# Flash Report Consolidated Basis Results for the Third Quarter of Fiscal 2021 (April 1, 2021—December 31, 2021) < under IFRS>

Company name: Stock listing: Code number: URL: Representative: Contact: Telephone: Scheduled date to submit Securities Report: Scheduled date to pay dividends: Preparation of supplemental explanatory materials: Holding of quarterly financial results meeting: February 3, 2022

Nippon Steel Corporation Tokyo, Nagoya, Sapporo, Fukuoka stock exchanges 5401 <u>https://www.nipponsteel.com/en/index.html</u> Eiji Hashimoto, Representative Director and President Shinnosuke Arita, General Manager, Public Relations Center +81-3-6867-2135, 2146, 2977, 3419 February 9, 2022 -Yes

Yes (for investment analysts)

(All amounts have been truncated to the nearest millions of Japanese yen.)

# 1. Consolidated Operating Results and Financial Position through the Third Quarter of Fiscal 2021 (April 1, 2021—December 31, 2021)

#### (1) Consolidated Operating Results (Accumulated)

	8	(Percentage figures are changes from the same period of the previous fiscal year.)								
	Revenue		Business profit (*)		Operating profit		Profit before income taxes		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Third quarter of Fiscal 2021	4,942,481	43.3	743,749	—	728,136	_	709,775	_	528,832	—
Third quarter of Fiscal 2020	3,449,817	(22.9)	(33,169)		(67,385)	—	(81,478)		(116,484)	

	Profit attributa owners of the		Total compreh income		Basic earnings per share	Diluted earnings per share
	Millions of yen	%	Millions of yen	%	Yen	Yen
Third quarter of Fiscal 2021	507,894	_	617,890	_	551.60	533.32
Third quarter of Fiscal 2020	(123,800)	—	(71,990)	—	(134.45)	(134.45)

(\*)Business Profit on Consolidated Statements of Profit or Loss indicates the results of sustainable business activities, and is an important measure to compare and evaluate the Company's consolidated performance continuously. It is defined as being deducted Cost of sales, Selling, general and administrative expenses and Other operating expenses from Revenue, and added Share of profit in investments accounted for using the equity method and Other operating income. Other operating income and expenses are composed mainly of Dividend income, Foreign exchange gains or losses, Loss on disposal of fixed assets.

#### (2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the parent	Ratio of total equity attributable to owners of the parent to total assets
	Millions of yen	Millions of yen	Millions of yen	%
Third quarter of Fiscal 2021	8,589,018	3,671,847	3,277,791	38.2
Fiscal 2020	7,573,946	3,131,387	2,759,996	36.4

#### 2. Dividends

		Dividends per share										
	End of first quarter	End of second quarter	End of third quarter	End of fiscal year	Fiscal year							
	Yen	Yen	Yen	Yen	Yen							
Fiscal 2020	—	0.00	—	10.00	10.00							
Fiscal 2021	—	70.00	—									
Fiscal 2021 (Forecasts)				70.00	140.00							

Notes: 1. Whether the dividends forecasts have been revised: Yes

#### 3. Consolidated Financial Forecasts for Fiscal 2021 (April 1, 2021—March 31, 2022)

(Percentage figures are changes from the same period of the previous fiscal year.)

	Revenue		Business profit		Profit attributable to owners of the parent		Basic earnings per share	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen	
Fiscal 2021	6,600,000	36.7	800,000	627.0	520,000	_	565.00	

Notes: 1. Whether the consolidated financial forecasts for fiscal 2021 under review have been revised: Yes

\* Notes

- (1) Changes in significant subsidiaries (changes in "Specified Subsidiaries" accompanying changes in scope of consolidation) during the period: None
- (2) Changes in accounting policies and changes in accounting estimates
  - (a) Changes in accounting policies required by IFRS: None
  - (b) Changes other than those in (a) above: None
  - (c) Changes in accounting estimates: None

#### (3) Number of shares outstanding (common shares)

- (a) Number of shares outstanding at the end of the period (including treasury stock) Third quarter of Fiscal 2021 950,321,402 shares Fiscal 2020 950,321,402 shares
- (b) Number of treasury stock at the end of the periodThird quarter of Fiscal 202129,572,633 sharesFiscal 202029,564,533 shares
- (c) Weighted average number of shares outstanding Third quarter of Fiscal 2021 920,759,039 shares Third quarter of Fiscal 2020 920,740,512 shares

\* This quarterly flash report is not subject to quarterly review procedures.

\* Explanation of the appropriate use of performance forecasts and other related items (Explanation of the appropriate use of performance forecasts)

The forward-looking statements included in this flash report are based on the assumptions, forecasts, and plans of the Company as of the date on which this document is made public. The Company's actual results may differ substantially from such statements due to various risks and uncertainties.

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# **Quarterly Condensed Consolidated Financial Statements and Major Notes**

(1) Quarterly Condensed Consolidated Statements of Financial Position

		(Millions of Yen)
ASSETS	March 31, 2021	December 31, 2021
Current assets :		
Cash and cash equivalents	359,465	626,375
Trade and other receivables	805,306	858,968
Inventories	1,349,355	1,698,012
Other financial assets	27,772	29,041
Other current assets	130,786	220,749
Total current assets	2,672,686	3,433,146
Non-current assets :		
Property, plant and equipment	2,954,938	3,011,390
Right-of-use assets	88,559	81,323
Goodwill	46,341	47,198
Intangible assets	95,826	121,815
Investments accounted for using the equity method	817,328	1,042,698
Other financial assets	628,226	540,930
Defined benefit assets	110,396	124,642
Deferred tax assets	153,123	179,917
Other non-current assets	6,519	5,954
Total non-current assets	4,901,260	5,155,871
Total assets	7,573,946	8,589,018

	M 1 21 2021	(Millions of Yen)
LIABILITIES	March 31, 2021	December 31, 2021
Current liabilities :		
Trade and other payables	1,382,761	1,476,483
Bonds, borrowings and lease liabilities	308,985	416,10
Other financial liabilities	1,250	1,994
Income taxes payable	24,256	168,78
Other current liabilities	54,077	51,702
Total current liabilities	1,771,331	2,115,072
Non-current liabilities :		
Bonds, borrowings and lease liabilities	2,250,246	2,300,654
Other financial liabilities	4,784	2,16
Defined benefit liabilities	189,453	191,88
Deferred tax liabilities	37,385	44,053
Other non-current liabilities	189,358	263,332
Total non-current liabilities	2,671,228	2,802,097
Total liabilities	4,442,559	4,917,170
EQUITY		
Common stock	419,524	419,524
Capital surplus	393,168	393,612
Retained earnings	1,910,333	2,378,182
Treasury stock	(58,342)	(58,375
Other components of equity	95,311	144,84′
Total equity attributable to owners of the parent	2,759,996	3,277,79
Non-controlling interests	371,390	394,05
Total equity	3,131,387	3,671,84
Total liabilities and equity	7,573,946	8,589,018
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#### (2) Quarterly Condensed Consolidated Statements of Profit or Loss and Quarterly Condensed Consolidated Statements of Comprehensive Income

Quarterly Condensed Consolidated Statements of Profit or Loss	Third quarter of	(Millions of Yen Third quarter of
	Fiscal 2020	Fiscal 2021
Revenue	3,449,817	4,942,48
Cost of sales	(3,112,648)	(4,037,824
	· · · · · /	
Gross profit	337,168	904,65
Selling, general and administrative expenses	(361,234)	(403,990
Share of profit in investments accounted for using the equity method	25,648	183,35
Other operating income	39,070	93,68
Other operating expenses	(73,822)	(33,950
Business profit (loss)	(33,169)	743,74
Losses on reorganization	(34,216)	(15,613
Operating profit (loss)	(67,385)	728,13
Finance income	4,808	1,40
Finance costs	(18,900)	(19,769
Profit (loss) before income taxes	(81,478)	709,77
A FORT (1055) DELOTE INCOME TAXES	(01,470)	103,11
Income tax expense	(35,006)	(180,94
Profit (loss)	(116,484)	528,83
Profit (loss) attributable to :		
Owners of the parent	(123,800)	507,89
Non-controlling interests	7,315	20,93
Earnings (loss) per share Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen)	(134.45) (134.45)	
Basic earnings (loss) per share (Yen)		551.6 533.3
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen)	(134.45)	533.3
Basic earnings (loss) per share (Yen)	(134.45) income Third quarter of	533.3 (Millions of Yea Third quarter of
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I	(134.45) income Third quarter of Fiscal 2020	(Millions of Yes Third quarter of Fiscal 2021
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss)	(134.45) income Third quarter of	(Millions of Yes Third quarter of Fiscal 2021
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income	(134.45) income Third quarter of Fiscal 2020	(Millions of Yes Third quarter of Fiscal 2021
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value	(134.45) Income Third quarter of Fiscal 2020 (116,484)	(Millions of Yes Third quarter of Fiscal 2021 528,83
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875	533.3 (Millions of Year) Third quarter of Fiscal 2021 528,83 (10,34)
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income Remeasurements of defined benefit plans	(134.45) Income Third quarter of Fiscal 2020 (116,484)	533.3 (Millions of Year) Third quarter of Fiscal 2021 528,83 (10,34)
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875	533.2 (Millions of Yee Third quarter of Fiscal 2021 528,83 (10,34) 12,35
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income Remeasurements of defined benefit plans Share of other comprehensive income of investments accounted	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196	533.3 (Millions of Yea Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253	533.3 (Millions of Yea Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income Remeasurements of defined benefit plans Share of other comprehensive income of investments accounted for using the equity method Subtotal Items that might be reclassified to profit or loss	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325	533.3 (Millions of Yer Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58 5,55
Basic earnings (loss) per share (Yen) Diluted earnings (loss) per share (Yen) Quarterly Condensed Consolidated Statements of Comprehensive I Profit (loss) Other comprehensive income Items that cannot be reclassified to profit or loss Changes in fair value of financial assets measured at fair value through other comprehensive income Remeasurements of defined benefit plans Share of other comprehensive income of investments accounted for using the equity method Subtotal Items that might be reclassified to profit or loss Changes in fair value of cash flow hedges	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253	533.3 (Millions of Yer Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58 5,59 1,60
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539)	533.3 (Millions of Yei Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58 5,59 1,60 26,27
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539) (38,983)	533.2 (Millions of Yee Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58 5,55 1,60 26,27 55,57
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539)	533.2 (Millions of Yee Third quarter of Fiscal 2021 528,83 (10,34) 12,35 3,58 5,55 1,60 26,27 55,57
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method   Subtotal	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539) (38,983) (54,831) 44,494	533.3     (Millions of Yer     Third quarter of     Fiscal 2021   528,83     (10,342)   12,35     3,58   5,59     1,60   26,27     55,57   83,45     89,05   89,05
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method   Subtotal	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539) (38,983) (54,831)	533.3 (Millions of Yer Third quarter of
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method   Subtotal	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539) (38,983) (54,831) 44,494	(Millions of Yei     Third quarter of     Fiscal 2021     528,83     (10,34)     12,35     3,58     5,55     1,60     26,27     55,57     83,45     89,05
Basic earnings (loss) per share (Yen)   Diluted earnings (loss) per share (Yen)   Quarterly Condensed Consolidated Statements of Comprehensive I   Profit (loss)   Other comprehensive income   Items that cannot be reclassified to profit or loss   Changes in fair value of financial assets measured at fair value through other comprehensive income   Remeasurements of defined benefit plans   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Items that might be reclassified to profit or loss   Changes in fair value of cash flow hedges   Foreign exchange differences on translation of foreign operations   Share of other comprehensive income of investments accounted for using the equity method   Subtotal   Total other comprehensive income, net of tax   Total comprehensive income (loss)	(134.45) income Third quarter of Fiscal 2020 (116,484) 67,875 24,196 7,253 99,325 691 (16,539) (38,983) (54,831) 44,494	(Millions of Yei     Third quarter of     Fiscal 2021     528,83     (10,34)     12,35     3,58     5,55     1,60     26,27     55,57     83,45     89,05

#### (3) Quarterly Condensed Consolidated Statements of Changes in Equity

Third Quarter of Fiscal 2020						(Millions of Yen)		
	Equity attributable to owners of the parent							
					Other components of equity			
	Common stock	Capital surplus	Retained earnings	Treasury stock	Changes in fair value of financial assets measured at fair value through other comprehensive income	Remeasurements o defined benefit plans		
Balance as of March 31, 2020	419,524	394,404	1,870,948	(58,505)	111,924	-		
Changes of the year								
Comprehensive income								
Profit (loss)			(123,800)					
Other comprehensive income					66,049	28,384		
Total comprehensive income	_	_	(123,800)	_	66,049	28,384		
Transactions with owners and others								
Cash dividends								
Purchases of treasury stock				(37)				
Disposals of treasury stock		(1)		2				
Changes in ownership interests in subsidiaries		1,934						
Transfer from other components of equity to retained earnings			41,129		(12,744)	(28,384		
Changes in scope of consolidation		(2,763)		213				
Subtotal	—	(830)	41,129	178	(12,744)	(28,384		
Balance as of December 31, 2020	419,524	393,574	1,788,277	(58,327)	165,229			

	Eq	uity attributable to	owners of the par	rent			
	Othe	er components of e	quity				
	Changes in fair value of cash flow hedges	Foreign exchange differences on translation of foreign operations	Total	Total equity attributable to owners of the parent	Non-controlling interests	Total equity	
Balance as of March 31, 2020	(4,821)	(91,857)	15,245	2,641,618	355,013	2,996,631	
Changes of the year							
Comprehensive income							
Profit (loss)			_	(123,800)	7,315	(116,484)	
Other comprehensive income	(1,668)	(49,641)	43,124	43,124	1,369	44,494	
Total comprehensive income	(1,668)	(49,641)	43,124	(80,675)	8,685	(71,990)	
Transactions with owners and others							
Cash dividends			—	—	(5,827)	(5,827)	
Purchases of treasury stock			—	(37)		(37)	
Disposals of treasury stock			_	1		1	
Changes in ownership interests in subsidiaries			_	1,934	820	2,754	
Transfer from other components of equity to retained earnings			(41,129)	—		—	
Changes in scope of consolidation			_	(2,549)	(2,005)	(4,555)	
Subtotal			(41,129)	(651)	(7,013)	(7,664)	
Balance as of December 31, 2020	(6,489)	(141,498)	17,241	2,560,291	356,685	2,916,976	

#### Third Quarter of Fiscal 2021 (Millions of Yen) Equity attributable to owners of the parent Other components of equity Changes in fair value of financial Common Capital Retained Treasury assets measured at Remeasurements of fair value through defined benefit surplus earnings stock stock other plans comprehensive income Balance as of March 31, 2021 419,524 393,168 1,910,333 (58,342) 207,300 Changes of the year Comprehensive income Profit (loss) 507,894 Other comprehensive income (10,478) 12,133 Total comprehensive income \_ \_ 507,894 (10,478) 12,133 \_ Transactions with owners and others Cash dividends (73,757) Purchases of treasury stock (52) Disposals of treasury stock 19 0 (223) Changes in ownership interests in subsidiaries Transfer from other components of equity 33,710 (21,577) (12,133) to retained earnings Changes in scope of consolidation 667 0 443 (40,046) (32) (21,577) (12,133) Subtotal 419,524 (58,375) Balance as of December 31, 2021 393,612 2,378,182 175,244 \_

	Eq	uity attributable to	owners of the par	rent		
	Othe	er components of e	quity			
	Changes in fair value of cash flow hedges	Foreign exchange differences on translation of foreign operations	Total	Total equity attributable to owners of the parent	Non-controlling interests	Total equity
Balance as of March 31, 2021	3,397	(115,385)	95,311	2,759,996	371,390	3,131,387
Changes of the year						
Comprehensive income						
Profit (loss)			_	507,894	20,937	528,832
Other comprehensive income	41,540	40,051	83,246	83,246	5,811	89,057
Total comprehensive income	41,540	40,051	83,246	591,140	26,749	617,890
Transactions with owners and others						
Cash dividends			—	(73,757)	(6,790)	(80,548)
Purchases of treasury stock			_	(52)		(52)
Disposals of treasury stock			_	19		19
Changes in ownership interests in subsidiaries			_	(223)	(300)	(524)
Transfer from other components of equity to retained earnings			(33,710)	—		—
Changes in scope of consolidation			—	667	3,007	3,675
Subtotal			(33,710)	(73,345)	(4,084)	(77,429)
Balance as of December 31, 2021	44,937	(75,334)	144,847	3,277,791	394,056	3,671,847

# (4) Notes to the Quarterly Condensed Consolidated Financial Statements

## (Going Concern Assumption)

Not applicable

#### (Segment Information)

Information on the amounts of revenue and profit or loss for reportable segments

# Third quarter of Fiscal 2020 (April 1, 2020—December 31, 2020)

						(Mi	llions of Yen)
		Reportable	e segments				
	Steelmaking and Steel Fabrication	Engineering and Construction	Chemicals and Materials	System Solutions	Total	Adjustments	Consolidated
Revenue	3,016,923	242,519	127,511	183,797	3,570,752	(120,934)	3,449,817
Segment profit (loss) <business profit=""></business>	(60,528)	14,435	(415)	16,601	(29,908)	(3,261)	(33,169)

### Third quarter of Fiscal 2021 (April 1, 2021-December 31, 2021)

						(Mi	llions of Yen)
		Reportable	e segments				
	Steelmaking and Steel Fabrication	Engineering and Construction	Chemicals and Materials	System Solutions	Total	Adjustments	Consolidated
Revenue	4,466,307	195,269	188,294	196,392	5,046,263	(103,782)	4,942,481
Segment profit (loss) <business profit=""></business>	698,103	(424)	20,156	22,871	740,707	3,042	743,749

Nippon Steel Corporation Code Number: 5401 Listings: Tokyo, Nagoya, Sapporo and Fukuoka Stock Exchanges Contact: Shinnosuke Arita, General Manager, Public Relations Center-Tel: +81-3-6867-2135, 2146, 2977, 3419

# **Supplementary Information on the Financial Results** for the Third Quarter of Fiscal 2021

#### Japanese Steel Industry

1. Crude Steel Production

								(million tons)
FY 2020	0	1st quarter 18.11	2nd quarter 18.98	1st half 37.09	3rd quarter 21.99	4th quarter 23.71	2nd half 45.70	total 82.78
FY 202		24.35	24.07	48.42	24.20		Approx. 48.30	Approx. 96.70
						(*)METI forecast		
2. Inventor	v Volu	me						
	<u>)</u> ( ) ( ) ( )		ventory at	Ŧ				
At the	end of:	mai	nufacturers	Invento /shipment		olled sheets *		nge beams *2
At the	chu or.	and distributors		/sinpinent (%)		(million tons)	(mi	llion tons)
			illion tons)					
Dec.	2019	5.8		(172.0)		4.32	0.1	
Jan.	2020	5.8		(170.3)		4.45	0.1	
Feb.	2020	5.9		(177.1)		4.49	0.1	
Mar.	2020	5.'		(157.6)		4.39	0.1	
Apr.	2020	5.'	76	(192.1)		4.36	0.1	81
May	2020	5.9	90	(222.8)		4.47	0.1	78
June	2020	5.0	67	(194.2)		4.30	0.1	66
July	2020	5.3	32	(172.1)		3.98	0.1	63
Aug.	2020	5.3	34	(187.8)		3.93	0.1	62
Sep.	2020	5.	12	(159.9)		3.67	0.1	66
Oct.	2020	4.9	97	(142.7)		3.56	0.1	66
Nov.	2020	5.0	03	(151.3)		3.54	0.1	71
Dec.	2020	5.0	09	(157.6)		3.56	0.1	78
Jan.	2021	5.2	22	(163.9)		3.55	0.1	89
Feb.	2021	5.2	22	(165.7)		3.55	0.1	99
Mar.	2021	5.0	07	(134.6)	:	3.51	0.2	09
Apr.	2021	5.2	25	(160.6)	:	3.68	0.2	07
May	2021	5.8	52	(172.7)	:	3.91	0.2	03
June	2021	5.3	39	(147.3)		3.88	0.1	97
July	2021	5.3	38	(158.2)		3.88	0.1	89
Aug.	2021	5.0	62	(184.7)		4.10	0.1	83
Sep.	2021	5.8	87	(175.1)		4.32	0.1	80
Oct.	2021	6.0	02	(172.5)		4.54	0.1	83
Nov.	2021	6.0	04	(170.5)		4.47	0.1	84
Dec. * <sup>3</sup>	2021	6.1	11	(177.5)		4.54	0.1	90

\*1 Hot-rolled, cold-rolled and coated sheets

\*2 Inventories at distributors dealing with H-flange beams manufactured by Nippon Steel Corporation

\*3 Preliminary report

# **Nippon Steel Corporation**

#### 3. Pig Iron Production

							(million tons)
							1
	1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
FY 2020	7.56	7.27	14.82	8.32	9.93	18.25	33.07
FY 2021	10.04	9.89	19.93	9.72	Approx. 8.90	Approx. 18.60	Approx. 38.50

Including Hokkai Iron & Coke Co., Ltd.

#### 4. Crude Steel Production

(Consolidated basis (The Company and its consolidated subsidiaries))

							(million tons)
	1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
FY 2020	8.30	8.48	16.78	9.64	11.23	20.87	37.65
FY 2021	11.88	11.37	23.25	11.06	Approx. 10.60	Approx. 21.60	Approx. 44.80

(Non-consolidated basis)

							(million tons)
						_	
	1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
FY 2020	7.20	7.45	14.64	8.47	9.89	18.36	33.00
FY 2021	10.18	10.05	20.23	9.64	Approx. 9.00	Approx. 18.60	Approx. 38.80

#### 5. Steel Products Shipment

(million tons)

	1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
FY 2020	7.12	7.33	14.46	7.93	8.84	16.77	31.22
FY 2021	9.20	9.09	18.28	8.96	Approx. 8.40	Approx. 17.30	Approx. 35.60

#### 6. Average Price of Steel Products

(thousands of yen / ton)

	1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
FY 2020	86.0	81.3	83.6	86.9	89.7	88.3	86.1
FY 2021	97.2	116.1	106.6	124.4	Approx. 130	Approx. 127	Approx. 117

# 7. Export Ratio of Steel Products (Value basis)

_								(%)
		1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
	FY 2020	39	37	38	33	37	35	36
	FY 2021	43	45	44	42	Approx. 36	Approx. 39	Approx. 41

# 8. Foreign Exchange Rate

(¥∕\$)

		1st quarter	2nd quarter	1st half	3rd quarter	4th quarter	2nd half	total
ſ	FY 2020	108	106	107	105	105	105	106
	FY 2021	110	110	110	113	Approx. 115	Approx. 114	Approx. 112

# 9. Amount of Capital Expenditure and Depreciation

(Consolidated basis)

		(billions of yen)
	Capital Expenditure	Depreciation
FY 2020	474.4	290.8
FY 2021	Approx. 450.0	Approx. 330.0