



## **POSCO supports Teck's Planned Separation**

POSCO has acknowledged that Glencore has proposed to acquire Teck Resources Limited, through press releases from both companies. POSCO and Teck have developed a strong, long-term relationship since their Greenhills Joint Venture, and both companies anticipate that this relationship will continue to thrive based on the trust they have built with each other. POSCO executed a transaction agreement with Teck to exchange its current interest in Elkview Operations and Greenhills Joint Venture for a 2.5% interest in common shares, preferred shares and a royalty of Elk Valley Resources Ltd. (EVR). EVR will operate the steelmaking coal business independently as a result of a planned spin-off from Teck.

POSCO sees strong value creation potential through the establishment of EVR and supports Teck's planned separation. As POSCO seeks to achieve its carbon neutrality in the future, the fact that EVR's coal mine produces high-quality steelmaking coal - which supports reducing emissions in steelmaking - was also essential when considering the acquisition of EVR 2.5% share. POSCO does not wish to be engaged in thermal coal business due to ESG concerns. POSCO hopes that Teck's current spin-off proposal will be approved by shareholders at meeting on April 26th and invest in EVR as planned.

A handwritten signature in blue ink, appearing to read "JW Suh".

JW Suh

Head of Raw Materials Office I

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