



## First Quarter 2022 Investor Call Presentation

April 21, 2022

---

Safety  
Culture  
Customer Commitment  
Growth  
Innovation  
Financial Strength



# Forward Looking Statements and Non-GAAP Financial Measures

## Forward-Looking Statements

This presentation contains some predictive statements about future events, including statements related to conditions in domestic or global economies, conditions in steel and recycled metals marketplaces, Steel Dynamics' revenues, costs of purchased materials, future profitability and earnings, and the operation of new, existing or planned facilities. These statements, which we generally precede or accompany by such typical conditional words as "anticipate", "intend", "believe", "estimate", "plan", "seek", "project", or "expect", or by the words "may", "will", or "should", are intended to be made as "forward-looking," subject to many risks and uncertainties, within the safe harbor protections of the Private Securities Litigation Reform Act of 1995. These statements speak only as of this date and are based upon information and assumptions, which we consider reasonable as of this date, concerning our businesses and the environments in which they operate. Such predictive statements are not a guarantee of future performance, and we undertake no duty to update or revise any such statements. Some factors that could cause such forward-looking statements to turn out differently than anticipated include: (1) domestic and global economic factors; (2) global steelmaking overcapacity and imports of steel, together with increased scrap prices; (3) pandemics, epidemics, widespread illness or other health issues, such as the COVID-19 pandemic; (4) the cyclical nature of the steel industry and the industries we serve; (5) volatility and major fluctuations in prices and availability of scrap metal, scrap substitutes, and our potential inability to pass higher costs on to our customers; (6) cost and availability of electricity, natural gas, oil, or other energy resources are subject to volatile market conditions; (7) increased environmental, greenhouse gas emissions and sustainability considerations or regulations; (8) compliance with and changes in environmental and remediation requirements; (9) significant price and other forms of competition from other steel producers, scrap processors and alternative materials; (10) availability of an adequate source of supply of scrap for our metals recycling operations; (11) cybersecurity threats and risks to the security of our sensitive data and information technology; (12) the implementation of our growth strategy; (13) litigation and legal compliance, (14) unexpected equipment downtime or shutdowns; (15) governmental agencies may refuse to grant or renew some of our licenses and permits required to operate our businesses; (16) our senior unsecured credit facility contains, and any future financing agreements may contain, restrictive covenants that may limit our flexibility; and (17) the impact of impairment charges.

More specifically, we refer you to Steel Dynamics' more detailed explanation of these and other factors and risks that may cause such predictive statements to turn out differently than expected or anticipated, as set forth in our most recent Annual Report on Form 10-K under the headings Special Note Regarding Forward-Looking Statements and Risk Factors, in our quarterly reports on Form 10-Q or in other reports which we from time to time file with the Securities and Exchange Commission. These are available publicly on the SEC website, [www.sec.gov](http://www.sec.gov), and on the Steel Dynamics website, [www.steeldynamics.com](http://www.steeldynamics.com): Investors: SEC Filings.

## Note Regarding Non-GAAP Financial Measures

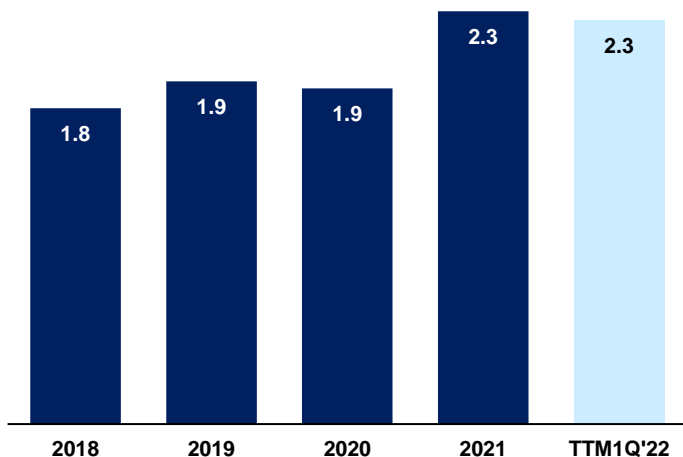
Steel Dynamics reports its financial results in accordance with U.S. generally accepted accounting principles (GAAP). Management believes that EBITDA, Adjusted EBITDA, Adjusted Operating Income and Free Cash Flow, non-GAAP financial measures, provide additional meaningful information regarding Steel Dynamic's performance and financial strength. Non-GAAP financial measures should be viewed in addition to, and not as an alternative for, Steel Dynamics' reported results prepared in accordance with GAAP. In addition, because not all companies use identical calculations, EBITDA, Adjusted EBITDA, Adjusted Operating Income and Free Cash Flow included in this presentation may not be comparable to similarly titled measures of other companies. The reconciliations of these non-GAAP measures to their most comparable GAAP measures are contained in the appendix at the end of this presentation.



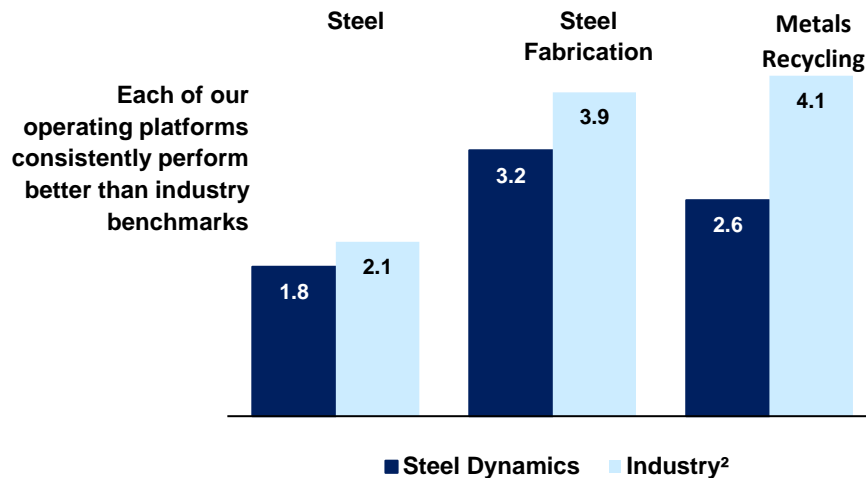
# Safety is Our Number One Value



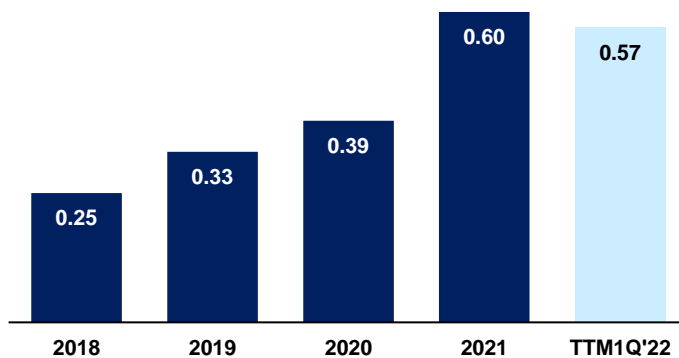
### Total Recordable Injury Rate<sup>1</sup>



### Total 2021 Recordable Injury Rate<sup>1</sup> By Platform



### Lost Time Injury Rate<sup>1</sup>



<sup>1</sup> Total Recordable Injury Rate is defined as OSHA recordable incidents x 200,000 / hours worked, Lost Time Injury Rate is defined as OSHA days away from work cases x 200,000 / hours worked,

<sup>2</sup> Source: 2020 U.S. DOL Bureau of Labor Statistics



# Record First Quarter 2022 Performance



## Q1 2022 HIGHLIGHTS

### **Record Q1'22 Operating and Financial Performance**

- Record sales of \$5.6 billion, operating income of \$1.5 billion, and net income \$1.1 billion
- Net Income of \$5.71 per diluted share, \$6.02<sup>1</sup> per diluted share excluding Sinton, Texas Flat Roll Steel Mill start up costs
- Record cash flow from operations of \$819 million and adjusted EBITDA<sup>2</sup> of \$1.6 billion
- Steel fabrication operations achieved record operating income of \$467 million with near record shipments of 210,000 tons
- Steel operations achieved historically strong operating income of \$1.2 billion, with record shipments of 2.9 million tons
- Metals Recycling operations achieved solid operating income of \$48 million
- Repurchased \$389 million of common stock and announced a new \$1.25 billion authorization in February 2022
- Raised first quarter cash dividend by 31% to \$0.34 per share

<sup>1</sup> The adjusted net income reconciliation is provided in the appendix to this presentation.

<sup>2</sup> The adjusted EBITDA reconciliation to GAAP net income is provided in the appendix to this presentation.

## Record First Quarter 2022 Financial Highlights

Record net sales, net income and adjusted EBITDA reflect market strength, execution of our long-term strategy and our differentiated circular business model

<i>Dollars in millions, except per share data</i>	Q1 2022	Q4 2021	Q1 2021	Sequential Change	Prior Year Change
<b>Net Sales</b>	<b>\$5,570</b>	<b>\$5,311</b>	<b>\$3,545</b>	<b>\$259</b>	<b>\$2,025</b>
<b>Operating Income</b>	<b>1,495</b>	<b>1,429</b>	<b>594</b>	<b>66</b>	<b>901</b>
<b>Net Income attributable to Steel Dynamics, Inc.</b>	<b>1,104</b>	<b>1,091</b>	<b>431</b>	<b>13</b>	<b>673</b>
<b>Adjusted Net Income per Diluted Share<sup>1</sup></b>	<b>6.02</b>	<b>5.78</b>	<b>2.10</b>	<b>0.24</b>	<b>3.92</b>
<b>Adjusted EBITDA<sup>2</sup></b>	<b>1,588</b>	<b>1,524</b>	<b>664</b>	<b>63</b>	<b>924</b>
<b>Operating Income</b>					
<b>Steel Operations</b>	<b>1,167</b>	<b>1,367</b>	<b>641</b>	<b>(200)</b>	<b>526</b>
<b>Steel Fabrication Operations</b>	<b>467</b>	<b>238</b>	<b>10</b>	<b>229</b>	<b>457</b>
<b>Metals Recycling Operations</b>	<b>48</b>	<b>44</b>	<b>54</b>	<b>5</b>	<b>(6)</b>

<sup>1</sup> The adjusted net income reconciliation is provided in the appendix to this presentation.

<sup>2</sup> The adjusted EBITDA reconciliation to GAAP net income is provided in the appendix to this presentation.

Note: Calculations may not tie due to rounding



# Record First Quarter 2022 Operating Highlights

Record Q1 2022 earnings driven by steel fabrication record pricing and strong demand

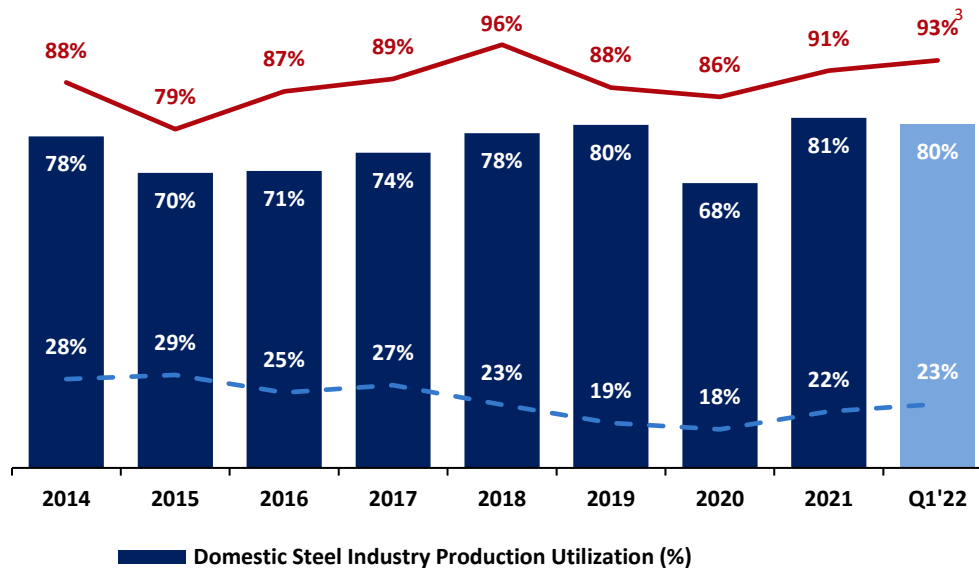
<i>Quarterly Segment Highlights</i>	Q1 2022	Q4 2021	Q1 2021	Sequential Change	Prior Year Change
<b>Steel Average External Sales Price per ton</b>	\$1,561	\$1,662	\$1,041	(\$101)	\$520
<b>Steel Average Ferrous Cost per ton</b>	474	490	372	(16)	102
<b>Steel Fabrication Average Sales Price per ton</b>	4,424	3,325	1,406	1,099	3,018
<b>Shipments</b> (thousands of tons)					
<b>Total Steel</b>	2,895	2,701	2,822	194	73
<b>Flat Roll Steel</b>	1,963	1,822	1,919	142	44
<b>Long Products Steel</b>	931	879	903	52	28
<b>Steel Fabrication Shipments</b> (thousands of tons)	210	204	184	6	26
<b>Metals Recycling Shipments</b>					
<b>Ferrous</b> (thousands of gross tons)	1,265	1,275	1,396	(10)	(131)
<b>Nonferrous</b> (millions of pounds)	261	274	281	(14)	(20)

*Note: Calculations may not tie due to rounding*

## Differentiated Business Model Results in Higher Through Cycle Utilization

We achieve consistently higher through-cycle steel utilization, driven by our low-cost, circularly connected business model, and diversified value-added steel product portfolio and supply-chain solutions

### Steel Mill Production Utilization



### 2022

#### Est. Annual SDI Steel Mill Production Capacity

(Thousands of Tons)

Flat Roll Group - Butler	3,200
- Columbus	3,200
- Sinton	3,000
Long Products Group	
Structural & Rail	2,200
Engineered Bar	950
Roanoke Bar	720
Steel of West Virginia	580
<b>Total<sup>1</sup></b>	<b>13,850</b>
Q1 2022 Steel Mill Production	2,508

Source: AISI, U.S. Department of Commerce, Accenture

<sup>1</sup> Excludes our processing divisions capacity of approximately 2.4 million tons annually and Q12022 shipments of 411 thousand tons.

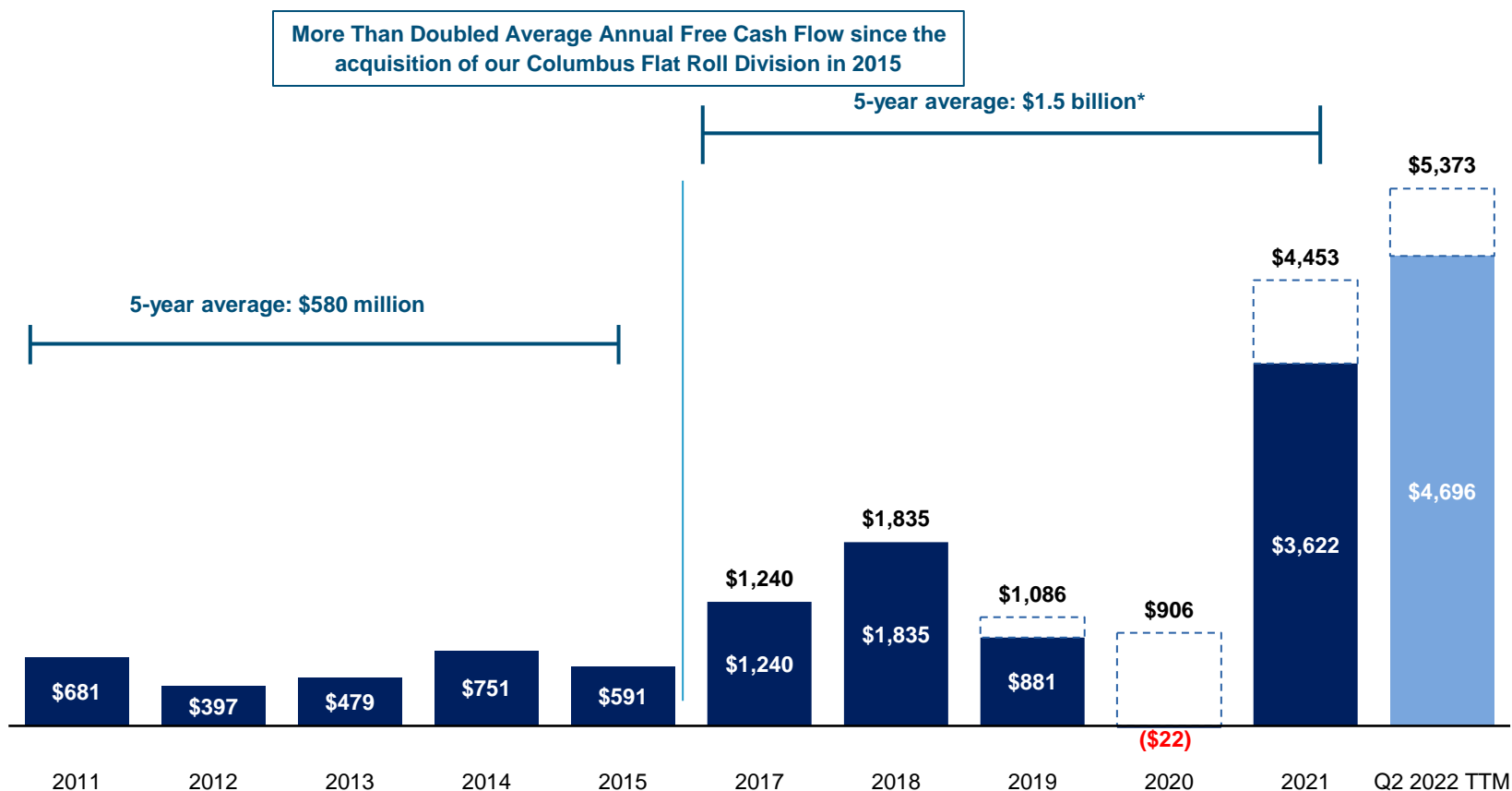
<sup>2</sup> Domestic Steel Imports Excluding Semi-finished as a % of Apparent Domestic Consumption for the first quarter 2022 is through February 2022.

<sup>3</sup> Excludes Sinton During Start Up



# Differentiated Business Model, a Proven Cash Generator in All Markets

Free Cash Flow<sup>1</sup> (dollars in millions)



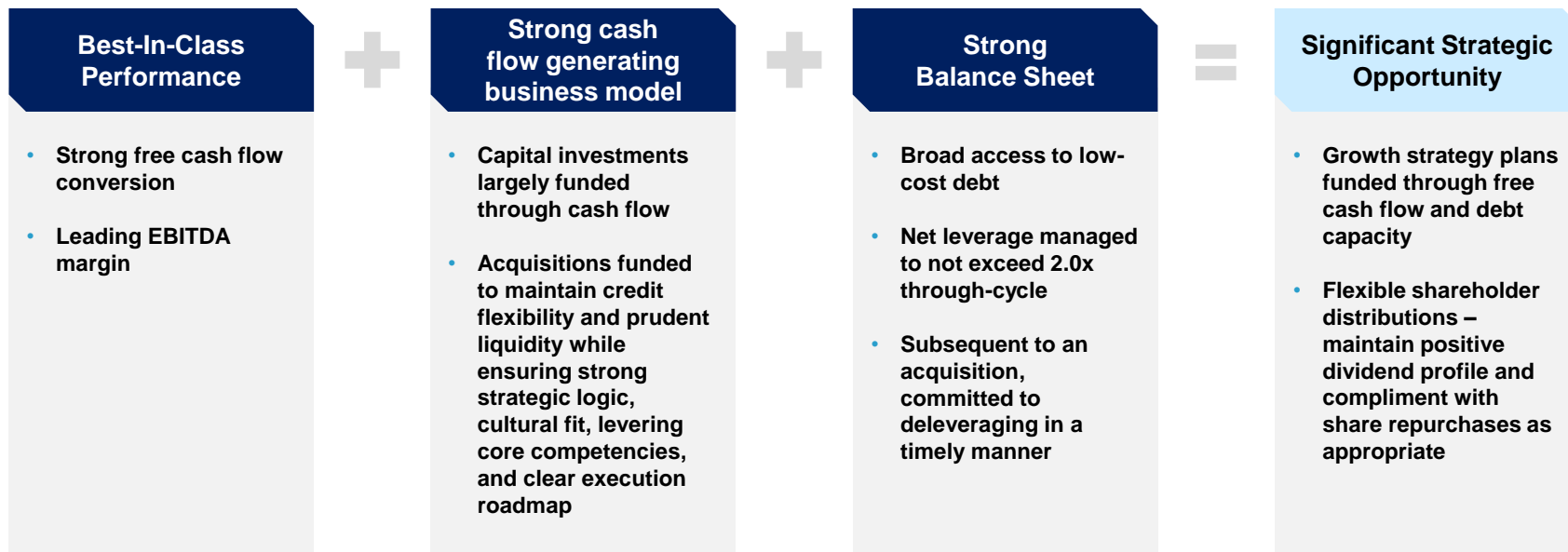
*\*Excluding 2019, 2020, 2021 and 2022ytd funding for our new Texas flat roll steel mill, our 2019, 2020, 2021 and Q2 2022TTM free cash flow would have been \$1.1B, \$0.9B, \$4.5B and \$5.4B.*

<sup>1</sup> Free Cash Flow is defined as Adjusted EBITDA – Capital Investments.

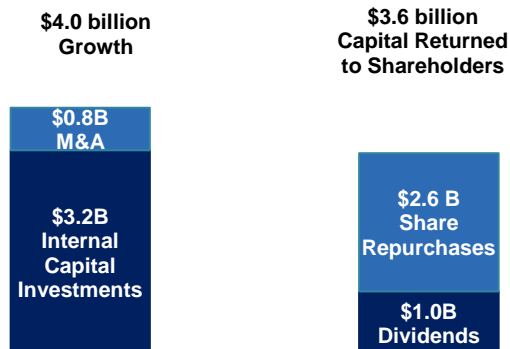




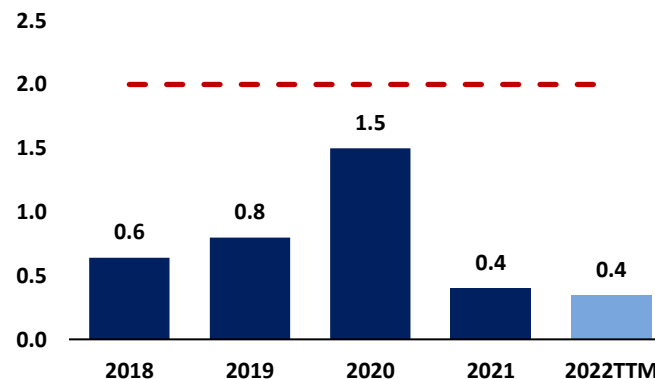
# Capital Allocation Framework, Committed to Growth, Shareholder Returns and Investment Grade Ratings



## Balanced Capital Allocation - \$7.3 billion Cash Flow from Operations over the Last Five Years<sup>1</sup>



## Conservative Net Leverage While Growing and Returning Capital to Shareholders



<sup>1</sup> Period ended March 31, 2022



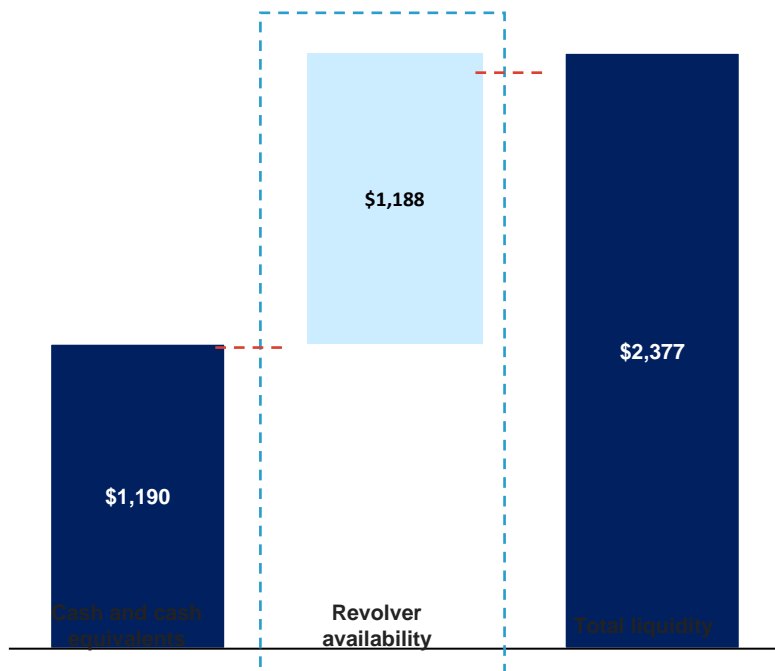
# Strong Liquidity and Credit Metrics



**We are committed to maintaining investment grade credit ratings**

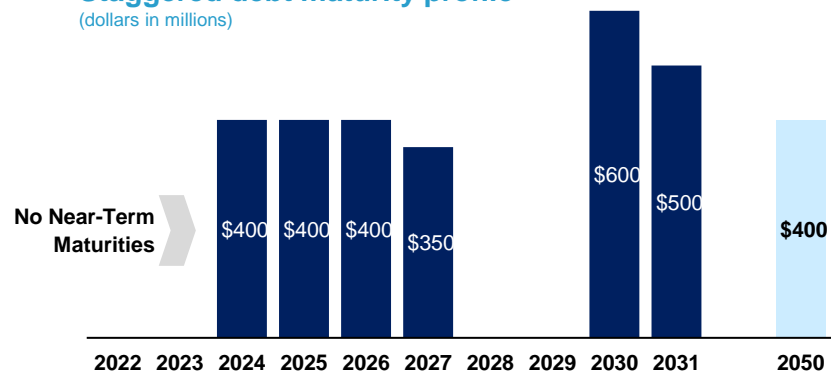
## Strong Liquidity

(dollars in millions) – As of March 31, 2022



## Staggered debt maturity profile<sup>2</sup>

(dollars in millions)



## Low Leverage, Low-Cost Debt

(dollars in millions)

	March 31, 2022	x Adjusted EBITDA <sup>1</sup>
Cash and cash equivalents	\$1,190	
2.800% senior notes, 2024	\$400	0.1x
2.400% senior notes, 2025	400	0.1x
5.000% senior notes, 2026	400	0.1x
1.650% senior notes, 2027	350	0.1x
3.450% senior notes, 2030	600	0.1x
3.250% senior notes, 2031	500	0.1x
3.250% senior notes, 2050	400	0.1x
Other obligations	76	0.0x
<b>Total debt</b>	<b>\$3,126</b>	<b>0.6x</b>
<b>Net debt</b>	<b>\$1,936</b>	<b>0.4x</b>
<b>Adjusted TTM EBITDA<sup>1</sup></b>	<b>\$5,552</b>	

<sup>1</sup> March 31, 2021 2022TTM Adjusted EBITDA. The reconciliation to GAAP net income is provided in the appendix to this presentation.

<sup>2</sup> Excludes other debt obligations of \$105 million.



## Near Term Earnings Catalysts

Investing to deliver our next phase of transformational growth

### START-UP

Leveraging expertise to create next generation EAF production capabilities, while gaining market share from disadvantaged, high-cost competitors and imports

- **New Sinton, Texas Flat Roll Steel Mill**  
Current estimated investment of approximately \$2 billion<sup>1</sup>
- 2022 expectations of over 1.5 million tons of shipments, 2023 increasing to rated capacity

In  
Process

Continuing to grow and diversify premium, value-added steel product capabilities and unlock value of existing operations

- Approximately \$500 million<sup>1</sup> investment in four additional value-added flat roll steel coating lines comprised of two paint lines and two galvanizing lines, with one set to be located at our new Sinton, Texas steel mill and the other set to be located at our Heartland Flat Roll Division in Terre Haute, Indiana
- Both sites will be comprised of a 300,000-ton flat roll steel galvanizing line with Galvalume® coating capability and a 240,000-ton paint line

Mid-2023

<sup>1</sup> Estimated project cost and start-up timeline

# Transformational Growth — New Texas EAF Flat Roll Steel Mill

Represents transformative strategic growth with “next generation” steelmaking capabilities

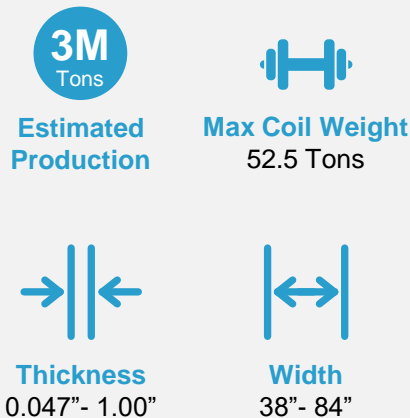


## Transformational Strategic Growth

- Expands our annual steel production capacity to almost 14 million tons (over 25% growth), with approximately 16 millions tons of shipping capability
- “Next Generation” electric-arc-furnace flat roll steel mill, including a higher-margin, value-added galvanizing line (550k tons) and paint line (250k tons)
- Investing in two additional new flat roll steel coating lines on-site to support the steel mill, including a value-added galvanizing line (300k tons) and paint line (240k tons)
- Targeting underserved markets reliant on imports with long lead times and inferior product quality
- Once fully operational with access to four value added coating lines, estimated through-cycle EBITDA of \$475-525 million based on historical metal spreads

## Next Generation Capabilities

- “Next Generation” capabilities that go beyond existing EAF-based production capabilities
- Leveraging expertise to create next generation sustainable EAF production capabilities, with meaningful customer and supply-chain benefits while gaining market share from disadvantaged, high-cost competitors and imports
- Latest generation of advanced high strength steel grades, including automotive and energy grades
- Diversified, higher-quality, value-added product mix



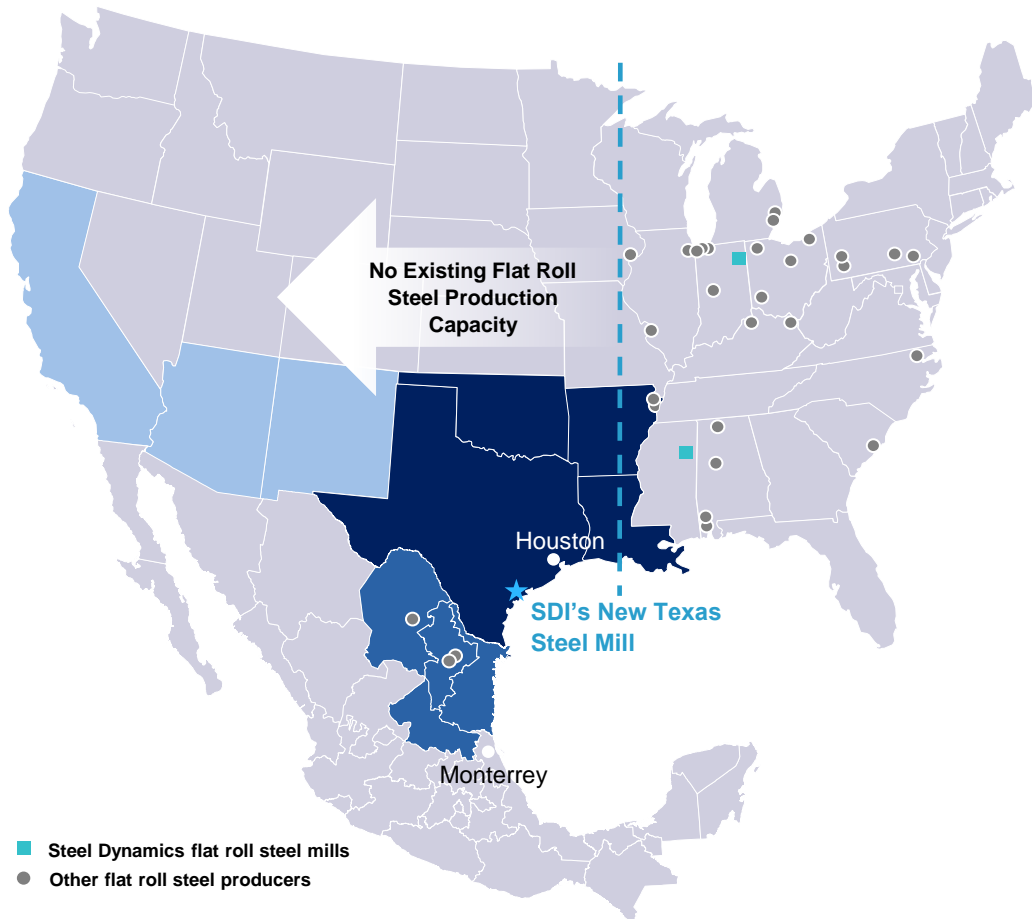
# Competitively Advantaged Location

## Estimated 27 million tons in Targeted Regional Markets

**Western U.S.**  
4 Million Tons

**Southern U.S.**  
7 Million Tons

**Mexico**  
16 Million Tons  
45%-50% Imported



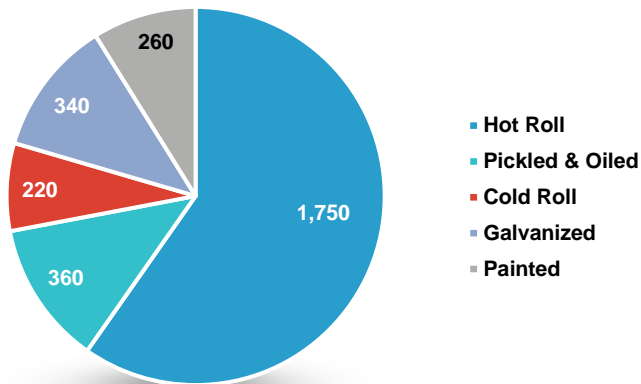
## Location Benefits

- Customer-centric logistics, providing shorter lead times and working capital savings
- Central to the largest domestic consumption of flat roll Galvalume® and construction painted products, with the ability to effectively compete with excessive imports
- Customers locating on-site, providing logistic savings and steel mill volume base-loading opportunities, representing 1.8M annual tons of local steel processing and consumption capability
- Excellent logistics provided by on-site access to two class I railroads, proximity to a major U.S. highway system, and access to the deep-water port of Corpus Christi
- Proximity to prime ferrous scrap generation via the four-state Texas region and Mexico through our existing metals recycling platform and our August 2020 acquisition of a Mexican metals recycling company
- Cost-effective access to pig iron through the deep-water port of Corpus Christi, as well as other alternative iron units located nearby

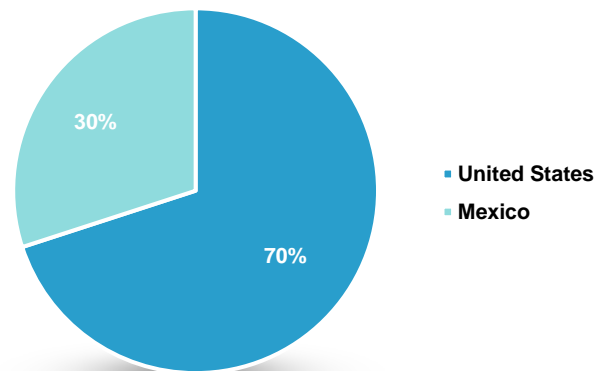


## Value-added Product Diversification

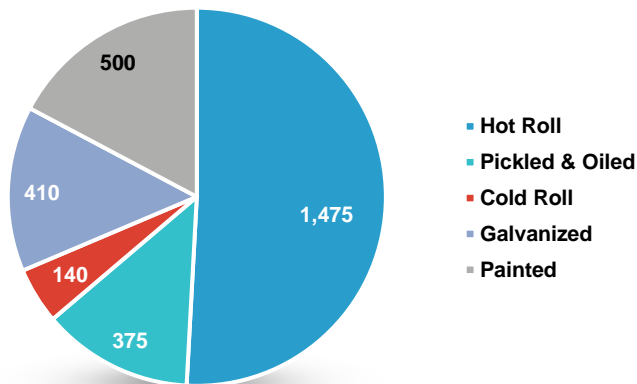
Estimated Sinton Product Mix<sup>1</sup>  
(Thousand tons)



Estimated Sinton Shipments  
by Region<sup>1</sup>



Estimated Sinton Product Mix  
after two new lines start 2023<sup>1</sup>  
(Thousand tons)



Sinton's targeted markets are similar to our other flat roll operations including:

- Construction
- Automotive
- Energy Tubulars
- Appliance
- Other Manufacturing

Like our other steel operations, we can quickly pivot from one end market to another based on underlying demand

<sup>1</sup> Based on a pro-forma full year of production at the Flat Roll Group Southwest – Sinton Flat Roll Division.



# We are Committed to Sustainability and Starting from a Position of Strength

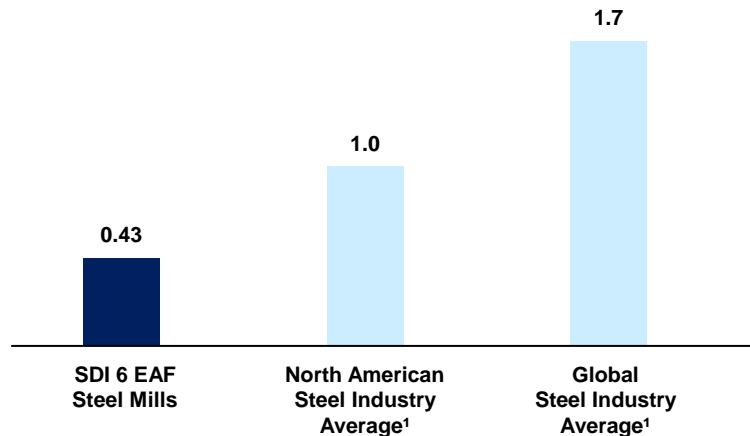
From our founding over 25 years ago, we have been intentional in managing our resources sustainably for the benefit of our teams, communities, and the environment

## Our Electric Arc Furnace Steel Mills Impact at a Glance



### 2020 **Scope 1** and **Scope 2** combined GHG Emissions Intensity

*Metric tons of CO2 equivalent emissions/cast steel metric ton*



Our steelmaking operations **already** meet the 2050 intensity targets under the Paris Agreement and its 2°C scenario.<sup>2</sup>



We are aligned with the Science Based Targets Initiative (SBTi) as we plan for our steel mills to meet the SBTi “well below 2°C” scenario target for combined Scope 1 and 2 emissions intensity by at least 2030.<sup>3</sup>

<sup>1</sup>Source: BHP analysis, Worldsteel, Exane BNP Paribas Estimates

<sup>2</sup>Based on International Energy Agency recommendations for the steel sector

<sup>3</sup>Based on the Iron & Steel Sectoral Decarbonization Approach



## Operating Efficiently and Sustainably

We are a steel industry leader in sustainability, operating exclusively with EAF technology, a circular manufacturing model, and innovative teams creating solutions to increase efficiencies, reduce raw material usage, reuse secondary materials, and promote material conservation and recycling

### By the Numbers

In 2021, SDI reintroduced:

**12 MILLION**  
TONS

of recycled ferrous scrap into the manufacturing life cycle

**1.1 BILLION**  
POUNDS

of recycled nonferrous scrap into the manufacturing life cycle

Our own steel consuming businesses purchased

**1.7 MILLION**  
TONS

of steel from our own steel mills — representing

**15% of our total**

2021 steel shipments



We reuse approximately **250 million pounds** of scrap aluminum and **150 million pounds** of scrap copper each year to produce certified aluminum alloys, copper rod and copper wire

### Spotlight on EAF

- Steel Dynamics is a truly circular manufacturing model, invested entirely in EAF technology, which **primarily uses recycled scrap** to produce new steel
- **84% of the material** used in our furnaces to produce steel at our six EAF steel mills was **recycled ferrous scrap** and internally generated iron substitutes
- Our steel mills Scope 1 GHG emissions are **89% lower** per metric ton compared to average U.S. blast furnaces<sup>1</sup>
- Our steel mills energy usage per metric ton is **75% less** than world steel averages<sup>2</sup>
- **100%** of the water withdrawn from our steel mills was recycled and reused

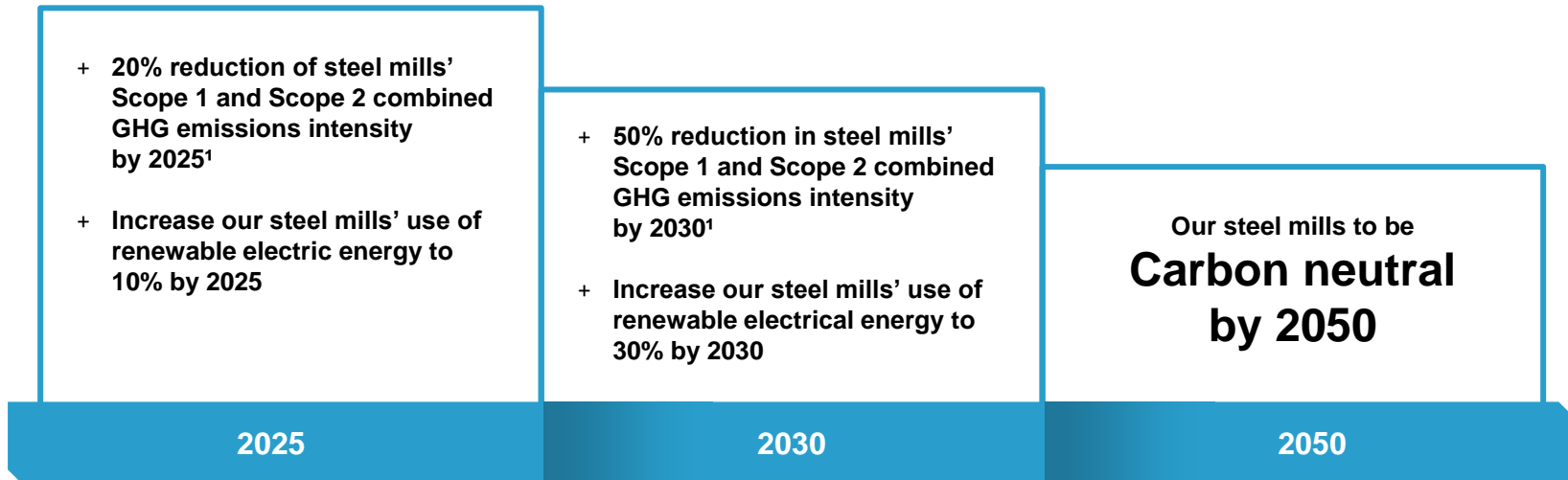
<sup>1</sup>Based on Scope 1 CO<sub>2</sub> equivalent emissions reported to the U.S. EPA.

<sup>2</sup>World Steel Association



## Building on Our Commitment to Reach Carbon Neutral by 2050

Our journey continues, we are committed to the reduction of our environmental footprint with our recently announced 2025, 2030, and 2050 goals



To achieve carbon neutrality at our steel mills by 2050, we plan to:



<sup>1</sup> Compared to our 2018 baseline



## **We are a Leading North American Steel Producer with a Differentiated and Proven Business Model**



**Consistent best-in-class performance**

**Differentiated business model delivering strong profitability and cash flow**

**Smart growth — Gaining market share and growing with customers**

**100% of steel produced with electric-arc-furnace technology**

**Strong balance sheet provides strategic flexibility for current operations and prudent growth**

**Sustainable shareholder value creation and distribution growth**

The background features a large, bold, blue 'X' shape that is slightly offset, creating a 3D effect. Several thin, light gray diagonal lines are scattered across the white background, some intersecting the blue 'X'.

# APPENDIX

## Steel Operations At a Glance – Flat Roll Steel Group

We are one of the largest domestic steel producers, with approx. 13 million tons of steel shipping capability, increasing to 16 million tons including Sinton. We have one of the most diversified product and end-market portfolios in the domestic steel industry

8.4M Tons Annual Shipping Capacity<sup>2</sup>



**Butler, IN**  
**Greenfield EAF Steel Mill**

- 3.2M Tons
- 3 Galvanizing Lines
- 2 Paint Lines



**Columbus, MS**  
**Acquired/Expanded EAF Steel Mill**

- 3.2M Tons
- 3 Galvanizing Lines
- 1 Paint Line



**Sinton, TX<sup>2</sup>**  
**Greenfield EAF Steel Mill**

- 3.0M Tons
- 1 Galvanizing Line
- 1 Paint Line



**Terre Haute, IN<sup>1</sup>**  
**Heartland/Acquired Flat Roll Processing Facility**

- 1.0M Tons
- 1 Galvanizing Line



**Pittsburgh, PA<sup>1</sup>**  
**The Techs/Acquired Flat Roll Galvanizing Facility**

- 1.0M Tons Galvanizing
- 3 Galvanizing Lines

<sup>1</sup> Processing locations

<sup>2</sup> Sinton now in process of start up. Annual shipping capacity would increase to 11.4M tons annually.

## Steel Operations At a Glance – Long Products Steel Group

We are one of the largest domestic steel producers, with approx. 13 million tons of steel shipping capability, increasing to 16 million tons including Sinton. We have one of the most diversified product and end-market portfolios in the domestic steel industry

4.6M Tons Annual Shipping Capacity



**Columbia City, IN  
Greenfield EAF Steel Mill**

- 2.2M Tons
- Structural and Rail



**Pittsboro, IN  
Acquired/Expanded EAF  
Steel Mill**

- 950K Tons
- Special-bar-quality
- Value-Added  
Finishing/Inspection  
Lines



**Roanoke, VA  
Acquired/Expanded EAF  
Steel Mill**

- 720K Tons
- Merchant and Rebar



**Huntington, WV  
Acquired/Expanded EAF  
Steel Mill**

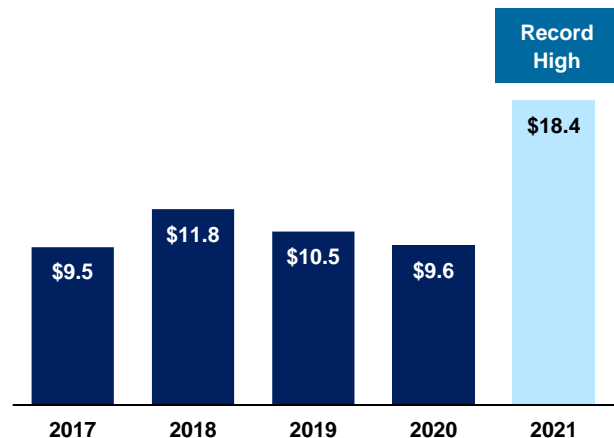
- 580K Tons
- Specialty Shapes

<sup>1</sup> Processing locations

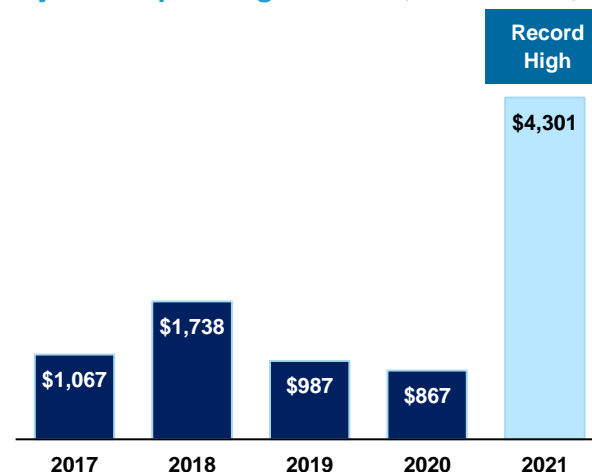


# Financial Strength in Diverse Market Environments

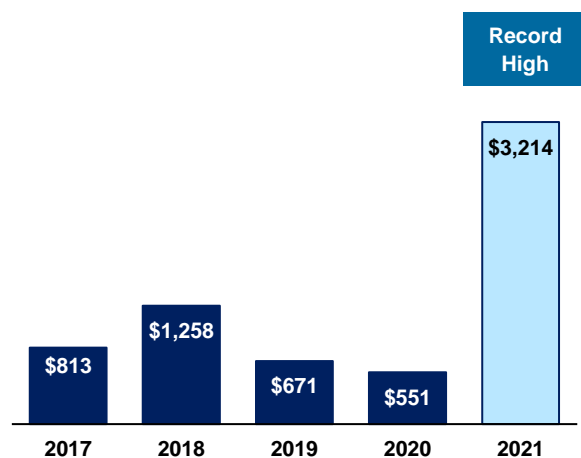
**Revenue** (dollars in billions)



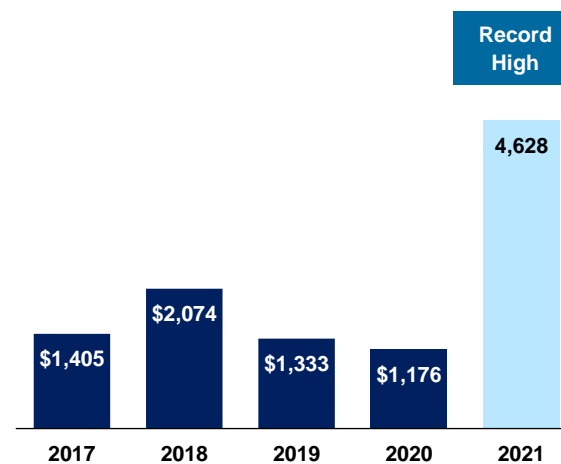
**Adjusted Operating Income<sup>1</sup>** (dollars in millions)



**Net Income** (dollars in millions)



**Adjusted EBITDA<sup>1</sup>** (dollars in millions)

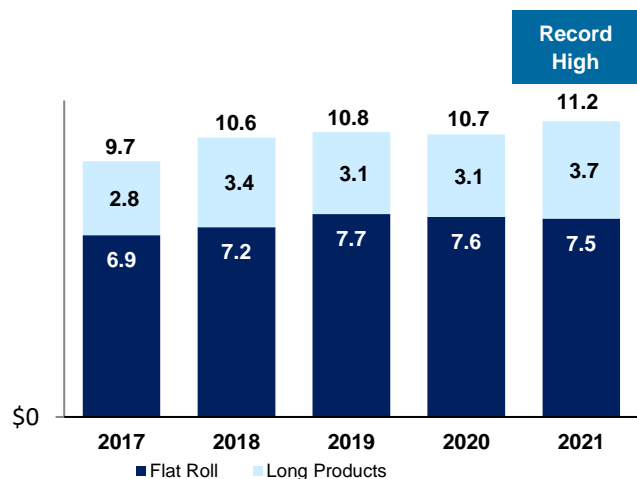


<sup>1</sup> Please see the reconciliation of these amounts to GAAP measures in the appendix to this presentation.



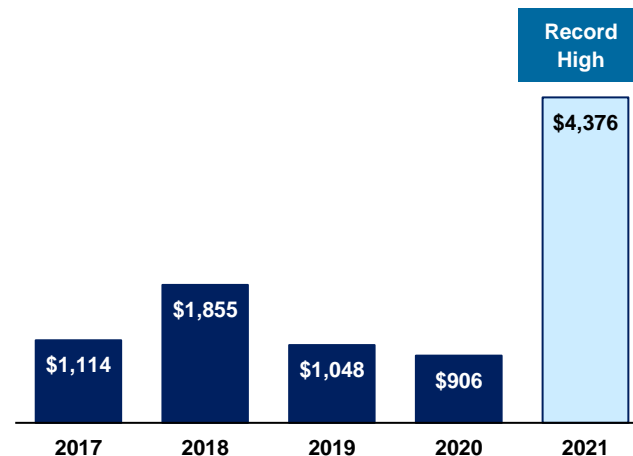
# Annual Steel Operations Results

## Steel Operations Shipments (millions of tons)

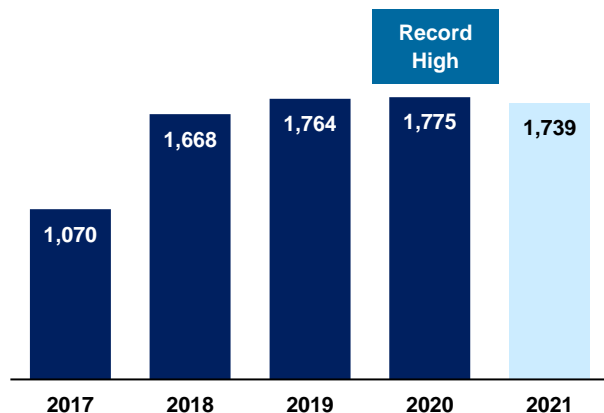


Acquired Heartland Flat Roll Division Q3 2018 and United Steel Supply March 2019.

## Operating Income (dollars in millions)



## Processing Locations<sup>1</sup> Shipments (included above) (thousands of tons)



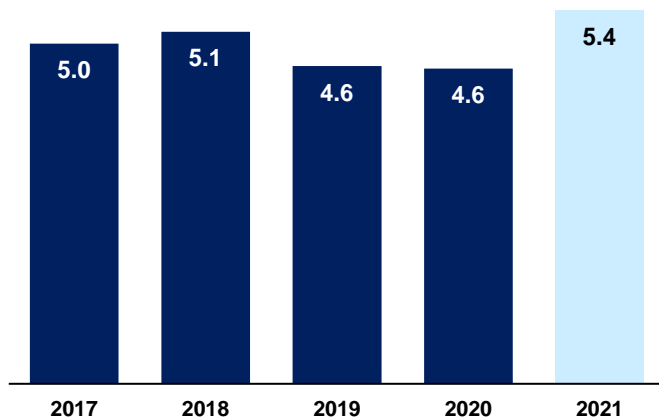
Our processing locations represented 16% of total steel shipments in 2021, and the associated steel procurement cost represented 24% of our steel operations' cost of goods sold.

<sup>1</sup> Processing locations include Heartland (flat roll), Techs (flat roll), United Steel Supply (flat roll) and Vulcan (SBQ).



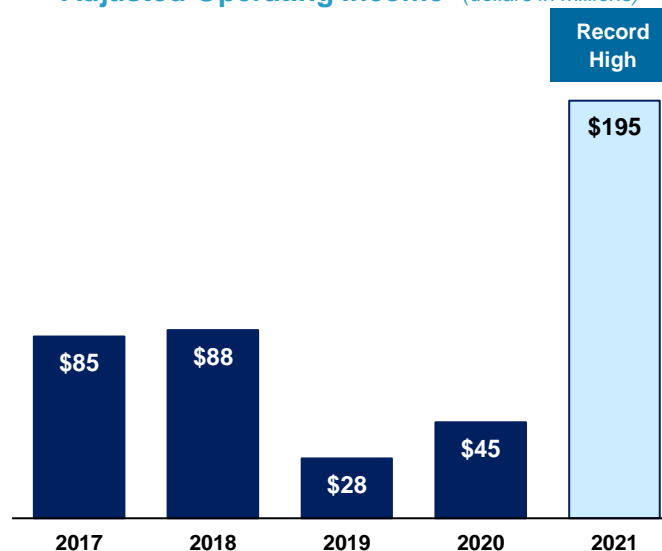
# Annual Metals Recycling Results

**Ferrous Shipments** (millions of gross tons)

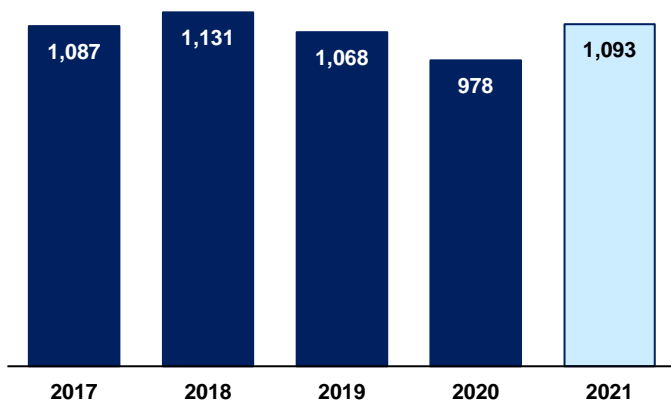


69% of 2020 and 66% of 2021 ferrous scrap volume was sold to Steel Dynamics' own steel mills

**Adjusted Operating Income<sup>1</sup>** (dollars in millions)



**Nonferrous Shipments** (millions of pounds)



<sup>1</sup> Adjusted operating income excludes non-cash goodwill and asset impairment charges of \$6 million in 2016.

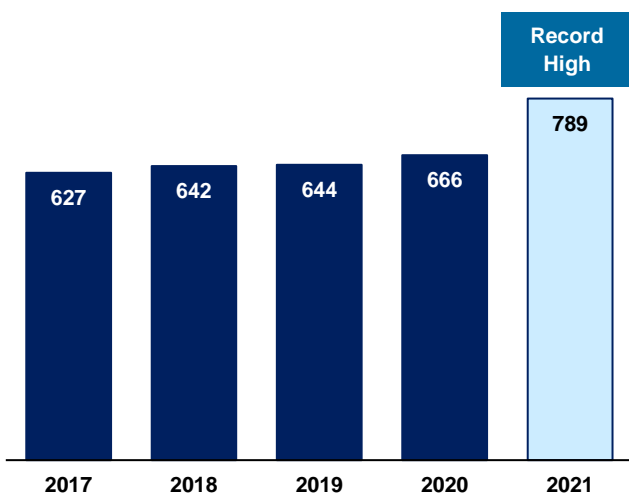




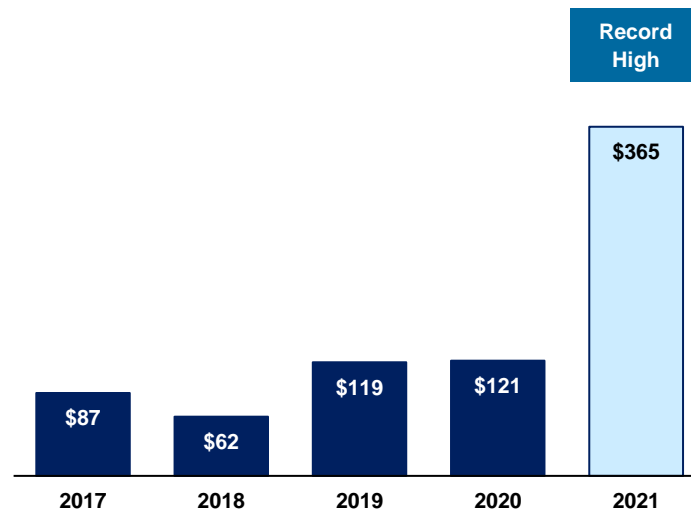
# Annual Steel Fabrication Results



**Shipments** *(thousands of tons)*



**Operating Income** *(dollars in millions)*





# Adjusted EBITDA, Free Cash Flow and Adjusted Operating Income Reconciliations



Dollars in millions	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
<b>Net Income (Loss)</b>	<b>\$142</b>	<b>\$164</b>	<b>\$92</b>	<b>\$(145)</b>	<b>\$360</b>	<b>\$806</b>	<b>\$1,256</b>	<b>\$678</b>	<b>\$571</b>	<b>\$3,247</b>
Income Taxes (Benefit)	62	99	73	(97)	204	129	364	197	135	962
Net Interest Expense	154	123	135	153	141	124	104	99	85	56
Depreciation	180	192	229	263	261	265	283	286	291	312
Amortization	36	32	28	25	29	29	28	30	29	29
Noncontrolling Interests	21	26	65	15	22	7	3	(7)	(13)	(33)
<b>EBITDA</b>	<b>\$595</b>	<b>\$636</b>	<b>\$622</b>	<b>\$214</b>	<b>\$1,017</b>	<b>\$1,360</b>	<b>\$2,038</b>	<b>\$1,283</b>	<b>\$1,098</b>	<b>\$4,573</b>
Unrealized (Gains) / Losses	(3)	5	(5)	3	1	5	(6)	3	2	(2)
Inventory Valuation	6	7	10	28	1	3	2	1	2	6
Equity-Based Compensation	12	16	23	29	30	34	40	43	49	51
Asset Impairment Charges	8	-	213	429	120	-	-	-	17	-
Refinancing Charges	3	2	-	3	3	3	-	3	8	-
<b>Adjusted EBITDA</b>	<b>\$621</b>	<b>\$666</b>	<b>\$863</b>	<b>\$706</b>	<b>\$1,172</b>	<b>\$1,405</b>	<b>\$2,074</b>	<b>\$1,333</b>	<b>\$1,176</b>	<b>\$4,628</b>
Less Capital Investments	224	187	112	115	198	165	239	452	1,198	1,006
<b>Free Cash Flow</b>	<b>\$397</b>	<b>\$479</b>	<b>\$751</b>	<b>\$591</b>	<b>\$974</b>	<b>\$1,240</b>	<b>\$1,835</b>	<b>\$881</b>	<b>\$(22)</b>	<b>\$3,622</b>
<b>Consolidated Operating Income</b>						<b>\$1,067</b>	<b>\$1,722</b>	<b>\$987</b>	<b>\$847</b>	<b>\$4,301</b>
Asset Impairment Charges						-	-	-	19	-
Non-cash Purchase Accounting						-	-	16	-	-
<b>Adjusted Operating Income</b>						<b>\$1,067</b>	<b>\$1,738</b>	<b>\$987</b>	<b>\$867</b>	<b>\$4,301</b>

Note: Calculations may not tie due to rounding.

# Quarterly Adjusted EBITDA Reconciliation



Dollars in millions	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
<b>Net Income</b>	<b>\$439</b>	<b>\$712</b>	<b>\$1,000</b>	<b>\$1,096</b>	<b>\$1,107</b>
Income Taxes	128	219	302	313	350
Net Interest Expense	17	15	12	12	16
Depreciation	78	78	79	77	79
Amortization	7	7	6	7	7
Noncontrolling Interests	(8)	(10)	(10)	(5)	(3)
<b>EBITDA</b>	<b>\$661</b>	<b>\$1,021</b>	<b>\$1,391</b>	<b>\$1,500</b>	<b>\$1,556</b>
Unrealized (Gains) / Losses	(7)	1	6	(3)	-
Inventory Valuation	-	-	-	6	11
Equity-Based Compensation	10	10	10	21	20
<b>Adjusted EBITDA</b>	<b>\$664</b>	<b>\$1,032</b>	<b>\$1,407</b>	<b>\$1,524</b>	<b>\$1,588</b>
Less Capital Investments	310	277	215	205	159
<b>Free Cash Flow</b>	<b>\$354</b>	<b>\$755</b>	<b>\$1,193</b>	<b>\$1,320</b>	<b>\$1,428</b>

Note: Calculations may not tie due to rounding.



## Adjusted Net Income Reconciliation



Dollars in millions, except per share data

	Q1 2022		Q4 2021		Q1 2021	
	Net Income	Diluted EPS	Net Income	Diluted EPS	Net Income	Diluted EPS
Net income Attributable to Steel Dynamics	\$1,104	\$5.71	\$1,081	\$ 5.49	\$431	\$2.03
Construction Costs Associated with Sinton Texas Flat Roll Steel Mill	84	0.31	37	0.18	14	0.07
Other			22	0.12	-	-
Adjusted Net Income Attributable to SDI	\$1,188	\$6.02	\$1,149	\$ 5.78	\$445	\$2.10

*Note: Calculations may not tie due to rounding.*