

Sumitomo Metals
FY 2010 the Third Quarter
Performance
(ending March 31, 2011)

February 4, 2011

Forward-looking Statement

This presentation contains certain forward-looking statements. The Company has tried, whenever possible, to identify these forward-looking statements using words such as “anticipated”, “believes”, “estimates”, “forecasts”, “expects”, “plans”, “intends”, “targets” and similar expressions. Similarly, statements herein that describe the Company’s business strategy, outlook, objectives, plans, intentions or goals are also forward-looking statements. Such forward-looking statements involve known and unknown risks, uncertainties and other factors which could cause the Company’s actual results, performance or achievements to differ from those expressed in, or implied by, such statements. These risks and uncertainties may include, but are not limited to: the Company’s ability to successfully implement its strategies to restructure the steel business and reinforce its financial structure; the effects of and changes in Japanese and worldwide general economic conditions and in the steel industry in particular, including the severity of any economic slowdown, technological and other changes affecting the manufacture of and demand for the Sumitomo Metals Group’s products, changes in Japan’s and other countries’ laws and regulations, including with regard to taxation, and other risks and uncertainties set forth in subsequent press releases and in the Sumitomo Metals Group’s public filings. These statements reflect the Company’s current beliefs and are based upon information currently available to it. Be advised that developments subsequent to this presentation are likely to cause these statements to become outdated with the passage of time. The Company disclaims any intent or obligation to update these forward-looking statements.

This presentation includes “forward-looking statements” that reflect the plans and expectations of Nippon Steel Corporation and Sumitomo Metal Industries, Ltd. in relation to, and the benefits resulting from, their possible business combination (or integration) . To the extent that statements in this presentation do not relate to historical or current facts, they constitute forward-looking statements. These forward-looking statements are based on the current assumptions and beliefs of the two companies in light of the information currently available to them, and involve known and unknown risks, uncertainties and other factors. Such risks, uncertainties and other factors may cause the actual results, performance, achievements or financial position of one or both of the two companies (or the post-transaction group) to be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements. The two companies undertake no obligation to publicly update any forward-looking statements after the date of this document. Investors are advised to consult any further disclosures by the two companies (or the post-transaction group) in their subsequent domestic filings in Japan and filings with the U.S. Securities and Exchange Commission.

The risks, uncertainties and other factors referred to above include, but are not limited to:

- (1) economic and business conditions in and outside Japan;
- (2) changes in steel supply, raw material costs and exchange rates;
- (3) changes in interest rates on loans, bonds and other indebtedness of the two companies, as well as changes in financial markets;
- (4) changes in the value of assets (including pension assets), such as marketable securities;
- (5) changes in laws and regulations (including environmental regulations) relating to the two companies’ business activities;
- (6) rise in tariffs, imposition of import controls and other developments in the two companies’ main overseas markets;
- (7) interruptions in or restrictions on business activities due to natural disasters, accidents and other causes;
- (8) the two companies’ being unable to reach a mutually satisfactory agreement on the detailed terms of the possible business combination (or integration) or otherwise unable to complete it; and
- (9) difficulties in realizing the synergies and benefits of the post-transaction group.

All output figures in this presentation are metric tons.

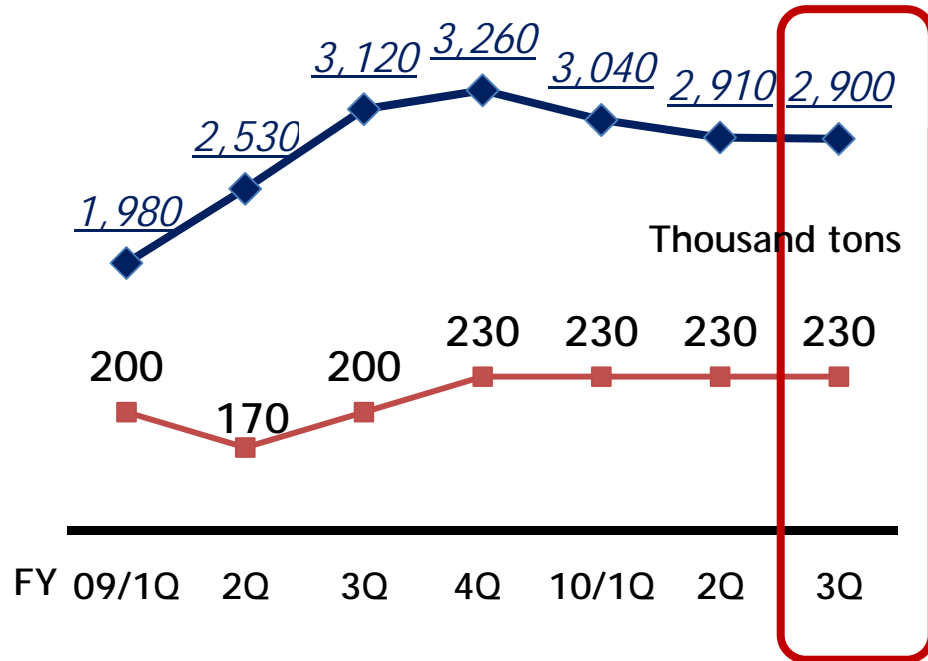
All output figures of “crude steel”, “steel sales volume” and “average price of steel product” are including Sumitomo Metals (Kokura), Sumitomo Metals (Naoetsu) and Sumikin Iron & Steel Corporation.

EBITDA= Operating income + Depreciation of property, plant and equipment

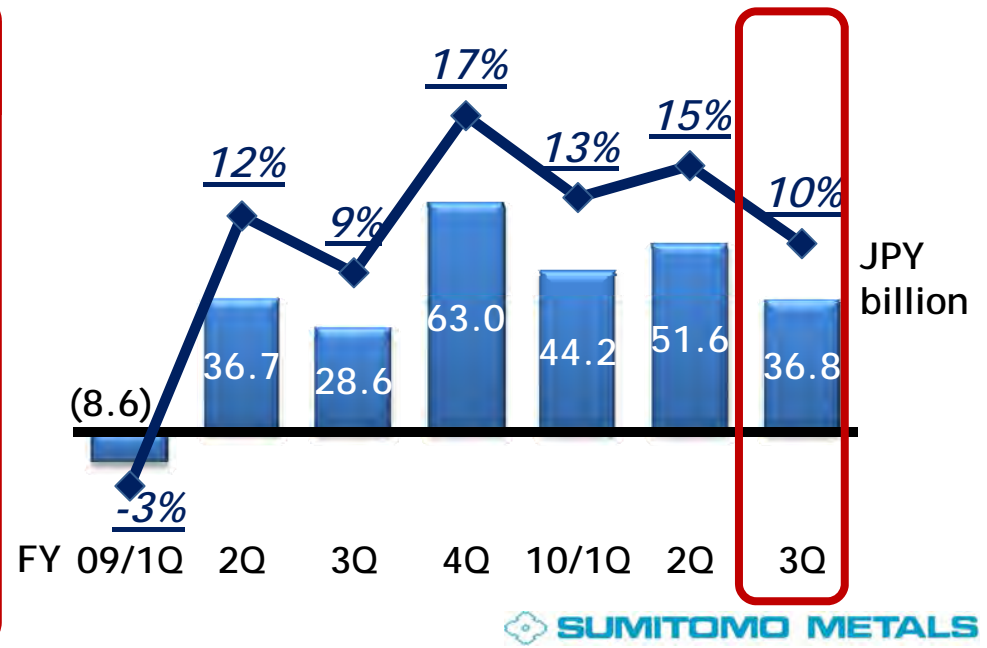
FY10/3Q Consolidated Results Highlights

| JPY billion | 1Q-3Q | <YoY> | |
|--------------------|---------|---------|---|
| ● Sales | 1,045.7 | <120.9> | -We decreased steel sales volume from our last guidance due to BF instability at Kashima steelworks and weak sales climate. |
| ● Operating income | 39.7 | <70.9> | (The BF was stabilized by the end of Dec.) |
| ● Ordinary income | 26.8 | <85.5> | -We posted an ordinary loss of 2 JPY billion in FY10/3Q due to decrease in earning from equity-method affiliates in addition to BF instability. |
| ● Net income | 34.9 | <92.4> | |
| ● EBITDA | 132.7 | <75.8> | |

Sales volume and seamless pipe sales volume



EBITDA and EBITDA margin



FY10 Forecast

- Op. income forecast: 25 JPY billion revised down to 55 JPY billion.
The reason: Production cutbacks due to BF instability, weak sales climate and coking coal prices hike due to floods in Australia.
- Ordinary income forecast: 40 JPY billion revised down to 30 JPY billion.
The reason: Downward revision of SUMCO's net income.

| JPY billion | FY10 forecast | | Change |
|------------------------|---------------|-------------|--------|
| | as of Oct.28 | as of Feb.4 | |
| Sales volume (m. tons) | 12.64 | 12.07 | -0.57 |
| Operating income | 80.0 | 55.0 | -25.0 |
| Ordinary income | 70.0 | 30.0 | -40.0 |
| Net income | 60.0 | 25.0 | -35.0 |

*Net income is including an impact from tax reform: -5 JPY billion.

Breakdown of the change in op. income: -25 JPY billion

| | |
|--------------------|-----|
| *Carry over | 4 |
| *Product mix | 1 |
| *BF instability | -17 |
| *Sales volume | -4 |
| *Raw material cost | -5 |
| *LCM | -2 |
| *Loss on valuation | -2 |

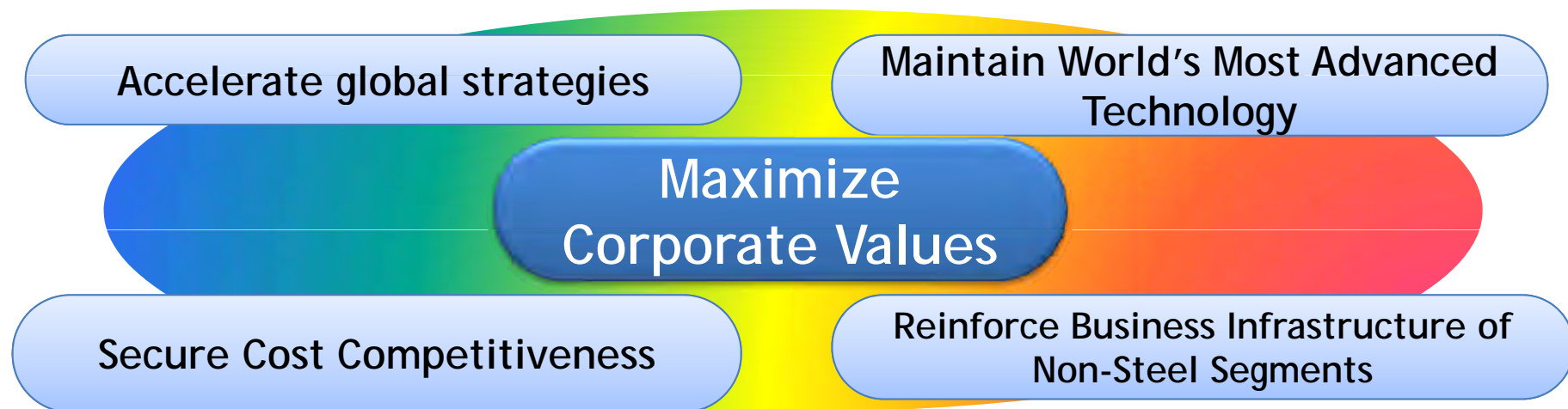
*LCM: Loss on devaluation of inventories by lower of cost or market method

JPY billion

| | |
|------------------------------------|-----|
| Total: Impact from BF instability | -17 |
| { Sales volume decrease: 0.4m.tons | -10 |
| { Deterioration in operating cost | -7 |
| { Impact in 3Q | -15 |
| { Impact in 4Q | -2 |

Study of Business Integration with Nippon Steel

- Combines resources of two companies, creates synergies through consolidating strengths.
- Accelerates global strategies, realizes outstanding competitiveness in areas such as technology, quality, cost etc.
- Aims to become a truly world leading steel maker.



1. Form of integration
Merger

2. Schedule

- Feb. 3, 2011: Execution of the memorandum
- Oct. 1, 2012: Effective date of merger

3. Company name, headquarters, directors and officers
To be determined

4. Integration ratio

To be determined based on an assessment by external institutions

5. Working group

“Integration Study Committee” chaired by the presidents of both companies

FY2010/3Q Results

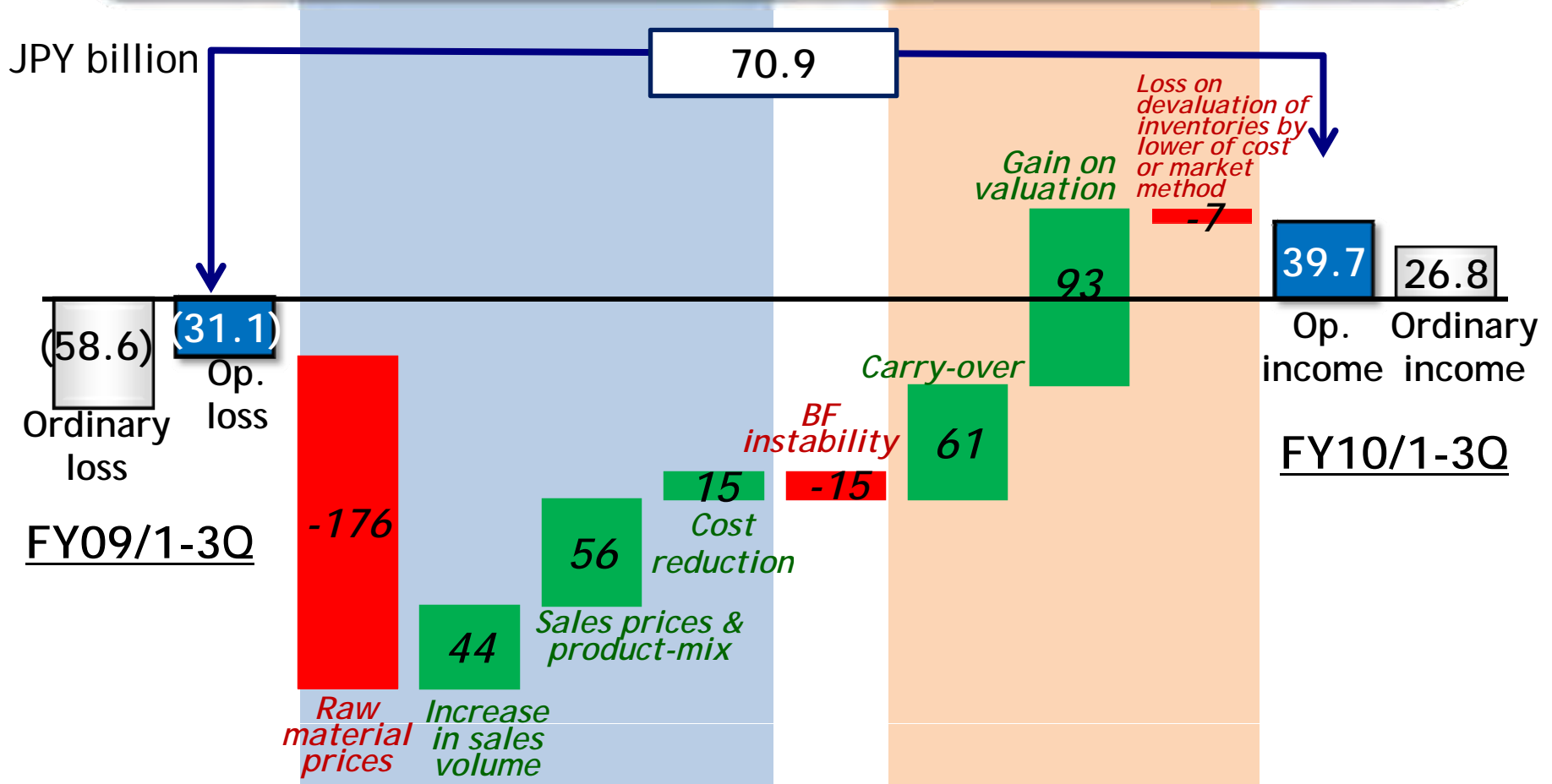
Overview of Consolidated Results for FY10/3Q

7

| JPY billion | FY09/ | | | | | FY10/ | | Change | |
|------------------------------------|--------|--------|-------|-------|-------|---------|-------------|---------------|--|
| | 3Q | 1-3Q | 1Q | 2Q | 3Q | 1-3Q | vs. FY09/3Q | vs. FY09/1-3Q | |
| Sales | 326.0 | 924.7 | 341.6 | 352.1 | 351.9 | 1,045.7 | 25.9 | 120.9 | |
| Op. income(loss) | (3.1) | (31.1) | 14.2 | 20.4 | 4.9 | 39.7 | 8.1 | 70.9 | |
| Ordinary income(loss) | (11.0) | (58.6) | 9.4 | 19.4 | (2.0) | 26.8 | 8.9 | 85.5 | |
| Extraordinary income (loss) | — | (3.1) | - | - | - | - | - | 3.1 | |
| Income taxes and minority interest | 0.2 | 4.3 | (5.0) | 10.9 | 2.1 | 8.0 | 1.8 | 3.7 | |
| Net income (loss) | (10.7) | (57.4) | 4.4 | 30.4 | 0.0 | 34.9 | 10.8 | 92.4 | |
| EPS (JPY) | -2.33 | -12.40 | 0.97 | 6.56 | 0.01 | 7.53 | 2.34 | 19.93 | |
| EBITDA | 28.6 | 56.8 | 44.2 | 51.6 | 36.8 | 132.7 | 8.2 | 75.8 | |
| FOREX rate (JPY/USD) | 90 | 94 | 92 | 86 | 83 | 87 | -7 | -7 | |

Change in Consolidated Operating Income (FY09/1-3Q → FY10/1-3Q)

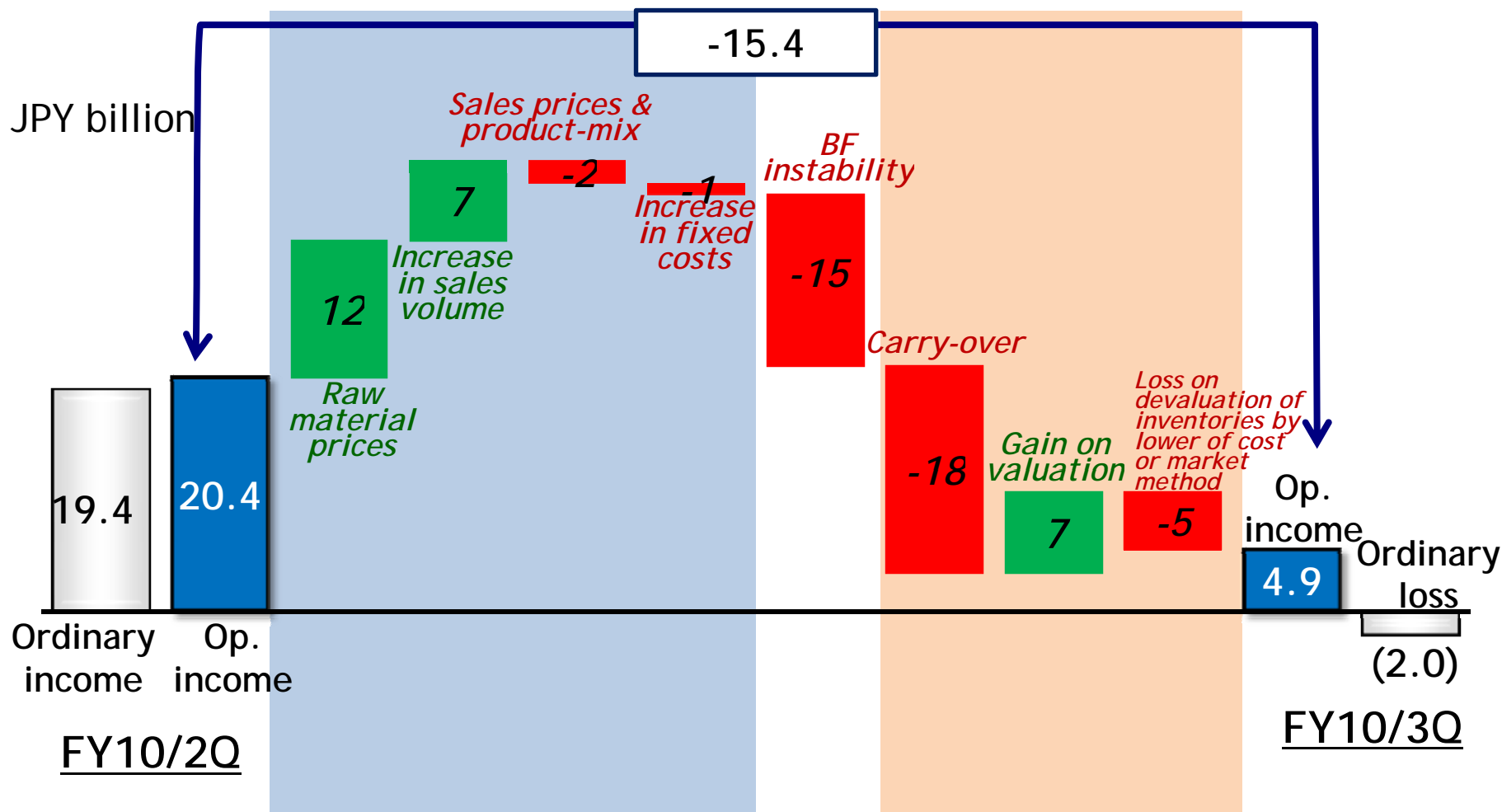
Op. income improved by 70.9 JPY billion as a result of increased sales volume, cost reduction, products prices hike and positive temporary factors such as gain on valuation and carry-over despite an impact from BF instability.



•Earnings from equity-method affiliates: <FY09/1-3Q> -16billion → <FY10/1-3Q> 3.3JPY billion

Change in Consolidated Operating Income (FY10/2Q → FY10/3Q)⁹

Op. income decreased due to an impact from BF instability in addition to the declining spot prices.



•Earnings from equity-method affiliates: <FY10/2Q> 4.3billion → <FY10/3Q>-2.2JPY billion

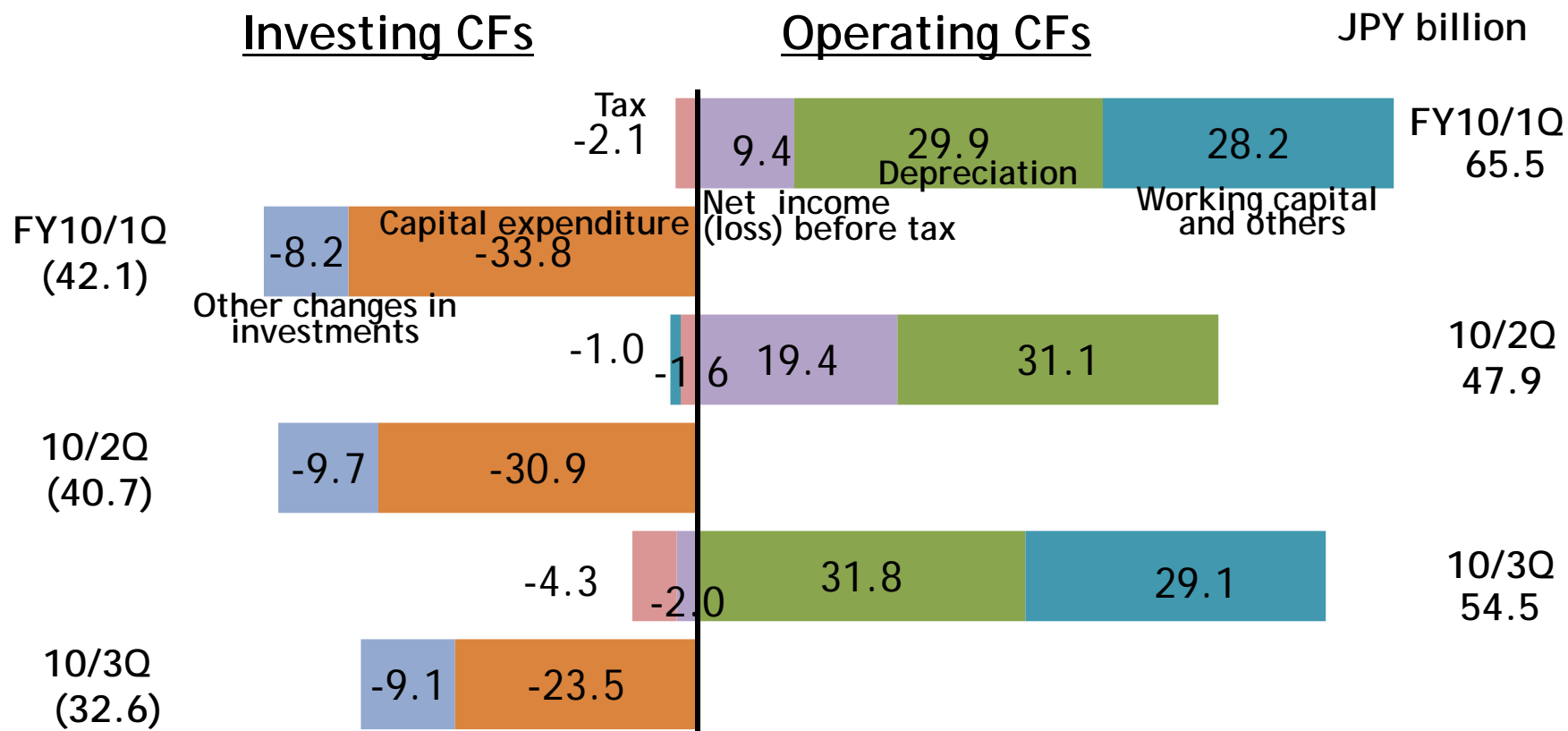
Consolidated Balance Sheets

10

- Debt decreased because of the improved operating cash flows.
- D/E ratio remained the same as 3E/2010.
- The decrease of the debt was offset by the decrease in valuation difference on available-for-sale securities.

| JPY billion | 09 | 10 | | | | % Change vs. 3E/10 | |
|--|----------------|----------------|----------------|----------------|----------------|--------------------|------------|
| | 12E | 3E | 6E | 9E | 12E | | |
| [Assets] | | | | | | | |
| Current assets | 652.9 | 606.4 | 607.9 | 622.6 | 618.9 | 2.1 | 12.4 |
| Fixed assets | 1,795.4 | 1,797.2 | 1,775.4 | 1,775.2 | 1,793.6 | -0.2 | -3.5 |
| Total assets | 2,448.3 | 2,403.6 | 2,383.4 | 2,397.8 | 2,412.6 | 0.4 | 8.9 |
| [Liabilities and Shareholders' Equity] | | | | | | | |
| Current liabilities | 678.4 | 639.3 | 666.1 | 661.5 | 699.5 | 9.4 | 60.2 |
| Long-term liabilities | 911.9 | 885.1 | 871.6 | 867.9 | 849.2 | -4.0 | -35.8 |
| Net assets | 857.9 | 879.2 | 845.6 | 868.2 | 863.7 | -1.8 | -15.4 |
| Debt | 1,177.4 | 1,138.3 | 1,128.0 | 1,117.0 | 1,111.1 | -2.4 | -27.2 |
| D/E ratio | 1.46 | 1.37 | 1.42 | 1.37 | 1.37 | - | - |

Consolidated Cash Flows



| JPY billion | 09/12E | 10/3E | 10/6E | 10/9E | 10/12E |
|----------------------|---------|---------|---------|---------|---------|
| Debt | 1,177.4 | 1,138.3 | 1,128.0 | 1,117.0 | 1,111.1 |
| Cash and equivalents | 22.6 | 26.2 | 23.6 | 18.9 | 19.7 |
| Net debt | 1,154.7 | 1,112.1 | 1,104.3 | 1,098.1 | 1,091.3 |

FY2010 Forecast

Overview of Consolidated Forecast for FY10

13

- Op. income: 25 JPY billion revised down to 55 JPY billion
- Ordinary income: 40 JPY billion revised down to 30 JPY billion.
- The reasons: Weak sales climate and negative temporary factors such as BF instability at Kashima steelworks, loss from SUMCO (equity method affiliate) and coking coal prices hike due to floods in Australia.

| JPY billion | FY09 | | | | | 1H forecast [Oct. 28] | FY10 forecast | YoY | Change vs. Oct.28 |
|--------------------------------|---------|---------|---------|----------------|----------------|--------------------------|------------------|-------|-------------------------|
| | | 1H | 3Q | 4Q forecast | 1H forecast | | | | |
| Sales | 1,285.8 | 693.7 | 351.9 | 394.2 | 746.2 | [1,500] | 1,440 | 154.1 | -60 |
| Op. income (loss) | (0.9) | 34.7 | 4.9 | 15.2 | 20.2 | [80] | 55 | 55.9 | -25 |
| Ordinary income(loss) | (36.6) | 28.9 | (2.0) | 3.1 | 1.0 | [70] | 30 | 66.6 | -40 |
| Extraordinary income (loss) | (3.1) | - | - | - | - | [-] | - | 3.1 | - |
| Net income (loss) | (49.7) | 34.8 | 0.0 | (9.9) | (9.8) | [60] | 25 | 74.7 | -35 |
| EPS (JPY) | -10.74 | 7.53 | 0.01 | -2.41 | -2.11 | [12.94] | 5.39 | 16.13 | -7.55 |
| EBITDA | 119.9 | 95.8 | 36.8 | 52.2 | 89.2 | [210] | 185 | 65.0 | -25 |
| Debt | 1,138.3 | 1,117.0 | 1,111.1 | 1,110 | 1,110 | [1,100] | 1,110 | -28.3 | 10 |
| D/E ratio | 1.37 | 1.37 | 1.37 | 1.39 | 1.39 | [1.33] | 1.39 | 0.02 | 0.06 |

*Oct. 28: Forecast as of Oct. 28, 2010

Production & Prices

Sales volume of FY10 will decrease by 0.57 million tons due to the impact of BF instability.

| | FY09 | | FY10 | | | | FY10 forecast (Oct. 28) | YoY | | |
|---|----------|-------|------|------|-------|-------------|----------------------------|-------|------|---|
| | 4Q | | 1Q | 2Q | 3Q | 4Q forecast | | | | |
| FOREX rate (JPY/USD) | 91 | 93 | 92 | 86 | 83 | 85 | [87] | 86 | -7 | |
| Crude steel production (million tons) | 3.32 | 11.65 | 3.35 | 3.43 | 3.00 | 3.72 | [13.90] | 13.50 | 1.85 | |
| Steel sales volume (million tons) | 3.26 | 10.89 | 3.04 | 2.91 | 2.90 | 3.22 | [12.64] | 12.07 | 1.18 | |
| Seamless pipe sales volume (million tons) | 0.23 | 0.79 | 0.23 | 0.23 | 0.23 | 0.26 | [0.95] | 0.95 | 0.16 | |
| Ave. price of steel product (000JPY/ton) | Domestic | 89.8 | 93.3 | 92.7 | 103.6 | 105.5 | 103 | [100] | 101 | 8 |
| | Export | 78.2 | 82.4 | 82.3 | 86.4 | 86.3 | 92 | [86] | 87 | 5 |
| | Total | 84.3 | 88.0 | 87.7 | 95.6 | 95.9 | 98 | [93] | 94 | 6 |

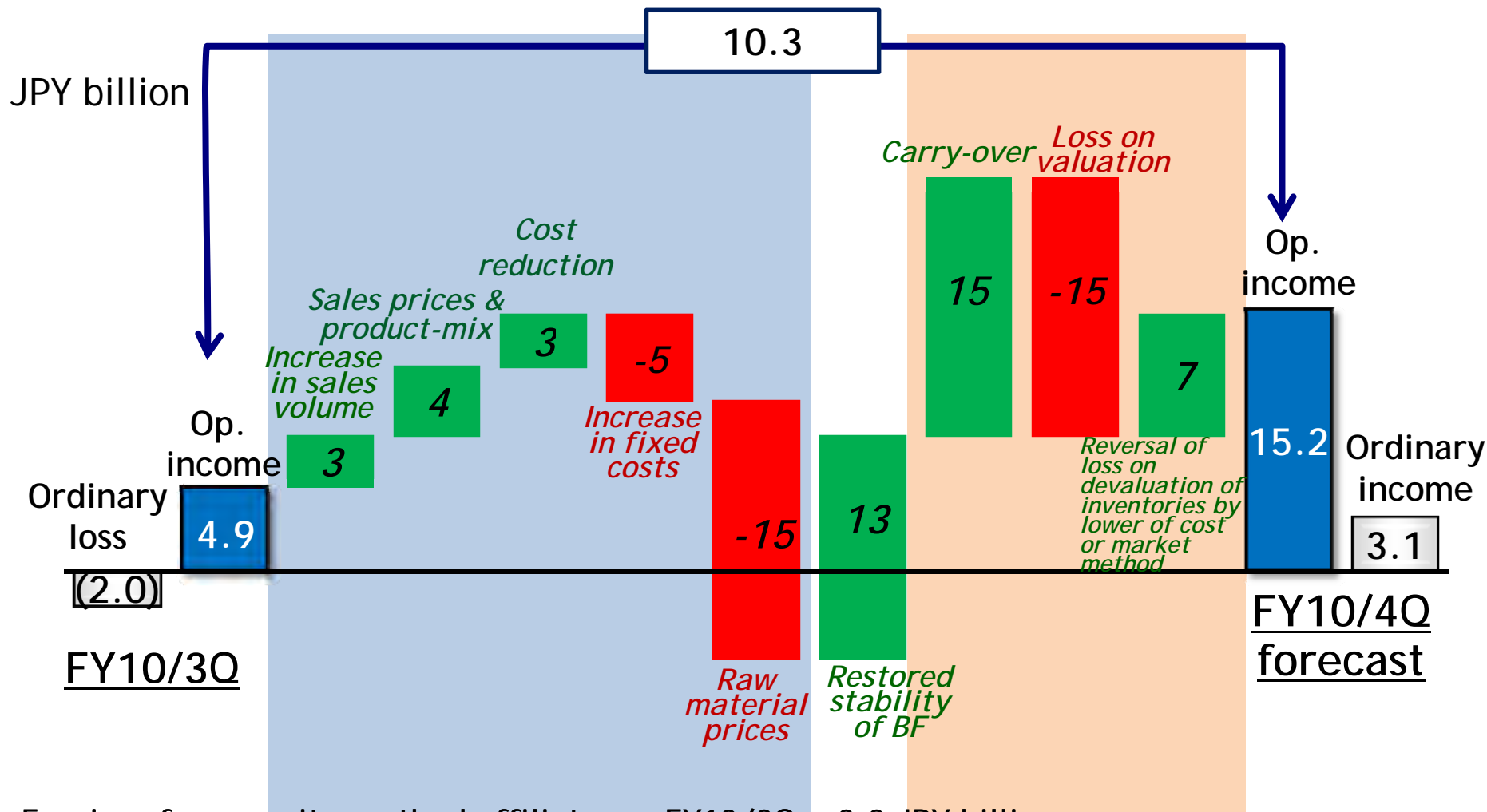
*Oct. 28:
Forecast as of Oct. 28, 2010

| USD billion | FY09 | FY10 | | FY10 forecast |
|-------------|------|------|-------------|---------------|
| | | 1H | 2H forecast | |
| Receipts | 4.6 | 2.5 | 2.9 | 5.4 |
| Payments | -3.9 | -2.6 | -3.0 | -5.6 |
| Balance | 0.7 | -0.1 | -0.1 | -0.2 |

Change in Consolidated Operating Income

(FY10/3Q → FY10/4Q forecast)

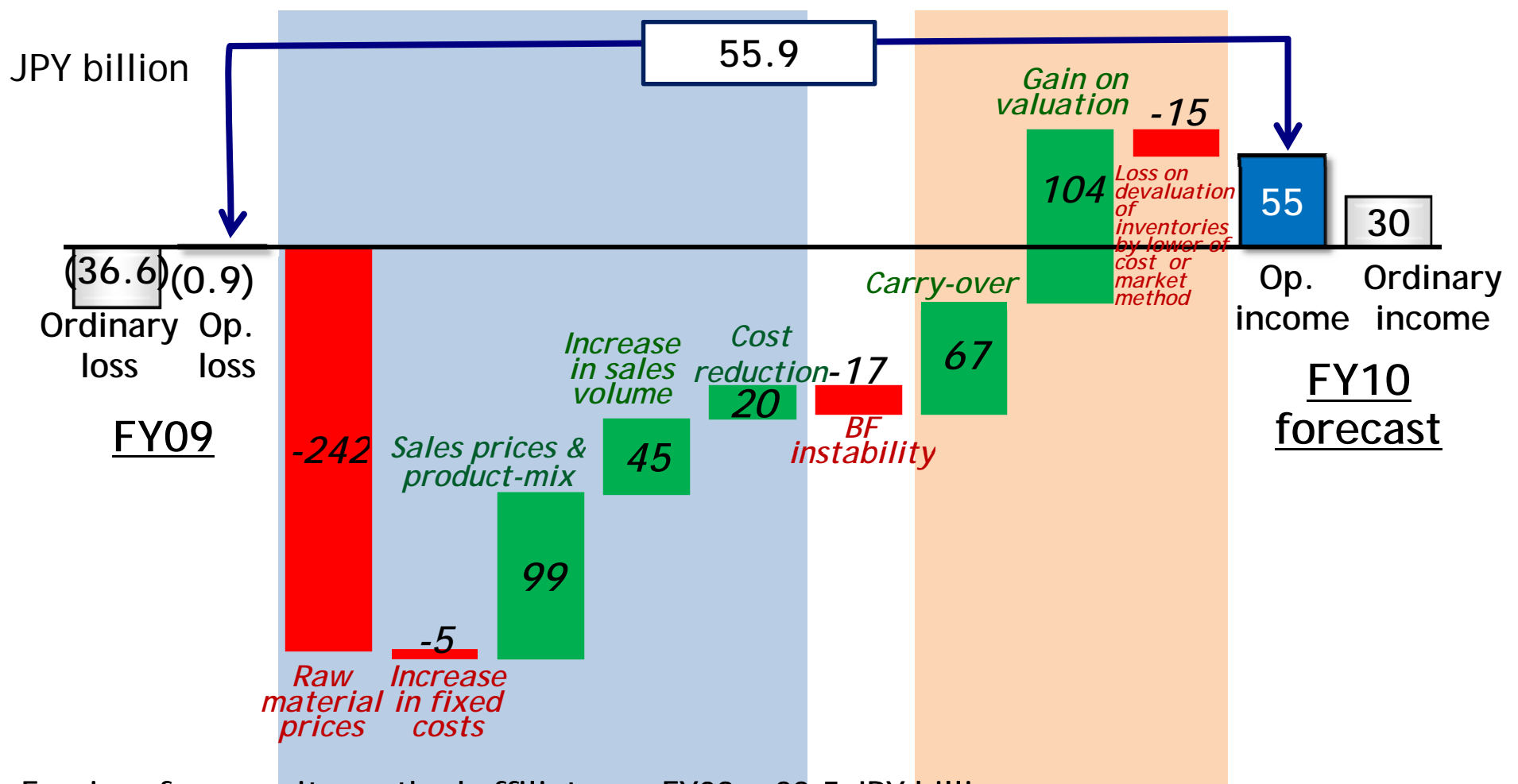
We expect op. income to improve by 10 JPY billion due to cost reduction and restored stability of BF.



•Earnings from equity-method affiliates: <FY10/3Q> -2.2 JPY billion
 →<FY10/4Q forecast>-6.8JPY billion

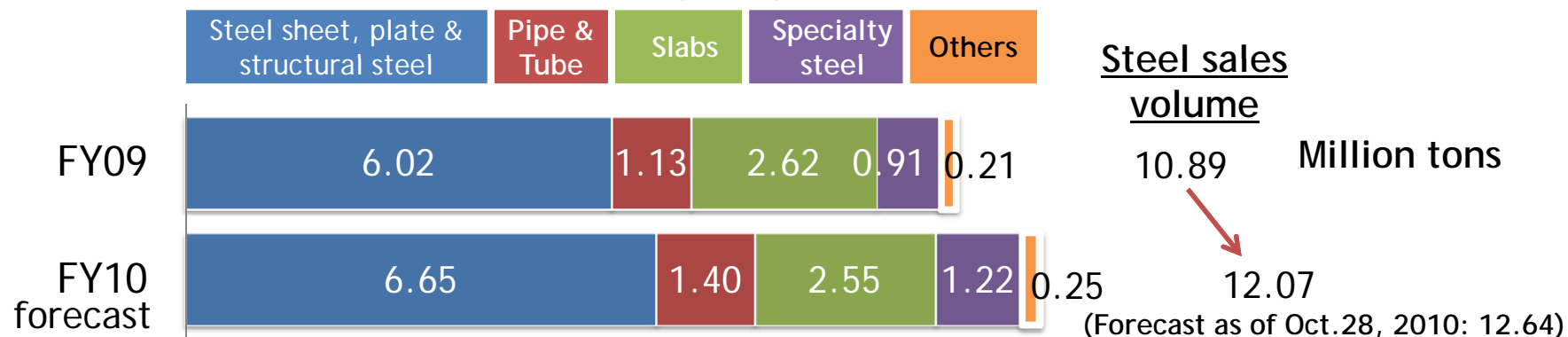
Change in Consolidated Operating Income (FY09→ FY10 forecast)

-Soaring raw materials cost will be offset by improvement of sales prices & product mix, increased sales volume and cost reduction.
 -We expect Op. income to recover by 56 JPY billion despite BF instability.



•Earnings from equity-method affiliates: <FY09> -22.5 JPY billion
 →<FY10 forecast>-3.5JPY billion

Trends in Demand/Supply by Steel Product



Forecast for 2H

Steel sheet, plate & structural steel

*Steel sheet: We cut back our output of products for spot market due to BF instability.
 *Steel plate: Demand both from construction machinery and energy sectors remains strong.
 *Structural steel: Production was cut due to sluggish domestic demand in addition to BF instability.

Pipe & Tube

*Seamless pipe: We continue to focus on raising prices while yen rate remains strong.
 *Large-diameter welded steel pipe: We are restricting orders from overseas projects due to BF instability.

Slabs

*We asked alliance companies to accept adjustment of supply due to BF instability.

Specialty steel

*Sales volume will decrease slightly from our last guidance as forecast of autos production volume revised down.

Railway, automotive & machinery parts

*Railway parts: Demand remains stable.
 *Crankshaft: Demand for KD parts is resilient.
 *Titanium mill products: Sales volume is rebounding with progress of destocking.

Outlook of Seamless Pipe Sales Volume

Forecast of seamless pipe sales volume for FY10: Approx. 0.95 mln. tons

OCTG
Long-term
contract
customers

- Orders are increasing due to the demand recovery.

OCTG
spot market

- Market is trending up as a result of an increase in rig counts.
- Demand/supply for low-end products is still depressed due to over-capacity of Chinese manufacturers.

Line pipe

- Sales volume both for spot market and projects is picking up.

Specialty tube

- SG tubes for nuclear power plants remain strong.
- USC boiler tubes for coal-fired power plants will recover from FY11.

Automotive &
construction
machinery

-Sales volume improved:
For autos: to the 80% of the recent peak
For construction machinery: to the 70% of the recent peak

| Rig count | 08 Avg. | 09 Avg. | Recent peak | | Recent bottom | | The latest | |
|---|------------|------------|-------------|--------------------|---------------|------------------|------------|----------------------|
| US | 1,879 | 1,089 | <100> | (Sep./08) 2,031 | <43> | (Jun./09) 876 | <85> | (Jan.28/11) 1,732 |
| Deep well (>=15,000ft) | 283 | 249 | <100> | (May/10) 381 | <55> | (Jun./09) 211 | <105> | (Dec./10) 399 |
| International (except N. America, Russia and China) | 1,079 | 997 | <100> | (Sep./08) 1,108 | <85> | (Aug./09) 947 | <101> | (Dec./10) 1,118 |

Source: Baker Hughes, Smith international

Consolidated Sales & Op. Income by Internal Company

| JPY billion | FY09 | | | | | FY10 forecast | YoY | |
|---|---------|-------|-------|-------|----------------|------------------|-------|-------|
| | | 1Q | 2Q | 3Q | 4Q forecast | | | |
| Steel sheet, plate and structural steel | 498.5 | 135.6 | 143.7 | 141.2 | 160 | [605] | 580 | 81.5 |
| Pipe & tube | 472.9 | 122.0 | 121.4 | 127.3 | 140 | [540] | 510 | 37.1 |
| Railway & automotive | 86.6 | 23.4 | 25.0 | 23.2 | 27 | [100] | 100 | 13.4 |
| Kokura | 101.6 | 30.4 | 36.7 | 37.4 | 40 | [145] | 145 | 43.4 |
| Naoetsu and others | 46.0 | 13.0 | 12.9 | 12.2 | 16 | [55] | 55 | 9.0 |
| Total steel segment | 1,205.8 | 324.6 | 339.8 | 341.5 | 383 | [1,445] | 1,390 | 184.2 |
| Others | 79.9 | 16.9 | 12.2 | 10.4 | 10 | [55] | 50 | -29.9 |
| Total sales | 1,285.8 | 341.6 | 352.1 | 351.9 | 393 | [1,500] | 1,440 | 154.2 |

Op. Income (loss) by Internal Company (Approx.)

| | | | | | | | | | |
|---|-------------|------|------|-----|------|------|-------|------|----|
| Steel sheet, plate and structural steel | (4) | 6 | 11 | (6) | 6 | [39] | 17 | 21 | |
| Pipe & tube | Pipe & tube | 16 | 0 | 4 | 4 | 7 | [13] | 15 | -1 |
| | Slabs | (20) | 2 | (3) | 1 | (6) | [(4)] | (6) | 14 |
| Kokura | (7) | 0 | 2 | 2 | 2 | [7] | 6 | 13 | |
| Total steel segment | (7.6) | 12.6 | 18.4 | 3.4 | 13.5 | [73] | 48.0 | 55.6 | |
| Others | 6.6 | 1.6 | 2.1 | 1.5 | 1.5 | [7] | 7.0 | 0.4 | |
| Total Op. income | (0.9) | 14.2 | 20.4 | 4.9 | 15.2 | [80] | 55.0 | 55.9 | |

* Oct. 28: Forecast as of Oct. 28, 2010

Capital and Dividend Policy

Capital policy

- Sumitomo Metals intends to maximize corporate value by delivering sustained growth that balances quality and scale.
- Cash generated from operations will be used for investments that raise corporate value.
- Criteria for investments include whether they may accelerate distinctiveness of our group, and whether their returns could exceed the cost of capital, and thereby help raise our value.
- We will return profits to shareholders through stable payment of dividends.

Financial target

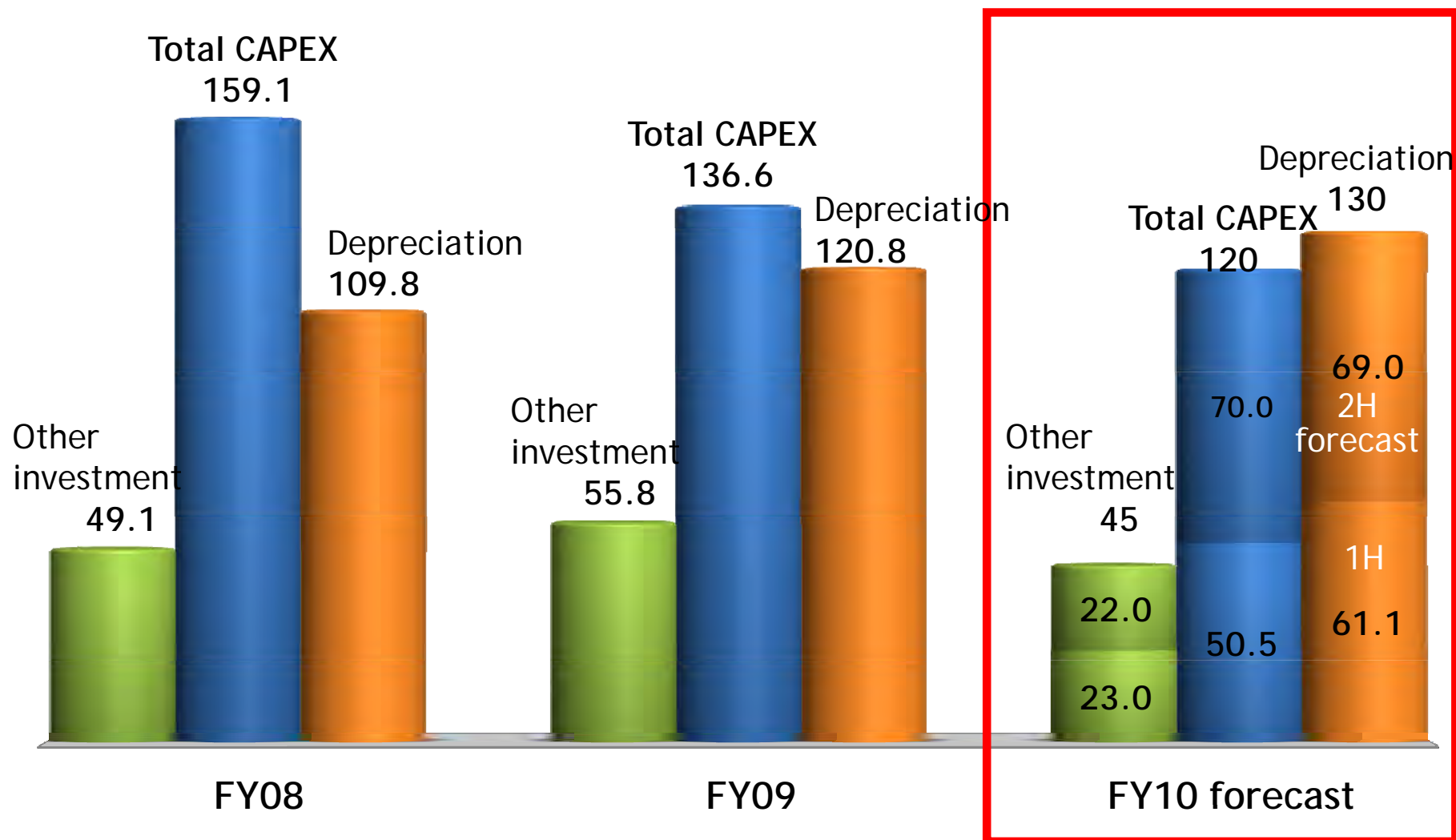
- Our medium-term target for financial leverage is a D/E ratio of below one.

Dividend forecast in FY10

- 5.0 JPY/share (Interim 2.5 JPY/share, Year-end 2.5 JPY/share)

Forecast for Consolidated CAPEX, Depreciation and Other Investment

JPY billion



*CAPEX: Construction-base

*Other investment: Cash paid-base

CAPEX Plan and Overseas Business Investment Update

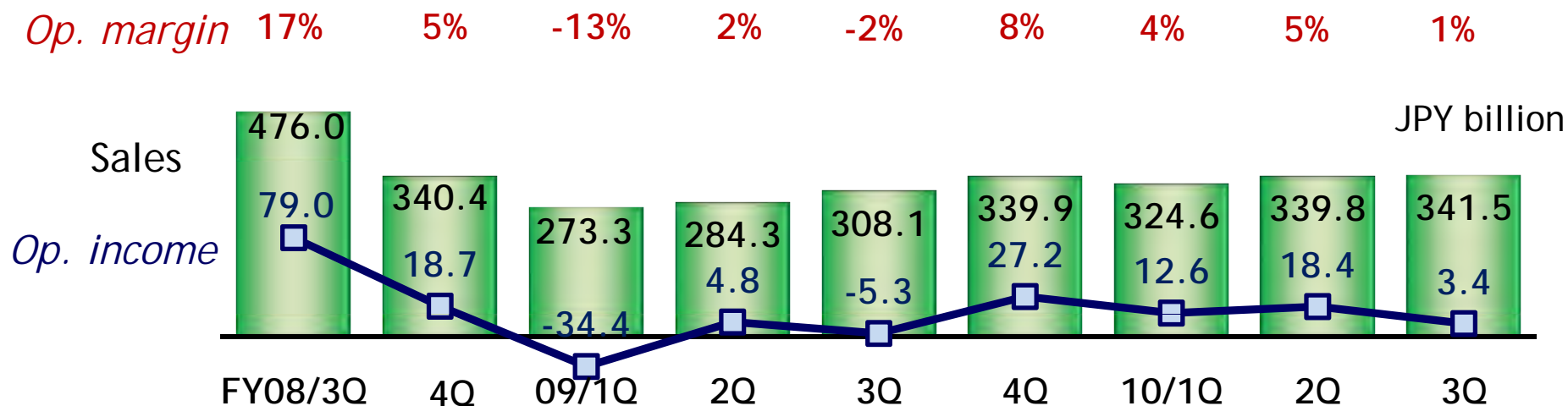
| Schedule for starting operation | | Invest. amount JPY billion | FY09 | FY10 | FY11 | FY12 | FY13 | FY14 |
|---|---|---|-----------|------|------|------|------|------|
| CAPEX | | | | | | | | |
| Pipe & Tube | Renewal of upstream processes (Wakayama) -New No.1 BF + environmental protection -New No.2 BF + reinforcement of CC | 160 115 | → Jul. 09 | | | | | |
| | Increasing capacity for ultra high strength line pipes | 10 | | | | | | |
| | Increasing capacity for SG tubes for nuclear power plants | 14 | | | | | | |
| Others | Steelmaking process innovations (Kokura) | 27 | | | | | | |
| | Renewal of Corporate Research & Development Laboratory (Amagasaki) | 10 | | | | | | |
| Other investment (J/V: Joint Venture total investment amount, []: Sumitomo Metals' investment amount) | | | | | | | | |
| Sheet & Plate | Steel sheet J/V in Vietnam (CSVC) | 115 | | | | | | |
| | Bhushan Steel in India Orissa PJ West Bengal PJ | -Technical assistance -Feasibility study | | | | | | |
| | Canadoil Group's steel plate mill In Thailand | [50mIn.\$] | | | | | | |
| Pipe & Tube | Integrated steel works with Seamless pipe mill J/V in Brazil (VSB) | 200 | | | | | | |
| | | | | | | | | |
| Railway & Auto. | Forged crankshaft business J/V in India (SMAC) | 1 | | | | | | |

Supplement

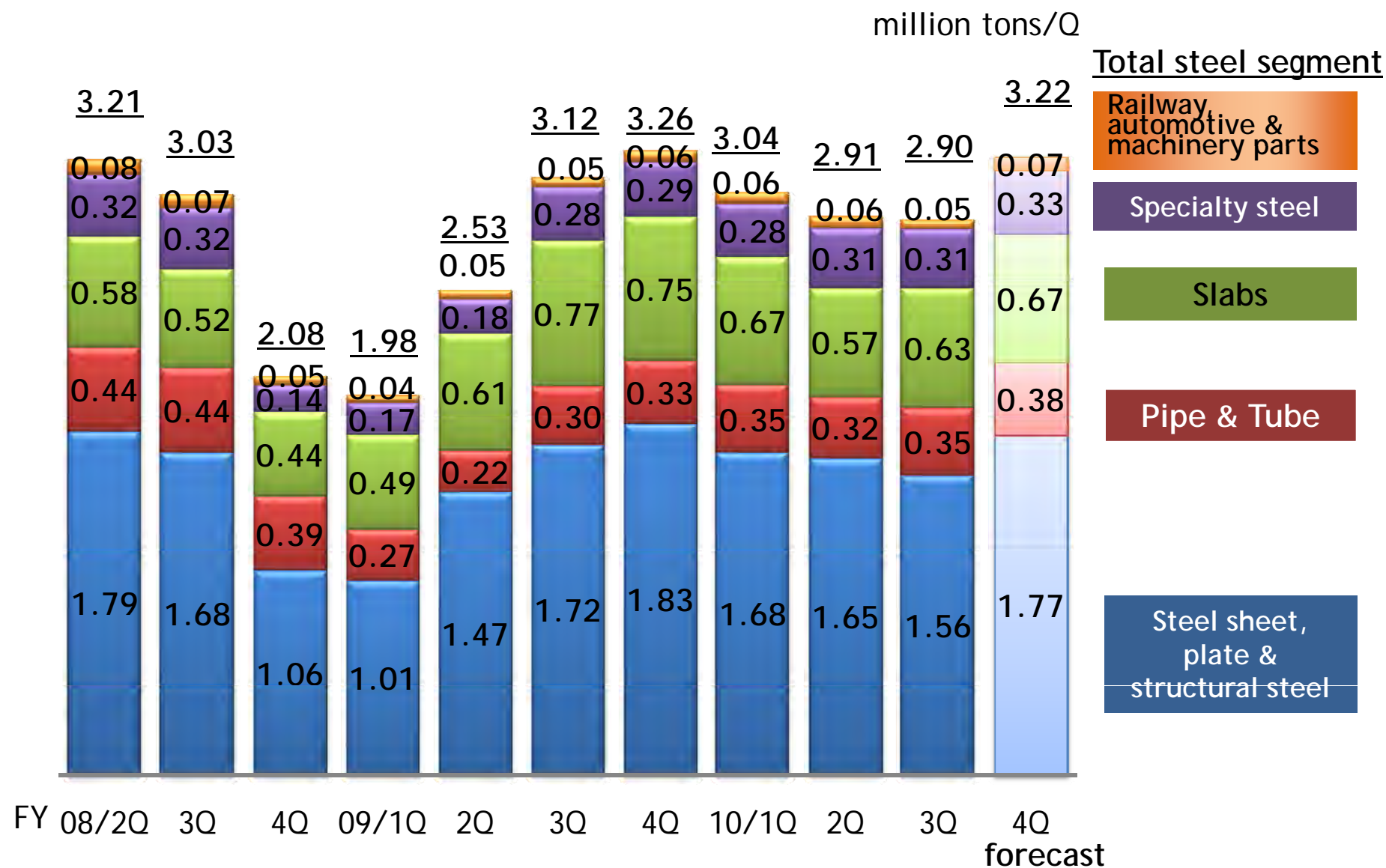
Consolidated Sales and Operating Income by Business Segment

| JPY billion | FY08/3Q | 4Q | 09/1Q | 2Q | 3Q | 4Q | 10/1Q | 2Q | 3Q |
|--------------------------|--------------|--------------|---------------|--------------|--------------|--------------|--------------|--------------|--------------|
| Steel | 476.0 | 340.4 | 273.3 | 284.3 | 308.1 | 339.9 | 324.6 | 339.8 | 341.5 |
| Engineering | 2.3 | 4.1 | | | | | | | |
| Electronics | 9.5 | 6.2 | | | | | | | |
| Others | 13.2 | 11.0 | 17.1 | 23.8 | 17.8 | 21.1 | 16.9 | 12.2 | 10.4 |
| Sales | 501.2 | 361.8 | 290.4 | 308.2 | 326.0 | 361.0 | 341.6 | 352.1 | 351.9 |
| Steel | 79.0 | 18.7 | (34.4) | 4.8 | (5.3) | 27.2 | 12.6 | 18.4 | 3.4 |
| Engineering | 0.0 | 0.2 | | | | | | | |
| Electronics | (0.9) | (3.4) | | | | | | | |
| Others | 0.9 | 0.7 | (0.1) | 1.4 | 2.2 | 2.9 | 1.6 | 2.0 | 1.5 |
| Op. income (loss) | 79.0 | 16.2 | (34.5) | 6.3 | (3.1) | 30.2 | 14.2 | 20.4 | 4.9 |

Steel segment



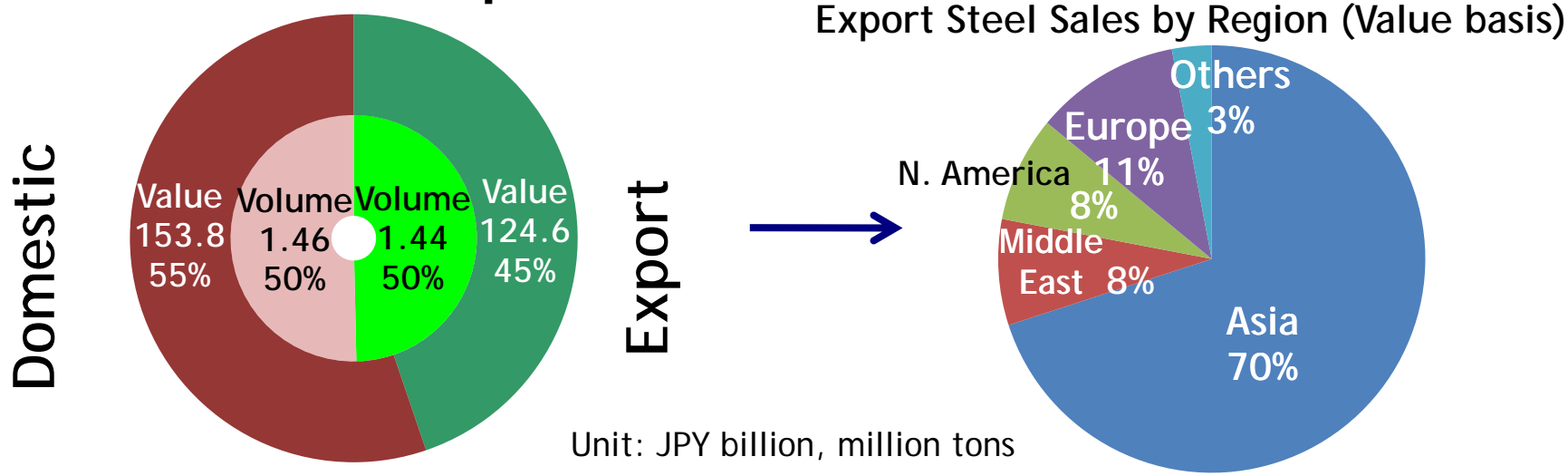
Sales Volume by Product



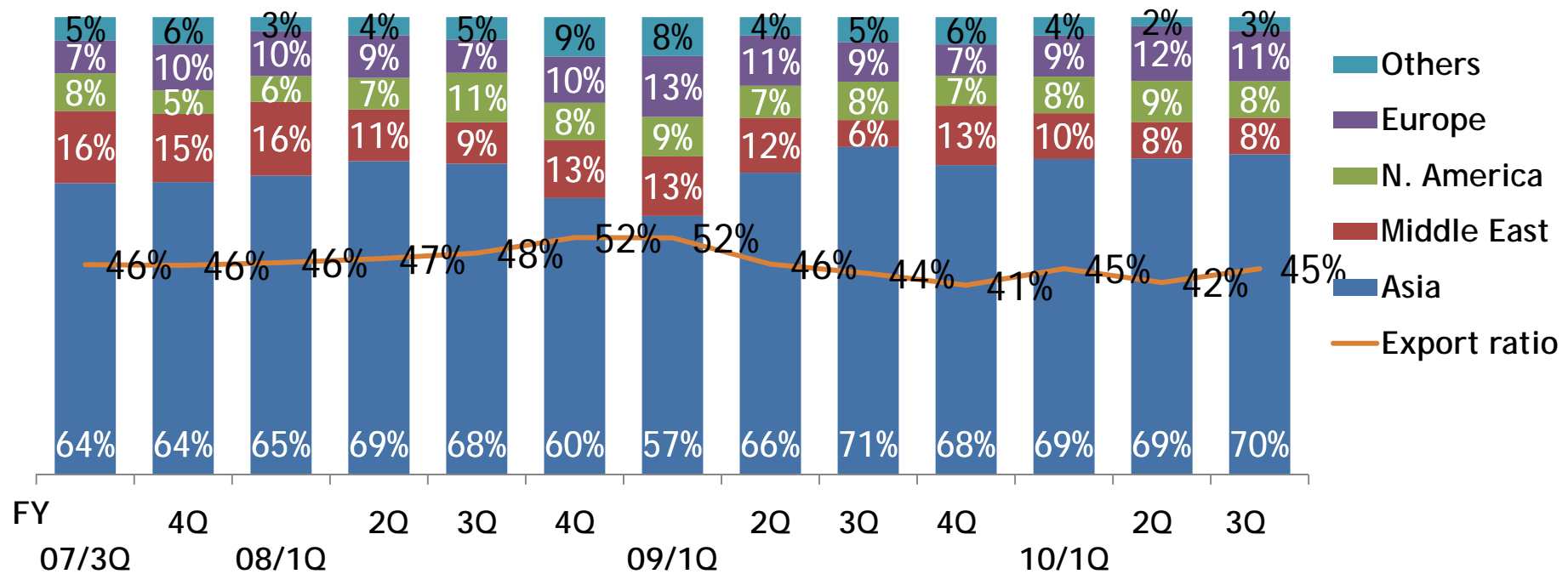
Temporary Factors

| JPY billion | | | | | | | | | | | YoY |
|---|-------------|-------------|-------------|-------------|--------------|-----------|-----------|------------|----------------|------------------|------------|
| | 1Q | 2Q | 3Q | 4Q | FY09 | 1Q | 2Q | 3Q | 4Q forecast | FY10 forecast | |
| Carry-over | (29) | (8) | (5) | 0 | (42) | 19 | 9 | (9) | 6 | 25 | 67 |
| Gain (loss) on inventory valuation | (53) | (15) | (16) | (4) | (88) | 16 | 4 | 6 | (1) | 25 | |
| Allocation of cost variance | 44 | (11) | (16) | (9) | 8 | (9) | 2 | 7 | (1) | (1) | |
| Total gain (loss) on inventory valuation | (9) | (26) | (32) | (13) | (80) | 7 | 6 | 13 | (2) | 24 | 104 |
| Reversal | 20 | 45 | 27 | 16 | 20 | 5 | 5 | 4 | 7 | 5 | |
| Devaluation | (45) | (27) | (16) | (5) | (5) | (5) | (4) | (7) | (4) | (4) | |
| Net devaluation of inventories by lower of cost or market method | (25) | 18 | 11 | 11 | 15 | 0 | 1 | (4) | 3 | 0 | -15 |
| Total (Approx.) | (63) | (16) | (26) | (2) | (107) | 26 | 16 | 0 | 7 | 49 | 156 |

Domestic and Export Steel Sales for FY10/3Q

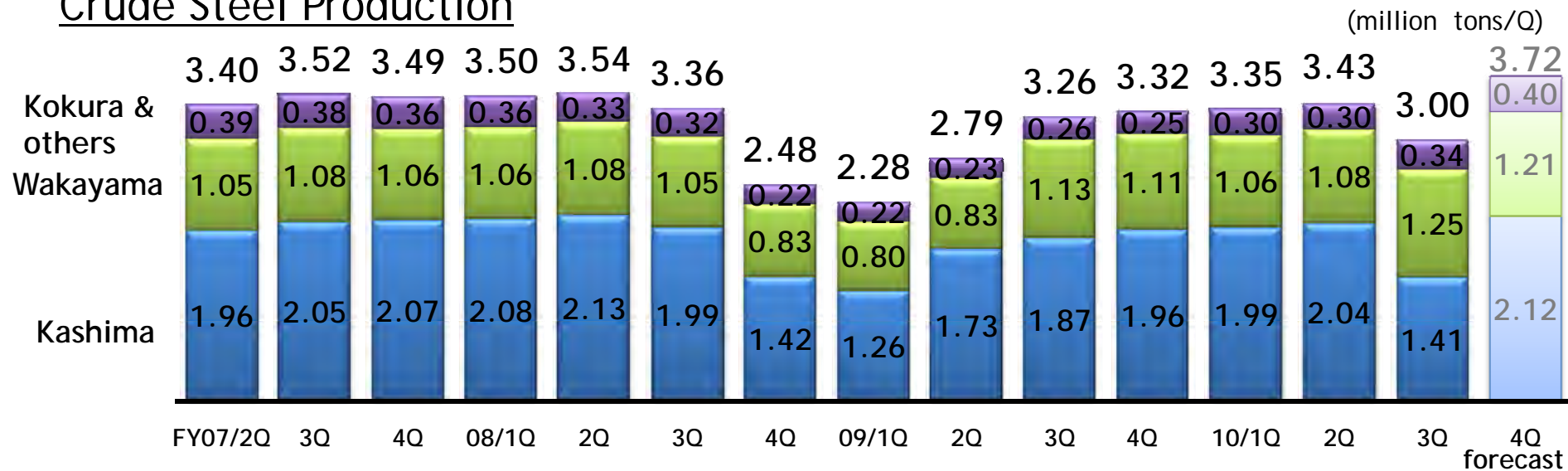


Export Steel Sales by Region (Value basis)

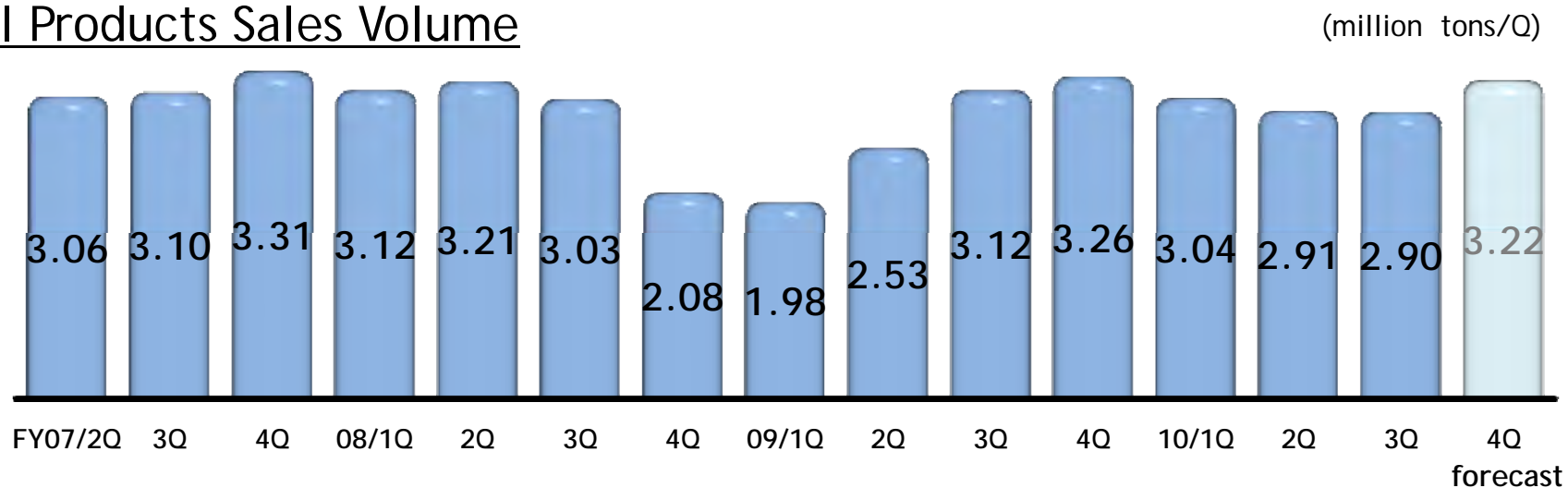


Reference (1)

Crude Steel Production

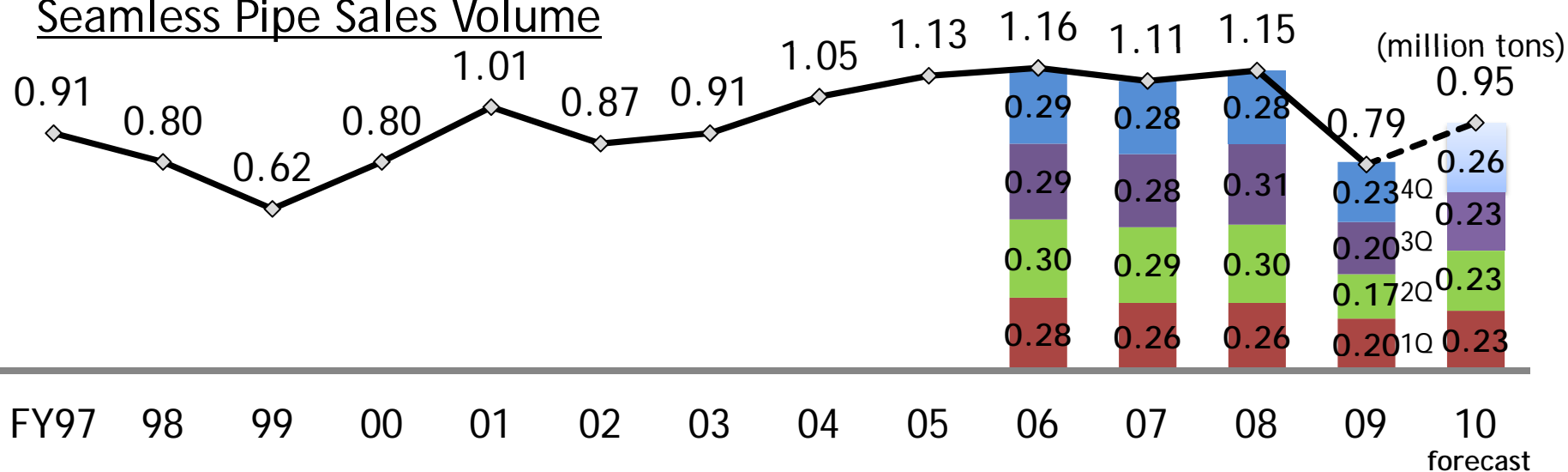


Steel Products Sales Volume

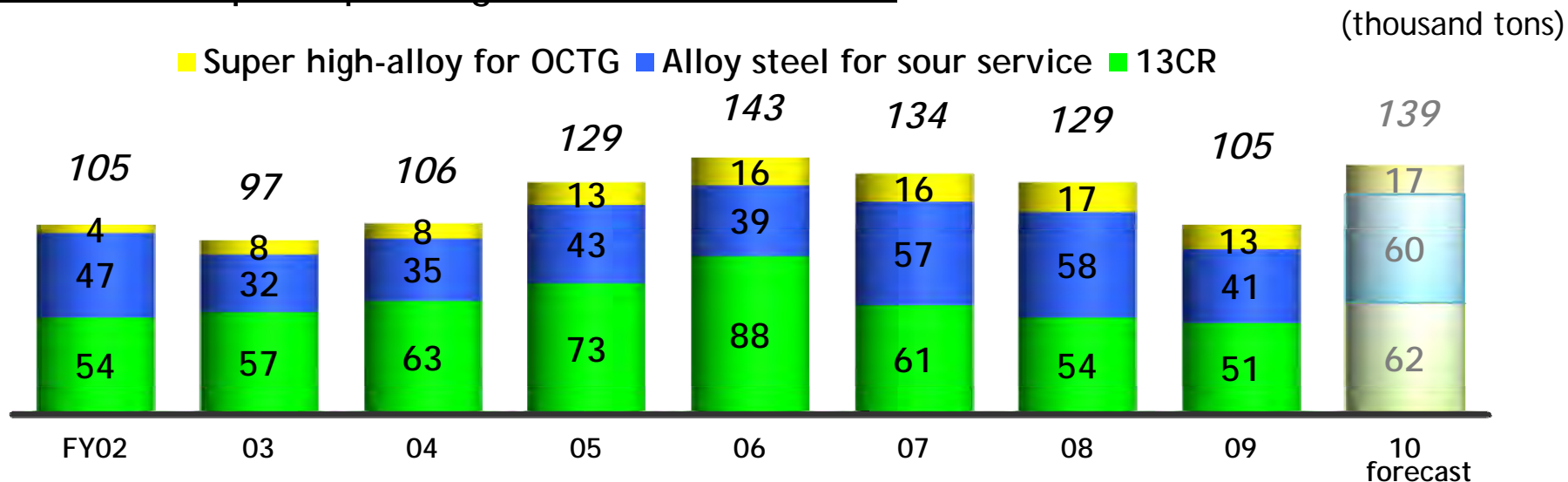


Reference (2)

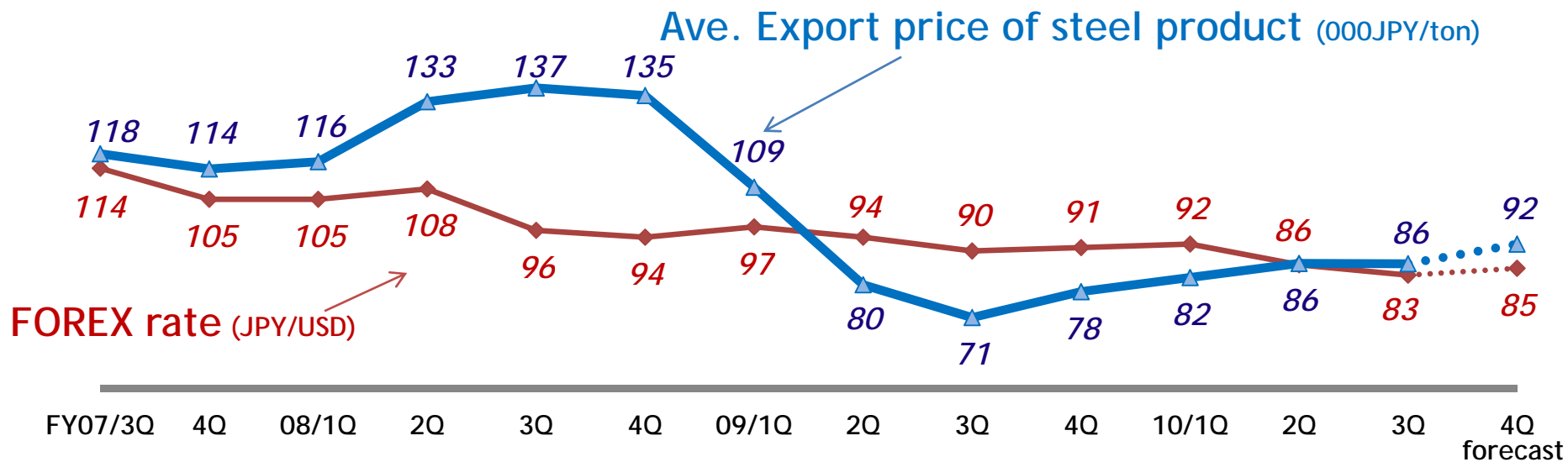
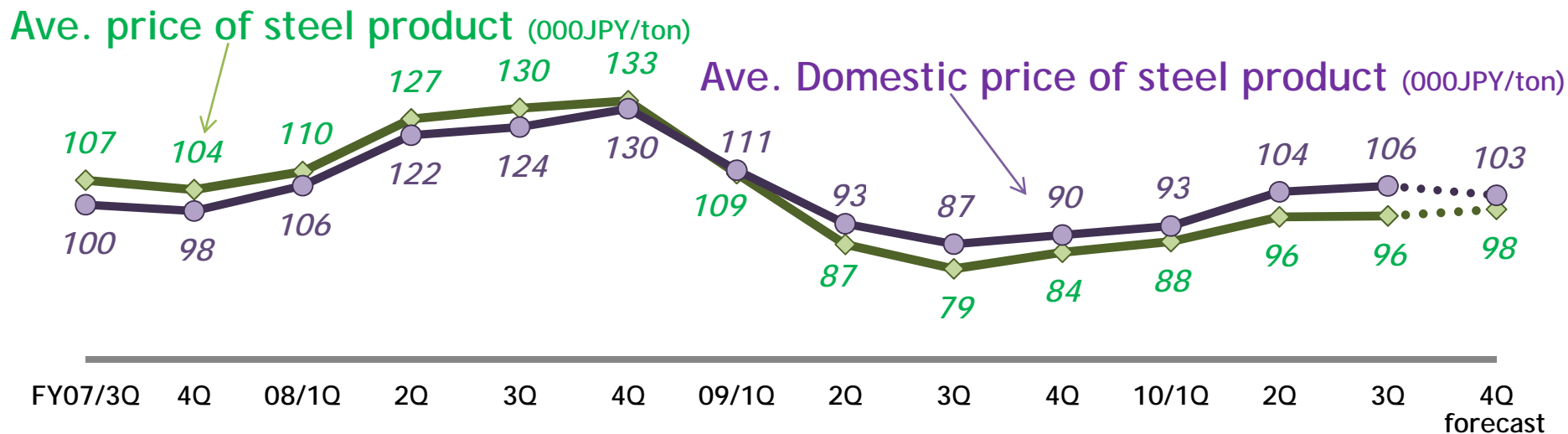
Seamless Pipe Sales Volume



Seamless Pipe Super High-end Sales Volume

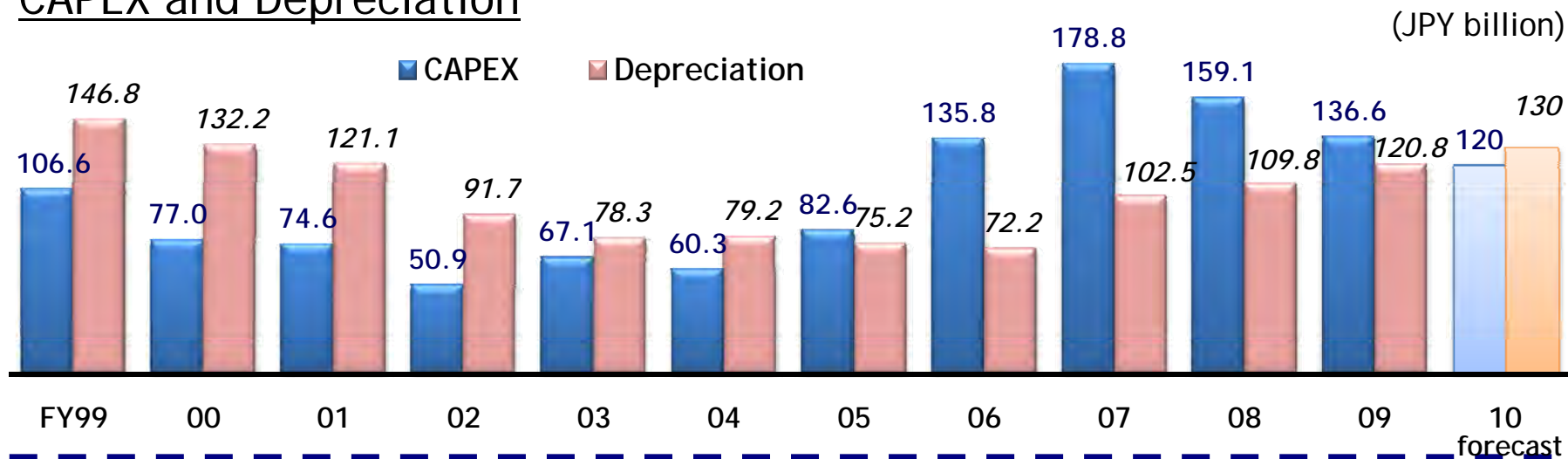


Reference (3)

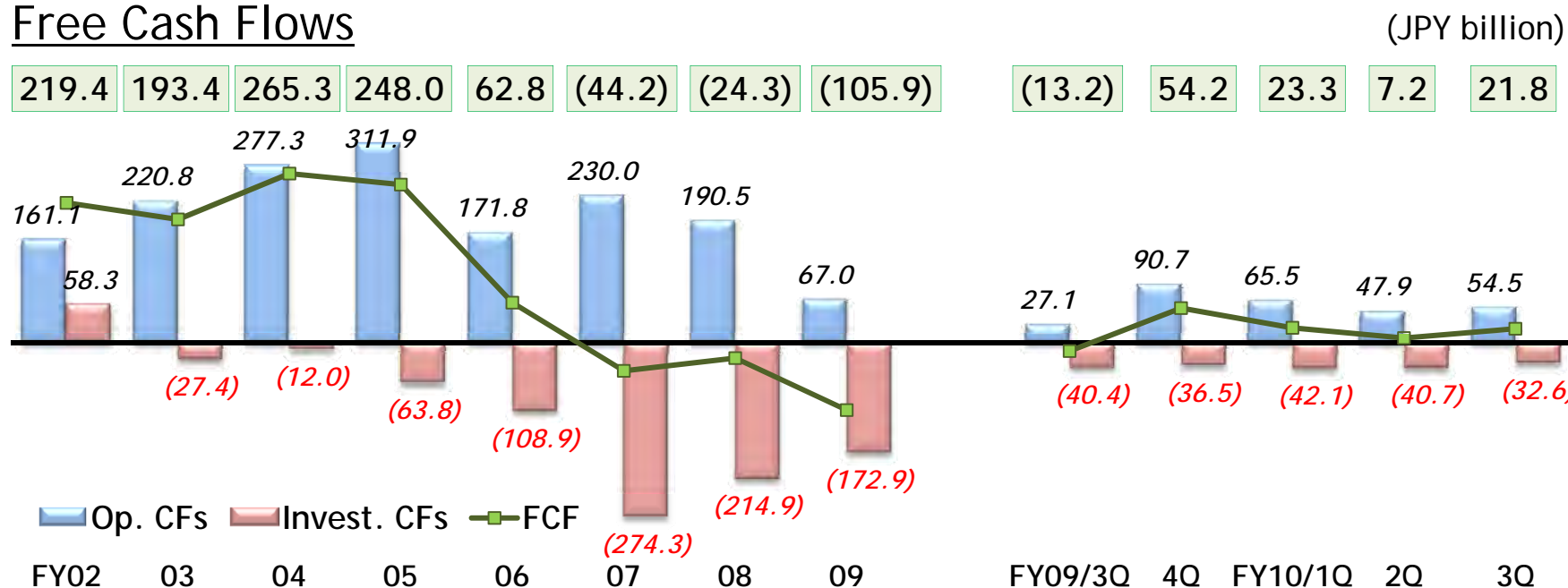


Reference (4)

CAPEX and Depreciation



Free Cash Flows



Deliver sustained growth in
corporate value by emphasizing quality



Become a company
trusted by all stakeholders