April 26, 2024

To Whom It May Concern:

Company Name: Nippon Steel Corporation
Representative: Tadashi Imai
Representative Director and President and COO
Code Number: 5401
Contact: Public Relations Center, General Administration Div.
Telephone: +81-3-6867-2135, 2146, 3419

Announcement Regarding Differences between Subsidiary’s Non-Consolidated Earnings Forecasts and Actual Results for the Fiscal Year Ended March 31, 2024 and Recording of Extraordinary Loss

Today, OSAKA STEEL CO., LTD., a subsidiary of Nippon Steel Corporation (the “Company”), announced the differences between the non-consolidated financial forecast for the fiscal year ended March 31, 2024 announced on April 27, 2023 and the actual results and the recording of extraordinary loss in the non-consolidated financial results for the fiscal year ended March 31, 2024, as per the attachment.

The impact of the revision is immaterial with regard to the Company’s consolidated financial results for fiscal 2023 ended March 31, 2024.
To whom it may concern:

Net Sales Operating profit Ordinary profit Profit Earnings per share
Million yen Million yen Million yen Million yen Yen
90,000 5,000 5,300 3,500 89.93

Actual results for the current period (B)
91,309 6,426 7,294 -1,684

Increase / Decrease (B-A)
1,309 1,426 1,994 -5,184

Percentage change (%)
1.5 28.5 37.6 — —

Company Name: OSAKA STEEL CO., LTD.
Representative: Taisuke Nomura,
President and Representative Director
(Code No. 5449 Tokyo Stock Exchange Standard Marke
Contact: Hidehiko Shimada,
General Manager, Head of Accounting & Finance
(TEL 06—6204—0163)
(URL http://www.osaka-seitetu.co.jp)

Notice of Difference between Non-Consolidated Financial Forecast and Actual Results for the Fiscal Year Ended March 31, 2024 and Recording of Extraordinary Loss

We hereby announce the difference between the non-consolidated financial forecast for the fiscal year ended March 31, 2024 announced on April 27, 2023 and the actual results announced today as follows. We also announce that we have recorded the following extraordinary loss in our non-consolidated financial results for the fiscal year ended March 31, 2024.

1. Differences between non-consolidated financial forecasts and actual results for the fiscal year ended March 31, 2024
(April 1, 2023 - March 31, 2024)

<table>
<thead>
<tr>
<th></th>
<th>Net Sales</th>
<th>Operating profit</th>
<th>Ordinary profit</th>
<th>Profit</th>
<th>Earnings per share</th>
</tr>
</thead>
<tbody>
<tr>
<td>Previous forecasts (A)</td>
<td>Million yen</td>
<td>Million yen</td>
<td>Million yen</td>
<td>Million yen</td>
<td>Yen</td>
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<td>1.5</td>
<td>28.5</td>
<td>37.6</td>
<td>—</td>
<td>—</td>
</tr>
</tbody>
</table>

Reasons for Differences
Operating profit and ordinary profit increased more than initially expected as a result of self-help efforts to thoroughly improve costs and expand sales, as well as more stable than expected prices for scrap iron, the main raw material for the company's products.
However, profit was lower than initially expected due to the recording of extraordinary losses in the Company's non-consolidated financial results, as described below.

2. Details of Extraordinary Losses

1) Impairment loss on investments in consolidated subsidiaries (non-consolidated)
PT. KRAKATAU OSAKA STEEL, a consolidated subsidiary of the Company, has significantly declined in real value, and the Company has recognized an impairment loss of 4.45 billion yen as a loss on valuation of stocks of subsidiaries and affiliates in the non-consolidated financial statements.

2) Provision of allowance for doubtful accounts of subsidiaries and affiliates (non-consolidated)
As a result of assessing the collectability of receivables held by the Company from the above consolidated subsidiaries, the Company recorded 1,941 million yen as a provision for allowance for doubtful accounts in the non-consolidated accounts of the Company.