

For Immediate Release

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Announcement of Revision to Forecasts of Operating Performance

Nippon Steel Corporation (“the Company”) hereby reports the following revision to its consolidated financial forecasts for the fiscal year ending March 31, 2020, which were released at the time of the announcement of results for the second half of fiscal 2019 (on November 1, 2019).

The Company also reports the following differences between its non-consolidated financial forecasts for the fiscal year ending March 31, 2020 and the financial results of the previous fiscal year.

1. Revision to Forecasts of Operating Performance**Consolidated Financial Forecasts for Fiscal 2019 (April 1, 2019-March 31, 2020)**

(Millions of yen, except per share figures)

	Revenue	Business profit	Profit attributable to owners of the parent	Basic earnings per share (yen)
Previous forecasts (A)	6,100,000	100,000	40,000	43.00
Current forecasts (B)	5,900,000	(310,000)	(440,000)	(478.00)
Change (B–A)	(200,000)	(410,000)	(480,000)	
% change	(3.3)	—	—	
(For reference) Results of the previous fiscal year ended March 31, 2019 (C)	6,177,947	336,941	251,169	281.77
Change (B–C)	(227,947)	(646,941)	(691,169)	
% change	(4.5)	—	—	

Non-consolidated Financial Forecasts for Fiscal 2019 (April 1, 2019-March 31, 2020)

(Millions of yen, except per share figures)

	Net sales	Ordinary profit	Profit attributable to owners of parent	Earnings per share (yen)
Previous forecasts (A)	—	(65,000)	—	—
Current forecasts (B)	3,310,000	(70,000)	(410,000)	(445.00)
Change (B–A)	—	(5,000)	—	
% change	—	—	—	
(For reference) Results of the previous fiscal year ended March 31, 2019 (C)	3,562,226	112,319	145,319	162.79
Change (B–C)	(252,226)	(182,319)	(555,319)	
% change	(7.1)	—	—	

2. Reasons for Revision

The Company has substantially lowered its consolidated financial forecasts, compared to its previously-announced forecasts. Consolidated business loss of ¥310.0 billion is expected mainly due to lower production and shipment volume, deteriorating earnings at group companies, and the recording of impairment losses on operating assets. In addition, due to the posting of losses on reorganization, the partial reversal of deferred tax assets, and other factors, loss attributable to owners of the parent of ¥440.0 billion is expected.

Please also refer to the “Flash Report” released today.