



March 27, 2020

Company Name : Nippon Steel Corporation
Representative : Eiji Hashimoto
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Announcement of Revision to Subsidiary's Earnings Forecasts

Today, GEOSTR Corporation, a subsidiary of Nippon Steel Corporation (the "Company"), announced revision to its earnings forecasts, as per the attachment.

The impact of the revision is immaterial with regard to the Company's consolidated financial results for fiscal 2019 ending March 31, 2020.



(Attachment)

March 27, 2020

Company Name: GEOSTR Corporation
 Representative: Shingo Hayama
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Notice Concerning Revision to Earnings Forecasts

Considering recent trends in performance, GEOSTR Corporation (the “Company”) hereby notifies that it has revised its earnings forecasts (consolidated and non-consolidated) for the full year of fiscal 2019 ending March 31, 2020, which were announced on November 8, 2019.

1. Revision to Full-Year Fiscal 2019 Earnings Forecasts (April 1, 2019 – March 31, 2020)

(i) Revision to Full-Year Consolidated Earnings Forecasts

(Million yen)

	Net sales	Operating profit	Ordinary profit	Profit attributable to owners of parent	Earnings per share (Yen)
Previous forecasts (A)	29,000	1,000	1,000	200	6.39
Revised forecasts (B)	27,900	1,220	1,220	300	9.59
Increase/Decrease (B-A)	(1,100)	220	220	100	—
Change (%)	(3.8)	22.0	22.0	50.0	—
(For reference) Results for fiscal 2018 ended March 31, 2019	34,266	3,504	3,507	2,022	64.65

(ii) Revision to Full-Year Non-Consolidated Earnings Forecasts

(Million yen)

	Net sales	Operating profit	Ordinary profit	Net profit	Earnings per share (Yen)
Previous forecasts (A)	28,100	1,050	1,050	230	7.35
Revised forecasts (B)	27,100	1,360	1,360	420	13.42
Increase/Decrease (B-A)	(1,000)	310	310	190	—
Change (%)	(3.6)	29.5	29.5	82.6	—
(For reference) Results for fiscal 2018 ended March 31, 2019	33,134	3,516	3,536	2,044	65.34

2. Reasons for the Revisions to Earnings Forecasts

In terms of the consolidated operating results, net sales are expected to decrease by 1,100 million yen to 27,900 million yen (down 3.8% from the previous forecasts), due to delay in shipment.

With regard to profit and loss, operating profit and ordinary profit are both expected to be 1,220 million yen (up 22.0% from the previous forecasts), and profit attributable to owners of parent is expected to be 300 million yen (up 50.0% from the previous forecasts), due to thorough cost reduction in addition to an improvement in gross profit due to such factors as project configuration.

As for the non-consolidated operating results, net sales are expected to be 27,100 million yen (down 3.6% from the previous forecasts), operating profit and ordinary profit are both expected to be 1,360 million yen (up 29.5% from the previous forecasts), and net profit is expected to be 420 million yen (up 82.6% from the previous forecasts), due to the same reasons as those for the revision to the consolidated operating results.

Note: The above forecasts are based on information that was available on the announcement date of this release.

Actual results may differ from the forecasts due to various risks and uncertainties.