

For Immediate Release

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**Announcement concerning Differences between Financial Results
and the Previous Forecasts for Fiscal 2020**

Nippon Steel Corporation (“the Company”) announces today the differences between the actual financial results for fiscal 2020 and the previous forecasts released on February 5, 2021 in its consolidated and non-consolidated financial statements as per below. The Company also announces the differences between actual financial results for fiscal 2020 and 2019 concerning “Operating profit”, “Profit before income taxes” and “Profit for the year” that were not included in the previous forecasts as per below.

1. Differences between the actual financial results and the previous forecasts for fiscal 2020 (April 1, 2020 – March 31, 2021) in its consolidated statements

(Millions of yen, except per share figures)

	Revenue	Business profit	Operating profit	Profit before income taxes
Previous forecasts (A)	4,850,000	30,000	—	—
Actual for fiscal 2020 (B)	4,829,272	110,046	11,381	(8,656)
Change (B–A)	(20,727)	80,046	—	—
% change	(0.4)	266.8	—	—
[Reference] Actual for fiscal 2019 (C)	5,921,525	(284,417)	(406,119)	(423,572)
Change (B–C)	(1,092,253)	394,464	417,501	414,916
% change	(18.4)	—	—	—

	Profit for the year	Profit for the year attributable to owners of the parent	Basic earnings per share
Previous forecasts (A)	—	(120,000)	(130.00)
Actual for fiscal 2020 (B)	(19,327)	(32,432)	(35.22)
Change (B–A)	—	87,567	94.78
% change	—	—	—
[Reference] Actual for fiscal 2019 (C)	(426,120)	(431,513)	(468.74)
Change (B–C)	406,793	399,081	433.52
% change	—	—	—

2. Differences between the actual financial results and the previous forecasts for fiscal 2020 (April 1, 2020 – March 31, 2021) in its non-consolidated financial statements

(Millions of yen, except per share figures)

	Net sales	Operating profit	Ordinary profit	Profit for the year	Earnings per share
Previous forecasts (A)	2,820,000	—	(40,000)	(110,000)	(119.00)
Actual for fiscal 2020 (B)	2,820,992	(104,779)	(25,446)	(42,098)	(45.66)
Change (B–A)	992	—	14,553	67,901	73.34
% change	0.0	—	—	—	—
[Reference] Actual for fiscal 2019 (C)	3,312,949	(119,374)	(40,410)	(455,641)	(494.18)
Change (B–C)	(491,957)	14,595	14,963	413,542	448.52
% change	(14.8)	—	—	—	—

3. Reasons for the Differences

The Company has recorded an increase in profit compared to the previous forecasts mainly due to the improvement in group companies' profit, and the progress in cost improvements.

For further details, please refer to “Flash Report Consolidated Basis Results for Fiscal 2020 (under IFRS)” and “Results and dividends of Fiscal 2020” released today.