May 19, 2017

NIPPON STEEL & SUMIKIN BUSSAN CORPORATION

Notice Concerning Controlling Shareholders, etc.

1. Name of parent company, controlling shareholders (excluding parent company), or other affiliated companies

(As of March 31, 2017)

Company name	Category	Share of voting rights (%)			Financial instruments exchanges where issued stocks are listed
		Directly held	Through consolidation	Total	
Nippon Steel & Sumitomo Metal Corporation	Other affiliated companies	36.3	0.6	36.8	First section, Tokyo Stock Exchange First section, Nagoya Stock Exchange Fukuoka Stock Exchange Sapporo Securities Exchange

2. Position of NIPPON STEEL & SUMIKIN BUSSAN CORPORATION ("NSSB") in the corporate group of its parent company, etc. and other relationship between NSSB and the parent company, etc.

NSSB has a continuous and close relationship with Nippon Steel & Sumitomo Metal Corporation ("NSSMC") and NSSB is an equity-method affiliated company of NSSMC.

NSSB, as a direct trading company of NSSMC, aims to expand its business in the steel and steel-related industry by holding organic strategy jointly with the NSSMC group.

NSSMC is the main supplier and buyer of NSSB. In this fiscal year (from April 1, 2016 to March 31, 2017), the percentage of sales amount to NSSMC in NSSB's net sales was 6.1% and the percentage of purchase amount from NSSMC in NSSB's cost of sales was 42.9%. The trade terms with NSSMC are the same as those between NSSMC and other parties which do not have any relationship.

NSSB independently makes and enforces management principles and business plan, and conducts daily operations and transactions. Therefore independence from NSSMC is secured.

(Concurrent position of executive)

(As of March 31, 2017)

Position	Name	Position in parent company or the corporate group	Reason for appointment
Audit & Supervisory Board Member (part-time)	Toru Takegoshi	Managing Executive Officer Nippon Steel & Sumitomo Metal Corporation	To strengthen the functions of the Audit & Supervisory Board

(Remarks) Among eleven (11) Directors, Members of the Board and five (5) Audit & Supervisory Board Members of NSSB, only the aforementioned person holds an executive position in the parent company, etc. or the corporate group concurrently.

3. Transactions with Controlling Shareholders, etc.

Fiscal Year (from April 1, 2016 to March 31, 2017)

Category	Company name	Address	Capital stock (Million Yen)	Business	Share of voting rights held by controlling shareholders, etc (%)
Other affiliated companies	Nippon Steel & Sumitomo Metal Corporation	Chiyoda-Ku, Tokyo	419,524	Manufacturing and sales of steel products	Directly held 36.3 Through consolidation 0.6

Relationship with related party	Details of transaction	Transaction amount (Million Yen)	Account title	Balance at end of fiscal year (Million Yen)
Purchase of various kinds of steel products and sales of raw materials and fuel Concurrent position and transfer of executives	Purchase of various kinds of steel products	645,401	Accounts payable	18,003
	Sales of raw materials, fuel, machinery, etc.	97,504	Accounts receivable	25,386

Trade terms and policy of the determination thereof

The trade terms to purchase various kinds of steel products and to sell raw materials, fuel, and machinery are same as those between NSSMC and other parties which do not have any relationship.

(Remarks) In the above table, the amount of consumption tax is not included in the transaction amount and is included in the balance of receivables and payables at the end of the fiscal year.