



August 6, 2020

Company Name : Nippon Steel Corporation
Representative : Eiji Hashimoto
Representative Director and President
Stock listing : First Section of Tokyo Stock Exchange, and Nagoya,
Fukuoka and Sapporo Stock Exchanges
Code Number : 5401
Contact : Public Relations Center, General Administration Div.
Telephone : +81-3-6867-2135, 2146, 2977, 3419

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 for fiscal 2020 ending March 31, 2021.



(Attachment)

August 6, 2020

Company Name: GEOSTR Corporation
 Representative: Shingo Hayama
 Representative Director and President
 Code Number: 5282 (Tokyo Stock Exchange, Second Section)
 Contact: Shinichi Yamatoko,
 Finance and Accounting Team,
 Business Management Headquarter
 Telephone: +81-3-5844-1201

Notice Concerning Revision to Earnings Forecasts

Considering recent trends in performance, GEOSTR Corporation (the “Company”) hereby notifies that it has revised its earnings forecasts for the first half of fiscal 2020 ending March 31, 2021, which were announced on May 15, 2020.

1. Revision to Earnings Forecasts for First Half of Fiscal 2020 (April 1, 2020 – September 30, 2020)

(i) Revision to Consolidated Earnings Forecasts for First Half of Fiscal 2020

(Million yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share (Yen)
Previous forecasts (A)	13,600	100	100	50	1.60
Revised forecasts (B)	15,100	450	450	300	9.59
Increase/Decrease (B-A)	1,500	350	350	250	—
Change (%)	11.0	350.0	350.0	500.0	—
(For reference) Results for first half of fiscal 2019 ended March 31, 2020	13,423	953	947	185	5.92

(ii) Revision to Non-Consolidated Earnings Forecasts for First Half of Fiscal 2020

(Million yen)

	Net sales	Operating profit	Ordinary profit	Net profit	Earnings per share (Yen)
Previous forecasts (A)	13,400	150	150	100	3.20
Revised forecasts (B)	14,900	450	450	300	9.59
Increase/Decrease (B-A)	1,500	300	300	200	—
Change (%)	11.2	200.0	200.0	200.0	—
(For reference) Results for first half of fiscal 2019 ended March 31, 2020	13,061	1,075	1,092	307	9.84

2. Reasons for the Revisions to Earnings Forecasts

In terms of the consolidated operating results for the first half of fiscal 2020, net sales are expected to be 15,100 million yen (up 11.0% from the previous forecasts), due to the expedited acceptance of large-scale projects.

With regard to profit and loss, operating profit and ordinary profit are both expected to be 450 million yen (up 350.0% from the previous forecasts), and profit attributable to owners of parent for the first half of fiscal 2020 is expected to be 300 million yen (up 500.0% from the previous forecasts), mainly due to thorough cost reduction in addition to an improvement in gross profit from increased revenue.

As for the non-consolidated operating results for the first half of fiscal 2020, net sales are expected to be 14,900 million yen (up 11.2% from the previous forecasts), operating profit and ordinary profit are both expected to be 450 million yen (up 200.0% from the previous forecasts), and net profit for the first half of fiscal 2020 is expected to be 300 million yen (up 200.0% 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.