



August 1, 2025

To Whom It May Concern:

Company name:	Nippon Steel Corporation
Representative:	Tadashi Imai Representative Director, President and COO
(Code number:	5401, TSE Prime, NSE, FSE, and SSE)
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Announcement of Recognition of Extraordinary Income due to Absorption-Type Merger

NIPPON STEEL CORPORATION (the “Company”) hereby announces that it posted extraordinary income in its non-consolidated financial statements for the three months ended June 30, 2025, as follows.

1. Details of gain on extinguishment of tie-in shares

(1) Reasons for recording the income

On April 1, 2025, the Company and Nippon Steel Stainless Steel Corporation (“NSSC”), a wholly-owned subsidiary of the Company conducted an absorption-type merger with the Company as the surviving company and NSSC as the dissolving company. As a result, the Company recognized the difference between the net assets received from NSSC and the book value of the shares of NSSC held by the Company as an extraordinary income in its non-consolidated basis related to gain on extinguishment of tie-in shares.

This treatment does not affect the consolidated financial statements.

(2) Amount of the income

Non-consolidated basis	147.2 billion yen (as an extraordinary income)
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