



Metallus Announces Second-Quarter 2026 Results

- *Net sales of \$341.0 million, up 11% sequentially and 12% year over year, while net income increased to \$8.9 million from \$5.4 million in the first quarter and \$3.7 million in the prior-year quarter*
- *Adjusted EBITDA of \$29.0 million, an increase of 18% sequentially and 9% year over year*
- *Invested \$15.2 million in strategic capital expenditures and \$3.6 million to repurchase common shares*
- *Growth in order book reinforces strong demand visibility for the second half of 2026*
- *Bloom reheat furnace commissioned; roller furnace remains on schedule*
- *Refinanced Credit Agreement to 2031 while providing adequate liquidity and flexibility*
- *Cash and cash equivalents of \$108.6 million with total liquidity⁽¹⁾ of \$394.8 million as of June 30, 2026*

CANTON, Ohio: August 3, 2026 – Metallus (NYSE: MTUS), a leader in high-quality specialty metals, manufactured components and supply chain solutions, today reported second-quarter 2026 net sales of \$341.0 million and net income of \$8.9 million, or \$0.21 per diluted share. On an adjusted basis⁽²⁾, the second-quarter 2026 net income was \$11.1 million, or \$0.26 per diluted share, and adjusted EBITDA was \$29.0 million.

This compares with the sequential first-quarter 2026 net sales of \$308.3 million and net income of \$5.4 million, or \$0.13 per diluted share. On an adjusted basis⁽²⁾, the first-quarter 2026 net income was \$7.7 million, or \$0.18 per diluted share, and adjusted EBITDA was \$24.6 million.

In the same quarter last year, the company had net sales of \$304.6 million and net income of \$3.7 million, or \$0.09 per diluted share. On an adjusted basis⁽²⁾, the second-quarter 2025 net income was \$8.2 million, or \$0.19 per diluted share, and adjusted EBITDA was \$26.5 million.

"We delivered a strong second quarter, highlighted by increased shipments, improved pricing and product mix and higher profitability both sequentially and compared with the prior year. Demand remains healthy across our key end markets, supported by a robust order book that provides strong visibility for the second half of 2026. We successfully completed the commissioning of our new bloom reheat furnace and the roller furnace remains on schedule. These investments represent important milestones in our commitment to growing our presence in the aerospace & defense market while continuing to support our long-standing automotive, industrial, energy and distribution customers. The recent investments enhance our manufacturing capabilities, improve operational efficiency, and strengthen our ability to meet increasing customer demand," said Mike Williams, chief executive officer.

"As we enter the second half of 2026, we have a healthy order book, favorable product mix, continued pricing momentum and a daily focus on operational execution. As a result, we expect that profitability will continue to improve compared to the same periods last year and cash flow generation will be positive."

SECOND-QUARTER 2026 FINANCIAL SUMMARY

- **Net sales** increased 11 percent to \$341.0 million, compared with \$308.3 million in the first quarter of 2026. Compared with the prior-year second quarter, net sales increased 12 percent. The increases in both comparable periods were driven primarily by higher shipments across the majority of



end-markets, increased raw material surcharge revenue per ton, higher average base sales⁽²⁾ prices and improved product mix.

- **Ship tons** increased 10,400 tons sequentially, or 6 percent, to 174,200 tons driven primarily by higher shipments across the majority of end-markets. Compared with the prior-year second quarter, shipments increased 4 percent, driven by higher shipments in automotive and aerospace & defense end-markets.
- **Melt utilization** improved to 74 percent in the second quarter, up from 72 percent in the first quarter and 71 percent in the same quarter last year. Manufacturing cost performance declined sequentially, due to lower than expected fixed-cost absorption, as melt utilization improved but fell short of plan, along with higher maintenance costs to address downstream asset reliability.

CASH, LIQUIDITY AND REPURCHASE ACTIVITY

As of June 30, 2026, the company's cash and cash equivalents balance was \$108.6 million. In the second quarter, operating cash flow totaled \$12.8 million, driven by profitability and lower inventory, partially offset by lower accounts payable due to the timing of raw material purchases and required pension contributions. Capital expenditures totaled \$15.2 million in the second quarter, including \$9.5 million for projects primarily funded by the U.S. government. Total liquidity⁽¹⁾ was \$394.8 million as of June 30, 2026.

On June 30, 2026, the company refinanced its asset-based revolving credit facility ("Credit Facility") and extended the maturity date to June 2031. Following the amendment, Credit Facility available capacity was \$300.0 million with improvement in a variety of financial terms and covenants, including reduced annual fees. The Credit Facility remains undrawn at this time.

Additionally, during the second quarter, the company repurchased 0.2 million common shares at an aggregate cost of \$3.6 million. As of June 30, 2026, the company had \$81.8 million remaining under its authorized share repurchase program.

During the second quarter, the company received the final \$11.3 million from the U.S. Army as part of the previously announced \$99.75 million capacity expansion funding agreement in support of the U.S. Army's mission of ramping up munitions production. Through the end of June, the company had received \$102.8 million of government funding, consisting of \$99.75 million from the U.S. Army and \$3.0 million from JobsOhio as part of the previously announced grant.

OUTLOOK

Given the elements outlined in the outlook below, the company expects third-quarter adjusted EBITDA to be slightly higher than the second quarter of 2026 and the third quarter of 2025.

Commercial:

- Third-quarter shipments are expected to be similar to second-quarter shipments based on the customer mix and lead time expectations.



- Lead times for bar and tube products currently extend into late fourth quarter.
- Based on lead times and product mix, third quarter price and mix are expected to be slightly better than the second quarter.
- The company recently announced price increases effective early August for customers not covered by annual pricing agreements of \$60 per ton on bar, \$100 per ton on carbon seamless mechanical tubing, and \$160 per ton on alloy seamless mechanical tubing products. Based on lead times, the company expects to realize the full run rate benefit of these price increases beginning in 2027.

Operations:

- The company anticipates a slight increase in its third quarter average melt utilization rate, supported by strength in the order book.
- Manufacturing costs are expected to be relatively flat sequentially as a result of slightly higher melt utilization offset by increased planned maintenance outages.

Other matters:

- Planned capital expenditures remain at approximately \$70 million in 2026, inclusive of \$35 million of capital expenditures partially funded by the U.S. government.
- The company does not expect to make any additional pension contributions during the remainder of 2026.
- An adjusted effective income tax rate⁽³⁾ between 27 and 30 percent is expected for the full year 2026.

(1) *The company defines total liquidity as available borrowing capacity plus cash and cash equivalents.*

(2) *Please see discussion of non-GAAP financial measures in this news release.*

(3) *The company defines the adjusted effective income tax rate as adjusted income tax expense (benefit) divided by adjusted pre-tax (loss) income.*



METALLUS EARNINGS WEBCAST INFORMATION

Metallus will provide live Internet listening access to its conference call with the financial community scheduled for Tuesday, August 4, 2026, at 9:00 a.m. ET. The live conference call will be broadcast at investors.metallus.com. A replay of the conference call will also be available at investors.metallus.com.

ABOUT METALLUS INC.

Metallus (NYSE: MTUS) manufactures high-performance specialty metals from recycled scrap metal in Canton, OH, serving demanding applications in industrial, automotive, aerospace & defense and energy end-markets. The company is a premier U.S. producer of alloy steel bars (up to 16 inches in diameter), seamless mechanical tubing and manufactured components. In the business of making high-quality steel for more than 100 years, Metallus' proven expertise contributes to the performance of our customers' products. The company employs approximately 1,905 people and had sales of \$1.2 billion in 2025. For more information, please visit us at www.metallus.com.

-###-

Investor contact:
Jenna Johnson
P 330.471.4375
ir@metallus.com

NON-GAAP FINANCIAL MEASURES

Metallus reports its financial results in accordance with accounting principles generally accepted in the United States ("GAAP") and corresponding metrics as non-GAAP financial measures. This earnings release includes references to the following non-GAAP financial measures: adjusted earnings (loss) per share, adjusted net income (loss), EBITDA, adjusted EBITDA, free cash flow, base sales, and other adjusted items. These are important financial measures used in the management of the business, including decisions concerning the allocation of resources and assessment of performance. Management believes that reporting these non-GAAP financial measures is useful to investors as these measures are representative of the company's performance and provide improved comparability of results. See the attached schedules for definitions of the non-GAAP financial measures referred to above and corresponding reconciliations of these non-GAAP financial measures to the most comparable GAAP financial measures. Non-GAAP financial measures should be viewed as additions to, and not as alternatives for, Metallus' results prepared in accordance with GAAP. In addition, the non-GAAP measures Metallus uses may differ from non-GAAP measures used by other companies, and other companies may not define the non-GAAP measures Metallus uses in the same way.

FORWARD-LOOKING STATEMENTS

This news release includes "forward-looking" statements within the meaning of the federal securities laws. You can generally identify the company's forward-looking statements by words such as "will," "anticipate," "aspire," "believe," "could," "estimate," "expect," "forecast," "outlook," "intend," "may," "plan," "possible," "potential," "predict," "project," "seek," "target," "should," "would," "strategy," or "strategic direction" or other similar words, phrases or expressions that convey the uncertainty of future events or outcomes. The company cautions readers that actual results may differ materially from those expressed or implied in forward-looking statements made by or on behalf of the company due to a variety of factors, such as: (1) the effects of fluctuations in customer demand on sales, product mix and prices in the industries in which the company operates, including the ability of the company to respond to rapid changes in customer demand including but not



limited to changes in domestic and worldwide political and economic conditions due to, among other factors, U.S. and foreign trade policies and the impact on economic conditions, changes in customer operating schedules due to supply chain constraints or unplanned work stoppages, the ability of customers to obtain financing to purchase the company's products or equipment that contains its products, the effects of customer bankruptcies or liquidations, the impact of changes in industrial business cycles, and whether conditions of fair trade exist in U.S. markets; (2) changes in operating costs, including the effect of changes in the company's manufacturing processes, changes in costs associated with varying levels of operations and manufacturing capacity, availability of raw materials and energy, the company's ability to mitigate the impact of fluctuations in raw materials and energy costs and the effectiveness of its surcharge mechanism, changes in the expected costs associated with product warranty claims, changes resulting from inventory management, cost reduction initiatives and different levels of customer demands, the effects of unplanned work stoppages, availability of skilled labor and changes in the cost of labor and benefits; (3) the success of the company's operating plans, announced programs, initiatives and capital investments, the consistency to meet demand levels following unplanned downtime, and the company's ability to maintain appropriate relations with the union that represents its associates in certain locations in order to avoid disruptions of business; (4) whether the company is able to successfully implement actions designed to improve profitability on anticipated terms and timetables and whether the company is able to fully realize the expected benefits of such actions; (5) the company's pension obligations and investment performance; (6) with respect to the company's ability to achieve its sustainability goals, including its 2030 environmental goals, the ability to meet such goals within the expected timeframe, changes in laws, regulations, prevailing standards or public policy, the alignment of the scientific community on measurement and reporting approaches, the complexity of commodity supply chains and the evolution of and adoption of new technology, including traceability practices, tools and processes; (7) availability of property insurance coverage at commercially reasonable rates or insufficient insurance coverage to cover claims or damages; (8) the availability of financing and interest rates, which affect the company's cost of funds and/or ability to raise capital; (9) the impacts from any repurchases of our common shares, including the timing and amount of any repurchases; (10) competitive factors, including changes in market penetration, increasing price competition by existing or new foreign and domestic competitors, the introduction of new products by existing and new competitors, and new technology that may impact the way the company's products are sold or distributed; (11) deterioration in global economic conditions, or in economic conditions in any of the geographic regions in which the company conducts business, including additional adverse effects from global economic slowdown, terrorism or hostilities, including political risks associated with the potential instability of governments and legal systems in countries in which the company or its customers conduct business, and changes in currency valuations; (12) the impact of global conflicts on the economy, sourcing of raw materials, and commodity prices; (13) climate-related risks, including environmental and severe weather caused by climate changes, and legislative and regulatory initiatives addressing global climate change or other environmental concerns; (14) unanticipated litigation, claims or assessments, including claims or problems related to intellectual property, product liability or warranty, employment matters, regulatory compliance and environmental issues and taxes, among other matters; (15) cyber-related risks, including information technology system failures, interruptions and security breaches; (16) the potential impact of pandemics, epidemics, widespread illness or other health issues; and (17) with respect to the equipment investments to support the U.S. Army's mission of ramping up munitions production in the coming years, and whether the anticipated increase in throughput is achieved. Further, this news release represents our current policy and intent and is not intended to create legal rights or obligations. Certain standards of measurement and performance contained in this news release are developing and based on assumptions, and no assurance can be given that any plan, objective, initiative, projection, goal, mission, commitment, expectation or prospect set forth in this news release can or will be achieved. Inclusion of information in this news release is not an indication that the subject or information is material to our business or operating results.

Additional risks relating to the company's business, the industries in which the company operates, or the company's common shares may be described from time to time in the company's filings with the SEC. All of these risk factors are difficult to predict, are subject to material uncertainties that may affect actual results and may be beyond the company's control. Readers are cautioned that it is not possible to predict or identify all of the risks, uncertainties and other factors that



may affect future results and that the above list should not be considered to be a complete list. Except as required by the federal securities laws, the company undertakes no obligation to publicly update or revise any forward-looking statement, whether as a result of new information, future events or otherwise.



CONSOLIDATED STATEMENTS OF OPERATIONS

	Three Months Ended June 30,			Six Months Ended June 30,		
<i>(in millions, except per share data) (Unaudited)</i>	2026		2025	2026		2025
Net sales	\$	341.0	\$	304.6	\$	585.1
Cost of products sold		306.9		272.4		531.0
Gross Profit		34.1		32.2		54.1
Selling, general & administrative expenses (SG&A)		23.7		22.9		47.2
Loss (gain) on sale or disposal of assets, net		—		—		(1.5)
Loss on extinguishment of debt		—		3.6		3.6
Other (income) expense, net		(1.4)		(1.6)		(3.9)
Interest (income) expense, net		(0.1)		(1.3)		(2.8)
Income (Loss) Before Income Taxes		11.9		8.6		11.5
Provision (benefit) for income taxes		3.0		4.9		6.5
Net Income (Loss)	\$	8.9	\$	3.7	\$	5.0
Net Income (Loss) per Common Share:						
Basic earnings (loss) per share	\$	0.21	\$	0.09	\$	0.12
Diluted earnings (loss) per share ^(1, 2)	\$	0.21	\$	0.09	\$	0.11
Weighted average shares outstanding - basic		41.6		42.0		42.1
Weighted average shares outstanding - diluted ^(1, 2)		43.1		43.3		43.5

⁽¹⁾ For the three and six months ended June 30, 2026, common share equivalents for shares issuable for equity-based awards (1.5 million shares and 1.5 million shares, respectively) were included in the computation of diluted earnings (loss) per share, as they were considered dilutive.

⁽²⁾ For the three and six months ended June 30, 2025, common share equivalents for shares issuable upon the conversion of outstanding convertible notes (0.6 million shares and 0.6 million shares, respectively) and common share equivalents for shares issuable for equity-based awards (0.7 million shares and 0.8 million shares, respectively) were included in the computation of diluted earnings (loss) per share, as they were considered dilutive. For the convertible notes, the company utilizes the if-converted method to calculate diluted earnings (loss) per share. Based on the timing of the convertible note settlement during the three and six months ended June 30, 2025, there were no adjustments to net income for the add back of convertible notes interest expense (including amortization of convertible notes issuance costs).



CONSOLIDATED BALANCE SHEETS

(Dollars in millions) (Unaudited)		June 30, 2026	December 31, 2025
ASSETS			
Cash and cash equivalents	\$	108.6	\$ 156.7
Accounts receivable, net of allowances		152.9	126.0
Inventories, net		275.9	243.2
Deferred charges and prepaid expenses		13.8	26.4
Other current assets		0.2	0.9
Total Current Assets		551.4	553.2
Property, plant and equipment, net		564.7	562.5
Operating lease right-of-use assets		12.2	11.4
Finance lease right-of-use assets		3.0	3.5
Pension assets		7.1	5.6
Intangible assets, net		2.6	2.9
Other non-current assets		2.3	1.1
Total Assets	\$	1,143.3	\$ 1,140.2
LIABILITIES			
Accounts payable	\$	159.8	\$ 151.1
Salaries, wages and benefits		20.8	29.0
Accrued pension and postretirement costs		6.8	26.8
Current operating lease liabilities		4.1	4.0
Current finance lease liabilities		0.8	0.8
Current convertible notes, net		—	—
Government funding liabilities		102.8	85.6
Other current liabilities		19.6	17.6
Total Current Liabilities		314.7	314.9
Credit agreement		—	—
Non-current operating lease liabilities		8.0	7.3
Non-current finance lease liabilities		1.8	2.8
Accrued pension and postretirement costs		98.3	100.2
Deferred income taxes		16.9	16.9
Other non-current liabilities		11.3	12.1
Total Liabilities		451.0	454.2
SHAREHOLDERS' EQUITY			
Additional paid-in capital		848.6	850.2
Retained deficit		(39.3)	(53.6)
Treasury shares		(118.4)	(116.0)
Accumulated other comprehensive income (loss)		1.4	5.4
Total Shareholders' Equity		692.3	686.0
Total Liabilities and Shareholders' Equity	\$	1,143.3	\$ 1,140.2



CONSOLIDATED STATEMENTS OF CASH FLOWS

<i>(Dollars in millions) (Unaudited)</i>	Three Months Ended June 30,		Six Months Ended June 30,	
	2026	2025	2026	2025
CASH PROVIDED (USED)				
Operating Activities				
Net income (loss)	\$ 8.9	\$ 3.7	\$ 14.3	\$ 5.0
Adjustments to reconcile net income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization	13.4	14.1	27.1	27.8
Amortization of deferred financing fees	0.2	0.1	0.3	0.2
Loss on extinguishment of debt	—	3.6	—	3.6
Loss (gain) on sale or disposal of assets, net	—	—	0.2	(1.5)
Stock-based compensation expense	3.3	3.7	6.6	7.1
Pension and postretirement expense (benefit), net	0.7	1.0	(1.6)	1.8
Changes in operating assets and liabilities:				
Accounts receivable, net	(5.4)	(3.7)	(26.8)	(38.5)
Inventories, net	3.9	7.6	(32.5)	(3.2)
Accounts payable	(17.3)	(8.1)	19.0	25.9
Other accrued expenses	4.6	5.3	(6.8)	8.2
Deferred charges and prepaid expenses	5.9	12.5	12.5	15.0
Pension and postretirement contributions and payments	(5.4)	(6.6)	(25.2)	(59.6)
Other, net	—	1.6	(1.2)	4.1
Net Cash Provided (Used) by Operating Activities	12.8	34.8	(14.1)	(4.1)
Investing Activities				
Capital expenditures	(15.2)	(17.8)	(39.9)	(45.3)
Proceeds from government funding	11.3	5.1	17.2	18.0
Proceeds from disposals of property, plant and equipment	—	—	—	1.7
Net Cash Provided (Used) by Investing Activities	(3.9)	(12.7)	(22.7)	(25.6)
Financing Activities				
Purchase of treasury shares	(3.6)	(3.3)	(7.9)	(8.9)
Proceeds from exercise of stock options	—	—	0.3	—
Shares surrendered for employee taxes on stock compensation	—	—	(3.0)	(2.6)
Debt issuance costs	(1.3)	—	(1.3)	—
Repayments on convertible notes	—	(9.1)	—	(9.1)
Other financing activities	(0.2)	—	(0.2)	—
Net Cash Provided (Used) by Financing Activities	(5.1)	(12.4)	(12.1)	(20.6)
Increase (Decrease) in Cash, Cash Equivalents, and Restricted Cash	3.8	9.7	(48.9)	(50.3)
Cash, cash equivalents, and restricted cash at beginning of period	104.8	181.9	157.5	241.9
Cash, Cash Equivalents, and Restricted Cash at End of Period	\$ 108.6	\$ 191.6	\$ 108.6	\$ 191.6

The following table provides a reconciliation of cash, cash equivalents, and restricted cash reported within the Consolidated Balance Sheets that sum to the total of the same such amounts shown in the Consolidated Statements of Cash Flows:

Cash and cash equivalents	\$ 108.6	\$ 190.8	\$ 108.6	\$ 190.8
Restricted cash reported in other current assets	—	0.8	—	0.8
Total cash, cash equivalents, and restricted cash shown in the Consolidated Statements of Cash Flows	\$ 108.6	\$ 191.6	\$ 108.6	\$ 191.6



Reconciliation of Free Cash Flow to GAAP Net Cash Provided (Used) by Operating Activities:

This reconciliation is provided as additional relevant information about the company's financial position. Free cash flow is an important financial measure used in the management of the business. Management believes that free cash flow is useful to investors because it is a meaningful indicator of cash generated from operating activities available for the execution of its business strategy.

	Three Months Ended June 30,				Six Months Ended June 30,			
<i>(Dollars in millions) (Unaudited)</i>	2026		2025		2026		2025	
Net Cash Provided (Used) by Operating Activities	\$	12.8	\$	34.8	\$	(14.1)	\$	(4.1)
Less: Capital expenditures less government-funded capital expenditures ⁽¹⁾		(5.7)		(2.5)		(12.1)		(16.1)
Less: MTUS portion of government-funded capital expenditures		—		—		(12.4)		—
Free Cash Flow	\$	7.1	\$	32.3	\$	(38.6)	\$	(20.2)

⁽¹⁾ On February 27, 2024, the company entered into an agreement for up to \$99.75 million in funding from the United States Army. In the three and six months ended June 30, 2026, funding proceeds of \$11.3 and \$17.2 million were received and the related capital spending for the project of \$9.5 and \$27.8 million is excluded. In the three and six months ended June 30, 2025, funding proceeds of \$5.1 and \$18.0 million were received and the related capital spending for the project of \$15.3 and \$29.2 million is excluded.

Reconciliation of Capital expenditures less government-funded capital expenditures to GAAP Capital expenditures:

This reconciliation is provided as additional relevant information about the company's capital expenditures. Capital expenditures less government-funded capital expenditures is an important financial measure used in the management of the business. Management believes that capital expenditures less government-funded capital expenditures is useful to investors because it is a meaningful indicator of capital expenditures associated with the ordinary course of the company's business.

	Three Months Ended June 30,				Six Months Ended June 30,			
<i>(Dollars in millions) (Unaudited)</i>	2026		2025		2026		2025	
Capital expenditures	\$	(15.2)	\$	(17.8)	\$	(39.9)	\$	(45.3)
Less: Government-funded capital expenditures		(9.5)		(15.3)		(27.8)		(29.2)
Capital expenditures less government-funded capital expenditures	\$	(5.7)	\$	(2.5)	\$	(12.1)	\$	(16.1)



Reconciliation of adjusted net income (loss)⁽²⁾ to GAAP net income (loss) and adjusted diluted earnings (loss) per share⁽²⁾ to GAAP diluted earnings (loss) per share for the three months ended June 30, 2026, June 30, 2025, and March 31, 2026:

Adjusted net income (loss) and adjusted diluted earnings (loss) per share are financial measures not required by or presented in accordance with GAAP. These Non-GAAP financial measures should be considered as a supplement to, and not as a substitute for, the financial measures prepared in accordance with GAAP, and a reconciliation of these financial measures to the most comparable GAAP financial measures is presented. Management believes this data provides investors with additional useful information on the underlying operations and trends of the business and enables period-to-period comparability of the company's financial performance.

	Three months ended June 30, 2026		Three months ended June 30, 2025		Three months ended March 31, 2026	
	Net income (loss)	Diluted earnings (loss) per share ⁽¹⁾	Net income (loss)	Diluted earnings (loss) per share ⁽¹⁰⁾	Net income (loss)	Diluted earnings (loss) per share ⁽¹¹⁾
<i>(Dollars in millions) (Unaudited)</i>						
As reported	\$ 8.9	\$ 0.21	\$ 3.7	\$ 0.09	\$ 5.4	\$ 0.13
Adjustments: ⁽²⁾						
Loss (gain) on sale or disposal of assets, net	—	—	—	—	0.2	—
Loss on extinguishment of debt	—	—	3.6	0.08	—	—
Loss (gain) from remeasurement of benefit plans, net	—	—	—	—	(2.5)	(0.06)
Business transformation costs ⁽³⁾	0.3	0.01	—	—	0.6	0.02
IT transformation costs ⁽⁴⁾	0.3	0.01	1.0	0.02	0.2	—
Manufacturing optimization costs ⁽⁵⁾	2.2	0.05	0.2	—	2.3	0.06
USW one-time contract negotiation ⁽⁶⁾	0.1	—	—	—	2.2	0.05
Write-off of debt issuance costs ⁽⁷⁾	0.1	—	—	—	—	—
Tax effect on above adjustments ⁽⁸⁾	(0.8)	(0.02)	(0.3)	—	(0.7)	(0.02)
As adjusted ⁽⁹⁾	\$ 11.1	\$ 0.26	\$ 8.2	\$ 0.19	\$ 7.7	\$ 0.18

⁽¹⁾ For the three months ended June 30, 2026, common share equivalents for shares issuable for equity-based awards (1.5 million shares) were included in the computation of diluted earnings (loss) per share, as they were considered dilutive. The total diluted weighted average shares outstanding for the three months ended June 30, 2026 was 43.1 million shares.

⁽²⁾ Adjusted net income (loss) and adjusted diluted earnings (loss) per share are defined as net income (loss) and diluted earnings (loss) per share, respectively, excluding, as applicable, adjustments listed in the foregoing table.

⁽³⁾ Business transformation costs consist of professional service fees associated with the evaluation of certain strategic opportunities, with a focus on targeted growth to diversify the company's end market and product portfolio through acquisitions.

⁽⁴⁾ The company is undergoing a multi-year IT transformation initiative intended to streamline and modernize legacy IT systems while also reducing operating costs, increasing information security and positioning us to take advantage of market opportunities. IT transformation costs were primarily related to professional service fees not eligible for capitalization and are primarily related to project planning and third-party implementation services.

⁽⁵⁾ Manufacturing optimization costs consist of third-party professional fees related to process optimization efforts and improving manufacturing efficiency within targeted facilities.



⁽⁶⁾ The United Steelworkers ("USW") ratified a new four-year labor agreement with Metallus on February 5, 2026. A one-time payment in the total amount of \$1.9 million was made in the first quarter of 2026 to union employees, in accordance with the terms of the agreement, along with \$0.4 million of one-time payments related to external parties assisting with achieving the new labor agreement.

⁽⁷⁾ Write-off of debt issuance costs associated with refinancing activities.

⁽⁸⁾ Tax effect on above adjustments includes the tax impact related to the adjustments shown above. Refer to the adjusted effective tax rate reconciliation table.

⁽⁹⁾ Adjusted net income (loss), adjusted diluted earnings (loss) per share, and the related tax effect has been revised to include amortization of cloud computing software costs.

⁽¹⁰⁾ For the three months ended June 30, 2025 convertible notes (0.6 million shares) and common share equivalents for shares issuable for equity-based awards (0.7 million shares) were included in the computation of as reported and as adjusted diluted earnings (loss) per share, as they were considered dilutive. The total diluted weighted average shares outstanding for the three months ended June 30, 2025 was 43.3 million shares. For the convertible notes, the company utilizes the if-converted method to calculate diluted earnings (loss) per share. Based on the timing of the convertible note settlement during the three months ended June 30, 2025, there were no adjustments to net income for the add back of convertible notes interest expense (including amortization of convertible notes issuance costs).

⁽¹¹⁾ For the three months ended March 31, 2026, common share equivalents for shares issuable for equity-based awards (1.5 million shares) were included in the computation of diluted earnings (loss) per share, as they were considered dilutive. The total diluted weighted average shares outstanding for the three months ended March 31, 2026 was 43.2 million shares.



Reconciliation of adjusted net income (loss)⁽²⁾ to GAAP net income (loss) and adjusted diluted earnings (loss) per share⁽²⁾ to GAAP diluted earnings (loss) per share for the six months ended June 30, 2026 and June 30, 2025:

Adjusted net income (loss) and adjusted diluted earnings (loss) per share are financial measures not required by, or presented in accordance with GAAP. These Non-GAAP financial measures should be considered as a supplement to, and not as a substitute for, the financial measures prepared in accordance with GAAP, and a reconciliation of these financial measures to the most comparable GAAP financial measures is presented. Management believes this data provides investors with additional useful information on the underlying operations and trends of the business and enables period-to-period comparability of the company's financial performance.

	Six Months Ended June 30, 2026		Six Months Ended June 30, 2025	
	Net income (loss)	Diluted earnings (loss) per share ⁽¹⁾	Net income (loss)	Diluted earnings (loss) per share ⁽¹²⁾
<i>(Dollars in millions) (Unaudited)</i>				
As reported	\$ 14.3	\$ 0.33	\$ 5.0	\$ 0.11
Adjustments: ⁽²⁾				
Loss (gain) on sale or disposal of assets, net	0.2	—	(1.5)	(0.03)
Loss on extinguishment of debt	—	—	3.6	0.08
Loss (gain) from remeasurement of benefit plans, net	(2.5)	(0.06)	—	—
Sales and use tax refund	—	—	(0.8)	(0.02)
Business transformation costs ⁽³⁾	0.9	0.02	—	—
IT transformation costs ⁽⁴⁾	0.5	0.01	1.9	0.06
Manufacturing optimization costs ⁽⁵⁾	4.5	0.11	0.2	—
Rebranding costs ⁽⁶⁾	—	—	0.1	—
Salaried pension plan surplus asset distribution ⁽⁷⁾	—	—	3.6	0.08
USW one-time contract negotiation ⁽⁸⁾	2.3	0.05	—	—
Write-off of debt issuance costs ⁽⁹⁾	0.1	—	—	—
Tax effect on above adjustments ⁽¹⁰⁾	(1.5)	(0.02)	(0.9)	(0.02)
As adjusted ⁽¹¹⁾	\$ 18.8	\$ 0.44	\$ 11.2	\$ 0.26

⁽¹⁾ For the six months ended June 30, 2026, common share equivalents for shares issuable for equity-based awards (1.5 million shares) were included in the computation of diluted earnings (loss) per share, as they were considered dilutive. The total diluted weighted average shares outstanding for the six months ended June 30, 2026 was 43.1 million shares.

⁽²⁾ Adjusted net income (loss) and adjusted diluted earnings (loss) per share are defined as net income (loss) and diluted earnings (loss) per share, respectively, excluding, as applicable, adjustments listed in the foregoing table.

⁽³⁾ Business transformation costs consist of professional service fees associated with the evaluation of certain strategic opportunities, with a focus on targeted growth to diversify the company's end market and product portfolio through acquisitions.

⁽⁴⁾ The company is undergoing a multi-year IT transformation initiative intended to streamline and modernize legacy IT systems while also reducing operating costs, increasing information security and positioning us to take advantage of market opportunities. IT transformation costs were primarily related to professional service fees not eligible for capitalization and are primarily related to project planning and third-party implementation services.



⁽⁵⁾ Manufacturing optimization costs consist of third-party professional fees related to process optimization efforts and improving manufacturing efficiency within targeted facilities.

⁽⁶⁾ Rebranding costs consist primarily of professional service fees associated with the company's name change to Metallus Inc., announced during the first quarter of 2024.

⁽⁷⁾ Following the completion of the salaried pension plan annuitization in May 2024, there were surplus assets which were used to make a one-time 401(k) contribution to eligible employees. As a result, the Company recognized a loss of \$3.6 million when the remaining assets were distributed.

⁽⁸⁾ The United Steelworkers ("USW") ratified a new four-year labor agreement with Metallus on February 5, 2026. A one-time payment in the total amount of \$1.9 million was made in the first quarter of 2026 to union employees, in accordance with the terms of the agreement, along with \$0.4 million of one-time payments related to external parties assisting with achieving the new labor agreement.

⁽⁹⁾ Write-off of debt issuance costs associated with refinancing activities.

⁽¹⁰⁾ Tax effect on above adjustments includes the tax impact related to the adjustments shown above. Refer to the adjusted effective tax rate reconciliation table.

⁽¹¹⁾ Adjusted net income (loss), adjusted diluted earnings (loss) per share, and the related tax effect has been revised to include amortization of cloud computing software costs.

⁽¹²⁾ For the six months ended June 30, 2025, common share equivalents for shares issuable upon the conversion of outstanding convertible notes (0.6 million shares) and common share equivalents for shares issuable for equity-based awards (0.8 million shares) were included in the computation of as reported and as adjusted diluted earnings (loss) per share, as they were considered dilutive. The total diluted weighted average shares outstanding for the six months ended June 30, 2025 was 43.5 million shares. For the convertible notes, the company utilizes the if-converted method to calculate diluted earnings (loss) per share. Based on the timing of the convertible note settlement during the six months ended June 30, 2025, there were no adjustments to net income for the add back of convertible notes interest expense (including amortization of convertible notes issuance costs).



Reconciliation of adjusted effective tax rate to GAAP effective tax rate for the three months ended June 30, 2026, June 30, 2025, and March 31, 2026:

This reconciliation is provided as additional relevant information between the company's GAAP effective tax rate and the adjusted effective tax rate. These Non-GAAP financial measures should be considered as a supplement to, and not as a substitute for, the financial measures prepared in accordance with GAAP, and a reconciliation of these financial measures to the most comparable GAAP financial measures is presented. Management believes this data provides investors with additional useful information on the underlying operations and trends of the business and enables period-to-period comparability of the company's financial performance.

<i>(Dollars in millions) (Unaudited)</i>	Three months ended June 30, 2026			Three months ended June 30, 2025			Three months ended March 31, 2026		
	Pre-tax (loss) income	Income tax expense (benefit)	Effective tax rate	Pre-tax (loss) income	Income tax expense (benefit)	Effective tax rate	Pre-tax (loss) income	Income tax expense (benefit)	Effective tax rate
As reported	\$ 11.9	\$ 3.0	25.2%	\$ 8.6	\$ 4.9	57.0%	\$ 8.0	\$ 2.6	32.5%
Non-GAAP Adjustments	3.0	0.8		4.8	0.3		3.0	0.7	
As adjusted ⁽¹⁾	\$ 14.9	\$ 3.8	25.5%	\$ 13.4	\$ 5.2	38.8%	\$ 11.0	\$ 3.3	30.0%

⁽¹⁾ Refer to adjusted net income and earnings per share reconciliation for details.

Reconciliation of adjusted effective tax rate to GAAP effective tax rate for the six months ended June 30, 2026 and June 30, 2025:

This reconciliation is provided as additional relevant information between the company's GAAP effective tax rate and the adjusted effective tax rate. These Non-GAAP financial measures should be considered as a supplement to, and not as a substitute for, the financial measures prepared in accordance with GAAP, and a reconciliation of these financial measures to the most comparable GAAP financial measures is presented. Management believes this data provides investors with additional useful information on the underlying operations and trends of the business and enables period-to-period comparability of the company's financial performance.

<i>(Dollars in millions) (Unaudited)</i>	Six Months Ended June 30, 2026			Six Months Ended June 30, 2025		
	Pre-tax (loss) income	Income tax expense (benefit)	Effective tax rate	Pre-tax (loss) income	Income tax expense (benefit)	Effective tax rate
As reported	\$ 19.9	\$ 5.6	28.1%	\$ 11.5	\$ 6.5	56.5%
Non-GAAP Adjustments ⁽¹⁾	6.0	1.5		7.1	0.9	
As adjusted	\$ 25.9	\$ 7.1	27.4%	\$ 18.6	\$ 7.4	39.7%

⁽¹⁾ Refer to adjusted net income and earnings per share reconciliation for details.



Reconciliation of Earnings (Loss) Before Interest, Taxes, Depreciation and Amortization (EBITDA)⁽³⁾ and Adjusted EBITDA⁽¹⁰⁾ to GAAP Net Income (Loss):

This reconciliation is provided as additional relevant information about the company's performance. EBITDA and Adjusted EBITDA are important financial measures used in the management of the business, including decisions concerning the allocation of resources and assessment of performance. Management believes that reporting EBITDA and Adjusted EBITDA is useful to investors as these measures are representative of the company's performance. Management also believes that it is appropriate to compare GAAP net income (loss) to EBITDA and Adjusted EBITDA.

	Three Months Ended June 30,		Six Months Ended June 30,		Three Months Ended March 31,	
<i>(Dollars in millions) (Unaudited)</i>	2026	2025	2026	2025	2026	
Net income (loss)	\$ 8.9	\$ 3.7	\$ 14.3	\$ 5.0	\$ 5.4	
Net Income Margin ⁽¹⁾	2.6%	1.2%	2.2%	0.9%	1.8%	
Provision (benefit) for income taxes	3.0	4.9	5.6	6.5	2.6	
Interest (income) expense, net	(0.1)	(1.3)	(0.5)	(2.8)	(0.4)	
Depreciation and amortization	13.4	14.1	27.1	27.8	13.7	
Amortization of cloud-computing costs ⁽²⁾	0.9	0.3	1.2	0.6	0.3	
Earnings Before Interest, Taxes, Depreciation and Amortization (EBITDA) ⁽³⁾	\$ 26.1	\$ 21.7	\$ 47.7	\$ 37.1	\$ 21.6	
EBITDA Margin ⁽³⁾	7.7%	7.1%	7.3%	6.3%	7.0%	
Adjustments:						
(Gain) loss from remeasurement of benefit plans	—	—	(2.5)	—	(2.5)	
Loss on extinguishment of debt	—	3.6	—	3.6	—	
Sales and use tax refund	—	—	—	(0.8)	—	
Business transformation costs ⁽⁴⁾	0.3	—	0.9	—	0.6	
IT transformation costs ⁽⁵⁾	0.3	1.0	0.5	1.9	0.2	
Manufacturing optimization costs ⁽⁶⁾	2.2	0.2	4.5	0.2	2.3	
Rebranding costs ⁽⁷⁾	—	—	—	0.1	—	
Salaried pension plan surplus asset distribution ⁽⁸⁾	—	—	—	3.6	—	
USW one-time contract negotiation ⁽⁹⁾	0.1	—	2.3	—	2.2	
(Gain) loss on sale or disposal of assets, net	—	—	0.2	(1.5)	0.2	
Adjusted EBITDA ⁽¹⁰⁾	\$ 29.0	\$ 26.5	\$ 53.6	\$ 44.2	\$ 24.6	
Adjusted EBITDA Margin ⁽¹⁰⁾	8.5%	8.7%	8.3%	7.6%	8.0%	

⁽¹⁾ Net Income Margin is defined as net income (loss) as a percentage of net sales.

⁽²⁾ Amortization of cloud computing software costs consists of expense recognized in Selling, General, and Administrative expense resulting from amortization of capitalized implementation costs for cloud computing IT systems. This expense is not included in depreciation and amortization.



⁽³⁾ EBITDA is defined as net income (loss) before interest (income) expense, net, income taxes, depreciation and amortization, including cloud-computing costs. EBITDA Margin is EBITDA as a percentage of net sales.

⁽⁴⁾ Business transformation costs consist of professional service fees associated with the evaluation of certain strategic opportunities, with a focus on targeted growth to diversify the company's end market and product portfolio through acquisitions.

⁽⁵⁾ The company is undergoing a multi-year IT transformation initiative intended to streamline and modernize legacy IT systems while also reducing operating costs, increasing information security and positioning us to take advantage of market opportunities. IT transformation costs were primarily related to professional service fees not eligible for capitalization and are primarily related to project planning and third-party implementation services.

⁽⁶⁾ Manufacturing optimization costs consist of third-party professional fees related to process optimization efforts and improving manufacturing efficiency within targeted facilities.

⁽⁷⁾ Rebranding costs consist primarily of professional service fees associated with the company's name change to Metallus Inc., announced during the first quarter of 2024.

⁽⁸⁾ Following the completion of the salaried pension plan annuitization in May 2024, there were surplus assets which were used to make a one-time 401(k) contribution to eligible employees. As a result, the company recognized a loss of \$3.6 million when the remaining assets were distributed.

⁽⁹⁾ The United Steelworkers ("USW") ratified a new four-year labor agreement with Metallus on February 5, 2026. A one-time payment in the total amount of \$1.9 million was made in the first quarter of 2026 to union employees, in accordance with the terms of the agreement, along with \$0.4 million of one-time payments related to external parties assisting with achieving the new labor agreement.

⁽¹⁰⁾ Adjusted EBITDA is defined as EBITDA excluding, as applicable, adjustments listed in the table above. Adjusted EBITDA Margin is Adjusted EBITDA as a percentage of net sales.



Reconciliation of Base Sales by end-market to GAAP Net Sales by end-market:

The tables below present net sales by end-market, adjusted to exclude surcharges, which represents a financial measure that has not been determined in accordance with GAAP. Management believes presenting net sales by end-market, both on a gross basis and on a per ton basis, adjusted to exclude raw material and energy surcharges, provides additional insight into key drivers of net sales such as base price and product mix. Due to the fact that the surcharge mechanism can introduce volatility to our net sales, net sales adjusted to exclude surcharges provides management and investors clarity of our core pricing and results. Presenting net sales by end-market, adjusted to exclude surcharges including on a per ton basis, allows management and investors to better analyze key market indicators and trends and allows for enhanced comparison between our end-markets.

When surcharges are included in a customer agreement and are applicable (i.e., reach the threshold amount), based on the terms outlined in the respective agreement, surcharges are then included as separate line items on a customer's invoice. These additional surcharge line items adjust base prices to match cost fluctuations due to market conditions. Each month, the company will post on the surcharges page of its external website, as well as our customer portal, the scrap, alloy, and energy surcharges that will be applied (as a separate line item) to invoices dated in the following month (based upon shipment volumes in the following month). All surcharges invoiced are included in GAAP net sales.



(Dollars in millions, ship tons in thousands)

Three Months Ended June 30, 2026										
	Industrial		Automotive		Aerospace & Defense		Energy		Other	Total
Ship Tons	65.2		74.9		20.0		14.1		—	174.2
Net Sales	\$	116.1	\$	128.1	\$	60.1	\$	30.3	\$	341.0
Less: Surcharges		33.8		29.0		8.2		8.6		79.6
Base Sales	\$	82.3	\$	99.1	\$	51.9	\$	21.7	\$	261.4
Net Sales / Ton	\$	1,781	\$	1,710	\$	3,005	\$	2,149	\$	1,958
Surcharges / Ton	\$	518	\$	387	\$	410	\$	610	\$	457
Base Sales / Ton	\$	1,263	\$	1,323	\$	2,595	\$	1,539	\$	1,501
Three Months Ended June 30, 2025										
	Industrial		Automotive		Aerospace & Defense		Energy		Other	Total
Ship Tons	66.5		69.6		15.4		16.2		—	167.7
Net Sales	\$	104.4	\$	122.8	\$	42.1	\$	30.8	\$	304.6
Less: Surcharges		28.6		24.8		5.7		7.8		66.9
Base Sales	\$	75.8	\$	98.0	\$	36.4	\$	23.0	\$	237.7
Net Sales / Ton	\$	1,570	\$	1,764	\$	2,734	\$	1,901	\$	1,816
Surcharges / Ton	\$	430	\$	356	\$	370	\$	481	\$	399
Base Sales / Ton	\$	1,140	\$	1,408	\$	2,364	\$	1,420	\$	1,417
Three Months Ended March 31, 2026										
	Industrial		Automotive		Aerospace & Defense		Energy		Other	Total
Ship Tons	67.1		66.6		17.7		12.4		—	163.8
Net Sales	\$	112.3	\$	112.7	\$	51.9	\$	26.7	\$	308.3
Less: Surcharges		31.4		23.2		8.4		7.0		70.0
Base Sales	\$	80.9	\$	89.5	\$	43.5	\$	19.7	\$	238.3
Net Sales / Ton	\$	1,674	\$	1,692	\$	2,932	\$	2,153	\$	1,882
Surcharges / Ton	\$	468	\$	348	\$	475	\$	565	\$	427
Base Sales / Ton	\$	1,206	\$	1,344	\$	2,457	\$	1,588	\$	1,455



(Dollars in millions, ship tons in thousands)

Six Months Ended June 30, 2026										
	Industrial		Automotive		Aerospace & Defense		Energy		Other	Total
Ship Tons		132.3		141.5		37.7		26.5	—	338.0
Net Sales	\$	228.4	\$	240.8	\$	112.0	\$	57.0	\$ 11.1	\$ 649.3
Less: Surcharges		65.2		52.2		16.6		15.6	—	149.6
Base Sales	\$	163.2	\$	188.6	\$	95.4	\$	41.4	\$ 11.1	\$ 499.7
Net Sales / Ton	\$	1,726	\$	1,702	\$	2,971	\$	2,151	—	\$ 1,921
Surcharges / Ton	\$	493	\$	369	\$	440	\$	589	—	\$ 443
Base Sales / Ton	\$	1,233	\$	1,333	\$	2,531	\$	1,562	—	\$ 1,478
Six Months Ended June 30, 2025										
	Industrial		Automotive		Aerospace & Defense		Energy		Other	Total
Ship Tons		132.8		133.6		24.0		30.1	—	320.5
Net Sales	\$	206.1	\$	236.0	\$	74.6	\$	59.5	\$ 8.9	\$ 585.1
Less: Surcharges		55.1		46.5		9.1		14.5	—	125.2
Base Sales	\$	151.0	\$	189.5	\$	65.5	\$	45.0	\$ 8.9	\$ 459.9
Net Sales / Ton	\$	1,552	\$	1,766	\$	3,108	\$	1,977	—	\$ 1,826
Surcharges / Ton	\$	415	\$	348	\$	379	\$	482	—	\$ 391
Base Sales / Ton	\$	1,137	\$	1,418	\$	2,729	\$	1,495	—	\$ 1,435



Calculation of Total Liquidity⁽¹⁾:

This calculation is provided as additional relevant information about the company's financial position.

	June 30, 2026		December 31, 2025	
<i>(Dollars in millions) (Unaudited)</i>				
Cash and cash equivalents	\$	108.6	\$	156.7
Credit Agreement:				
Maximum availability	\$	300.0	\$	400.0
Suppressed availability ⁽²⁾		(8.5)		(162.2)
Availability		291.5		237.8
Credit facility amount borrowed		—		—
Letter of credit obligations		(5.3)		(5.3)
Availability not borrowed	\$	286.2	\$	232.5
Total Liquidity ⁽¹⁾	\$	394.8	\$	389.2

⁽¹⁾ Total Liquidity is defined as available borrowing capacity plus cash and cash equivalents.

⁽²⁾ As of June 30, 2026 and December 31, 2025, Metallus had less than \$300 million and \$400 million, respectively, in collateral assets to borrow against.



ADJUSTED EBITDA ⁽¹⁾ WALKS					
		2025 2Q vs. 2026 2Q		2026 1Q vs. 2026 2Q	
<i>(Dollars in millions) (Unaudited)</i>					
Beginning Adjusted EBITDA ⁽¹⁾	\$		26.5	\$	24.6
Volume			2.4		1.5
Price/Mix			15.1		9.3
Raw Material Spread			(2.1)		(2.2)
Manufacturing			(11.6)		(1.8)
SG&A			(1.3)		(1.6)
Other			—		(0.8)
Ending Adjusted EBITDA ⁽¹⁾	\$		29.0	\$	29.0

⁽¹⁾ Please refer to the Reconciliation of Earnings (Loss) Before Interest, Taxes, Depreciation and Amortization (EBITDA) and Adjusted EBITDA to GAAP Net Income (Loss).