



For Immediate Release

October 7, 2021

Company name: Nippon Steel Corporation
Representative: Eiji Hashimoto, Representative Director and President
Code number: 5401
Contact: Shinnosuke Arita, General Manager, Public Relations Center
Telephone: +81-3-6867-2135, 2146, 2977, 3419

Announcement of Recording of Gains on Reorganization

Nippon Steel Corporation (“the Company”) hereby reports that the Company expects to record gains on reorganization associated with the realization of unrealized profit in the consolidated financial statements for the third quarter of the fiscal year ending March 31, 2022.

1. Details of gains on reorganization

As previously announced on February 5, 2021, the Company transferred the land it owned in Funado, Itabashi-ku, Tokyo to Nippon Steel Kowa Real Estate Co., Ltd., an affiliate of the Company, on June 30, 2021. However, since today Nippon Steel Kowa Real Estate Co., Ltd. transferred the land to a third party, the unrealized profit for which an amount equivalent to the Company' share had been eliminated at the time of the transfer from the Company is expected to be realized.

2. Future outlook

Associated with the aforementioned realization of unrealized profit, the Company expects to record approximately 34.0 billion yen as gains on reorganization in the consolidated financial statements for the third quarter of the fiscal year ending March 31, 2022. The Company will promptly disclose the earnings forecasts for the year reflecting the gains on reorganization this time once reasonable calculations can be made.