

For Immediate Release

April 28, 2015

Company name: Nippon Steel & Sumitomo Metal Corporation
Representative: Kosei Shindo, Representative Director and President
Code number: 5401
Contact: Nozomu Takahashi, General Manager, Public Relations Center
Telephone: +81-3-6867-2130

**Announcement of Recognition of Loss on Valuation
of Investments in Capital of Subsidiaries and Affiliates**

Nippon Steel & Sumitomo Metal Corporation (“the Company”) posted a loss on valuation of investments in capital of subsidiaries and affiliates as an extraordinary loss in its non-consolidated financial statements for the fiscal year ended March 31, 2015 (fiscal 2014). Details are as follows:

1. Details of loss on valuation of investments in capital of subsidiaries and affiliates

(1) Reason for the loss

Investments in capital of subsidiaries and affiliates in the Company’s non-consolidated financial statements, which include the Company’s affiliated company, VALLOUREC & SUMITOMO TUBOS DO BRASIL LTDA. (“VSB”), had a significant decrease in their material value. As a result, the Company has posted a loss on valuation of investments in capital of subsidiaries and affiliates as an extraordinary loss in its non-consolidated financial statements for fiscal 2014.

As announced in the “Announcement of Recognition of Loss on Business of Subsidiaries and Affiliates” on January 29, 2015, the Company had posted a loss of 68.6 billion yen on business of subsidiaries and affiliates under consolidated extraordinary loss in its consolidated financial statements for the first three quarters of fiscal 2014 (April 1, 2014—December 31, 2014).

(2) The amount of the loss

71.4 billion yen

For more information, please contact:

Public Relations Center, General Administration Division

TEL: +81-3-6867-2135, 2146, 2977, 5807