Press Release

TERNIUM ARGENTINA S.A.

Guillermo Etchepareborda
Investor Relations / Responsable de Relaciones con el Mercado
+54 (11) 4018 8252
ar.ternium.com

Ternium Argentina Files Fourth Quarter and Year 2025 Financial Reports with BYMA and CNV

Buenos Aires, February 18, 2026 – Ternium Argentina S.A. (BYMA: TXAR) filed today its financial reports for the fourth quarter and year ended December 31, 2025, with *Bolsas y Mercados Argentinos* (BYMA) and *Comisión Nacional de Valores* (CNV).

The financial and operational information contained in this press release is based on Ternium Argentina's operational data and consolidated condensed financial statements prepared in accordance with the Accounting Standards of the International Financial Reporting Standards (IFRS) and presented in Argentine Pesos (ARP) and metric tons (tons).

Summary

During the fourth quarter of 2025, Ternium Argentina's steel shipments decreased slightly sequentially, reaching 485 thousand tons. Sales in the period were influenced by a seasonal decrease in activity in December. Compared to the prior-year same period, in the fourth quarter of 2025 sales volumes rose by 9%.

Operating income for the period totaled ARP37,1 billion, with an operating margin of 5% that reflected relatively low facility utilization rates. The company reported a consolidated net gain of ARP83.9 billion for the fourth quarter of 2025. This figure includes, in addition to operating income, a gain of ARP41.7 billion from investments in associated companies, a deferred tax gain of ARP31.9 billion and a financial results gain of ARP31.3 billion.

In 2025, the company's steel shipments increased by 13% compared to the low volumes reported in the prior year, reaching 1.9 million tons. Operating income for the year was ARP59.1 billion with an operating margin of 2%. The company reported a consolidated net gain of ARP83.4 billion for 2025. This result includes, in addition to operating income, a gain of ARP140.6 billion from investments in

associated companies and a financial results gain of ARP82.1 billion, as well as a deferred tax charge of ARP86.4 billion and a provision increase of ARP54.7 billion related to the ongoing litigation concerning the 2012 acquisition of a stake in Usiminas. The latter reflects the accounting of interest and the appreciation of the Brazilian real during the year.

The company's net expenditures on property, plant, equipment, and intangible assets amounted to ARP157.2 billion in 2025. Notably, the year featured the remaining investment in the wind farm, complemented by funding for various projects aimed at enhancing operational efficiency, environmental sustainability, and workplace safety.

Outlook

Ternium Argentina projects a moderate sequential decline in steel shipments for the first quarter of 2026, reflecting the seasonal weakness in sales.

Domestic steel demand is expected to continue recovering, driven by the dynamism of agricultural, mining and energy activities, as well as an improvement in the performance of the construction sector. However, the growing pressure from unfairly traded imports remains a risk that could negatively impact activity levels across the steel value chain, including our customers, if not properly addressed.

The company will continue advancing its investment plan through various projects focused on operational efficiency, safety and the environment. In addition, through ProPymes, we will maintain support for the small and medium-sized enterprises in our value chain, with initiatives aimed at strengthening their competitiveness.

Analysis of 2025 Results

ARP billion	2025	2024
Shipments (tons)	1,881,800	1,669,600
Domestic shipments	1,836,900	1,579,200
Export shipments	44,900	90,400
Net sales	2,515.0	2,027.3
Operating result	59.1	(65.1)
Financial result	82.1	26.8
Provision for ongoing litigation related to the acquisition of a participation in Usiminas	(54.7)	(89.9)
Equity result	140.6	8.3
Income tax result	(143.8)	226.6
Net result	83.4	106.7
Per share net result[1] (ARP)	18.47	23.62

Net result in 2025 was a gain of ARP83.4 billion, equivalent to a per share net gain[1] of ARP18.47.

Net sales in the year were ARP2,515.0 billion, compared to net sales of ARP2,027.3 billion in 2024. Shipments were 1.9 million tons in 2025, a 212,200-ton increase compared to shipment levels in the prior year.

Shipments in the domestic Argentine market were 1.8 million tons in 2025, a 257,700-ton increase compared to shipment levels during the prior year. Exports totaled 44,900 tons in 2025, decreasing by 45,500 tons compared to the volumes exported in 2024.

Cost of sales in 2025 totaled ARP2,153.1 billion, a ARP449.0 billion increase compared to the ARP1,704.0 billion recorded in 2024, reflecting a higher cost per ton and shipments. Notable in the cost per ton change were higher raw material and other input costs, an increase in labor and services costs, higher maintenance expenses and increased depreciation expenses of property, plant and equipment.

Selling, General and Administrative (SG&A) expenses in 2025 totaled ARP298.0 billion, reaching a 11.9% SG&A expense to net sales ratio, compared to ARP223.4 billion expense and a ratio of 11.0% recorded in 2024.

Financial net results in 2025 were a gain of ARP82.1 billion, compared to a gain of ARP26.8 billion in 2024. This included:

[1] Per share net result was calculated based on 4.517.094.023 shares issued and outstanding during the year.

- A net interest results gain of ARP94.7 billion in 2025, compared to a gain of ARP52.7 billion in the prior year.

- A net gain related to changes in the fair value of financial instruments of ARP69.3 billion in 2025, mainly due to the divestment and amortization of government bonds, compared to a net loss of ARP27.3 billion in 2024.

- Net changes in foreign exchange that resulted in a loss of ARP76.5 billion in 2025, due to effect of a 41% appreciation of the U.S. dollar against the Argentine Peso on a net long local currency position, compared to a gain of ARP4.4 billion in the prior year.

In 2025, the company recorded an increase of ARP54.7 billion in the **provision** for ongoing litigation related to the acquisition of a participation in Usiminas in 2012, on account for interest accrual and the appreciation of the Brazilian Real versus the U.S. dollar in the year. For more information, see note 25(i) "*Contingencias*" at the consolidated financial statements as of December 31, 2025.

The equity in the result of associated companies was a gain of ARP140.6 billion in 2025. The result of the investment in Ternium México was a gain of ARP153.8 billion, while the investment in Usiminas resulted in a loss of ARP13.2 billion, an amount that includes an adjustment in the income tax, mainly deferred taxes. In 2024, the equity in the result of associated companies had been a gain of ARP8.3 billion.

Income tax expense in 2025 was ARP143.8 billion, including a deferred tax loss of ARP86.4 billion resulting from the appreciation of the U.S. dollar, the company's functional currency, against the Argentine Peso, which in the year exceeded the inflation adjustment for tax purposes. In 2024, the income tax result was a gain of ARP226.6 billion, including a deferred tax gain of ARP233.2 billion.

Analysis of Fourth Quarter of 2025 Results

ARP billion	4Q 2025	3Q 2025	4Q 2024
Shipments (tons)	485,200	501,800	444,500
Domestic shipments	468,000	495,000	430,500
Export shipments	17,100	6,800	14,000
Net sales	715.8	709.9	535.7
Operating result	37.1	29.0	(167.8)
Financial result	31.3	(5.9)	11.5
Provision for ongoing litigation related to the acquisition of a participation in Usiminas	(4.2)	(19.0)	104.7
Equity result	41.7	22.6	(35.9)
Income tax result	(22.1)	(86.4)	104.4
Net result	83.9	(59.7)	16.9
Per share net result[2] (ARP)	18.57	(13.21)	3.75

Net result in the fourth quarter of 2025 was a gain of ARP83.9 billion, equivalent to a per share net gain[2] of ARP18.57.

Net sales in the period were ARP715.8 billion, compared to net sales of ARP535.7 billion in the fourth quarter of 2024. Shipments were 485,200 tons in the fourth quarter of 2025, a 40,700-ton increase compared to shipment levels in the prior-year fourth quarter.

Shipments in the domestic Argentine market were 468,000 tons in the fourth quarter of 2025, a 37,500-ton increase compared to shipment levels during the prior-year fourth quarter. Exports totaled 17,100 tons in the fourth quarter of 2025, increasing by 3,100 tons compared to the volumes exported in the fourth quarter of 2024.

Cost of sales in the fourth quarter of 2025 totaled ARP593.8 billion, a ARP119.0 billion increase compared to the ARP474.8 billion recorded in the fourth quarter of 2024, reflecting a higher cost per ton and shipments. Notable in the cost per ton change were higher raw material and other input costs, and increased depreciation expenses of property, plant and equipment, partially offset by lower maintenance expenses.

Selling, General and Administrative (SG&A) expenses in the fourth quarter of 2025 totaled ARP84.6 billion, reaching a 11.8% SG&A expense to net sales ratio, compared to ARP64.3 billion expense and a ratio of 12.0% recorded in the same period in 2024.

[2] Per share net result was calculated based on 4.517.094.023 shares issued and outstanding during the period.

Financial net results in the fourth quarter of 2025 were a gain of ARP31.3 billion, compared to a gain of ARP11.5 billion in the fourth quarter of 2024. This included:

- A net interest results gain of ARP27.4 billion in the fourth quarter of 2025, compared to a gain of ARP15.4 billion in the prior-year fourth quarter.

- A net gain related to changes in the fair value of financial instruments of ARP16.3 billion in the fourth quarter of 2025, compared to a net loss of ARP0.8 billion in the fourth quarter of 2024.

- Net changes in foreign exchange that resulted in a loss of ARP10.9 billion in the fourth quarter of 2025, due to the effect of a 5% appreciation of the U.S. dollar versus the Argentine Peso on a net long local currency position, compared to a loss of ARP2.3 billion in the prior-year fourth quarter.

In the fourth quarter of 2025, the company recorded an increase of ARP4.2 billion in the **provision** for ongoing litigation related to the acquisition of a participation in Usiminas in 2012, on account for interest accrual and the appreciation of the Brazilian Real versus the U.S. dollar in the period.

The equity in the result of associated companies was a gain of ARP41.7 billion in the fourth quarter of 2025. The result of the investment in Ternium México was a gain of ARP38.2 billion, while the investment in Usiminas resulted in a gain of ARP3.5 billion. In the fourth quarter of 2024, the equity in the result of associated companies had been a loss of ARP35.9 billion.

Income tax expense for the fourth quarter of 2025 amounted to ARP22.1 billion, after a deferred tax gain of APR31.9 billion resulting from the inflation adjustment for tax purposes, which in the period exceeded the appreciation of the U.S. dollar, the company's functional currency, against the Argentine Peso. In the fourth quarter of 2024, the income tax result had been a gain of ARP104.4 billion, including a deferred tax gain of ARP128.8 billion.

Cash Flow and Liquidity

Net cash provided by operating activities was ARP296.6 billion in 2025. Working capital increased by ARP22.4 billion as a result of an aggregate ARP71.1 billion net decrease in accounts payable and other liabilities, partially offset by an aggregate ARP40.8 billion net decrease in trade and other receivables, and a ARP7.9 billion decrease in inventories. The decrease in the inventory value was the result of lower unit costs in all categories and a reduction in raw material volumes, partially offset by higher steel product volumes.

Cash flow related to capital expenditures in 2025 totaled ARP157.2 billion. Net repayment of borrowings was ARP214.2 billion in the year. In addition, in 2025 Ternium Argentina reduced its investments in securities by ARP155.1 billion. On the other hand, in December 2025 the company distributed a dividend in kind for ARP430.8 billion consisting of national public bonds, without impacting cash flow.

In the fourth quarter of 2025, net cash provided by operating activities was ARP88.4 billion. Working capital increased by ARP32.9 billion as a result of an aggregate ARP47.5 billion net decrease in accounts payable and other liabilities, and a ARP8.4 billion increase in inventories, partially offset by an aggregate ARP23.0 billion net decrease in trade and other receivables. The increase in the inventory value was driven by a higher volume of steel products and higher unit costs of raw materials, partially offset by lower unit costs of steel products and a decrease in the volume of raw materials.

Cash flow related to capital expenditures in the fourth quarter of 2025 totaled ARP45.0 billion. In the fourth quarter of 2025, Ternium Argentina reduced its investments in securities by ARP9.0 billion and distributed the above-mentioned dividend in kind.

Consolidated condensed income statement

ARP million	4Q 2025	4Q 2024	2025	2024
Net sales	715,827	535,698	2,514,965	2,027,306
Cost of sales	(593,765)	(474,756)	(2,153,050)	(1,704,003)
Gross profit	122,062	60,942	361,915	323,303
Selling, general and administrative expenses	(84,645)	(64,342)	(298,041)	(223,439)
Impairment of non financial assets	-	(166,907)	-	(166,907)
Other operating (expenses) income, net	(329)	2,499	(4,743)	1,966
Operating income	37,088	(167,808)	59,131	(65,077)
Financial expense	(1,558)	(9,816)	(16,053)	(34,938)
Financial income	28,911	25,170	110,777	87,678
Other financial income (expense), net	3,987	(3,883)	(12,631)	(25,988)
Provision for ongoing litigation related to the acquisition of a participation in Usiminas	(4,153)	104,715	(54,657)	(89,856)
Result of the equity in associated companies	41,684	(35,860)	140,604	8,273
Income before income tax expense	105,959	(87,482)	227,171	(119,908)
Income tax expense	(22,076)	104,401	(143,754)	226,619
Profit for the period	**83,883**	**16,919**	**83,417**	**106,711**
Attributable to:				
Equity holders of the Company	**83,883**	**16,915**	**83,419**	**106,715**
Non-controlling interest	-	4	(2)	(4)
	83,883	16,919	83,417	106,711

Consolidated condensed statement of financial position

ARP million	December 31, 2025	December 31, 2024
Property, plant and equipment, net	1,276,702	890,690
Intangible assets, net	75,900	55,266
Investments in associated companies	3,621,816	2,421,942
Deferred tax assets	104,961	131,587
Other receivables	22,982	14,464
Other investments	85	200
Total non-current assets	5,102,446	3,514,149
Other receivables	120,822	212,788
Derivative financial instruments	-	4,078
Inventories, net	1,013,726	758,247
Trade receivables	132,272	86,209
Other investments	1,005,502	1,273,228
Cash and cash equivalents	163,490	60,515
Total current assets	2,435,812	2,395,065
Total assets	**7,538,258**	**5,909,214**
Capital and reserves attributable to the company's equity holders	6,812,758	5,093,492
Non-controlling interest	3	3
Total equity	**6,812,761**	**5,093,495**
Provisions	9,379	3,058
Other liabilities	26,056	17,167
Leasing liabilities	61,096	49,767
Total non-current liabilities	96,531	69,992
Provisions	200,790	110,630
Other liabilities	90,457	67,660
Trade payables	327,088	361,155
Leasing liabilities	10,627	7,296
Borrowings	4	198,986
Total current liabilities	628,966	745,727
Total liabilities	725,497	815,719
Total equity and liabilities	**7,538,258**	**5,909,214**

Consolidated condensed statement of cash flows

ARP million	4Q 2025	4Q 2024	2025	2024
Profit for the period	83,883	16,919	83,417	106,711
Adjustments for:				
Depreciation and amortization	41,423	28,765	134,363	99,468
Income tax accruals less payments	19,054	(120,919)	113,331	(405,440)
Interest accruals less payments	(20)	1,601	(5,986)	7,049
Changes in value of derivative financial instruments	-	(3,409)	(91)	(10,469)
Changes in provisions for contingencies	5,691	(94,027)	56,191	109,773
Result of the equity in associated companies	(41,684)	35,860	(140,604)	(8,273)
Impairment charge	-	166,907	-	166,907
Changes in working capital	(32,866)	(54,146)	(22,440)	(184,500)
Net foreign exchange results and others	12,882	1,220	78,404	12,733
Net cash provided by (used in) operating activities	**88,363**	**(21,229)**	**296,585**	**(106,041)**
Capital expenditures	(44,970)	(62,584)	(157,214)	(309,099)
Investments in associated companies	-	-	-	(810)
Dividends received and proceeds from the sale of associated companies	-	-	-	2,541
Disposals of property, plant and equipment	1,495	871	3,347	1,074
(Increase) Decrease in other investments	9,025	105,062	155,144	268,413
Net cash (used in) provided by investing activities	**(34,450)**	**43,349**	**1,277**	**(37,881)**
Proceeds from borrowings	-	116,027	59,139	441,496
Repayments of borrowings	-	(104,103)	(273,380)	(282,622)
Payments for leasing	(2,752)	(1,720)	(8,890)	(6,074)
Payments for derivative financial products, net	-	2,801	4,234	6,676
Net cash (used in) provided by financing activities	**(2,752)**	**13,005**	**(218,897)**	**159,476**
Increase in cash and cash equivalents	**51,161**	**35,125**	**78,965**	**15,554**