purchase card	40 days	-

31. Commitments and Contingencies (cont'd)

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 Company has entered into supplier finance agreements which have a limit of ₩ 2,998.8 billion with SMBC and nine other financial institutions.

8) As of March 31, 2026, the Company has entered into an LNG terminal use agreement with POSCO INTERNATIONAL Corporation to unload, store, gasify and deliver LNG directly imported by the Company through the Gwangyang LNG terminal for use in process operations and power generation at its Pohang and Gwangyang steelworks. Under the agreement, the Company is granted the exclusive right to use 200,000 ㎘ 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.

9) As of March 31, 2026, the Company'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

10) In relation to the shares of FEWM CO., LTD., the Company holds a call option exercisable during the period from July 1, 2026 to June 30, 2027, under which the Company may require the largest shareholder to sell a portion of its shares in the target company at a pre-agreed exercise price to the Company. The option may be exercised to the extent that the Company's shareholding reaches 59% of the target company's total issued shares at the relevant exercise date.

31. Commitments and Contingencies (cont'd)

11) For 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.

(c) Litigation in progress

The Company is involved in 186 lawsuits collectively amounting to ₩567.7 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 Company has recognized provisions for certain lawsuits and claims and the Company believes that it has a present obligation as of March 31, 2026. (See Note 17)

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

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, 2026
Trade accounts and notes receivable, net	₩	(266,808)	89,959
Other accounts receivable		(103,289)	155,302
Accrued revenue		(457)	494
Inventories		(151,355)	428,097
Prepaid expenses		(22,833)	8,725
Other current assets		(86,587)	37
Long-term guarantee deposits		(326)	(313)
Derivative assets		23,083	29,398
Other non-current assets		(85)	25,550
Trade accounts and notes payable		(252,737)	(431,505)
Other accounts payable		(47,498)	(185,617)
Accrued expenses		2,064	(26,120)
Advances received		113	(10,479)
Withholdings		(1,245)	(20,243)
Unearned revenue		10,195	(2,704)
Other current liabilities		(7,149)	(9,142)
Payments of severance benefits		(72,043)	(67,718)
Plan assets		66,152	46,646
	₩	(910,805)	30,367

33. 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.

34. Events after the Reporting Period

The Company 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 Company 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.