



January 30, 2026

To whom it may concern,

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(Securities code: 5541
TSE Prime Market)
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Notice of Recording of Non-operating Income (Share of Profit of Entities Accounted for Using Equity Method), Revisions to Financial Results Forecast

PACIFIC METALS CO., LTD. (the “Company”) hereby announces that it has recorded share of profit of entities accounted for using equity method under non-operating income for the nine months ended December 31, 2025 (April 1, 2025 through December 31, 2025). The Company also announces that, in light of the most recent performance trend, it has decided to revise the consolidated financial results forecast for the fiscal year ending March 31, 2026 (April 1, 2025 through March 31, 2026) announced on October 31, 2025.

- Details of non-operating income (share of profit of entities accounted for using equity method)

For the nine months ended December 31, 2025, the Company expects to record share of profit of entities accounted for using equity method of 5,981 million yen due mainly to strong performance of entities accounted for using equity method in the Philippines supported by strong demand.

- Revisions to financial results forecast

1. Revisions to consolidated financial results forecast for the fiscal year ending March 31, 2026 (April 1, 2025 through March 31, 2026)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Basic earnings per share
Previously announced forecast (A) (Announced on October 31, 2025)	Million yen 8,532	Million yen (6,494)	Million yen (1,840)	Million yen (1,880)	Yen (108.12)
Revised forecast (B)	9,138	(6,507)	199	(181)	(10.41)
Change (B-A)	606	(13)	2,039	1,699	
Change (%)	7.1	—	—	—	
(Reference) Actual results for the previous fiscal year ended March 31, 2025	13,175	(7,368)	(1,622)	(1,667)	(85.52)

2. Reasons for revisions

With regard to the consolidated financial results forecast, the global economic outlook remains highly

uncertain due to the effects of the stagnant real estate market in China, high interest rates in the U.S. and Europe, growing tensions in the Middle East and Ukraine, the political situation in Venezuela, U.S. tariff policy, and other factors.

On the volume front of the Company's ferronickel products, the environment in which the Company operates has remained largely unchanged. The Company has continued with the policy of volume control from a profitability perspective and expects a slight increase from the previously announced forecast.

In terms of profit and loss, on the selling price front of ferronickel products, the Company also partly refers to the price of nickel pig iron in addition to the market prices applicable to the Company, so revenue is restrained to a certain extent. On the procurement front, the prices of nickel ore, the primary raw material, other raw materials, fuel, and electricity remain high and are expected to significantly impact procurement prices.

In other areas, regarding the impact of the write-down of inventories, while the Company expects to record additional write-down of inventories for the first half, a reversal is expected to occur in the second half because of a reduction in the write-down amount. Therefore, the earnings trend is expected to differ for the first half and the second half. Regarding non-operating income, the Company has revised the amount to be recorded as share of profit of entities accounted for using equity method, among others.

In addition, U.S. tariff policy could have a far-reaching impact, both in and outside of Japan, raising concerns about supply chain disruptions. While the impact on consolidated financial results forecasts is expected to be limited, it could significantly affect demand and pricing for the Company's business through the future economic measures taken by various countries.

Although the situation remains challenging, response measures against such a business environment are consistent with activities to be undertaken under the basic policies set forth by the Company in the "Medium to Long-term Strategy PAMCOvision 2031," and the Company will continue to strongly push forward with these measures.

Accordingly, the consolidated financial results forecast has been revised as described on the previous page. For the underlying assumptions, please refer to "(Reference) Revisions to underlying assumptions," as below.

(Note) The forward-looking statements including the financial results forecast contained herein are based on information currently available to the Company, as well as certain assumptions deemed reasonable by the Company. Actual results may differ significantly from these forecasts due to various factors.

(Reference) Revisions to underlying assumptions

	Sales volume			Production volume			Applicable LME nickel price			Applicable exchange rate		
	(t)			(t)			(\$/lb)			(¥/\$)		
	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year	1st half	2nd half	Full year
Previously announced forecast (Announced on October 31, 2025)	1,890	1,739	3,629	1,787	1,842	3,629	6.95	6.93	6.94	147.83	144.41	146.19
Revised forecast	1,890	1,959	3,850	1,787	1,832	3,619	6.95	6.78	6.86	147.83	152.84	150.38
(Reference) Actual results for the previous fiscal year ended March 31, 2025	3,284	2,146	5,430	2,010	1,878	3,888	8.05	7.32	7.76	153.32	149.85	151.94