Interim report 2026

VULCAN.

Our focus on creating sustainable long term shareholder value, ethos of the company and team first are some of the principles at Vulcan that continue to guide us in our most challenging decisions.

This mindset is driving us to further improve our processes, customer service and search for value creating opportunities such as our recent expansion into the rollforming market - a key plank of our growth strategy.

While the economic climate remains challenging, we are cautiously optimistic that conditions are beginning to improve and are excited by the opportunities ahead.

WE THANK YOU FOR SUPPORTING US ON THIS JOURNEY ▶

Appendix 4D – Half Year Report

Details of the company and reporting periods

Name of entity	Vulcan Steel Limited ("Vulcan")
ARBN	652 996 015 (incorporated in New Zealand)
Current reporting period	Half year ended 31 December 2025 ("1H FY26")
Previous corresponding reporting period	Half year ended 31 December 2024 ("1H FY25")
Release date	24 February 26

Result for announcement to the market

Financial Performance (NZ$ million, unless stated)			**1H FY26**	**1H FY25**
Revenue from ordinary activities	Up	+9% to	535.4	493.0
NPAT [1] from ordinary activities before significant items	Up	+1% to	9.3	9.2
Significant items [2]	Up	-	(1.0)	-
NPAT [1] from ordinary activities after significant items	Down	-9% to	8.3	9.2
Earnings per share after significant items (cents)	Down	-16% to	5.8	7.0

Net Tangible Assets (NTA, NZ$ per share)

As at	**31 Dec 25**	**31 Dec 24**
NTA per share attributable to shareholders of the parent	1.68	1.19

Dividends (NZ cents per share)	**FY26**			**FY25**		
	Amount	**Imputation***	**Franking****	**Amount**	**Imputation***	**Franking****
Interim ordinary	2.5	100%	100%	2.5	20%	100%
Final ordinary dividend	-	-	-	3.5	100%	100%

Record date for determining entitlements to 1H FY26 interim dividend	12 March 26
1H FY26 Interim dividend payment date	26 March 26

* At 28% corporate tax rate in New Zealand.
** At 30% corporate tax rate in Australia.

1. NPAT – Net Profit After Tax attributable to shareholders of the parent.
2. Significant items – 1H FY26: NZ$1.0 million acquisition costs, incurred by Vulcan in relation to the acquisition of Roofing industries Limited and its subsidiaries.

Details of subsidiaries and associates

During the half year ended 31 December 2025, the Group acquired Roofing Industries Limited and its subsidiaries. As a result the Group gained control or significant influence of the following entities effective from 30 September 2025, all entities acquired are New Zealand Companies.

Company	**Ownership %**
Roofing Industries Limited	100%
Roofing Industries (Franklin) Limited	100%
Roofing Industries (Southern Lakes) Limited	100%
Roofing Industries (Marlborough) Limited	100%
Roofing Industries (Central) Limited	75%
Roofing Industries (Northland) Limited	75%
Roofing Industries (Taupo) Limited	75%
Roofing Industries (Waikato) Limited	75%
Roofing Industries (Wellington) Limited	75%
Roofing Industries (Taranaki) Limited	75%
Roofing Industries (Southland) Limited	50%
Roofing Industries (Otago) Limited	33.3%
Rooflogic Limited	32.5%

The inclusion of the above companies financial results for three months added $41.4 million in revenue and $3.2 million of NPAT attributable to shareholders of the parent.

Commentary on the results for the period

Additional disclosure requirements and supporting information for the Appendix 4D are contained within Vulcan's FY26 Half Year Report. This Appendix should be read in conjunction with Vulcan's Half Year Financial Report and other related releases.

This announcement was approved for release by Vulcan Board of Directors.

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01 / OVERVIEW

On the road to recovery

Performance highlights

We continue to build scale, focus on service and position the business for growth opportunities in a recovering market.

REVENUE

NZ$535m[1]

+8.6% on NZ$493m in 1H FY25

GROSS PROFIT $/TONNE[7]

-2.6%

1H FY26 on 1H FY25[6]

GROSS MARGIN[7]

33.9%

-0.2% on 34.1% in 1H FY25[6]

ADJUSTED EBITDA[2] (excluding significant items)[3]

NZ$57m

flat on NZ$57m in 1H FY25

ADJUSTED NPAT[4] (excluding significant items)

NZ$9.3m

+1.3% on NZ$9.2m in 1H FY25

OPERATING CASH FLOW

NZ$39m

-52.1% on NZ$81m in 1H FY25

CUSTOMERS TRANSACTED WITH VULCAN[5]

25,456

+12.6% on 22,612 in 1H FY25

SALES VOLUME

120,988t

+10.8% on 109,217 tonnes in 1H FY25

INTERIM DIVIDEND

NZ 2.5c

vs NZ 2.5c in 1H FY25

1. m - millions. 2. Earnings before interest, tax, depreciation and amortisation. 3. Roofing acquisition costs. 4. Net profit after tax attributable to shareholders of the parent. 5. Based on customers that transacted with Vulcan at least once in the relevant period. 6. Certain costs for the metals segment previously classified as operating costs in 1HFY25 ($6.9m) have been reclassified as cost of sales in the 1H FY25 numbers to be consistent with the treatment of these costs in 1H FY26. 7. Excludes depreciation.

Half year operating and financial review

Vulcan (ASX: VSL, NZX: VSL), an Australasian industrial product distributor and value-added processor, recorded a sound performance under challenging economic conditions for the six months ended 31 December 2025 (1H FY26, the first half of the 2026 financial year).

Overview

STATUTORY BASIS

- Revenue of NZ$535.4 million, up 8.6% from NZ$493.0 million in 1H FY25
- EBITDA of NZ$56.3 million, down 1.1% from NZ$56.9 million in 1H FY25
- NPAT attributable to shareholders of the parent of NZ$8.3 million, down 9.7% on NZ$9.2 million 1H FY25
- EPS of 5.8 NZ cents, down 1.2 NZ cents from 7.0 NZ cents in 1H FY25
- Net cash inflows from operating activities of $38.7 million, down $42.0 million from $80.7 million 1H FY25

The highlight of the first half of the FY26 financial year was the successful acquisition of Roofing Industries Limited and its subsidiaries. The acquisition became unconditional on 30 September 2025, consequently three months of rollforming revenue and earnings are included in these results.

The rollforming division added a complementary product range to our Steel segment. A number of operational synergies have been identified which will further enhance our overall product offering. The rollforming division results for the first three months of our ownership were in line with our expectations.

The first half trading conditions remained challenging with both New Zealand and Australia navigating a complex macroeconomic environment marked by inflation challenges that remain above central bank mandates. New Zealand demonstrated signs of recovery from recession with a 1.1% increase in GDP for the September quarter, although YoY for 1H FY26 the industry profitability remained depressed. There is emerging evidence of recovery with residential consents improving and overall volume appearing to have stabilised in certain sectors.

Relatively high interest rates in Australia have dampened economic activity. Industry volumes have stabilised and began to show signs of recovery particularly in Queensland and New South Wales, two key states for Vulcan. Australian GDP grew 0.4% in the September quarter 2025.

Half year operating and financial review *continued*

Vulcan trading YoY in quarter two of FY26 for both countries showed signs of recovery in terms of volume, however the pressure on margins remains. There has been increased speculation of rising interest rates in New Zealand, and Australia has recently increased rates. Any increase in interest rates combined with the strategic policy responses to global economic conditions will continue to shape outcomes in 2026 and affect the speed of the expected recovery.

Revenue excluding rollforming increased by 0.2% as a result of an upturn in quarter two of FY26. Australian revenue was down 0.6% and New Zealand up 1.9% due to an improved second quarter. With the inclusion of the rollforming division, total tonnes sold were up 10.8% to 120,988 tonnes from 1H FY25 of 109,217 tonnes.

Overall, gross profit per tonne decreased 2.6% in 1H FY26 compared to 1H FY25 reflecting the continued pressure on margins, with rising costs unable to be fully passed onto customers.

Active trading accounts increased 12.6% YoY from 22,612 in 1H FY25 to 25,456 in 1H FY26, reflecting a modest decline in the underlying business active trading accounts. This was more than offset by the addition of active trading accounts from the inclusion of the rollforming division.

Vulcan continues with its hybrid strategy with three hybrid sites implemented during 1H FY26. Further hybrid sites are planned.

	REVENUE		EBITDA		EBIT		NPAT[1]		EPS (NZ cents)	
NZ$m (unless stated)	1H FY26	1H FY25	1H FY26	1H FY25	1H FY26	1H FY25	1H FY26	1H FY25	1H FY26	1H FY25
Statutory basis	**535.4**	**493.0**	**56.3**	**56.9**	**28.8**	**32.0**	**8.3**	**9.2**	**5.8**	**7.0**
+ Acquisition costs			1.0	-	1.0	-	1.0	-	0.7	-
Adjusted basis, before significant items	**535.4**	**493.0**	**57.3**	**56.9**	**29.9**	**32.0**	**9.3**	**9.2**	**6.6**	**7.0**

1. NPAT - Net Profit After Tax attributable to shareholders of the parent.

Half year operating and financial review *continued*

Steel

Steel revenue increased NZ$52.6 million (25.1%) to NZ$262.5 million in 1H FY26, up from NZ$209.9 million. Sales tonnes increased to 89,405 tonnes in 1H FY26, up 16.0% from 77,060 tonnes in 1H FY25. Average revenue per tonne also increased NZ$213 (7.8%) to NZ$2,936 in 1H FY26 from NZ$2,723 in 1H FY25. Both New Zealand (excluding rollforming) and Australia volumes showed modest increases, with second quarter YoY recoveries in volume.

OPEX excluding depreciation for the Steel segment increased by approximately NZ$6.4 million in 1H FY26 compared to 1H FY25, which was driven by the inclusion of three months of rollforming costs, and continued inflationary pressure. The underlying business cost base increased by 6.7% on 1H FY25.

Overall, Steel EBITDA margin increased 2.4% to 12.9% in 1H FY26 from 10.5% in 1H FY25. As a result, the Steel EBITDA increased by NZ$11.9 million to NZ$33.9 million in 1H FY26. EBITDA margin experienced growth through 1H FY26. The rollforming division typically operates at a higher EBITDA margin than the other divisions within the Steel segment.

Steel, NZ$m	1H FY26	1H FY25	% change
Revenue	262.5	209.9	25.1%
EBITDA	33.9	22.0	54.3%
Sales Volume (000 tonnes)	89.4	77.1	16.0%
Revenue/Tonne ($)	2,936	2,723	7.8%
EBITDA Margin	12.9%	10.5%	245bps

Metals

Metals revenue decreased NZ$10.2 million (3.6%) to NZ$272.9 million in 1H FY26 from NZ$283.1 million in 1H FY25, due to a combination of weaker volume and lower average selling price. Sales tonnes decreased to 31,583 tonnes in 1H FY26, down 1.8% from 32,157 tonnes in the 1H FY25. Average revenue per tonne decreased NZ$164 (1.9%) to NZ$8,640 in 1H FY26 from NZ$8,804 in 1H FY25.

OPEX excluding depreciation for the Metals segment increased by approximately NZ$2.8 million in 1H FY26 compared to 1H FY25. Overall, Metals EBITDA margin declined 2.3% to 13.4% in 1H FY26 from 15.7% in 1H FY25. As a result, the Metals EBITDA decreased by NZ$7.9 million to NZ$36.5 million in 1H FY26.

Metals, NZ$m	1H FY26	1H FY25	% change
Revenue	272.9	283.1	-3.6%
EBITDA	36.5	44.4	-17.7%
Sales Volume (000 tonnes)	31.6	32.2	-1.8%
Revenue / Tonne ($)	8,640	8,804	-1.9%
EBITDA Margin	13.4%	15.7%	-229bps

Half year operating and financial review *continued*

Operating expenditure (OPEX)

Total OPEX increased to NZ$124.0 million as a result of the inclusion of three months trading for the rollforming division. The underlying Vulcan Group OPEX increased by 8.1% reflecting the ongoing inflationary pressures faced in both New Zealand and Australia together with increased employee numbers as we position the business for growth.

Despite the increase in costs, the OPEX costs per tonne remained relatively flat YoY. Management continues to focus on cost control identifying opportunities to improve efficiencies and reduce the impact of inflationary pressures.

Employee numbers increased 341 to 1,648 due to the inclusion of the rollforming division, the Group continuing to ensure a high level of services for its customers and positioning the business for growth.

OPEX, NZ$m	1H FY26	1H FY25	% change
Employee benefits	88.7	73.9	20.0%
Selling & distribution (S&D)	12.3	11.6	6.1%
Occupancy	8.3	7.2	14.9%
General & administrative (G&A)	14.7	18.4	-20.2%
Operating expenses [1,2]	**124.0**	**111.1**	**11.6%**
Employee numbers (at period end)	1,648	1,307	26.1%
Sales volume (000 tonnes)	121.0	109.2	10.8%
Total OPEX/tonne ($000)	1,024.9	1,017.6	0.7%

1. Exclude Depreciation & Amortisation.
2. Before significant items.

Half year operating and financial review *continued*

Cash flows

OPERATING CASH FLOWS

Cash generated from operations recorded a net NZ$38.7 million inflow in 1H FY26 compared to NZ$80.7 million achieved in 1H FY25. This drop was due to a lower reduction in underlying working capital. The 1H FY25 working capital reduced by $48.0 million compared to $1.0 million reduction in 1H FY26. This was largely driven by a change in trade and other payables.

The net cash flows from operating activities of $38.7 million was applied to capital expenditure of NZ$14.3 million, up NZ$0.2 million on 1H FY25 due to the timing of development of various hybrid sites, and a dividend payment of NZ$5.4 million.

During 1H FY26, the Group raised $93.8 million in a capital raising which was successfully completed in September 2025. Of this, $65.3 million was paid out in September 2025 as an initial settlement on the acquisition of Roofing Industries Limited and its subsidiaries. The additional cash raised of $28.5 million was used to reduce net bank debt. An additional $21.7 million was paid as the Roofing Industries Limited final settlement in January 2026.

NZ$m	1H FY26	1H FY25	% change
Receipts from customers	560.3	518.7	8.0%
Payments to suppliers & employees	-496.3	-403.2	23.1%
Net interest paid	-6.7	-16.2	-58.6%
Tax paid	-8.2	-10.1	-18.9%
Lease interest paid	-10.4	-8.5	21.5%
Net cash flows from operating activities	**38.7**	**80.7**	**-52.1%**
Capital raising	93.8	-	n.m.
Capital expenditure	-14.3	-14.1	1.8%
Acquisition (incl debt)	-65.3	-	n.m.
Lease liability payments	-14.6	-13.5	8.5%
Dividends	-5.4	-15.8	-66.0%

Half year operating and financial review *continued*

Balance sheet

WORKING CAPITAL

Net working capital excluding tax payable increased to NZ$326.0 million at 31 December 2025 up from NZ$321.4 million at 30 June 2025.

The inclusion of the rollforming division contributed $21.8 million to working capital, which was offset by $21.7 million deferred settlement for the Roofing Industries Limited acquisition included in trade and other payables. Both inventory and trade and other payables have increased due to high levels of goods in transit.

NET BANK DEBT

Since 30 June 2025, net bank debt decreased by NZ$30.1 million to NZ$202.3 million. The reduction in net bank debt was due to the cash received from the capital raising, with an additional NZ$21.7 million final settlement for the acquisition of Roofing Industries Limited and its subsidiaries made in January 2026. In addition, there was an increase of $7.6 million due to the foreign exchange effect on the translation of the Australian bank debt.

The banking syndicate continues to be supportive and have agreed to provide a relaxation of the existing banking covenant thresholds that return to standard convenant thresholds on 30 June 2026, although the Group was within its underlying standard covenant thresholds at 31 December 2025.

FUNDS EMPLOYED

Total funds employed have increased from NZ$402.1 million on 30 June 25 to NZ$491.0 million on 31 December 25. This primarily reflects the inclusion of the rollforming division including a $37.7 million increase in intangible assets.

NZ$m	31 Dec 25	30 Jun 25	31 Dec 24	% change
Trade and other receivables	146.7	130.8	121.1	21.2%
Inventories	375.2	333.9	362.0	3.7%
Less trade and other payables	-195.9	-143.2	-170.8	14.7%
Working capital excluding tax items	**326.0**	**321.4**	**312.2**	**4.4%**
Property, plant and equipment	138.4	95.7	101.8	36.0%
Intangibles	49.8	12.1	12.8	289.7%
Right-of-use assets	313.9	255.0	248.7	26.2%
Other assets and liabilities	22.7	13.2	21.9	3.6%
Lease liabilities	-359.7	-295.3	-286.6	25.5%
Net bank debt	-202.3	-232.4	-241.5	-16.2%
Net assets/shareholders funds	**288.7**	**169.7**	**169.2**	**70.6%**
Capital employed	**491.0**	**402.1**	**410.8**	

Dividends

The Board has declared a NZ 2.5 cents per share interim dividend. This dividend will be fully franked at 30% tax rate for Australia resident shareholders and fully imputed at 28% tax rate for New Zealand resident shareholders. Australian-domiciled shareholders may benefit from their entitlement to receive an amount in supplementary dividend payment as an offset against New Zealand non-resident withholding tax payable on this imputed interim dividend.

Half year operating and financial review *continued*

Environmental, social and governance (ESG)

Vulcan released its second climate related disclosure (CRD) report under the Aotearoa New Zealand Climate Statements as part of its annual report in August 2025. We continue to build on this as we look to further embed those principles into our business-as-usual activities.

The Group is also working through the initial Australian CRD reporting requirements to ensure that the Group complies with the additional reporting requirements in Australia for the FY26.

Half year operating and financial review *continued*

Outlook

While conditions remain challenging, the industry is beginning to stabilise with signs of recovery. Uncertain global trade policies remain a risk. Vulcan will continue to focus on positioning the business to capitalise on pending economic recovery and deliver a higher return on capital over time.

The lower interest rates in New Zealand are expected to boost confidence in the future although continued higher than expected inflation has slowed overall growth. Current demand has improved but remains relatively subdued with further improvements expected for the remainder of FY26. Certain segments and regions have stabilised and recovered whilst others remain under pressure with minimal growth. Trading volumes in New Zealand are anticipated to begin to recover although the market is expected to remain competitive putting continued pressure on margins. Recent increases in inflation for both New Zealand and Australia may give rise to earlier than expected interest rate increases which may dampen the pace of the recovery.

In Australia, the volume activity achieved in 1H FY26 is expected to continue into the second half of FY26. There is a better outlook for the Steel segment driven by a combination of market dynamics and internal improvements. The outlook for metals is mixed with our focus on both driving revenue and maintaining margins. Activity in Queensland, which accounts for 23% of group revenue, is expected to continue to improve. Olympic projects are unlikely to impact until FY27.

▶ Vulcan will continue to focus on positioning the business to capitalise on a pending economic recovery and deliver higher return on capital over time.

Our principles

We believe that by creating the right environment we inspire the delivery of amazing results.

Provide an enjoyable workspace

We want our employees to genuinely enjoy the work they do. Aside from having well resourced, high standard facilities, we aim to create a workplace where everyone feels listened to, valued and supported in reaching their full potential.

Promote a safe working environment

By nature, working with steel has inherent risks, therefore ensuring our employees' safety is our primary, ongoing priority. Not only do we want our employees to get home safely to their families every night, we also want them to feel psychologically safe and supported while at work.

Be financially prosperous

This enables us the freedom to invest in our business and people to ensure we're thriving, not just surviving. It gives us the ability to determine our future success from which everyone can prosper.

Remain ambitious

Ambition is about being courageous enough to try, knowing that while we may not always succeed, we will learn, grow, adapt and ultimately find a better way. Innovation isn't without risk, and we're here to support our employees in stepping outside of the box and striving for greatness.

Balance the above

We know that balancing the above is critical to our success.

Our ethos

At Vulcan we hold ourselves to the highest standards in our work, how we do it and how we treat one another.

Team first, with respect for the individual

We've got an "everyone supports the team, and the team supports everyone" culture. No one person is more important than another, therefore we value and respect everyone's individual perspectives and ensure that all decision making reflects what's best for the team.

Each person responsible with minimum misunderstanding

We trust everyone to have complete responsibility and autonomy within their role. Our employees don't have someone looking over their shoulder and should feel empowered and enabled to do their job to the best of their ability, in a way that works best for them.

Relaxed, professional and committed

Work should be somewhere our employees enjoy going every day. We don't take ourselves too seriously and our relaxed, yet committed environment ensures everyone feels comfortable asking questions, receiving feedback and supporting one another.

Support our local communities

Our people's health and happiness directly depends on the health and happiness of those around them. These extended networks of friends and families across New Zealand and Australia, are our local communities. Through understanding their challenges and opportunities, and helping support, uplift, and improve the lives of these people, we hope to foster meaningful and lasting change.

Clear profit centre goals

Everyone has a clear understanding of their responsibilities and goals and has the resources and decision-making authority to achieve them.

02 / FINANCIALS

Financial Statements

Consolidated Condensed Interim Statement of Comprehensive Income (unaudited)

FOR THE SIX MONTHS TO 31 DECEMBER 2025

NZ$000's	Notes	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
Revenue	5	535,373	492,988
Cost of sales		(355,122)	(326,773)
Gross profit		**180,251**	**167,215**
Selling and distribution expenses		(12,280)	(11,578)
General and administrative expenses		(140,274)	(123,960)
Total operating expenses		**(152,554)**	**(135,538)**
Other income	5	1,113	329
Operating profit before financing costs		**28,810**	**32,006**
Financing income		1,180	116
Financing expenses		(17,721)	(18,382)
Net financing costs		**(16,541)**	**(18,266)**
Profit before tax	**6**	**12,269**	**13,740**
Tax expense		(3,580)	(4,557)
Profit after tax		**8,689**	**9,183**
Attributable to:			
Owners of Vulcan Steel Limited		8,291	9,183
Non-controlling interests		398	-
Other comprehensive Income			
Items that will be reclassified to profit or loss when specific conditions are met			
Exchange differences on translation of foreign operations		11,641	1,164
Fair value (loss)/gain on cash flow hedges		(821)	1,275
Tax effect of movement in cash flow hedges		224	(372)
Other comprehensive income, net of tax		**11,044**	**2,067**
Total comprehensive income		**19,733**	**11,250**
Attributable to:			
Owners of Vulcan Steel Limited		**19,335**	**11,250**
Non-controlling interests		**398**	**-**
Basic earnings per share	10	$0.06	$0.07
Diluted earnings per share	10	$0.06	$0.07

The accompanying notes form part of these Financial Statements.

Consolidated Condensed Interim Statement of Financial Position (Unaudited)

AS AT 31 DECEMBER 2025

NZ$000's	Notes	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024	Audited 30 Jun 2025
ASSETS				
Current Assets				
Cash and cash equivalents		28,579	8,964	17,372
Trade and other receivables		146,708	121,069	130,773
Inventories		375,222	361,967	333,887
Tax receivable		5,954	8,191	3,043
Derivative financial instruments		-	3,653	-
Total current assets		**556,463**	**503,844**	**485,075**
Non-current assets				
Property, plant and equipment		138,405	101,758	95,660
Right-of-use assets		313,877	248,737	255,013
Intangible assets		49,782	12,773	12,076
Investments in associates		7,581	-	-
Deferred tax assets		10,589	10,028	10,837
Total non-current assets		**520,234**	**373,296**	**373,586**
TOTAL ASSETS		**1,076,697**	**877,140**	**858,661**
LIABILITIES				
Current liabilities				
Trade and other payables		195,931	170,831	143,259
Derivative financial instruments		862	-	712
Lease liabilities		34,326	28,313	29,373
Total current liabilities		**231,119**	**199,144**	**173,344**
Non-current Liabilities				
Lease liabilities		325,398	258,278	265,917
Interest-bearing liabilities		231,466	250,474	249,747
Total non-current liabilities		**556,864**	**508,752**	**515,664**
TOTAL LIABILITIES		787,983	707,896	689,008
EQUITY				
Share capital	9	105,812	11,988	11,988
Retained earnings		151,609	141,146	148,448
Reserves		22,725	16,110	9,217
Equity attributable to owners of Vulcan Steel Limited		280,146	169,244	169,653
Non-controlling interests		8,568	-	-
TOTAL EQUITY		**288,714**	**169,244**	**169,653**
TOTAL LIABILITIES AND EQUITY		**1,076,697**	**877,140**	**858,661**

These financial statements and the accompanying notes were authorised by the Board on 24 February 2026.
For the Board:

Rhys Jones
Director

Gavin Street
Director

The accompanying notes form part of these Financial Statements.

Consolidated Condensed Interim Statement of Changes in Equity (unaudited)

FOR THE SIX MONTHS TO 31 DECEMBER 2025

NZ$000's	Share capital	Retained earnings	Share based payments reserve	Other reserves	Attributable to owners of Vulcan Steel Ltd	Non-controlling interest	Total Equity
Balance as at 1 July 2024	**11,988**	**147,777**	**5,956**	**6,335**	**172,056**	**-**	**172,056**
Comprehensive income							
Profit after tax	-	9,183	-	-	9,183	-	9,183
Other comprehensive income							
Foreign currency translation reserve	-	-	-	1,164	1,164	-	1,164
Cash flow hedge reserve	-	-	-	903	903	-	903
Total comprehensive income	**-**	**9,183**	**-**	**2,067**	**11,250**	**-**	**11,250**
Transactions with owners						-	-
Share based payments reserve	-	-	1,752	-	1,752	-	1,752
Dividends paid	-	(15,814)	-	-	(15,814)	-	(15,814)
Balance as at 31 December 2024	**11,988**	**141,146**	**7,708**	**8,402**	**169,244**	**-**	**169,244**
Balance as at 1 Jan 2025	**11,988**	**141,146**	**7,708**	**8,402**	**169,244**	**-**	**169,244**
Comprehensive income							
Profit after tax	-	6,545	-	-	6,545	-	6,545
Other comprehensive (loss)/ income							
Foreign currency translation reserve	-	-	-	(3,935)	(3,935)	-	(3,935)
Cash flow hedge reserve	-	-	-	(656)	(656)	-	(656)
Total comprehensive income	**-**	**6,545**	**-**	**(4,591)**	**1,954**	**-**	**1,954**
Transactions with owners							
Share based payments reserve	-	-	1,750	-	1,750	-	1,750
Share based payments reserve reclassification	-	4,052	(4,052)	-	-	-	-
Dividends paid	-	(3,295)	-	-	(3,295)	-	(3,295)
Balance as at 30 June 2025	**11,988**	**148,448**	**5,406**	**3,811**	**169,653**	**-**	**169,653**
Balance as at 1 July 2025	**11,988**	**148,448**	**5,406**	**3,811**	**169,653**	**-**	**169,653**
Comprehensive income							
Profit after tax	-	8,291	-	-	8,291	398	**8,689**
Other comprehensive income							
Foreign currency translation reserve	-	-	-	11,641	11,641	-	**11,641**
Cash flow hedge reserve	-	-	-	(597)	(597)	-	(597)
Total comprehensive income	**-**	**8,291**	**-**	**11,044**	**19,335**	**398**	**19,733**
Transactions with owners							
Issue of share capital	93,824	-	-	-	93,824	-	93,824
Business acquisition	-	-	-	-	-	8,170	8,170
Share based payments reserve	-	-	2,464	-	2,464	-	2,464
Dividends paid	-	(5,130)	-	-	(5,130)	-	(5,130)
Balance as at 31 December 2025	**105,812**	**151,609**	**7,870**	**14,855**	**280,146**	**8,568**	**288,714**

The accompanying notes form part of these Financial Statements.

Consolidated Condensed Interim Statement of Cash Flows (unaudited)

FOR THE SIX MONTHS TO 31 DECEMBER 2025

NZ$000's	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from customers	560,255	518,732
Interest received	1,180	116
Payments to suppliers and employees	(496,317)	(403,165)
Tax paid	(8,172)	(10,079)
Interest paid	(7,887)	(16,332)
Lease interest paid	(10,382)	(8,547)
Net cash flows from operating activities	**38,677**	**80,725**
CASH FLOWS FROM INVESTING ACTIVITIES		
Payment for business acquisition	(65,315)	-
Sale of property, plant and equipment and intangibles	57	217
Purchase of property, plant and equipment and intangibles	(14,344)	(14,097)
Net cash flows used in investing activities	**(79,602)**	**(13,880)**
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of share capital	93,824	-
Lease liability payments	(14,642)	(13,494)
Net repayment of borrowings	(26,455)	(52,793)
Dividends paid	(5,376)	(15,814)
Net cash flows from/(used) in financing activities	**47,351**	**(82,101)**
Net increase/(decrease) in cash	6,426	(15,256)
Effect of foreign exchange rates	550	108
Cash and cash equivalents acquired	4,231	-
Opening cash	17,372	24,112
Closing cash	**28,579**	**8,964**
RECONCILIATION OF CLOSING CASH		
Cash and cash equivalents	28,579	8,964
Closing cash	**28,579**	**8,964**
CASH FLOW RECONCILIATION		
Profit after tax	**8,689**	**9,183**
Add/(deduct) non cash items:		
Amortisation of right of use assets	17,881	15,835
Depreciation, amortisation and impairment of other assets	9,717	9,061
Net gain on disposal of assets	(105)	(329)
Deferred tax asset	(954)	(1,071)
Other non-cash items	2,464	-
	29,003	**23,497**
Net working capital movements:		
Trade and other receivables [1]	23,895	25,744
Inventories [1]	(5,248)	3,998
Trade and other payables [1]	(13,953)	22,622
Taxation receivable [1]	(3,709)	(4,318)
	985	**48,046**
Net Cash flows from operating activities	**38,677**	**80,725**

1. The working capital movements are net of foreign currency movements.

The accompanying notes form part of these Financial Statements.

Notes to the Consolidated Condensed Interim Financial Statements (unaudited)

AS AT AND FOR THE SIX MONTHS TO 31 DECEMBER 2025

1. REPORTING ENTITY

Vulcan Steel Limited (the "Company") together with its subsidiaries (the ""Group"") is primarily involved in the sale and distribution of steel and metal products, with operations in New Zealand and Australia. During the year, the Group acquired a new subsidiary, Roofing Industries Limited, and has therefore expanded its operations to include the fabrication and supply of roofing and roofing related products. Details of this acquisition can be found in note 15.

The Company is a profit-oriented entity, domiciled in New Zealand, registered under the Companies Act 1993 and the financial statements comply with this Act. The Company is listed on the Australian Securities Exchange ("ASX") with a dual listing on the NZX main board (under the code "VSL"). The Company is an FMC Reporting Entity under the Financial Markets Conduct Act 2013 and the Financial Reporting Act 2013.

2. BASIS OF PREPARATION

Statement of compliance

The consolidated condensed interim financial statements for the six months ended 31 December 2025 have been prepared in accordance with New Zealand generally accepted accounting practice (NZ GAAP) as appropriate for Tier 1 for-profit entities' consolidated condensed interim financial statements.

These consolidated condensed interim financial statements comply with New Zealand equivalents to International Accounting Standard 34 - Interim Financial reporting ('NZ IAS 34'), other New Zealand accounting standards and authoritative notices that are applicable to entities that apply NZ IFRS. The consolidated condensed interim financial statements also comply with International Accounting Standard 34 - Interim Financial Reporting.

These consolidated condensed interim financial statements have not been audited. They have been the subject of review by the auditor, pursuant to NZ SRE 2410 (Revised) Review of Financial Statements Performed by the Independent Auditor of the Entity, issued by the External Reporting Board. They do not include all of the notes normally included in an annual financial report, and should be read in conjunction with the audited consolidated financial statements for the year ended 30 June 2025.

Basis of measurement

The consolidated condensed interim financial statements have been prepared on the basis of historical cost with the exception of the revaluation of financial assets and liabilities (including derivative instruments) at fair value through profit or loss and other comprehensive income.

The Consolidated Condensed Interim Statement of Comprehensive Income has been prepared so that all components are stated exclusive of GST. All items in the Consolidated Statement of Financial Position are stated net of GST, with the exception of receivables and payables, which include GST invoiced. The cash flows from operating activities are presented exclusive of GST.

Functional currency

The consolidated condensed interim financial statements are presented in NZD which is the Company's functional currency. All amounts have been rounded to the nearest thousand, unless otherwise stated.

Foreign currency transactions and balances

Foreign currency transactions are translated into the relevant functional currency at exchange rates at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the income statement, except when deferred in other comprehensive income as qualifying cash flow hedges.

Foreign operations

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on acquisition, are translated to New Zealand dollars at exchange rates at the reporting date. The income and expenses of foreign operations are translated to New Zealand dollars at exchange rates at the dates of the transactions. Foreign currency differences are recognised in the foreign currency translation reserve (FCTR) in equity. When a foreign operation is disposed of, in part or in full, the relevant amount in the FCTR is transferred to profit or loss.

Material accounting estimates and judgements

The Group's management is required to make judgements, estimates, and apply assumptions that affect the amounts reported in the consolidated condensed interim financial statements. They have based these on historical experience and other factors they believe to be reasonable. Actual results may differ from these estimates.

Material accounting policies

The accounting policies and computation methods used in the preparation of the consolidated condensed interim financial statements are consistent with those used as at 30 June 2025.

Basis of consolidation

The consolidated condensed interim financial statements incorporate the assets and liabilities of all subsidiaries of the Group as at balance date and the results of all subsidiaries for the period then ended.

The Group applies the acquisition method to account for business combinations.

The Group consolidates all entities that it controls. The ownership percentages of these entities vary from 100% to 33% (31 December 2024: all entities were fully owned).

The Group controls an entity when the Group is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power to direct the relevant activities of the entity. Subsidiaries are consolidated from the date on which control is transferred to the Group.

The Group attributes total comprehensive income or loss of subsidiaries between the owners of the parent and the non controlling interests based on their respective ownership interests.

Consideration transferred is the fair value of assets transferred, liabilities incurred to the former owners of the acquiree and equity interests issued by the Group. Consideration transferred also includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities (including contingent liabilities) assumed in a business combination are measured initially at their fair values at the acquisition date.

Associates are entities over which the Group has significant influence, but does not have control or joint control. Significant influence is the power to participate in the financial and operating policy decisions of an investee, but not control or jointly control those policies.

Investments in associates are accounted for using the equity method, whereby the investment is initially recognised at cost and subsequently adjusted for the Group's share of the associate's post-acquisition profit or loss and other comprehensive income. The carrying amount of the investment is reduced to recognise distributions received and any impairment losses identified.

All intercompany balances and transactions, including unrealised profits on transactions between group companies have been eliminated.

Prior period reclassification

For the six months ended 31 December 2024, the Group has reclassified $6.2 million from General and administrative expenses to Cost of sales within the Consolidated Statement of Comprehensive Income. This adjustment has no impact on key performance indicators, remuneration arrangements, or debt covenant compliance. The revised presentation more appropriately reflects the nature and function of manufacturing costs within the Metals segment and enhances comparability with current period's financial information.

Changes to accounting policies

There are no new standards or amendments to standards applicable to the Group for the six months ended 31 December 2025 that have materially impacted the consolidated condensed interim financial statements. All other accounting policies and computation methods used in the preparation of the consolidated condensed interim financial statements are consistent with those used as at 31 December 2024 and 30 June 2025.

At the date of authorisation of these consolidated condensed interim condensed financial statements, the Group has not applied new and revised NZ IFRS standards and amendments that have been issued but are not yet effective. It is not expected that the adoption of these standards and amendments will have a material impact on the consolidated condensed interim financial statements of the Group, except as outlined below.
In May 2024, NZ IFRS 18 Presentation and Disclosure in Financial Statements (effective for reporting periods beginning on or after 1 January 2027) was issued. This standard replaces NZ IAS 1 Presentation of Financial Statements, and will also amend NZ IAS 34 presentation requirements. Management are still assessing the impact and note this may change the presentation of primary statements.

3. SIGNIFICANT TRANSACTIONS AND EVENTS FOR THE CURRENT PERIOD

Acquisition of Roofing Industries - Sale and Purchase agreement

On 26 August 2025, the Group announced that it had signed a conditional sale and purchase agreement to acquire all the shares in Roofing Industries Limited ('Roofing Industries').

Dividend

On 26 August 2025, the Directors approved a final dividend of 3.5 cents per share totalling $4.6 million. The dividend record date was 9 October 2025 and payment occurred on 22 October 2025. The dividend was fully franked and fully imputed.

Issue of ordinary shares - Capital raising

On 4 September 2025 and 24 September 2025, the Company issued 9,969,007 and 4,674,506 new ordinary quoted shares, respectively, as part of a fully underwritten capital raising for the purposes of financing a business acquisition.
The total value of the capital raising (including associated costs) was $93.8 million.

Issue of ordinary shares - Employee Share Based Compensation

On 25 September 2025, the Company issued 101,055 new ordinary quoted shares as part of its Employee Share Based Compensation scheme.

Acquisition of Roofing Industries - Settlement and Control

Key conditions of the sale and purchase agreement were satisfied at the end of the day on 30 September 2025 and the Group took control of Roofing Industries from that date.

Debt covenants changes

On 28 October 2025, the Group agreed permanent adjustments to its term debt syndicated facilities, specifically regarding the integration of the newly acquired Roofing Industries entities. The adjustments included changes to the Guaranteeing Group, debt limits to subsidiaries outside of the Guaranteeing Group and Roofing Industries inclusion in financial covenants calculations.

4. OPERATING SEGMENTS

Vulcan comprises the following operating segments based on internal reports that are reviewed and used by the Chief Operating Decision Maker (CODM - comprising the CEO/Managing Director, CFO and COO) in assessing performance and in determining the allocation of resources:

Steel business across Australia and New Zealand

Steel distribution - the sale of hollows, merchant products including bars, beams, angles, channels, unprocessed coil and plate;

Plate processing - cutting, drilling, tapping, countersinking and folding of plates to customer requirements;

Coil processing - sheeting & slitting to customer specifications;

Rollforming - fabrication and sale of roofing and roofing-related products.

Metals business across Australia and New Zealand

Stainless steel - the sale of stainless steel products including hollows, bars, fittings and sheets, and processing services including cutting, drilling, tapping, countersinking and folding of plates to customer requirements, as well as sheeting & slitting of stainless coil.

Engineering Steel - the sale of high-performance steel and metal products, and cutting service to specification.

Aluminium - distribution of internally extruded standardised and customised products and third party products including sheet, plate and coil products.

Reporting is received on at least a monthly basis, and performance is measured based on underlying segment earnings before interest, tax, depreciation and amortisation (EBITDA). EBITDA is used to measure performance as the CODM believes that such information is the most relevant in evaluating the results of certain segments relative to other entities that operate within this industry.

The Group has a diverse range of customers from various industries, with no single customer contributing more than 5% of the Group's revenue.

Financing income and expenses are not allocated to segments. These interest income and expense related activities are driven by the central corporate function, which manages the cash position of the Group.

Assets and liabilities are provided to the CODM on a Group basis, and are separately reported with respect to the individual operating segments.

Sales between segments are eliminated on consolidation. The amounts provided to the CODM with respect to segment revenue are measured in a manner consistent with that of the financial statements.

The following is an analysis of the Group's results by reportable segment:

	Unaudited 31 Dec 2025				Unaudited 31 Dec 2024			
NZ$000's	Steel	Metals	Corporate	Total	Steel	Metals	Corporate	Total
Total operating revenue	262,491	272,882	-	**535,373**	209,861	283,127	-	**492,988**
EBITDA (pre significant items)	33,918	36,509	(13,101)	**57,326**	21,983	44,377	(9,458)	**56,902**
Significant items [1]				(1,023)				-
EBITDA				**56,303**				**56,902**
Depreciation & amortisation of PPE & intangibles				(9,663)				(9,061)
Amortisation of right of use assets				(17,830)				(15,835)
Total depreciation & amortisation				**(27,493)**				**(24,896)**
Operating profit before financing costs				**28,810**				**32,006**
Financing income				1,180				116
Financing expenses				(7,339)				(9,835)
Financing expenses on lease liabilities				(10,382)				(8,547)
Net financing costs				**(16,541)**				**(18,266)**
Profit before tax				**12,269**				**13,740**
Tax expense				(3,580)				(4,557)
Reported NPAT				**8,689**				**9,183**
Reported NPAT attributable to owners of Vulcan Steel Limited				**8,291**				**9183**
Reported NPAT attributable to Non-controlling interests				**398**				**-**
TOTAL ASSETS	484,330	509,320	83,047	**1,076,697**	318,407	506,630	52,103	**877,140**
TOTAL LIABILITIES	267,302	273,158	247,523	**787,983**	185,428	216,074	306,394	**707,896**
Geographical Information	NZ	Australia	Corporate	**Total**	NZ	Australia	Corporate	**Total**
TOTAL OPERATING REVENUE	206,093	329,280	-	**535,373**	161,584	331,404	-	**492,988**
EBITDA	36,542	33,885	(14,124)	**56,303**	26,735	39,625	(9,458)	**56,902**
TOTAL NON CURRENT ASSETS	184,425	270,576	65,233	**520,234**	93,962	247,582	31,752	**373,296**

1. Significant Item means any income or expense of such size, nature or incidence that is relevant to the user's understanding of the performance of the entity and is disclosed as a "Significant Item" in the Note 6 of these consolidated financial statements. The amount disclosed for the six months ended 31 December 2025 relates to the costs to acquire Roofing Industries Limited.

5. REVENUE

NZ$000's	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
Total operating revenue	535,373	492,988
Other income	1,113	329

6. EXPENSES

NZ$000's	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
Profit before tax includes the following expenses:		
Employee benefit expenses	81,493	67,571
Defined contribution plans	7,192	6,303
Depreciation and amortisation	27,493	24,896
Selling and distribution	12,280	11,578
Occupancy costs	8,321	7,241
Store costs	10,029	10,054
Other expenses	13,783	14,075
Significant item - Business acquisition expenses	1,023	-

7. EMPLOYEE SHARE BASED COMPENSATION

Performance Share Rights Plan

The Company has established a Long-Term Incentive Plan (LTIP), effective 1 July 2021, to assist in the motivation, retention and reward of eligible employees. The LTIP is designed to align the interests of employees with the interests of Shareholders by providing an opportunity for certain employees to receive an equity interest in the Company.

The Board may determine the individual employees who are eligible to participate in the LTIP from time to time. Determination of eligibility is at the Board's sole and absolute discretion.

Under the LTIP, the Company may grant Performance Share Rights (PSR) to a Participant. Each PSR unit entitles the holder (at no cost to the Participant) to one ordinary share in the Company. Unless otherwise stated, PSR grants are to be made annually on 1 July.

All incentives have a 3-year vesting period. The LTIs are split into 2 components ("Tranche 1" and "Tranche 2"). The vesting criteria for Tranche 1 is based on Return on Capital Employed ("ROCE") thresholds while Tranche 2 is based on the Company's total shareholder return ("TSR") ranking relative to a "Benchmark Group". For both tranches the individual must remain employed by the Company.

The Benchmark Group comprise all companies in the ASX 300 index (excluding mining, energy and financial companies). The measurement of both the Company's and benchmark TSRs will be the gross return based upon any capital gains / (losses) and the cash component of dividends only (i.e., excluding returns attributable to franking credits). The share price returns of the Company and/or the Benchmark Group will also be adjusted for:

- The impact of bonus issues and /or capital reconstructions; and
- Referenced to the 20-day Volume Weighted Average Price ("VWAP") of the Company's share price prior to the testing date.

The fair value of PSRs are recognised as an expense in the Consolidated Condensed Interim Statement of Comprehensive Income over the vesting period of the rights with a corresponding entry to the share based payments reserve.

An additional 833,829 PSR's (FY26 Grant) were granted in the current period with a combined fair value of $5,988,715 (December 2024: 933,650 PSR's issued with a combined fair value of $6,418,844).

The total expense recognised in the six months to 31 December 2025 in relation to equity settled share based payments was $2.5 million (December 2024: $1.8 million). A total of 101,055 were exercised during the period (December 2024: 376,820).

8. IMPAIRMENT TESTING AND INTANGIBLES

The annual impairment test is performed as at 30 June each year. Goodwill is considered to be impaired if the carrying amount of the relevant cash generating units ("CGUs") exceeds its recoverable amount. The recoverable amount of a CGU is the higher of its fair value less costs of disposal ("FVLCOD") and its value-in-use ("VIU").
A VIU approach is used to estimate the recoverable amount of the CGU to which each goodwill component is allocated.

There are no indicators of impairment at 31 December 2025.

9. SHARE CAPITAL

Fully paid ordinary shares	Unaudited 31 Dec 2025 Number of shares	Unaudited 31 Dec 2025 Share capital $000	Audited 30 Jun 2025 Number of shares	Audited 30 Jun 2025 Share capital $000
Opening balance	131,785,392	11,988	131,408,572	11,988
Issue of shares	14,744,568	93,824	376,820	-
Closing balance	**146,529,960**	**105,812**	**131,785,392**	**11,988**

All shares are fully paid and carry one vote per share and a right to dividends and a pro rata share of net assets on a wind up. A total of 14,744,568 shares were issued during the period as part of the Company's capital raising and employee share based compensation scheme.

10. EARNINGS PER SHARE

Weighted average ordinary shares outstanding for the six months ended 31 December 2025

	Number of ordinary shares outstanding	Period of shares outstanding (days)	Time-weighting factor	Weighted ordinary shares outstanding
Period before share issue	131,785,392	65	0.36	47,442,741
Period after share issue (4 September 2025)	141,754,399	20	0.11	15,592,984
Period after share issue (24 September 2025)	146,428,905	1	0.01	1,464,289
Period after share issue (25 September 2025)	146,529,960	97	0.53	77,660,879
				142,160,893

	Unaudited 31 Dec 2025	Unaudited 31 Dec 2024
Profit after tax attributable to owners of Vulcan Steel Limited (NZ$000's)	**8,291**	**9,183**
Weighted average ordinary shares outstanding (number of shares)	142,160,893	131,608,287
Basic earnings per share (cents per share)	5.8	7.0
Diluted earnings per share (cents per share)	5.8	7.0

11. FINANCIAL INSTRUMENTS

NZ IFRS 13 for financial assets and liabilities measured at fair value requires disclosure of the fair value measurements by level from the fair value hierarchy, described as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities; or

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (prices) or indirectly (derived from prices); or

Level 3: Inputs for the asset or liability that are not based on observable market data (unobservable inputs).

All the Group's financial instruments held at fair value have been measured at the fair value measurement hierarchy of level 2 (31 December 2024: level 2).

The carrying value of the Group's financial assets and liabilities approximate the fair values.

12. CAPITAL COMMITMENTS

Total capital expenditure contracted as at balance date but not provided for in the accounts was $3.8 million (30 June 2025: $6.2 million).

13. CONTINGENT LIABILITIES

There is a bank guarantee with National Australia Bank Ltd of $15.2 million (30 June 2025: $14.2 million) over property in Australia.

14. RELATED PARTY TRANSACTIONS

The Company has related party relationships with its controlled entities and with key management personnel.

Related party transactions continue to include key executive remuneration, lease payments on the buildings and dividends paid by the Group to its directors and shareholders. In addition to this, a long term incentive plan has been entered into by the Group for its key management personnel which includes the managing director. Refer to note 7 for details on this arrangement.

15. ACQUISITION OF SUBSIDIARY

On 26 August 2025, the Group announced that it had signed a conditional sale and purchase agreement to acquire all the shares in Roofing Industries Limited ('Roofing Industries'). Roofing Industries Limited is one of the leading manufacturers and suppliers of steel roofing and cladding in the New Zealand market representing a new prodiuct vertical for the Group.
Key conditions of the sale and purchase agreement were satisfied at the end of 30 September 2025 and the company took control of Roofing Industries from that date.

The amounts recognised in respect of the identifiable assets acquired and liabilities assumed are as set out in the table below.

NZ$000's	Unaudited 31 Dec 2025
Fair value of consideration transferred	
Amount settled in cash	65,315
Deferred cash settlement	21,666
Total	**86,981**
Recognised amounts of identifiable net assets	
Property, plant and equipment	32,852
Right-of-use assets	37,801
Intangible assets	8,918
Investment in associates	7,581
Total non-current assets	**87,152**
Inventories	20,231
Trade and other receivables	19,657
Dividends receivable from associates	905
Cash and cash equivalents	4,231
Total current assets	**45,024**
Shareholder loans	(582)
Lease liabilities	(37,801)
Deferred tax liabilities	(1,999)
Total non-current liabilities	**(40,382)**
Trade and other payables	(25,064)
Tax payable	(390)
Total current liabilities	**(25,454)**
Identifiable net assets	**66,340**
Non-controlling interest	8,170
Identifiable net assets attributable to the Group	**58,170**
Goodwill on acquisition	**28,811**
Consideration transferred settled in cash	65,315
Cash and cash equivalents acquired	(4,231)
Net cash outflow on acquisition	**61,084**
Acquisition costs charged to expenses	1,023

15. ACQUISITION OF SUBSIDIARY *(continued)*

Effective interests acquired

The Group acquired all shares in Roofing Industries Limited. The acquired entity holds interests in other legal entities which form part of the acquired Roofing Industries Limited Group.

Entity acquired	Effective Group interest	Investment type
Roofing Industries Limited	100%	Subsidiary
Roofing Industries (Franklin) Limited	100%	Subsidiary
Roofing Industries (Marlborough) Limited	100%	Subsidiary
Roofing Industries (Southern Lakes) Limited	100%	Subsidiary
Roofing Industries (Central) Limited	75%	Subsidiary
Roofing Industries (Wellington) Limited	75%	Subsidiary
Roofing Industries (Taranaki) Limited	75%	Subsidiary
Roofing Industries (Northland) Limited	75%	Subsidiary
Roofing Industries (Taupo) Limited	75%	Subsidiary
Roofing Industries (Waikato) Limited	75%	Subsidiary
Roofing Industries (Southland) Limited	50%	Subsidiary
Roofing Industries (Otago) Limited	33.33%	Subsidiary
Rooflogic Limited	32.50%	Associate

Consideration transferred

The acquisition of Roofing Industries was settled in cash amounting to $65.3 million with a further $21.7 million paid subsequent to the balance date, on 30 January 2026.

Acquisition-related costs amounting to $1.0 million are not included as part of consideration transferred and have been recognised as an expense in the consolidated statement of profit or loss, as part of administration expenses.

Identifiable net assets

The fair value of the trade and other receivables acquired as part of the business combination amounted to $19.7 million, with a gross contractual value of $21.1 million. The best estimate at acquisition date of the contractual cash flows not to be collected is $1.5 million.

Non-controlling interests

Non controlling interests at acquisition were valued using the proportionate share of net assets.

Goodwill

The calculation of goodwill of $28.8 million arising from the acquisition consists of growth expectations, expected future profitability, the skills and expertise of Roofing Industries' workforce and expected cost synergies. Goodwill has been allocated to the steel segment and is not expected to be deductible for income tax purposes

Roofing Industries' contribution to the Group results

Roofing Industries contributed $41.4 million revenue and $3.2 million to the Group's net profit after tax attributable to shareholders of the parent for the period between the date of acquisition and the reporting date.

If the acquisition of Roofing Industries had been completed on the first day of the financial year, Group revenues for the six months would have been $576.2 million and Group net profit after tax attributable to shareholders of the parent would have been $8.9 million.

16. EVENTS OCCURRING AFTER BALANCE DATE

Dividends

On 24 February 2026, the Directors approved an interim dividend of 2.5 cents per share totalling $3.7 million. The dividend record date is 12 March 2026 and payment will occur on 26 March 2026. The dividend will be fully franked and fully imputed.

Roofing Industries Business Acquisition - Deferred settlement

On 30 January 2026, the deferred settlement payment of $21.7 million in relation to the acquisition of Roofing Industries was paid.

No other matters or circumstances have arisen since the end of the financial period which significantly affect the company, the results of those operations, or the state of affairs of the company in future financial years.

Deloitte.

INDEPENDENT AUDITORS REVIEW REPORT TO THE SHAREHOLDERS OF VULCAN STEEL LIMITED

Conclusion

We have reviewed the consolidated condensed interim financial statements ('interim financial statements') of Vulcan Steel Limited ('the Company') and its subsidiaries ('the Group') on pages 18 to 28 which comprise the consolidated condensed interim statement of financial position as at 31 December 2025, and the consolidated condensed interim statement of comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows for the six months ended on that date, and notes to the interim consolidated condensed financial statements, including material accounting policy information.

Based on our review, nothing has come to our attention that causes us to believe that the interim financial statements of the Group do not present fairly, in all material respects, the financial position of the Group as at 31 December 2025 and its financial performance and cash flows for the six months ended on that date in accordance with NZ IAS 34 *Interim Financial Reporting* and IAS 34 *Interim Financial Reporting*.

Basis for Conclusion

We conducted our review in accordance with NZ SRE 2410 (Revised) *Review of Financial Statements Performed by the Independent Auditor of the Entity* ('NZ SRE 2410 (Revised)'). Our responsibilities are further described in the *Auditor's Responsibilities for the Review of the Interim Financial Statements* section of our report.

We are independent of the Group in accordance with Professional and Ethical Standard 1 *International Code of Ethics for Assurance Practitioners (including International Independence Standards) (New Zealand)* ('PES 1') as applicable to audits and reviews of public interest entities. We also have fulfilled our other ethical responsibilities in accordance with PES 1.

Our firm carries out other assurance assignments for the Group in respect of selected greenhouse gas disclosures included in the Group's Climate Statements. These services have not impaired our independence as auditor of the Company and Group. The firm has no other relationship with, or interests in, the Company or any of its subsidiaries.

Directors' responsibilities for the interim financial statements

The directors are responsible on behalf of the Company for the preparation and fair presentation of the interim financial statements in accordance with NZ IAS 34 *Interim Financial Reporting* and IAS 34 *Interim Financial Reporting* and for such internal control as the directors determine is necessary to enable the preparation and fair presentation of the interim financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the review of the interim financial statements

Our responsibility is to express a conclusion on the interim financial statements based on our review. NZ SRE 2410 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the interim financial statements, taken as a whole, are not prepared, in all material respects, in accordance with NZ IAS 34 *Interim Financial Reporting* and IAS 34 *Interim Financial Reporting*.

A review of the interim financial statements in accordance with NZ SRE 2410 (Revised) is a limited assurance engagement. We perform procedures, primarily consisting of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing (New Zealand) and consequently do not enable us to obtain assurance that we might identify in an audit. Accordingly we do not express an audit opinion on the interim financial statements.

Restriction on use

This report is made solely to the company's shareholders, as a body. Our review has been undertaken so that we might state to the company's shareholders those matters we are required to state to them in a review report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company's shareholders as a body, for our engagement, for this report, or for the conclusions we have formed.

Deloitte Limited

Andrew Dick, Partner
for Deloitte Limited
Auckland, New Zealand
24 February 2026

This review report relates to the unaudited interim financial statements of Vulcan Steel Limited ('the Company') for the 6 months ended 31 December 2025 included on the Company's website. The directors are responsible for the maintenance and integrity of the Company's website. We have not been engaged to report on the integrity of the Company's website. We accept no responsibility for any changes that may have occurred to the unaudited interim financial statements since they were initially presented on the website. The review report refers only to the unaudited interim financial statements named above. It does not provide an opinion on any other information which may have been hyperlinked to/from these unaudited interim financial statements. If readers of this report are concerned with the inherent risks arising from electronic data communication they should refer to the published hard copy of the unaudited interim financial statements and related review report dated 24 February 2026 to confirm the information included in the unaudited interim financial statements presented on this website. Legislation in New Zealand governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Directors' Declaration

The unaudited interim financial statements of Vulcan Steel Limited and its subsidiaries (the Group) for the half year ended 31 December 2025 were authorised for issue on 24 February 2026 in accordance with a resolution of the directors.

In accordance with ASX Listing Rule 4.2A.2A, the directors declare that, as at that date, and in the directors' opinion:

1. There are reasonable grounds to believe the Group will be able to pay its debts as and when they become due and payable: and
2. The relevant interim financial statements and notes comply with the accepted accounting standards in New Zealand.

For and on behalf of the Board:

Rhys Jones
Chair of the Board

Gavin Street
Managing Director &
Chief Executive Officer

Corporate Directory

BOARD OF DIRECTORS

Adrian Casey
Russell Chenu *(retired as Chair 31 December 2025)*
Bart de Haan
Nicola Greer
Rhys Jones - Chair *(appointed Chair 1 January 2026)*
Carolyn Steele
Gavin Street *(appointed 1 January 2026)*

EXECUTIVE KEY MANAGEMENT PERSONNEL

Gavin Street - Managing Director and Chief Executive Officer *(appointed 1 January 2026)*
Adrian Casey - Chief Operating Officer
Kar Yue Yeo - Chief Financial Officer

REGISTERED OFFICE

New Zealand
29 Neales Road
East Tamaki
Auckland 2013
Telephone: +64 9 273 7214

Australia
c/o - Pitcher Partners Advisors Proprietary Limited
Level 13, 664 Collins Street
Docklands
VIC 3008
Telephone: +61 3 8610 5000

ADMINISTRATIVE OFFICE

New Zealand
269 Ti Rakau Drive
East Tamaki
Auckland 2013
Telephone: +64 9 272 7495

Australia
72-86 Nathan Road
Dandenong South
VIC 3175
Telephone: +61 3 8792 9699

SHARE REGISTRY

Vulcan's register of securities is maintained by MUFG Corporate Markets (a division of MUFG Pension & Market Services), and is held at the following addresses:

Australia
Level 12, 680 George Street
Sydney
NSW 2000
Telephone: +61 1300 554 474

New Zealand
Level 30, PwC Tower
15 Customs Street West
Auckland 1010
Telephone: +64 9 375 5998

AUDITORS

Deloitte Limited
1 Queen Street
Auckland 1140
New Zealand

COMPANY NUMBERS

New Zealand company number: 68137
New Zealand business number: 9429038466052
Australian registered business number: 652 996 015

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