

Consolidated Financial Results for the Fiscal Year Ended March 31, 2010

Company Name: Nisshin Steel Co., Ltd.

URL: <http://www.nisshin-steel.co.jp/>

Code Number: 5407 (Tokyo, Osaka, Nagoya, and Fukuoka stock exchanges)

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1. Highlights of Consolidated Results for the Fiscal Year (FY) ended March 31, 2010

(1) Consolidated Operating Results

(Rounded down to the nearest millions of yen)

(The percentage figures represent the change from previous year)

	Net sales		Operating income (loss)		Income (Loss) before special items		Net income (loss)	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY ended March 31, 2010	441,486	(28.5)	(43,228)	—	(53,774)	—	(61,716)	—
FY ended March 31, 2009	617,399	(4.9)	(7,316)	—	(12,382)	—	(25,483)	—

	Net income (loss) per share	Fully diluted net income (loss) per share
	Yen	Yen
FY ended March 31, 2010	(68.28)	—
FY ended March 31, 2009	(28.15)	—

(Reference) Equity in earnings (losses) of unconsolidated subsidiaries and affiliates: FY ended March 31, 2010: (664) million yen
FY ended March 31, 2009: 1,093 million yen

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
FY ended March 31, 2010	670,350	205,301	29.7	220.56
FY ended March 31, 2009	722,270	260,640	35.3	282.23

(Reference) Shareholders' equity and valuation and translation adjustments: FY ended March 31, 2010: 199,346 million yen
FY ended March 31, 2009: 255,107 million yen

(3) Consolidated Statements of Cash Flows

	Net cash provided by operating activities	Net cash used in investing activities	Net cash provided by financing activities	Cash and cash equivalents at end of year
	Millions of yen	Millions of yen	Millions of yen	Millions of yen
FY ended March 31, 2010	25,757	(29,986)	7,396	41,759
FY ended March 31, 2009	25,809	(62,251)	58,534	39,626

2. Dividends

	Dividend per share					Dividend amount	Dividend payout ratio (consolidated)	Dividend per net assets (consolidated)
	End of 1Q	End of 2Q	End of 3Q	End of FY	Annual			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
FY ended March 31, 2009	—	4.00	—	3.00	7.00	6,339	—	2.1
FY ended March 31, 2010	—	0.00	—	1.00	1.00	905	—	0.4
FY ending March 31, 2011 (Forecast)	undecided	undecided	undecided	undecided	undecided		undecided	

Note: The dividends for FY ended March 2009 include memorial dividends of ¥2.00.

3. Consolidated Forecasts for Fiscal Year ending March 31, 2011 (from April 1, 2010 to March 31, 2011)

The company has decided to refrain from publishing consolidated financial results forecasts for the fiscal year ending March 31, 2011 because forecasting with any reasonable degree of accuracy is not possible at this stage.

4. Other

- (1) Changes in major subsidiaries during the FY: None
- (2) Changes in accounting policies and accounting title and classification for financial statements
 - (i) Changes due to revision of accounting standards, etc.: Yes
 - (ii) Changes other than (i) above: Yes
- (3) Total number of shares issued (Common stock)
 - (i) Total number of shares issued at the year end (Includes treasury stock)
 - FY ended March 31, 2010: 994,500,174 shares
 - FY ended March 31, 2009: 994,500,174 shares
 - (ii) Total treasury stock at the year end
 - FY ended March 31, 2010: 90,668,295 shares
 - FY ended March 31, 2009: 90,615,998 shares

Explanation on Appropriate Use of Performance Forecasts and Other Remarks

(Notations on Forward-looking Statements)

The performance forecasts and other forward-looking statements in these materials are based on certain assumptions deemed rational by the Company at this point in time, and actual performance may differ significantly because of such factors as dramatic changes in the economic conditions or product demand in major markets (Japan, Asia, etc.), substantial variations in the prices of fuel and raw materials, steep fluctuations in foreign exchange rates, and major changes in capital markets.