

# 3Q 2025 EARNINGS REPORT

Lima, Peru, October 31, 2025. Corporación Aceros Arequipa S.A. ("the Company" or "Aceros Arequipa") (BVL: CORAREC1 and CORAREI1) announced its unaudited consolidated financial results corresponding to the Third Quarter ("3Q 2025") period ended September 30, 2025. Financial figures are reported on a consolidated and individual basis in nominal Peruvian Soles (S/) and are in accordance with International Financial Reporting Standards ("IFRS"). The following consolidated statements should be read together with the Financial Statements and Notes, published at the Peruvian Securities and Exchange Commission (*Superintendencia del Mercado de Valores - SMV*).

## I. Highlights

- 1 **Revenue reached S/ 1,307.9 million** (+7% YoY) as a result of higher volume sold in most categories in Peru followed by higher sales in Bolivia.
- 2 **Gross Profit and Gross Margin reached S/ 270 million** (+40% YoY) **and 21%** (+485 bps vs 3Q24), respectively, mainly due to higher prices in Bolivia, higher volume in local market and better results at our US operations.
- 3 **EBITDA rose by S/ 84 million YoY** (+53% YoY) and reached **S/242 million**, while **EBITDA margin** was 18.5% (+557bpsvs 3Q24).
- 4 **Net Profit reached S/ 93 million**, while **Net Margin** reached 7.1% (+366bpsvs 3Q24), mainly due to a higher gross profit.
- 5 **Operating Working Capital requirements were S/ 40.8 million lower** from S/ 1,384 million to S/ 1,343 million.
- 6 **CAPEX 3Q 2025 was S/ 54 million**, mainly explained by the new truck fleet bought for Transportes Barcino (a Company's subsidiary).
- 7 As of September 30, 2025, the **Net Debt / EBITDA** ratio decreased to **2.1x**, lower than as of December 2024 (3.1x) due to a lower net debt and higher LTM EBITDA.
- 8 In October, the Board approved a dividend payment of US\$ 12.9 million, which will be paid on November 20, 2025.



**"Higher sales and profitability boosted net profit, increasing 122% from last year's figure"**

**Revenue**  
**S/ 1,307.9 million**  
(+7% YoY)

**EBITDA**  
**S/ 241.8 million**  
(EBITDA margin 18.5%)

**Net Profit**  
**S/ 92.6 million**  
(Net Margin 7.1%)

**Net Debt / EBITDA**  
**2.1x**

**CONTACT**  
**INVESTOR RELATIONS**

**Ricardo Guzmán**  
**CFO, IRO**

**E-mail**  
accionistas@acerosarequipa.com

## Financial Summary

(S/ million)	3Q 2024	3Q 2025	YoY	YTD '24	YTD '25	YoY
<b>Financial Figures</b>						
Revenue	1,220.6	1,307.9	7.1%	3,484.6	3,885.3	11.5%
Gross Profit	192.3	269.5	40.1%	570.4	735.0	28.9%
Operating Profit	103.8	178.9	72.3%	330.3	469.6	42.2%
EBITDA	157.7	241.8	53.4%	487.9	651.7	33.6%
Net Profit	41.7	92.6	122.0%	153.2	241.5	57.6%
CAPEX	87.5	54.2	-38.0%	286.9	157.3	-45.2%
<b>Financial Margin &amp; ratio</b>						
Gross Margin	15.8%	20.6%	4.8 p.p.	16.4%	18.9%	2.5 p.p
Operating Margin	8.5%	13.7%	5.2 p.p.	9.5%	12.1%	2.6 p.p
EBITDA Margin	12.9%	18.5%	5.6 p.p.	14.0%	16.8%	2.8 p.p
Net Margin	3.4%	7.1%	3.7 p.p.	4.4%	6.2%	1.8 p.p
Earnings per share <sup>1</sup>	0.16	0.27	65.3%			
<b>Other Figures, as of</b>						
	Dec, 2024	Sep, 2025	YTD			
Net Debt <sup>2</sup>	1,994.9	1,708.9	-14.3%			
Net Debt <sup>2</sup> / LTM <sup>3</sup> EBITDA	3.05x	2.09x	-0.97x			

- Earnings per share (EPS) is defined as Net Profit LTM / Total Stock at the end of the quarter. Expressed in S/ per share
- Net Debt = Total Financial Debt (includes supplier leases) – Cash
- LTM: last twelve months

### III. Income Statement

## Revenue

During 3Q25, revenue reached S/ 1,307.9 million (+7.1% YOY).

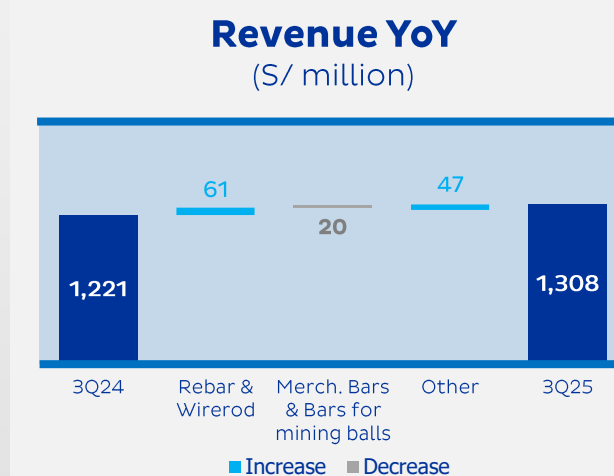
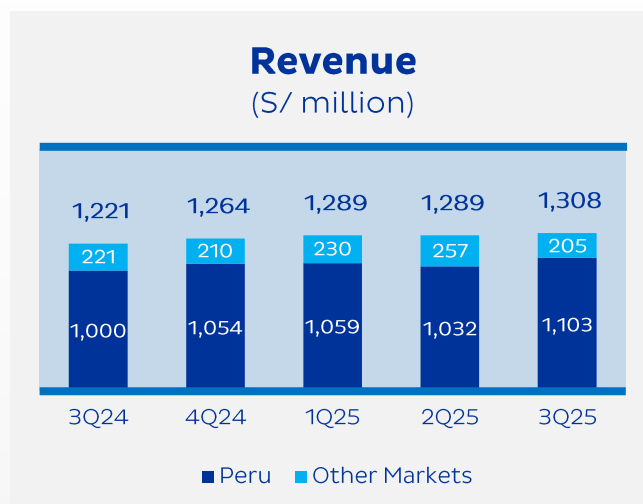
Revenue in Peru increased in 10.3% YoY and decreased in other markets -7.0% YoY.

Local Market Sales recorded higher volumes across almost all product lines.

Meanwhile, sales in Other Markets decreased, driven mainly by lower exports to Brazil (non-recurrent destination) and sales in Colombia, but partially offset by higher sales in Bolivia, and in the USA.

During the third quarter, sales to other markets represented 15.6% of total revenue. Bolivia remained the main source of revenue among "Other Markets" for the Company during the quarter.

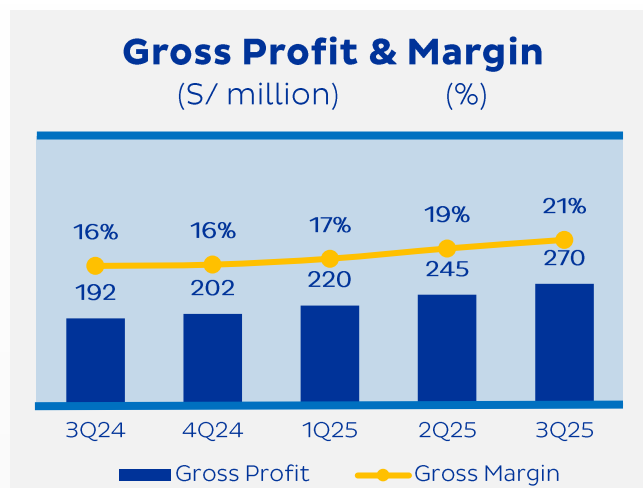
The "Rebar and Wire Rod" category increased 7.6% YoY, mainly due to higher sales in Peru and Bolivia. Revenue from the "Merchant bars & bars for mining balls" category decreased -12.5% YoY, due to a decrease in the volume of round bars for mining balls. The "Other Products" category increased 18.3% YoY mainly due to higher revenue of by-products (US), tubes (Peru and Bolivia), and flat products and corrugated steel sheets (Peru, Colombia, and Ecuador).



## Gross Profit

Gross Profit reached S/ 269.5 million (+40.1% YoY) with a margin of 21%.

Gross Profit increased, led by improved profitability in Peru and Bolivia, US by-product sales, lower inventory provisions and the reversal of previous provisions.

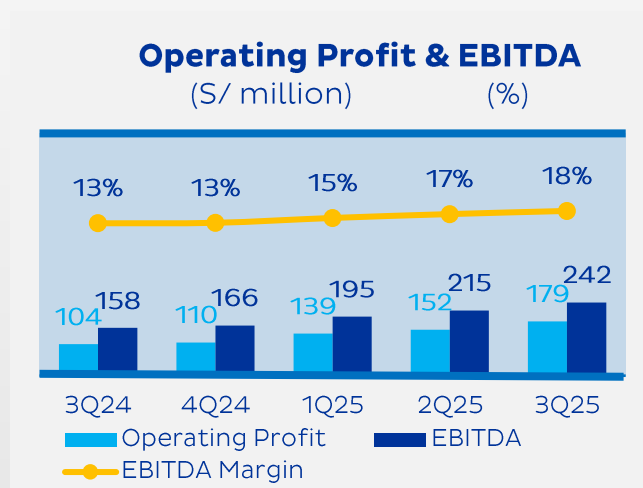


## Operating Profit & EBITDA

Operating Profit reached S/ 178.9 million (+72.3% YoY), while the operating margin was 13.7% (+517bps vs 3Q24).

The Operating Profit increase was largely explained by a better Gross Profit, partially offset by higher SG&A, mainly highervariable personnel expenses.

EBITDA reached S/ 241.7 million (+53.4% YoY), while EBITDA Margin reached 18.5% (+557bps vs 3Q24).



## Net Financial Expenses

Net Financial Expenses reached S/ 26.3 million, decreased in S/ 2.3 million from S/ 28.6 million reported in 3Q24.

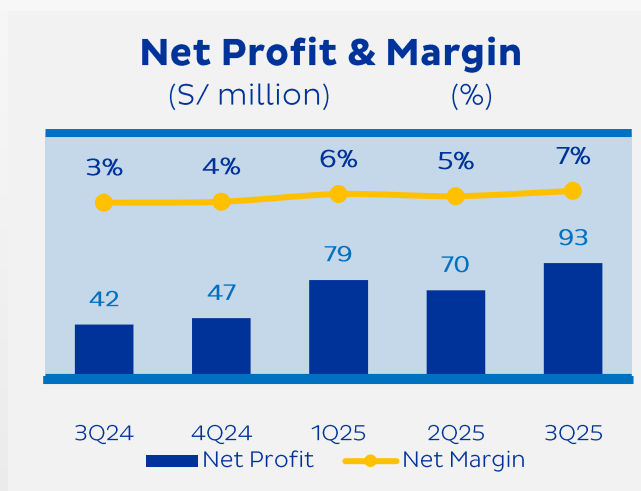
Net Exchange Rate Difference was - S/ 28.0 million, compared to - S/ 16.3 million Exchange Rate difference in 3Q24, mainly due to operations in Bolivia.

## Net Profit

Net Profit rose by 122.0% YoY and reached S/ 92.6 million, while Net Margin reached 7.1%.

Net Profit increased primarily due to higher operating profit partially offset by a higher foreign exchange loss and an increase in income tax expense.

Earnings per Share, based on Net Profit for the last twelve months (LTM), reached S/ 0.27 as of September 2025, higher compared to S/ 0.16 reported as of 2024.



## IV. Balance Sheet

### Assets

As of September 30, 2025, Total Assets reached S/ 6,245.2 million, a S/ 16 million or 0.3% reduction so far this year.

The decrease in assets was driven by a S/ 53.5 million reduction in non-current assets, mainly due to:

- i Property, plants and equipment (-S/ 36.5 million, or -1.1% YTD).
- ii Other financial assets (-S/ 10.9 million, or -34.2%)
- iii Intangible Assets (-S/ 6.3 million or -8.5% YTD).

Current Assets increased by S/ 36.9 million mainly due to Cash (+S/ 69.8 million, or +14.0% YTD) and Inventories (+S/9.7 million or +0.7%), partially offset by a reduction in:

- i Income tax assets (-S/ 44.9 million or -92.7%YTD).
- ii Accounts receivables (-S/ 5.0 million or -0.8% YTD).

Additionally:

- i Days of Sales Outstanding reached 36 days as of September 2025 (vs 38 days as of Dec 2024).
- ii Days in Inventory reached 116 days as of September 2025 (vs 122 days as of Dec 2024).
- iii Days Payable Outstanding reached 43 days as of September 2025 (vs 48 days as of Dec 2024).

## Liabilities

As of September 30, 2025, Total Liabilities reached S/ 3,197.6 million, a S/ 199.4 million or 5.9% reduction so far this year, driven by a S/ 221.6 million reduction in Current Liabilities.

Current Liabilities decreased by S/ 207.9 million, mainly due to a decrease in financial liabilities (-S/ 229.6 million, or -16.1% YTD) partially offset by a higher balance of accounts payable (+S/ 9.6 million, or 1.5% YTD).

Total Financial Debt (including supplier leases) reached S/ 2,279 million (-8.7% YTD vs Dec 24).

- i Current Financial Debt reached S/ 1,195 million, of which S/934 million represented working capital financing.
- ii Non-Current Financial Debt amounted to S/ 1,084 million, S/ 13 million higher than December 2024 despite new disbursements of long term debts.

As of September 2025, 41% of the Total Financial Debt was denominated in Peruvian Soles, while 48% was denominated in U.S. Dollars, 6% in Bolivianos, and the remaining 5% in Colombian and Chilean Pesos.

The Net Debt to EBITDA ratio reached 2.1x as of September 2025, a 0.97x reduction compared to December 2024, mainly due to lower Net Debt and a higher LTM EBITDA.

## Shareholders' Equity

As of September 2025, Shareholders' Equity reached S/ 3,047 million, an increase of S/ 183 million compared to December 2024, mainly explained by accrued results after deducting cash dividends of S/ 55.6 million.

## V. Cash Flow Statement

### Cash Flow from Operations

As of September 2025, Cash Flow from Operations totaled S/ 560.8 million, mainly explained by EBITDA generation in Peru, Bolivia and US.

### Cash Flow from Investing

As of September 2025, Cash Flow from Investing amounted to -S/ 96 million, which included S/ 131.5 million in capital expenditures in PPE and intangibles partially offset by S/7.7 million income from an asset sale, S/ 7.5 million income from dividends received, and S/ 20.0 million income from interests received. Investments during 3Q25 included a new truck fleet for Transportes Barcino (S/26m), the reheating furnace repair (S/1.6m), and energy quality improvement (S/1.2m), among others.

### Cash Flow from Financing

As of September 2025, Cash Flow from Financing amounted to -S/ 395 million, mainly explained by net debt repayment of -S/ 238.6 million, interest payments of -S/ 100.6 million, and dividend payments of -S/ 55.6 million.



## **VI. Relevant Events**

1. In October, the Board approved a cash dividend payment of approximately S/ 43.7 million, which will be paid in US\$ (US\$ 12.9 million) on November 20, 2025.
2. Sustainability: Aceros Arequipa was recognized for the eighth consecutive year with the "Sustainable Management Company (EGS)" distinction, reaching an "outstanding" level within the companies analyzed.

## Conference Call Information

Corporación Aceros Arequipa S.A. cordially invites you to participate in its Third Quarter 2025 Earnings Conference Call.

Date: Friday, October 31, 2025

Hora: 1:00 pm ET / 12:00 pm PET (UTC-5)

To access the live presentation via Zoom, visit the following URL:

[Inscripción a la reunión - Zoom](#)

## About CORPORACIÓN ACEROS AREQUIPA S.A.

**CORPORACIÓN ACEROS AREQUIPA S.A.**, founded in 1964, is the leading Peruvian company in the production and commercialization of steel products, with exports to Bolivia, Colombia, Ecuador, among other countries in the region. Its core products are rebars and wire rods, and other products for the construction industry as well as merchant bars and flat steel products. The Company has an industrial facility located in Pisco, Peru with an average per-year capacity of 1,250 thousand tons for its new melt shop, 850 thousand tons for its old melt shop (which will stay on stand-by), and 1,250 thousand tons in its steel rolling mills. Aceros Arequipa employs over 1,100 people across its operations in Peru and its subsidiaries. The Company's common and investment (non-voting) shares are listed on the Lima Stock Exchange under the ticker symbols CORAREC1 and CORAREI1, respectively. Currently, Aceros Arequipa has a stake in the following companies:

• Corporación Aceros Arequipa S.R.L. (Bolivia):	99.00%
• Aceros América S.A.S. (Colombia):	100.00%
• Corporación Aceros América:	100.00%
• Corporación Aceros Arequipa S.P.A. (Chile):	100.00%
• Corporación Aceros Arequipa AA S.A.S. (Ecuador):	100.00%
• Transportes Barcino:	99.99%
• Tecnología y Soluciones Constructivas:	99.99%
• Comfer S.A. (en proceso de liquidación):	100.00%
• Comercial del Acero (en proceso de liquidación):	99.99%
• Inmobiliaria Comercial del Acero Cajamarquilla:	33.65%
• Inmobiliaria Comercial del Acero Argentina:	33.65%
• Celepsa:	10.00%

## Disclaimer

This Earnings Report may contain forward-looking statements concerning management's current expectations for future operating and financial performance, based on assumptions currently believed to be valid and recent acquisitions, their financial and business impact, and management's beliefs and objectives with respect thereto. Forward-looking statements are all statements other than statements of historical facts. The words "anticipates," "may," "can," "plans," "believes," "estimates," "expects," "projects," "intends," "likely," "will," "should," "to be," and any similar expressions or other words of similar meaning are intended to identify those assertions as forward-looking statements. It is uncertain whether the events anticipated will transpire, or if they do occur what impact they will have on the results of operations and financial condition of Aceros Arequipa whether individually or as a consolidated Company. Aceros Arequipa does not undertake any obligation to update the forward-looking statements included in this Earnings Report to reflect subsequent events or circumstances.

### III. Unaudited Financial Statements

Corporación Aceros Arequipa S.A.		Consolidated Financial Statement of Financial Position (in thousands of Peruvian Soles)	
	Notes	September 30, 2025	December 31, 2024
<b>Assets</b>			
<b>Current Assets</b>			
Cash and Cash Equivalents	5	569,884	500,114
Accounts Receivable	6	484,388	471,108
Accounts Receivable from related parties	7	35,489	28,533
Other Accounts Receivable	8	88,116	113,381
Inventories	9	1,361,670	1,352,005
Deferred Income tax Assets	20	3,354	48,446
Other Assets	10	17,495	10,109
Assets classified as held for sale			
<b>Total Current Assets</b>		<b>2,560,596</b>	<b>2,523,696</b>
<b>Non-Current Assets</b>			
Other financial assets	13	20,923	31,802
Investments in subsidiaries, affiliates, or joint ventures	11	97,046	93,446
Accounts Receivable from related parties	7	-	-
Other Accounts Receivable	8	7,590	10,508
Investment Property	14	79,670	80,231
Property, Plant and Equipment, Net	12	3,350,271	3,386,814
Intangible Assets, Net	15	67,713	74,039
Deferred Assets	20	27,408	26,963
Other non-financial assets	16	33,969	34,239
<b>Total Non-Current Assets</b>		<b>3,684,590</b>	<b>3,738,042</b>
<b>TOTAL ASSETS</b>		<b>6,245,186</b>	<b>6,261,738</b>
<b>Liabilities and Shareholders' Equity</b>			
<b>Current Liabilities</b>			
Other Financial Liabilities	17	1,194,513	1,424,078
Accounts Payable	18	468,995	499,695
Accounts Payable to related parties	7	28,187	25,132
Other Accounts Payable	19	150,811	115,250
Current Income Tax			
<b>Total Current Liabilities</b>		<b>1,842,506</b>	<b>2,064,155</b>
<b>Non-Current Liabilities</b>			
Other Financial Liabilities	17	1,084,311	1,070,958
Other Accounts Payable	19	6,343	9,285
Deferred Income Tax Liabilities	20	264,414	252,606
<b>Total Non-Current Liabilities</b>		<b>1,355,068</b>	<b>1,332,849</b>
<b>Total Liabilities</b>		<b>3,197,574</b>	<b>3,397,004</b>
<b>Shareholders' Equity</b>			
Share Capital	21	890,858	890,858
Investment Shares	21	182,408	182,408
Treasury Shares			
Other Capital Reserves	21	178,927	178,927
Retained Earnings	21	1,607,436	1,423,956
Other Shareholders' Equity Reserves	21	187,983	188,585
Non-controlling interest			
<b>Total Shareholders' Equity</b>		<b>3,047,612</b>	<b>2,864,734</b>
<b>TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY</b>		<b>6,245,186</b>	<b>6,261,738</b>

# Corporación Aceros Arequipa S.A.

## Consolidated Financial Statement of Comprehensive Income (in thousands of Peruvian Soles)

	Notes	3Q 2025	3Q 2024	January to September 2025	January to September 2024
Revenue	22	1,307,884	1,220,632	3,885,274	3,484,566
Cost of Goods Sold	23	-1,038,384	-1,028,284	-3,150,310	-2,914,173
Gross Profit (Loss)		269,500	192,348	734,964	570,393
Selling and Distribution Expenses	24	-41,003	-41,045	-118,705	-118,284
Administrative Expenses	25	-36,819	-31,013	-106,447	-89,395
Other Operating Income	27	3,207	5,559	19,953	17,735
Other Operating Expenses	27	-16,001	-22,000	-60,174	-50,177
Other Income (Expenses)					
Operating Profit (Loss)		178,884	103,849	469,591	330,272
Financial Income	28	6,749	7,292	20,089	22,533
Financial Expenses	28	-33,068	-35,921	-100,568	-109,465
Other income (Expenses) from subsidiaries, affiliates, and joint ventures	11	2,632	737	10,753	4,922
Exchange Rate Differences, Net	32	-28,042	-16,337	-65,568	-32,490
Profit (Loss) before taxes		127,155	59,620	334,297	215,772
Income Tax Expense	20	-34,515	-17,883	-92,803	-62,563
Profit (Loss) from Discontinued Operations					
Net Profit (Loss)		92,640	41,737	241,494	153,209
Earnings Per Share		0.086	0.039	0.224	0.142
Basic in Continued Operations of Common Stock					
Basic in Discontinued Operations of Common Stock					
<b>Total Earnings Per Share of Common Stock</b>					
Basic in Continued Operations of Investment Stock (Non-voting)					
Basic in Discontinued Operations of Investment Stock (Non-voting)					
<b>Total Earnings Per Share of Investment Stock (Non-Voting)</b>					

# Corporación Aceros Arequipa S.A.

## Consolidated Financial Statement of Cash Flow - Direct Method (in thousands of Peruvian Soles)

	Notes	January to September 2025	January to September 2024
<b>Cash Flow from Operating Activities</b>			
<b>Collections due to Operating Activities</b>			
Sales of Goods and Services Offered		3,865,038	3,430,989
Other Operating Collections		48,359	46,049
<b>Payments due to Operating Activities</b>			
Suppliers of Goods and Services		-3,104,145	-2,927,164
Payments and payments on account to employees		-214,745	-183,054
Income Tax		-33,721	52,537
Other Payments			
<b>Net Cash Generated by Operating Activities</b>		<b>560,786</b>	<b>419,357</b>
<b>Cash Flow from Investing Activities</b>			
<b>Collections due to Investing Activities</b>			
Sale of Property, Plant and Equipment	27	7,741	6,848
Interests Received	28	20,085	22,534
Dividends Received	11	7,504	5,809
<b>Payments due to Investing Activities</b>			
Acquire control of subsidiaries and other firms	1	-	-
Purchase of Subsidiaries, Net of Cash Acquired	1	-	-
Purchase of Property, Plant and Equipment	12	-131,140	-272,125
Purchase of Intangible Assets	15	-389	-76
Purchase of Other Long-Term Assets		-17	0
<b>Net Cash Generated by Investing Activities</b>		<b>-96,216</b>	<b>-237,010</b>
<b>Cash Flow from Financing Activities</b>			
<b>Collections due to Financing Activities</b>			
Short-term and long-term loans		3,372,504	4,388,746
<b>Payments due to Financing Activities</b>			
Short-term and long-term loans amortization		-3,471,295	-4,454,187
Finance lease liabilities		-139,833	-70,704
Interests paid	28	-100,568	-109,465
Dividends paid	21	-55,608	-34,983
Other collections (payments) of cash related to financial activities			
<b>Net Cash Generated by Financing Activities</b>		<b>-394,800</b>	<b>-280,593</b>
Net Increase (Reduction) of Cash and Equivalents before Exchange Rate Changes		69,770	-98,246
Effects of Exchange Rate Changes on the balance of Cash Held in Foreign Currencies		-	-
Net Increase (Reduction) of Cash and Equivalents		69,770	-98,246
Cash and Cash Equivalents at the beginning of the year		500,114	626,550
<b>Cash and Cash Equivalents at the end of the period</b>		<b>569,884</b>	<b>528,304</b>