SONGWON

FINANCIAL RESULTS Q3 & 9 MONTHS ENDED SEPTEMBER 30, 2026

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About this report

The interim condensed consolidated financial statements including notes (refer to section 2 from page 8 to 41) according to Korean International Financial Reporting Standards (K-IFRS) are reviewed and not audited by our group auditor KPMG Samjong Accounting Corp. The review conclusion on the quarterly financial statements can be found at the beginning of section 2. The review is applicable to the three and nine months ended September 30, 2026 as well as the three and nine months ended September 30, 2025.

A review is substantially less in scope than an audit conducted in accordance with Korean Standards on Auditing (KSA). There have been no significant changes in this approach in comparison to prior quarters and is only expanded in this paragraph for clarification to the user of the financial statements.

The interim condensed consolidated financial statements for three and nine months ended September 30, 2026 included in this report have been prepared in accordance with K-IFRS 1034 and should be read in conjunction with the annual financial statements for the year ended December 31, 2025, which have also been prepared in accordance with K-IFRS. The annual financial statements for the year 2025 can be found on our website www.songwon.com.

All financials disclosed hereunder reflect consolidated numbers in million KRW where not indicated differently.

Forward-looking statements & information

This report contains forward-looking statements and information concerning the outlook for our business. These statements are based on current expectations, estimates and projections concerning factors that may affect SONGWON Industrial Group's future performance, including global and regional economic conditions in the regions, major markets and industries where SONGWON does business. As a result, these forward-looking statements and information are subject to uncertainties and risks, many of which are beyond our control. These may cause our actual results to differ materially from the forward-looking information and statements made in this report and possibly affect our ability to achieve any, or all of, our stated targets. SONGWON Industrial Group believes that the expectations reflected in any forward-looking statement are based upon reasonable assumptions; however, no assurance can be given that these expectations will prove to be correct.

The forward-looking statements contained herein are current only as of the date of this document.

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SECTION 1:

Business Development

Key financial data

	Q3 2026	Q3 2025		For the nine months ended September 30, 2026	2025	
	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%
Sales	301,204	258,616	16.5%	898,917	799,777	12.4%
Gross profit	61,045	35,189	73.5%	194,490	114,559	69.8%
Gross profit margin	*20.3%*	*13.6%*		*21.6%*	*14.3%*	
Operating profit	23,728	5,391	340.1%	90,097	24,920	261.5%
EBITDA	34,003	15,373	121.2%	122,391	55,397	120.9%
EBITDA margin	*11.3%*	*5.9%*		*13.6%*	*6.9%*	
EBIT	23,553	4,075	478.0%	90,269	23,436	285.2%
EBIT margin	*7.8%*	*1.6%*		*10.0%*	*2.9%*	
Profit for the period	13,017	1,697	667.1%	60,727	5,073	1,097.1%
Total assets				1,266,172	1,168,014	8.4%
Total equity				792,696	755,734	4.9%
Equity ratio				*62.6%*	*64.7%*	
Headcounts				990	970	2.1%

Sales development

Divisions

For the three months ended September 30,

	2026	2025		2026	2025		2026	2025	
	Industrial Chemicals			Performance Chemicals					
	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%
Sales	212,538	187,517	13.3%	88,666	71,099	24.7%	301,204	258,616	16.5%

For the nine months ended September 30,

	2026	2025		2026	2025		2026	2025	
	Industrial Chemicals			Performance Chemicals					
	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%
Sales	646,045	586,669	10.1%	252,872	213,108	18.7%	898,917	799,777	12.4%

Regions

	Q3 2026	Q3 2025		For the nine months ended September 30, 2026	2025	
	million KRW	million KRW	Δ%	million KRW	million KRW	Δ%
Korea	44,560	42,290	5.4%	144,611	131,354	10.1%
Rest of Asia	86,060	79,081	8.8%	266,435	239,637	11.2%
Europe	69,518	62,681	10.9%	220,088	199,307	10.4%
North and South America	77,853	59,692	30.4%	215,364	187,247	15.0%
Middle East and Africa	23,213	14,872	56.1%	52,419	42,232	24.1%
Total sales	**301,204**	**258,616**	**16.5%**	**898,917**	**799,777**	**12.4%**

Business development

SONGWON Industrial Group achieved consolidated sales of 301,204 million KRW in Q3/2026, up 16.5% from 258,616 million KRW in Q3/2025. Net profit increased significantly from 1,697 million KRW in the prior-year quarter to 13,017 million KRW. Over the first nine months of 2026, Group revenues reached 898,917 million KRW, representing a 12.4% increase compared with 799,777 million KRW in the same period of 2025. The Group's gross profit margin rose by 7.3 percentage points from 14.3% to 21.6%, while net profit climbed to 60,727 million KRW from 5,073 million KRW in the prior-year period.

SONGWON maintained solid business performance in Q3/2026 against a challenging backdrop of geopolitical uncertainty, competitive pressure and elevated logistics costs. Following an exceptionally strong Q2/2026, which had benefited from precautionary customer purchasing and tighter market supply, demand patterns normalized during Q3. Across key areas of the portfolio, pricing remained supportive, while stable production and reliable supply enabled the Group to continue meeting changing customer requirements. Despite the strong year-on-year financial performance, the strengthening of the KRW against the USD and EUR in Q3/2026 adversely affected sales relative to raw material costs. Foreign exchange losses also weighed on the Group's results.

Division Industrial Chemicals

In the third quarter of 2026, Division Industrial Chemicals delivered a solid performance, with revenues rising by 13.3% to 212,538 million KRW from 187,517 million KRW in Q3/2025. YTD September 2026 revenues increased by 10.1% to 646,045 million KRW, compared with 586,669 million KRW in the prior-year period.

Despite changing market dynamics and continued macroeconomic uncertainty, Division Industrial Chemicals recorded solid results in Q3/2026, benefiting from tighter market supply conditions resulting from competitor production cutbacks and force majeure events. Polymer Stabilizers performed strongly. The business successfully sustained prices and volumes as the conflict in the Middle East continued to affect raw material availability and tighten market supply conditions. Throughout the quarter, SONGWON's stable production and reliability of supply also contributed to securing several new customers. After stronger-than-anticipated demand in Q2/2026, Q3/2026 was a more subdued quarter for Fuel & Lubricant Additives, with customer destocking weighing on sales volumes. Demand was also affected by U.S. tariff measures and intense competition in spot markets, while the Middle East conflict led to shortages of Group III base oils and higher raw material and logistics costs. Coatings recorded significantly higher revenues and volumes compared with Q3/2025. Due to seasonal factors and customer pre-buying in Q2/2026, demand was lower than in the previous quarter. Raw material availability constraints also contributed to lower-than-expected volume growth.

Division Performance Chemicals

Division Performance Chemicals recorded significant revenue growth in Q3/2026, with revenues increasing by 24.7% to 88,666 million KRW from 71,099 million KRW in Q3/2025. YTD September 2026 revenues rose by 18.7% to 252,872 million KRW, compared with 213,108 million KRW in YTD September 2025.

For Division Performance Chemicals, Q3/2026 was another strong quarter, with revenues increasing compared with both the previous quarter and Q3/2025 as the business successfully navigated persistent market headwinds and a challenging operating environment. Tin Intermediates achieved strong revenues and margins in Q3 on the back of higher tin ingot prices. As the quarter progressed, the business also saw a recovery in sales volumes as customer demand improved. PVC performed strongly, benefiting from robust demand in Southeast Asia and EMEA.

Outlook

Going into the final quarter of 2026, SONGWON anticipates that market conditions will remain challenging, with intense pricing competition and volatile raw material costs continuing to impact business activity. Customers are expected to continue reducing inventories following the precautionary stock building earlier in the year, although purchasing activity may gradually recover as stock levels normalize. While seasonal factors and competitive pressures may limit volume growth toward year-end, developments in the Middle East, U.S. tariff policies and logistics constraints are also expected to influence market dynamics. With market visibility remaining limited, developments through the remainder of 2026 are difficult to predict, particularly given the ongoing influence of geopolitical factors, supply-chain conditions and customer ordering patterns.

Amid the challenging business environment, SONGWON will continue to monitor market developments and adapt its operations to changing conditions, with a strong focus on operational efficiency, cost control and maintaining reliable supply to customers. By leveraging its global manufacturing network, integrated supply chain and customer-focused approach, the Group aims to continue capitalizing on emerging opportunities and developing new customer relationships into long-term partnerships. With a clear focus on operational excellence and on executing its strategic priorities successfully, SONGWON has a solid foundation on which to create sustainable value for customers and shareholders and further strengthen its position across global markets.

SECTION 2:

Interim Condensed Consolidated Financial Statements (unaudited)

KPMG SAMJONG

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Independent Auditors' Review Report

Based on a report originally issued in Korean

To the Board of Directors and Shareholders of

Songwon Industrial Co., LTD.

Reviewed consolidated financial statements

We have reviewed the accompanying condensed consolidated interim financial statements of Songwon Industrial Co., LTD. and its subsidiaries (the "Group") expressed in Korean won, which comprise the condensed consolidated statement of financial position as of September 30, 2026, the condensed consolidated statements of comprehensive income for the three-month and nine-month periods ended September 30, 2026 and 2025, changes in equity and cash flows for the nine-month periods ended September 30, 2026 and 2025 and notes, including material accounting policies.

Management's responsibility for the consolidated financial statements

Management is responsible for the preparation and fair presentation of these condensed consolidated interim financial statements in accordance with Korean International Financial Reporting Standards ("K-IFRS") No.1034 *'Interim Financial Reporting'*, and for such internal control as management determines is necessary to enable the preparation of condensed consolidated interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' review responsibility

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

We conducted our reviews 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 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 reviews, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated interim financial statements referred to above do not present fairly, in all material respects, in accordance with K-IFRS No.1034, '*Interim Financial Reporting*'.

Other matters

The procedures and practices utilized in the Republic of Korea to review such condensed consolidated interim financial statements may differ from those generally accepted and applied in other countries.

The statement of financial position of the Group as of December 31, 2025, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the year then ended, which are not accompanying this report, were audited by us in accordance with Korean Standards on Auditing and our report thereon, dated February 27, 2026, expressed an unqualified opinion. The accompanying condensed consolidated statement of financial position of the Group as of December 31, 2025, presented for comparative purposes, is not different from that audited by us from which it was derived in all material respects.

As described in note 31, the condensed consolidated interim financial statements as of September 30, 2026 and December 31, 2025 and for the three-month and nine-month periods ended September 30, 2026 and 2025 have been translated into United States dollars solely for the convenience of the reader and such translation does not comply with K-IFRS. We have reviewed the translation and nothing came to our attention that cause us to believe that the condensed consolidated interim financial statements expressed in Korean won have not been translated into dollars on the basis set forth in note 31 to the condensed consolidated interim financial statements.

KPMG Samjong Accounting Corp.

Seoul, Korea

November 11, 2026

This report is effective as of November 11, 2026, the review report date. Certain subsequent events or circumstances, which may occur between the review report date and the time of reading this report, could have a material impact on the accompanying condensed consolidated interim financial statements and notes thereto. Accordingly, the readers of the review report should understand that the above review report has not been updated to reflect the impact of such subsequent events or circumstances, if any.

Interim consolidated statements of financial position (unaudited)[1]

		As of	
		September 30, 2026	December 31, 2025
	Notes	million KRW	million KRW
ASSETS			
Current assets		**767,798**	**634,032**
Cash and cash equivalents	5	124,686	112,669
Trade and other receivables	6, 27	189,884	156,463
Other current financial assets	7, 19, 28	8,201	10,500
Other current assets	8	17,054	11,291
Inventories	9	425,578	341,676
Income tax receivables	24	2,395	1,433
Non-current assets		**498,374**	**513,280**
Investments accounted for using the equity method	10, 27	10,606	10,463
Property, plant and equipment	4, 11, 21	418,678	426,216
Investment properties	4, 21	3,431	3,436
Intangible assets	4, 12	17,278	14,474
Right-of-use assets	4, 13	30,375	34,685
Other non-current financial assets	7, 27, 28	3,508	3,065
Other non-current assets		10,972	13,950
Deferred tax assets	24	3,526	6,991
Total assets		**1,266,172**	**1,147,312**
EQUITY AND LIABILITIES			
Total liabilities		**473,476**	**387,202**
Current liabilities		**373,558**	**291,387**
Interest-bearing loans and borrowings	15, 21	167,239	143,820
Trade and other payables	16, 27	179,257	129,891
Current lease liabilities	13	2,975	3,209
Other current financial liabilities	18, 19, 28	1,772	3,352
Other current liabilities	17	9,785	4,344
Income tax payable	24	12,530	6,771
Non-current liabilities		**99,918**	**95,815**
Pension liability		4,785	5,045
Other long-term employee-related liabilities	30	12,275	21,666
Non-current lease liabilities	13	29,819	33,277
Other non-current financial liabilities	18	12,198	781
Other non-current liabilities		1,737	354
Deferred tax liabilities	24	39,104	34,692
Equity	**14**	**792,696**	**760,110**
Issued capital		12,000	12,000
Capital surplus		20,482	20,482
Reserves	14	31,815	31,623
Retained earnings	14	724,348	668,818
Other components of equity	14	4,051	27,187
Total equity and liabilities		**1,266,172**	**1,147,312**

[1] Refer to Note 31 for supplementary information in USD.

Interim consolidated statements of comprehensive income (unaudited)[2]

		For the three months ended September 30,	
		2026	**2025**
	Notes	million KRW	million KRW
Sales	4, 27	301,204	258,616
Cost of sales	27, 30	-240,159	-223,427
Gross profit		**61,045**	**35,189**
Selling and administration costs	22, 27, 30	-37,317	-29,798
Operating profit		**23,728**	**5,391**
Other income		158	260
Other expenses		-333	-1,576
Share of result from investments accounted for using the equity method	10	245	236
Finance income	23	19,418	3,783
Finance expenses	23	-27,910	-3,453
Profit before tax		**15,306**	**4,641**
Income tax expenses	24	-2,289	-2,944
Profit for the period		**13,017**	**1,697**
Other comprehensive income / (expense), net of taxes			
Net other comprehensive income / (expense) to be reclassified to profit or loss in subsequent periods		*-36,344*	*5,583*
Gains / (Losses) on valuation of interest rate swaps		-4	-
Exchange differences on translation of foreign operations	14	-36,340	5,583
Net other comprehensive income / (expense) not to be reclassified to profit or loss		*-2,204*	*3,014*
Re-measurement gain / (loss) on defined benefit plans	14	-2,204	3,014
Total other comprehensive income / (expense), net of taxes		**-38,548**	**8,597**
Total comprehensive income		**-25,531**	**10,294**
Earnings per share		**KRW**	**KRW**
Basic and diluted earnings per share	25	542	71

[2] Refer to Note 31 for supplementary information in USD.

Interim consolidated statements of comprehensive income (unaudited)[3]

		For the nine months ended September 30,	
		2026	**2025**
	Notes	million KRW	million KRW
Sales	4, 27	898,917	799,777
Cost of sales	27, 30	-704,427	-685,218
Gross profit		**194,490**	**114,559**
Selling and administration costs	22, 27, 30	-104,393	-89,639
Operating profit		**90,097**	**24,920**
Other income		1,385	1,111
Other expenses		-1,213	-2,595
Share of result from investments accounted for using the equity method	10	863	768
Finance income	23	42,688	25,890
Finance expenses	23	-49,843	-37,363
Profit before tax		**83,977**	**12,731**
Income tax expenses	24	-23,250	-7,658
Profit for the period		**60,727**	**5,073**
Other comprehensive income, net of taxes			
Net other comprehensive income to be reclassified to profit or loss in subsequent periods		*-23,135*	*-848*
Gains / (Losses) on valuation of interest rate swaps		-4	-
Exchange differences on translation of foreign operations	14	-23,131	-848
Net other comprehensive income not to be reclassified to profit or loss		*2,194*	*2,599*
Gains / (Losses) on valuation of financial assets at FVOCI	14	-1	1
Re-measurement gains on defined benefit plans	14	2,195	2,598
Total other comprehensive income, net of taxes		**-20,941**	**1,751**
Total comprehensive income		**39,786**	**6,824**
Earnings per share		**KRW**	**KRW**
Basic and diluted earnings per share	25	2,530	211

[3] Refer to Note 31 for supplementary information in USD.

Interim consolidated statements of changes in equity (unaudited)[4]

	For the nine months ended September 30, 2025 and 2026							
	Issued capital	Capital surplus	Reserves	Retained earnings	Cash flow hedge reserve	Fair value reserve of financial assets at FVOCI	Foreign currency translation reserve	
	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
As of January 1, 2025	**12,000**	**20,482**	**30,903**	**669,322**	**-**	**-701**	**24,104**	**756,110**
Profit for the period	-	-	-	5,073	-	-	-	5,073
Other comprehensive income	-	-	-	2,598	-	1	-848	1,751
Total comprehensive income	**-**	**-**	**-**	**7,671**	**-**	**1**	**-848**	**6,824**
Dividends	-	-	-	-7,200	-	-	-	-7,200
Appropriation to reserves	-	-	720	-720	-	-	-	-
As of September 30, 2025	**12,000**	**20,482**	**31,623**	**669,073**	**-**	**-700**	**23,256**	**755,734**
As of January 1, 2026	**12,000**	**20,482**	**31,623**	**668,818**	**-**	**-690**	**27,877**	**760,110**
Profit for the period	-	-	-	60,727	-	-	-	60,727
Other comprehensive income	-	-	-	2,195	-4	-1	-23,131	-20,941
Total comprehensive income	**-**	**-**	**-**	**62,922**	**-4**	**-1**	**-23,131**	**39,786**
Dividends	-	-	-	-7,200	-	-	-	-7,200
Appropriation to reserves	-	-	192	-192	-	-	-	-
As of September 30, 2026	**12,000**	**20,482**	**31,815**	**724,348**	**-4**	**-691**	**4,746**	**792,696**

[4] Refer to Note 31 for supplementary information in USD.

Interim consolidated statements of cash flows (unaudited)[5]

		For the nine months ended September 30,	
		2026	**2025**
	Notes	million KRW	million KRW
Profit for the period		**60,727**	**5,073**
Total adjustments	**26**	**52,170**	**60,230**
Changes in operating assets and liabilities	**26**	**-90,963**	**-5,589**
Interest received		1,077	1,244
Payments of income tax		-10,117	-26,486
Net cash flows provided by operating activities		**12,894**	**34,472**
Proceeds from sale of property, plant and equipment	11	29	27
Purchases of property, plant and equipment	11	-25,412	-23,533
Purchases of intangible assets	12	-4,317	-458
Dividends received from investments using equity method		652	-
(Purchases) / proceeds from sale of other financial assets, net		588	761
Net cash flows used in investing activities		**-28,460**	**-23,203**
Proceeds from borrowings	15	223,566	206,911
Repayments of borrowings	15	-197,221	-206,841
Payment of lease liabilities	13	-3,769	-3,741
Proceeds from / (repayments of) other financial liabilities, net		12,706	815
Interest paid		-4,397	-4,488
Dividends paid		-7,200	-7,200
Net cash flows provided by financing activities		**23,685**	**-14,544**
(Decrease) / increase in cash and cash equivalents		8,119	-3,275
Net foreign exchange differences		3,898	-375
Cash and cash equivalents as of January 1	5	112,669	113,481
Cash and cash equivalents as of September 30	**5**	**124,686**	**109,831**

[5] Refer to Note 31 for supplementary information in USD.

Notes to the interim condensed consolidated financial statements

1. Corporate information

SONGWON Industrial Group (the "Group") consists of the parent company, Songwon Industrial Co., Ltd. (the "Company") and its consolidated subsidiaries as listed below. The Company was incorporated on December 15, 1965, under the law of the Republic of Korea to engage in the manufacture and commercial sale of polymer stabilizers, tin intermediates, PVC stabilizers and specialty chemicals. The Company's main manufacturing plants are located in Korea in Ulsan, Maeam, Suwon and in India in Ankleshwar.

The Company has listed its common shares on the Korea Exchange since June 1977, pursuant to the Korean Securities and Exchange Act.

Scope of consolidation

The consolidated subsidiaries as of September 30, 2026 are as follows:

		September 30, 2026	
Name	**Location**	**Status**	**Interest**
Songwon Industrial Co., Ltd.	Korea	Parent	
Songwon International-Japan K.K.	Japan	Subsidiary	100%
Songwon Specialty Chemicals-India Pvt. Ltd.	India	Subsidiary	100%
Songwon International-Americas Inc.	USA	Subsidiary	100%
Songwon International AG	Switzerland	Subsidiary	100%
Songwon Group Holding AG	Switzerland	Subsidiary	100%
Songwon Management AG	Switzerland	Subsidiary	100%
Songwon ATG GmbH	Germany	Subsidiary	100%
Songwon Europe GmbH	Germany	Subsidiary	100%
Songwon Chemicals GmbH	Germany	Subsidiary	100%
Songwon Trading GmbH	Germany	Subsidiary	100%
Songwon International-Qingdao Co., Ltd.	China	Subsidiary	100%
Songwon International Middle East FZE	UAE	Subsidiary	100%
Songwon Polysys Additives-Sole Proprietorship LLC	UAE	Subsidiary	100%
Songwon Additive Technology Saudi Arabia	Kingdom of Saudi Arabia	Subsidiary	100%

2. Basis of preparation

The interim condensed consolidated financial statements for the three and nine months ended September 30, 2026 have been prepared in accordance with K-IFRS 1034 – *Interim Financial Reporting* enacted by the *Act on External Audit of Stock Companies*.

The interim condensed consolidated financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Group's annual financial statements for the year ended December 31, 2025.

The interim condensed consolidated financial statements have been prepared on a historical cost basis, except for certain items such as financial instruments. The financial statements are presented in Korean Won (KRW) and all values are rounded to the nearest million (000,000), except when otherwise indicated.

The Group maintains its official accounting records in Korean Won. The accompanying interim condensed consolidated financial statements have been translated into English from the Korean language financial statements. In the event of any differences in the interpretation of the financial statements or the independent auditor's review report thereon, the Korean version, which is used for regulatory reporting purposes, shall prevail.

3. Material accounting policies

The accounting policies adopted in the preparation of the interim condensed consolidated financial statements are consistent with those followed in the preparation of the Group's annual financial statements for the year ended December 31, 2025, except for the adoption of new standards effective as of January 1, 2026. The Group has not early adopted any standard, interpretation or amendment that has been issued but not yet effective. None of the amendments effective as of January 1, 2026 have an impact on the interim consolidated financial statements of the Group.

4. Segment information

The Chief Operating Decision Makers (CODM) at SONGWON, leaders of respective divisions, monitor the sales and operating profits or losses of its operating segments separately for the purpose of making decisions about resource allocation and performance assessment. However, certain income and expense positions such as other income / expenses, finance income / expenses and income tax expenses are managed on a Group basis and therefore not allocated to operating segments. The Group does not disclose a measure of total assets and liabilities for each reportable segment as such amounts are not reported to the CODM.

Reported key figures

The following key figures are presented each month to the CODM. For the segment reporting, the same accounting policies and methods of computation as applied in the most recent annual financial statement are used.

	For the three months ended September 30,					
	2026	2025	2026	2025	2026	2025
	Industrial Chemicals		Performance Chemicals		Total	
Description	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
Sales	212,538	187,517	88,666	71,099	301,204	258,616
Operating profit	18,320	6,013	5,408	-622	23,728	5,391

	For the nine months ended September 30,					
	2026	2025	2026	2025	2026	2025
	Industrial Chemicals		Performance Chemicals		Total	
Description	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
Sales	646,045	586,669	252,872	213,108	898,917	799,777
Operating profit	73,071	23,328	17,026	1,592	90,097	24,920

As of September 30, 2026, the balance of contract liabilities not recognized as sales at the end of the reporting period amounted to 8,872 million KRW (operating advances: 3,708 million KRW, deferred sales: 3,471 million KRW, non-current contract liability: 1,693 million KRW). As of December 31, 2025, the balance of contract liabilities not recognized as sales was 3,264 million KRW (operating advances: 2,000 million KRW, deferred sales: 1,264 million KRW).

Sales

	For the three months ended September 30,	
	2026	**2025**
	million KRW	million KRW
Korea	44,560	42,290
Rest of Asia	86,060	79,081
Europe	69,518	62,681
North and South America	77,853	59,692
Middle East and Africa	23,213	14,872
Total sales	**301,204**	**258,616**

	For the nine months ended September 30,	
	2026	**2025**
	million KRW	million KRW
Korea	144,611	131,354
Rest of Asia	266,435	239,637
Europe	220,088	199,307
North and South America	215,364	187,247
Middle East and Africa	52,419	42,232
Total sales	**898,917**	**799,777**

During the reporting period as of September 30, 2026, there is one customer referring to the reporting segment “Industrial Chemicals” that accounted for more than 10% of the Group’s total sales with the total amount of revenues of 30,497 million KRW during three months as of September 30, 2026 (during three months as of September 30, 2025: 34,433 million KRW) and with the total amount of revenues of 106,993 million KRW during nine months as of September 30, 2026 (during nine months as of September 30, 2025: 111,028 million KRW).

Non-current assets

	As of	
	September 30, 2026	**December 31, 2025**
	million KRW	million KRW
Korea	385,157	386,137
Rest of Asia	19,750	22,828
Europe	5,832	7,135
North and South America	41,674	43,645
Middle East and Africa	17,349	19,066
Total	**469,762**	**478,811**

5. Cash and cash equivalents

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Cash on hand	67	48
Bank accounts	96,741	75,757
Time deposits (< 3 months)	27,878	36,864
Total	**124,686**	**112,669**

As of September 30, 2026, time deposits included restricted cash of 679 million KRW (December 31, 2025: 876 million KRW).

6. Trade and other receivables

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Trade and notes receivables	188,404	153,863
Allowances for trade and notes receivables	-1,321	-1,305
Other accounts receivables	2,641	3,792
Allowances for other accounts receivables	-8	-7
Accrued income	168	120
Total	**189,884**	**156,463**

The ageing analysis of trade and other receivables is as follows:

	Total	Current	Days past due			
			≤ 90	91-120	121-180	> 180
	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
September 30, 2026	**191,213**	140,568	49,795	224	-	626
December 31, 2025	**157,775**	150,691	6,124	23	144	793

7. Other financial assets

Description	September 30, 2026		December 31, 2025	
	Current	Non-Current	Current	Non-Current
	million KRW		million KRW	
Financial instruments at amortized cost	7,217	676	4,300	387
Financial instruments at FVtPL	425	895	5,728	795
Guarantees and other deposits at amortized cost	559	1,937	472	1,883
Total	**8,201**	**3,508**	**10,500**	**3,065**

As of September 30, 2026, financial instruments at amortized cost included restricted cash of 5 million KRW (December 31, 2025: 5 million KRW) as well as pledged bank deposits of 613 million KRW (December 31, 2025: 637 million KRW).

8. Other current assets

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Advance payments	1,247	1,027
Prepaid expenses	4,893	5,775
VAT receivable	10,914	4,489
Total	**17,054**	**11,291**

9. Inventories

Description	September 30, 2026			December 31, 2025		
	Acquisition	Allowance	Net Value	Acquisition	Allowance	Net Value
	million KRW			million KRW		
Raw materials and supplies	86,787	-767	86,020	66,244	-417	65,827
Work in progress	1,021	-37	984	1,184	-37	1,147
Finished and semi-finished goods	255,970	-8,617	247,353	219,053	-5,616	213,437
Goods in transit	86,488	-	86,488	58,936	-	58,936
Consignment stocks	4,733	-	4,733	2,329	-	2,329
Total inventories at the lower of cost and net realizable value	**434,999**	**-9,421**	**425,578**	**347,746**	**-6,070**	**341,676**

During the nine months ended September 30, 2026, the Group recognized a loss on valuation of inventory of 4,971 million KRW (for the nine months ended September 30, 2025: 1,612 million KRW) and reversed the loss on valuation of inventory recognized in prior periods of 1,620 million KRW (for the nine months ended September 30, 2025: 2,836 million KRW).

For the nine months ended September 30, 2026, the Group recognized impairment losses of 2,449 million KRW in inventories (for the nine months ended September 30, 2025: 1,716 million KRW).

10. Investment accounted for using the equity method

Investments in joint ventures as of September 30, 2026 are as follows:

			September 30, 2026
Name	Location	Status	Interest
Songwon Baifu Chemicals (Tangshan) Co., Ltd.	China	Joint Venture	30%

The changes in the investments accounted for using the equity method are summarized as follows:

Songwon Baifu Chemicals (Tangshan) Co., Ltd.	As of January 1	Dividends	Share of result from equity method revaluation	Exchange rate effects	As of September 30
	million KRW	million KRW	million KRW	million KRW	million KRW
2025	**9,202**	-	768	-97	**9,873**
2026	**10,463**	-652	863	-68	**10,606**

The Group's share in joint ventures' results is as follows.

	For the nine months ended September 30,	
	2026	**2025**
	million KRW	million KRW
Profit or loss from continuing operations	863	768
Other comprehensive income	-68	-97
Total comprehensive income	**795**	**671**

11. Property, plant and equipment

	Land	**Buildings**	**Structures**	**Machinery**	**Other**	**Construction in progress**	**Total**
	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
As of January 1, 2025	**149,656**	**65,408**	**30,317**	**172,908**	**4,613**	**7,797**	**430,699**
Additions	-	297	129	1,573	305	20,702	23,006
Disposals	-	-30	-35	-257	-1	-	-323
Depreciation charge	-	-2,648	-3,242	-18,967	-907	-	-25,764
Reclassifications	-	117	165	7,244	1,215	-8,741	-
Net exchange differences	-	-1,093	-	-1,188	-106	-249	-2,636
As of September 30, 2025	**149,656**	**62,051**	**27,334**	**161,313**	**5,119**	**19,509**	**424,982**
As of January 1, 2026	**149,656**	**73,422**	**28,194**	**164,178**	**5,663**	**5,103**	**426,216**
Additions	-	291	460	1,462	617	21,414*	24,244
Disposals	-	-151	-36	-254	-	-	-441
Depreciation charge	-	-2,986	-3,637	-19,173	-1,118	-	-26,914
Reclassifications	-	254	372	2,714	471	-3,811	-
Net exchange differences	-	-1,952	-	-1,725	-302	-448	-4,427
As of September 30, 2026	**149,656**	**68,878**	**25,353**	**147,202**	**5,331**	**22,258**	**418,678**

** During the nine months ended September 30, 2026, additions to construction in progress included capitalized borrowing cost of 208 million KRW.*

12. Intangible assets

	Industrial rights	Software	Memberships	Emission Rights	Goodwill	Construction in progress	Total
	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW	million KRW
As of January 1, 2025	**3,247**	**7,727**	**831**	**-**	**3,530**	**509**	**15,844**
Additions	72	-	-	-	-	386	458
Disposals	-	-	-	-	-	-119	-119
Reclassifications	197	-	-	-	-	-197	-
Amortization	-464	-721	-	-	-	-	-1,185
Net exchange differences	-	-1	-	-	-283	-	-284
As of September 30, 2025	**3,052**	**7,005**	**831**	**-**	**3,247**	**579**	**14,714**
As of January 1, 2026	**2,919**	**6,769**	**831**	**-**	**3,281**	**674**	**14,474**
Additions	61	-	-	3,899	-	357	4,317
Reclassifications	139	-	-	-12	-	-139	-12
Amortization	-423	-702	-	-	-	-	-1,125
Net exchange differences	-	-	-	-	-376	-	-376
As of September 30, 2026	**2,696**	**6,067**	**831**	**3,887**	**2,905**	**892**	**17,278**

13. Right-of-use assets and leases

	Right-of-use assets - buildings	Right-of-use assets - structures	Right-of-use assets - machinery	Right-of-use assets - other	Total
	million KRW	million KRW	million KRW	million KRW	million KRW
As of January 1, 2025	**32,816**	**487**	**747**	**1,473**	**35,523**
Additions	10	245	-	956	1,211
Depreciation charge	-2,352	-493	-124	-425	-3,394
Modification of contract	1,367	2	-	-1	1,368
Net exchange differences	-601	-	-50	-29	-680
As of September 30, 2025	**31,240**	**241**	**573**	**1,974**	**34,028**
As of January 1, 2026	**31,136**	**508**	**540**	**2,501**	**34,685**
Additions	299	254	-	317	870
Depreciation charge	-2,104	-560	-121	-646	-3,431
Modification of contract	56	51	-	-24	83
Net exchange differences	-1,689	-	-45	-98	-1,832
As of September 30, 2026	**27,698**	**253**	**374**	**2,050**	**30,375**

During the nine months ended September 30, 2026, no material reassessments of building lease terms were conducted. (for the nine months ended September 30, 2025, two significant reassessments of building lease terms were conducted that resulted in a net decrease of the right-of-use assets and corresponding lease liabilities by KRW 6,468 million, and a separate increase of both by KRW 5,000 million)

Set out below are the carrying amounts of lease liabilities and the movements during the period:

	2026	2025
Description	**million KRW**	**million KRW**
As of January 1	**36,486**	**35,905**
Additions	870	1,211
Modifications	83	1,368
Net exchange differences	-1,988	-4
Accretion of interest	1,112	890
Payments	-3,769	-3,741
As of September 30	**32,794**	**35,629**

14. Equity

At the regular general meeting of shareholders held on March 19, 2026, dividends with the total amount of 7,200 million KRW were approved by the shareholders. Legal reserves increased by 192 million KRW due to the appropriation to the reserve approved by the shareholders on March 19, 2026.

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Re-measurement of defined benefit plans	-10,858	-13,053
OCI recognized within retained earnings	**-10,858**	**-13,053**
Cash flow hedge reserve	-4	-
Fair value reserve of financial assets at FVOCI	-691	-690
Foreign currency translation reserve	4,746	27,877
OCI recognized within other components of equity	**4,051**	**27,187**

15. Interest-bearing loans and borrowings

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Short-term borrowings	167,239	141,570
Current portion of long-term borrowings	-	2,250
Total	**167,239**	**143,820**

16. Trade and other payables

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Trade payables	144,576	95,296
Accrued expenses	30,655	30,302
Other payables	4,026	4,293
Total	**179,257**	**129,891**

17. Emission rights and emission liabilities

Details of annual quantity of allocated emission allowances as of September 30, 2026 are as follows (Unit: Korean Allowance Unit - KAU):

	2026	2027	2028	2029	2030	Total
Allocated emission allowance	100,261	99,287	98,128	96,969	95,812	**490,457**

Changes in emission rights by compliance year as of September 30, 2026 are:

	KAU26		KAU25		KAU24	
Description	**Quantity**	**Book value**	**Quantity**	**Book value**	**Quantity**	**Book value**
	KAU	million KRW	KAU	million KRW	KAU	million KRW
Beginning balance	**219,991**	**3,887**	**3,136**	**-**	**9,844**	**-**
Allocation	100,261	-	137,574	-	137,574	-
Allocation cancellation	-	-	-20,982	-	-	-
Acquisition	-	-	220,700	3,899	-	-
Disposal	-	-	-	-	-628	-
Delivery to government	-	-	-120,437	-12	-143,654	-
Carryforward	-	-	-219,991	-3,887	-3,136	-
Available balance	**320,252**	**3,887**	**-**	**-**	**-**	**-**

There are no emission rights provided as collateral as of September 30, 2026.

Set out below are the carrying amount of emission liabilities recognized and movements during the period:

	2026	2025
Description	**million KRW**	**million KRW**
As of January 1	**-**	**-**
Increase	395	-
Decrease	-	-
As of September 30	**395**	**-**

Estimated greenhouse gas emissions in 2026 are 130,054 KAU.

18. Other financial liabilities

	September 30, 2026		December 31, 2025	
Description	**Current**	**Non-Current**	**Current**	**Non-Current**
	million KRW		million KRW	
Derivative liabilities (note 19)	190	-	1,637	-
Deposits	1,359	12,198	1,436	781
Accrued interest expenses	223	-	279	-
Total	**1,772**	**12,198**	**3,352**	**781**

19. Derivative financial instruments

	September 30, 2026		December 31, 2025	
Description	**Assets**	**Liabilities**	**Assets**	**Liabilities**
	million KRW		million KRW	
Forward exchange contracts (current portion)	-	185	-	1,637
Interest rate swap contracts (current portion)	-	5	-	-
Currency swaps (current portion)	-	-	713	-
Total	**-**	**190**	**713**	**1,637**

19.1. Forward exchange contracts

Details of forward exchange contracts which the Group entered into with financial institutions in order to hedge the risk of foreign exchange rate fluctuation of assets denominated in foreign currencies as of September 30, 2026 and December 31, 2025 are as follows:

As of September 30, 2026

Contractual party	Position	Contract amount	Maturity dates	Contractual exchange rate
UBS	Sell	USD 210,000	22.10.2026	CHF 0.747499
UBS	Sell	EUR 380,000	22.10.2026	CHF 0.893472
UBS	Sell	USD 210,000	24.11.2026	CHF 0.744810
UBS	Sell	EUR 380,000	24.11.2026	CHF 0.891421
UBS	Sell	USD 210,000	22.12.2026	CHF 0.742506
UBS	Sell	EUR 380,000	22.12.2026	CHF 0.886727

As of December 31, 2025

Contractual party	Position	Contract amount	Maturity dates	Contractual exchange rate
WOORI BANK	Sell	EUR 9,800,000	30.01.2026 ~ 30.06.2026	KRW 1,551.10 ~ 1,670.60
CITI BANK	Sell	EUR 21,220,000	30.01.2026 ~ 30.06.2026	KRW 1,551.00 ~ 1,677.40
BUSAN BANK	Sell	EUR 1,620,000	30.01.2026 ~ 31.03.2026	KRW 1,579.00

19.2. Currency swaps

As of September 30, 2026, the Group did not have any outstanding currency swap contracts to hedge the exchange rate risks. The contracts outstanding as of December 31, 2025 were as follows:

As of December 31, 2025

Contractual party	Target	Contract Amount	Interest condition	Contract date	Maturity date
Citibank Korea	Short-term borrowing	Receipt: 10,000 TUSD	USD SOFR + 0.8%	23.09.2025	23.09.2026
		Payment: 13,948 MKRW	KRW 3M CD + 0.8%		
Hana Bank	Short-term borrowing	Receipt: 10,000 TUSD	USD 3M SOFR + 1.0%	23.09.2025	23.09.2026
		Payment: 13,948 MKRW	KRW 3M CD + 0.8%		

19.3. Interest rate swaps

To hedge the interest rate risks associated with the underlying principal loan agreement, the Group has entered into the following interest rate swap contracts as of September 30, 2026 (December 31, 2025: none)

Description	Contract Amount	Floating Interest rate	Fixed Interest rate	Contract date	Maturity date
Underlying borrowing	Receipt: 13,533 MKRW	KRW 3M CD + 0.655%	N/A	16.09.2026	16.09.2027
Interest rate swap	Payment: 13,533 MKRW	KRW 3M CD + 0.655%	4.35%		

20. Contingencies and commitments

20.1. Contingent liability

Contingent liabilities in the Group are related to open tax appeals of 2,085 million KRW (December 2025: 1,232 million KRW).

20.2. Other lease commitments

The Group has entered into short-term and low-value leases on certain buildings, vehicles, furniture and fixture. The lease periods for low-value leases are below 5 years. Future minimum short-term and low-value lease payments as of September 30, 2026 and December 31, 2025 are as follows:

Description	September 30, 2026	December 31, 2025
	million KRW	million KRW
Short-term lease commitments		
Within one year	-8	-2
Low-value lease commitments		
Within one year	-97	-64
After one year but not more than five years	-290	-11
Total	**-395**	**-77**

20.3. Other commitments

As part of its ordinary business activities, the Group enters into various contractual commitments for the purchase of inventories, property, plant and equipment, intangible assets and investment properties. As of September 30, 2026, the Group entered into commitments to purchase property, plant and equipment, as well as raw materials amounting to 16,882 million KRW (December 31, 2025: 4,367 million KRW).

21. Assets pledged as collateral

Details of property, plant and equipment and investment property pledged by the Group as collateral for interest-bearing loans and borrowings as of September 30, 2026 and December 31, 2025, presented in the maximum pledge amount, are as follows:

Pledged to	Pledged assets		September 30, 2026	December 31, 2025
Property, plant and equipment (Joint collateral in connection with long-term loan)				
Busan Bank	Land, buildings and machinery	million KRW	30,000	30,000
Kyongnam Bank	Land, buildings and machinery	million KRW	18,000	18,000
Property, plant and equipment and investment property (Collateral for other than long-term loan)				
Woori Bank	Land, buildings and machinery	million KRW	120,000	120,000
Hana Bank	Land, buildings and machinery	million KRW	80,400	80,400
Korea Development Bank	Land, buildings and machinery	million KRW	96,600	96,600
Busan Bank	Land, buildings and machinery	thousand USD	24,000	24,000
Total		**million KRW**	**345,000**	**345,000**
		thousand USD	**24,000**	**24,000**

Payment guarantee by Seoul Guarantee Insurance Company

As of September 30, 2026, the Group held a performance guarantee of 918,451 USD in relation to the supply contract, serving as a financial guarantee to ensure our performance under the supply agreement for certain products. This includes two performance guarantee contracts, which cover two different periods from May 2026 to the end of May 2027, and from March 2026 to the end of May 2028.

As of December 31, 2025, the Group held a deposit guarantee of 237 million KRW in relation to the potential repayment of government subsidies received under the greenhouse gas reduction project for companies participating in the emissions trading system, covering the period from April 2025 to the end of December 2025.

22. Selling and administration expenses

Description	For the three months ended September 30, 2026	2025
	million KRW	million KRW
Sales-related costs	-12,697	-6,596
Personnel expenses	-15,826	-14,761
Travelling and entertainment	-1,331	-1,399
Administration expenses	-4,188	-3,584
IT expenses	-1,859	-1,758
Others	-1,416	-1,700
Total	**-37,317**	**-29,798**

Description	For the nine months ended September 30, 2026	2025
	million KRW	million KRW
Sales-related costs	-31,152	-20,902
Personnel expenses	-46,940	-44,434
Travelling and entertainment	-4,614	-4,584
Administration expenses	-10,570	-10,287
IT expenses	-6,651	-4,981
Others	-4,466	-4,451
Total	**-104,393**	**-89,639**

23. Finance income / expenses

23.1. Finance income

Description	For the three months ended September 30, 2026	2025
	million KRW	million KRW
Foreign exchange gains	20,370	2,748
Gains from derivative instruments	-1,723	393
Interest on loans and receivables	730	491
Gain on valuation of other financial assets FVtPL	41	151
Total finance income	**19,418**	**3,783**

Description	For the nine months ended September 30, 2026	2025
	million KRW	million KRW
Foreign exchange gains	39,497	22,609
Gains from derivative instruments	1,471	1,493
Interest on loans and receivables	1,640	1,479
Gain on valuation of other financial assets FVtPL	80	309
Total finance income	**42,688**	**25,890**

23.2. Finance expenses

Description	For the three months ended September 30, 2026	2025
	million KRW	million KRW
Foreign exchange losses	-26,362	-2,889
Losses from derivative instruments	556	1,267
Interest expense	-2,004	-1,719
Other	-100	-112
Total finance expenses	**-27,910**	**-3,453**

Description	For the nine months ended September 30, 2026	2025
	million KRW	million KRW
Foreign exchange losses	-42,953	-27,471
Gains from derivative instruments	-1,253	-3,489
Interest expense	-5,329	-5,664
Other	-308	-739
Total finance expenses	**-49,843**	**-37,363**

24. Income tax expenses

Description	For the three months ended September 30, 2026	2025
	million KRW	million KRW
Current income tax charges	-914	-5,388
Adjustments in respect of current income tax of previous year	1,589	1,094
Deferred taxes related to origination and reversal of deferred taxes	-2,294	816
Income tax recognized in other comprehensive income	-670	534
Income tax expenses	**-2,289**	**-2,944**

Description	For the nine months ended September 30, 2026	2025
	million KRW	million KRW
Current income tax charges	-17,007	-12,786
Adjustments in respect of current income tax of previous year	1,554	1,495
Deferred taxes related to origination and reversal of deferred taxes	-8,457	2,876
Income tax recognized in other comprehensive income	660	757
Income tax expenses	**-23,250**	**-7,658**

The Group has reviewed its corporate structure in light of the introduction of Pillar Two Model Rules in various jurisdictions where it is active. In some of the jurisdictions in which the Group is active, qualified domestic top-up taxes are in place. Further, the Company as parent must pay additional top-up taxes on profits of subsidiaries taxed at less than the minimum tax rate of 15% (Income Inclusion Rule). All of the subsidiaries have either passed the transition period exemption rules or their effective tax rate is 15% or more, except for the subsidiaries in UAE. Accordingly, top-up tax of KRW 151 million was recognized in respect of the UAE operations for the nine months ended September 30, 2026 (for the nine months ended September 30, 2025: none).

The Group has applied the mandatory exception to recognizing and disclosing information about deferred tax assets and liabilities arising from Pillar Two income taxes.

25. Earnings per share

Description	For the three months ended September 30, 2026	2025
	KRW	KRW
Net profit attributable to ordinary equity holders of the parent	13,017,055,327	1,697,739,711
Weighted average number of ordinary shares	24,000,000	24,000,000
Earnings per share (basic / diluted)	**542**	**71**

Description	For the nine months ended September 30, 2026	2025
	KRW	KRW
Net profit attributable to ordinary equity holders of the parent	60,727,079,070	5,073,414,243
Weighted average number of ordinary shares	24,000,000	24,000,000
Earnings per share (basic / diluted)	**2,530**	**211**

In 2026 and 2025, there were no potentially dilutive instruments outstanding.

26. Cash flow statement

		For the nine months ended September 30,	
		2026	**2025**
Adjustments	Notes	million KRW	million KRW
Depreciation and amortization	11, 12, 13	31,474	30,347
Impairment of inventories	9	2,449	1,716
Pension costs		5,677	13,841
Finance income	23	-3,958	-3,061
Finance expenses	23	3,486	8,458
Income tax expenses	24	23,250	7,658
Other long-term employee benefit expenses	30	-9,882	1,793
Other		-326	-522
Total		**52,170**	**60,230**
Changes in operating assets and liabilities			
Trade and other receivables	6	-45,837	-4,277
Other current assets	8	-6,137	1,685
Derivative financial instruments	19	-920	1,093
Inventories	9	-100,865	-5,533
Trade and other payables	16	55,872	2,966
Other current liabilities		6,087	-1,958
Pension liabilities		735	-2,563
Other long-term employment benefits	30	102	2,998
Total		**-90,963**	**-5,589**

27. Related party disclosures

The companies listed below have been identified as related parties:

Company name	Location	Relation with the Group	Remarks
Songwon Baifu Chemicals (Tangshan) Co., Ltd.	China	Joint Venture	Jointly controlled by Songwon Group Holding AG
Songwon Moolsan Co., Ltd.	Korea	Other	A company that has significant influence on the Group
Kyungshin Industrial Co., Ltd.	Korea	Other	A subsidiary of Songwon Moolsan Co., Ltd.

		For the nine months ended September 30,	
		2026	2025
Related party	**Description**	**million KRW**	**million KRW**
Songwon Moolsan Co., Ltd.	Selling and administration costs	-60	-60
Songwon Baifu Chemicals (Tangshan) Co., Ltd.	Sales	75	208
	Cost of sales	-21,564	-21,529

		As of	
		September 30, 2026	December 31, 2025
Related party	**Description**	**million KRW**	**million KRW**
Songwon Moolsan Co., Ltd.	Other non-current financial assets	33	33
	Trade and other payables	7	7
Songwon Baifu Chemicals (Tangshan) Co., Ltd.	Trade and other receivables	-	72
	Trade and other payables	2,754	2,058

27.1. The ultimate parent

Songwon Industrial Co., Ltd. is the ultimate parent based and listed in Korea.

27.2. Terms and conditions of transactions with related parties

Outstanding balances of related parties as of September 30, 2026 are unsecured, interest free and settlement occurs in cash. There have been no guarantees provided or received for any related party receivables or payables. For the nine months ended September 30, 2026, the Group has not recorded any impairment of receivables relating to amounts owed by related parties (December 31, 2025: none).

27.3. Compensation of key management personnel of the Group

	For the nine months ended September 30,	
Description	**2026**	**2025**
	million KRW	million KRW
Short-term employee benefits	-8,655	-9,447
Post-employment benefits	-484	-518
Other long-term benefits	453	-874
Share based payments	-	21
Total compensation paid to key management personnel	**-8,686**	**-10,818**

27.4. Other related parties

Other related parties are Songwon Moolsan Co., Ltd. (Korea) which has significant influence on the Group due to the interest held in the share capital of the parent company of 23.88%. Further, the subsidiary of Songwon Moolsan Co., Ltd., Kyungshin Industrial Co., Ltd., which holds interest in the share capital of the parent company of 9.15%, is identified as a related party of the Group.

28. Fair values

The carrying amounts of the Group's financial assets and financial liabilities approximate their fair values. This is due to the short-term nature of these instruments or because they bear interest at market rates.

		September 30, 2026	Level 1	Level 2	Level 3
		million KRW	million KRW	million KRW	million KRW
Financial assets	**Derivatives**				
	Currency swaps	-	-	-	-
	Debt instruments				
	Exchange traded fund at FVtPL	895	-	895	-
	Other debt instruments at FVtPL	425	425	-	-
Total		**1,320**	**425**	**895**	**-**
Financial liabilities	**Derivatives**				
	Interest rate swap contracts	5	-	5	-
	Forward exchange contracts	185	-	185	-
Total		**190**	**-**	**190**	**-**

		December 31, 2025	Level 1	Level 2	Level 3
		million KRW	million KRW	million KRW	million KRW
Financial assets	**Derivatives**				
	Currency swaps	713	-	713	-
	Debt instruments				
	Exchange traded fund at FVtPL	5,810	-	5,810	-
Total		**6,523**	**-**	**6,523**	**-**
Financial liabilities	**Derivatives**				
	Forward exchange contracts	1,637	-	1,637	-
Total		**1,637**	**-**	**1,637**	**-**

29. Impact of global economic situation on the financial statements

The Group continues to monitor the global economic and political environment, including the ongoing conflict in the Middle East and related disruptions in supply chains. These developments have contributed to increased uncertainty in our markets and a shortage of certain raw materials, which may affect production schedules, procurement costs and delivery timelines.

As of the reporting date, the Group is unable to reliably quantify the potential financial impact of these external factors on its operations, financial position or results. Management continues to actively assess developments and will take appropriate measures as the situation evolves.

Expected credit loss (ECL) of trade receivables and financial assets

In order to determine the impact of the global economic situation on the ECL model in accordance with K-IFRS 1109, the Group reassessed past events, current conditions and forecasts of future economic conditions. For the nine months ended September 30, 2026, the Group identified the changes in risk indicators considering the nature of risk such as geographical location of debtors which has been reflected in the ECL model for the recognition of allowance on expected credit risks. Such parameter adjustments resulted in an increase in the allowance on ECL by 17 million KRW in the interim condensed consolidated financial statements for the nine months ended September 30, 2026 (for the nine months ended September 30, 2025: increase by 17 million KRW).

30. Other significant events and transactions

During the period, the Group replaced an existing long-term employee benefit program with a new scheme. In accordance with K-IFRS 1019, the modification resulted in a remeasurement of the related long-term employee benefit obligation. The change led to a net income effect of KRW 9,116 million recognized in cost of sales and KRW 1,387 million recognized in selling and administration costs.

The new program is expected to provide a comparable level of benefits to employees, while better aligning with current operational and remuneration structures.

31. Financial statements in USD (unaudited)

The Company operates primarily in KRW and its official accounting records are maintained in KRW. The US dollars amounts provided in the financial statements represent supplementary information solely for the convenience of the reader. All amounts in KRW are translated into US dollars at the rate of KRW 1,358.40, the exchange rate in effect on September 30, 2026. Such translation is not in accordance with generally accepted accounting principles and should not be construed as a representation that the amounts in KRW shown could be readily converted, realized or settled in US dollars at this or at any other rate.

31.1. Interim consolidated statements of financial position in USD

	September 30, 2026	December 31, 2025
	thousand USD	thousand USD
ASSETS		
Current assets	**565,222**	**466,749**
Cash and cash equivalents	91,789	82,942
Trade and other receivables	139,785	115,182
Other current financial assets	6,037	7,730
Other current assets	12,554	8,312
Inventories	313,294	251,528
Income tax receivables	1,763	1,055
Non-current assets	**366,883**	**377,854**
Investments accounted for using the equity method	7,808	7,702
Property, plant and equipment	308,214	313,763
Investment properties	2,526	2,529
Intangible assets	12,719	10,655
Right-of-use assets	22,361	25,534
Other non-current financial assets	2,582	2,256
Other non-current assets	8,077	10,269
Deferred tax assets	2,596	5,146
Total assets	**932,105**	**844,603**
EQUITY AND LIABILITIES		
Total liabilities	**348,555**	**285,041**
Current liabilities	**274,999**	**214,508**
Interest-bearing loans and borrowings	123,115	105,875
Trade and other payables	131,962	95,621
Current lease liabilities	2,190	2,362
Other current financial liabilities	1,304	2,468
Other current liabilities	7,203	3,199
Income tax payable	9,225	4,983
Non-current liabilities	**73,556**	**70,533**
Pension liability	3,523	3,714
Other long-term employee-related liabilities	9,035	15,947
Non-current lease liabilities	21,952	24,497
Other non-current financial liabilities	8,980	575
Other non-current liabilities	1,279	261
Deferred tax liabilities	28,787	25,539
Equity	**583,550**	**559,562**
Issued capital	8,834	8,834
Capital surplus	15,078	15,078
Reserves	23,422	23,280
Retained earnings	533,236	492,357
Other components of equity	2,980	20,012
Total equity and liabilities	**932,105**	**844,603**

31.2. Interim consolidated statements of comprehensive income in USD

	For the three months ended September 30	
	2026	**2025**
	thousand USD	thousand USD
Sales	221,734	190,383
Cost of sales	-176,795	-164,478
Gross profit	**44,939**	**25,905**
Selling and administration costs	-27,471	-21,936
Operating profit	**17,468**	**3,969**
Other income	116	191
Other expenses	-245	-1,160
Share of result from investments accounted for using the equity method	180	174
Finance income	14,295	2,785
Finance expenses	-20,546	-2,543
Profit before tax	**11,268**	**3,416**
Income tax expenses	-1,685	-2,167
Profit for the period	**9,583**	**1,249**
Other comprehensive income / (expense), net of taxes		
Net other comprehensive income / (expense) to be reclassified to profit or loss in subsequent periods	*-26,755*	*4,110*
Gains / (Losses) on valuation of interest rate swaps	-3	-
Exchange differences on translation of foreign operations	-26,752	4,110
Net other comprehensive income / (expense) not to be reclassified to profit or loss	*-1,623*	*2,219*
Re-measurement gain / (loss) on defined benefit plans	-1,622	2,219
Gains / (Losses) on valuation of financial assets at FVOCI	-1	-
Total other comprehensive income / (expense), net of taxes	**-28,378**	**6,329**
Total comprehensive income	**-18,795**	**7,578**
Earnings per share	**USD**	**USD**
Basic and diluted earnings per share	0.40	0.05

	For the nine months ended September 30	
	2026	**2025**
	thousand USD	thousand USD
Sales	661,747	588,764
Cost of sales	-518,571	-504,430
Gross profit	**143,176**	**84,334**
Selling and administration costs	-76,850	-65,989
Operating profit	**66,326**	**18,345**
Other income	1,020	818
Other expenses	-893	-1,910
Share of result from investments accounted for using the equity method	635	565
Finance income	31,425	19,059
Finance expenses	-36,692	-27,504
Profit before tax	**61,821**	**9,373**
Income tax expenses	-17,116	-5,638
Profit for the period	**44,705**	**3,735**
Other comprehensive income / (expense), net of taxes		
Net other comprehensive income / (expense) to be reclassified to profit or loss in subsequent periods	*-17,031*	*-624*
Gains / (Losses) on valuation of interest rate swaps	-3	-
Exchange differences on translation of foreign operations	-17,028	-624
Net other comprehensive income / (expense) not to be reclassified to profit or loss	*1,614*	*1,914*
Re-measurement gain / (loss) on defined benefit plans	1,616	1,913
Gains / (Losses) on valuation of financial assets at FVOCI	-2	1
Total other comprehensive income / (expense), net of taxes	**-15,417**	**1,290**
Total comprehensive income	**29,288**	**5,025**
Earnings per share	**USD**	**USD**
Basic and diluted earnings per share	1.86	0.16

31.3. Interim consolidated statements of changes in equity in USD

	Issued capital	Capital surplus	Reserves	Retained earnings	Cash flow hedge reserve	Fair value reserve of financial assets at FVOCI	Foreign currency translation reserve	
	TUSD	TUSD	TUSD	TUSD	TUSD	TUSD	TUSD	TUSD
As of January 1, 2025	**8,834**	**15,078**	**22,750**	**492,728**	**-**	**-516**	**17,744**	**556,618**
Profit for the period	-	-	-	3,735	-	-	-	3,735
Other comprehensive income	-	-	-	1,913	-	1	-624	1,290
Total comprehensive income	**-**	**-**	**-**	**5,648**	**-**	**1**	**-624**	**5,025**
Dividends	-	-	-	-5,300	-	-	-	-5,300
Appropriation to reserves	-	-	530	-530	-	-	-	-
As of September 30, 2025	**8,834**	**15,078**	**23,280**	**492,546**	**-**	**-515**	**17,120**	**556,343**
As of January 1, 2026	**8,834**	**15,078**	**23,280**	**492,357**	**-**	**-508**	**20,521**	**559,562**
Profit for the period	-	-	-	44,705	-	-	-	44,705
Other comprehensive income	-	-	-	1,616	-3	-2	-17,028	-15,417
Total comprehensive income	**-**	**-**	**-**	**46,321**	**-3**	**-2**	**-17,028**	**29,288**
Dividends	-	-	-	-5,300	-	-	-	-5,300
Appropriation to reserves	-	-	142	-142	-	-	-	-
As of September 30, 2026	**8,834**	**15,078**	**23,422**	**533,236**	**-3**	**-510**	**3,493**	**583,550**

31.4. Interim consolidated statements of cash flows in USD

	For the nine months ended September 30	
	2026	**2025**
	thousand USD	thousand USD
Profit for the period	**44,705**	**3,735**
Total adjustments	**38,405**	**44,339**
Changes in operating assets and liabilities	**-66,963**	**-4,114**
Interest received	793	916
Payments of income tax	-7,448	-19,498
Net cash flows provided by operating activities	**9,492**	**25,378**
Proceeds from sale of property, plant and equipment	21	20
Purchases of property, plant and equipment	-18,707	-17,324
Purchases of intangible assets	-3,178	-337
Dividends received from investments using equity method	480	-
(Purchases) / proceeds from sale of other financial assets, net	433	560
Net cash flows used in investing activities	**-20,951**	**-17,081**
Proceeds from borrowings	164,580	152,320
Repayments of borrowings	-145,186	-152,268
Payment of lease liabilities	-2,775	-2,754
Proceeds from / (repayments of) other financial liabilities, net	9,354	600
Interest paid	-3,237	-3,304
Dividends paid	-5,300	-5,300
Net cash flows provided by financing activities	**17,436**	**-10,706**
(Decrease) / increase in cash and cash equivalents	5,977	-2,409
Net foreign exchange differences	2,870	-275
Cash and cash equivalents as of January 1	82,942	83,540
Cash and cash equivalents as of September 30	**91,789**	**80,856**

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