



November 8, 2019

Company Name : Nippon Steel Corporation  
Representative : Eiji Hashimoto  
Representative Director and President  
Stock listing : First Section of Tokyo Stock Exchange, and Nagoya,  
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### **Announcement of Revision to Subsidiary's Earnings Forecasts**

Today, GEOSTR Corporation, a subsidiary of Nippon Steel Corporation (the "Company"), announced revision to its earnings forecasts, as per the attachment.

The impact of the revision is immaterial with regard to the Company's consolidated financial results.



(Attachment)

November 8, 2019

Company Name: GEOSTR Corporation  
 Representative: Shingo Hayama  
 Representative Director and President  
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### Notice Concerning Revision to Earnings Forecasts

Considering recent trends in performance, GEOSTR Corporation (the “Company”) hereby notifies that it has revised its earnings forecasts (consolidated and non-consolidated) for the full year of fiscal 2019 ending March 31, 2020, which were announced on August 9, 2019.

#### 1. Revision to Full-Year Fiscal 2019 Earnings Forecasts (April 1, 2019 – March 31, 2020)

##### (i) Revision to Full-Year Consolidated Earnings Forecasts

(Million yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share (Yen)
Previous forecasts (A)	29,000	800	800	100	3.20
Revised forecasts (B)	29,000	1,000	1,000	200	6.39
Increase/Decrease (B-A)	—	200	200	100	—
Change (%)	—	25.0	25.0	100.0	—
(For reference) Results for fiscal 2018 ended March 31, 2019	34,266	3,504	3,507	2,022	64.65

##### (ii) Revision to Full-Year Non-Consolidated Earnings Forecasts

(Million yen)

	Net sales	Operating profit	Ordinary profit	Net profit	Earnings per share (Yen)
Previous forecasts (A)	28,100	960	960	160	5.11
Revised forecasts (B)	28,100	1,050	1,050	230	7.35
Increase/Decrease (B-A)	—	90	90	70	—
Change (%)	—	9.4	9.4	43.8	—
(For reference) Results for fiscal 2018 ended March 31, 2019	33,134	3,516	3,536	2,044	65.34

## 2. Reasons for the Revisions to Earnings Forecasts

In terms of the consolidated operating results, net sales are expected to be 29,000 million yen, unchanged compared to the previous forecasts.

With regard to profit and loss, operating profit and ordinary profit are both expected to be 1,000 million yen (up 25.0% from the previous forecasts), and profit attributable to owners of parent is expected to be 200 million yen (up 100.0% from the previous forecasts), due to an improvement in the gross margin ratio resulting from increased production and thorough cost reduction.

As for the non-consolidated operating results, net sales are expected to be 28,100 million yen (unchanged compared to the previous forecasts), operating profit and ordinary profit are both expected to be 1,050 million yen (up 9.4% from the previous forecasts), and net profit is expected to be 230 million yen (up 43.8% from the previous forecasts), due to the same reasons as those for the revision to the consolidated operating results.

Note: The above forecasts are based on information that was available on the announcement date of this release. Actual results may differ from the forecasts due to various risks and uncertainties.