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(Stock Exchange Code 9810)
June 4, 2020

To Shareholders:

Yasumitsu Saeki
President and Representative Director
NIPPON STEEL TRADING CORPORATION
5-27, Akasaka 8-chome, Minato-ku, Tokyo

**NOTICE OF
THE 43RD ANNUAL GENERAL MEETING OF SHAREHOLDERS**

Dear Shareholders:

We would like to express our appreciation for your continued support and patronage.

Please be informed that the 43rd Annual General Meeting of Shareholders of NIPPON STEEL TRADING CORPORATION (the “Company”) will be held for the purposes as described below.

In accordance with the recent prevention measures against novel coronavirus disease (COVID-19), we wish to ask our shareholders to as much as possible exercise your voting rights in advance by one of the methods detailed below, and to refrain from attending the General Meeting of Shareholders, in order to prevent the spread of COVID-19.

We may alter the location of the meeting or make other changes to the proceedings at the meeting venue in order to ensure the health and safety of our shareholders, depending on factors such as the spread of COVID-19 or requests from the Japanese government. Accordingly, please make sure to check our website in advance as stated on page 3 for more information.

Exercise of voting rights in writing (by mail)

Please indicate your vote for or against each of the proposals on the enclosed Voting Rights Exercise Form and return it so that it is received by 5:20 p.m. on Wednesday, June 24, 2020, Japan standard time.

Exercise of voting rights electronically (via the Internet)

Please vote on the website for exercising voting rights designated by the Company (<https://www.web54.net>) by 5:20 p.m. on Wednesday, June 24, 2020, Japan standard time. Institutional investors can use the Electronic Voting Platform operated by ICJ, Inc.

- 1. Date and Time:** Thursday, June 25, 2020 at 10:00 a.m. Japan standard time
- 2. Place:** Bellesalle Tokyo Nihombashi located at
B2, Tokyo Nihombashi Tower
7-1, Nihombashi 2-chome, Chuo-ku, Tokyo, Japan

3. Meeting Agenda:

- Matters to be reported:**
1. The Business Report, Consolidated Financial Statements for the Company's 43rd Fiscal Year (April 1, 2019 - March 31, 2020) and results of audits by the Accounting Auditor and the Audit & Supervisory Board of the Consolidated Financial Statements
 2. Non-consolidated Financial Statements for the Company's 43rd Fiscal Year (April 1, 2019 - March 31, 2020)

Proposals to be resolved:

- Proposal 1:** Appropriation of Surplus
Proposal 2: Election of Ten (10) Directors
Proposal 3: Election of One (1) Audit & Supervisory Board Member
Proposal 4: Election of One (1) Substitute Audit & Supervisory Board Member

1. Reception desk opens at 9:00 a.m.
2. When attending the meeting, please submit the enclosed Voting Rights Exercise Form at the reception desk.
3. Of the documents required to be appended to this Notice of convocation as attachments, the following matters have been posted on the Company's website in accordance with laws and regulations and Article 16 of the Articles of Incorporation of the Company, and are therefore not included in the attached documents.
 - (1) Systems to Ensure Appropriate Business Operation and the Overview of Operation Status of the Systems of the Business Report
 - (2) The Consolidated Statement of Changes in Equity and the Notes to the Consolidated Financial Statements of the Consolidated Financial Statements
 - (3) The Statement of Changes in Equity and the Notes to the Non-consolidated Financial Statements of the Non-consolidated Financial StatementsThe Business Report audited by the Audit & Supervisory Board and the Consolidated Financial Statements and Non-consolidated Financial Statements audited by the Accounting Auditor and the Audit & Supervisory Board include the above matters that are posted on the Company's website in addition to each document appended to this Notice of convocation as attachments.
4. Any updates to the Reference Documents for the General Meeting of Shareholders, the Business Report, the Consolidated Financial Statements and the Non-consolidated Financial Statements will be posted on the Company's website.

Company's website <https://www.nst.nipponsteel.com>

Measures to prevent the spread of COVID-19

In order to give first priority to the health and safety of our shareholders in holding the General Meeting of Shareholders, the Company wishes to make the following requests in order to prevent the spread of COVID-19. We would appreciate your cooperation and understanding in this matter.

Requests

- **Shareholders are strongly requested to as much as possible exercise your voting rights in advance and refrain from attending the meeting.**

If you have returned from overseas within the last 14 days, please refrain from attending the meeting.

- To exercise your voting rights in advance, please do so as much as possible in writing (by mail) or via the Internet.

Precautions at the venue of the General Meeting of Shareholders

- Since we will leave a greater distance between seating at the venue this year, the seating capacity will be significantly decreased. Accordingly, we may refuse your entry even if you come to the venue on the day of the meeting.
- In order to prevent the spread of COVID-19, we may restrict entry to the following types of shareholders even if you come to the venue on the day of the meeting.
 1. Those who do not bring or wear masks
 2. Those who have a high temperature (to be checked at the entrance), cough, or other symptoms that may be due to COVID-19
 3. Those who refuse to disinfect their hands with sanitizer (to be provided at the entrance to the venue)
- Due to the desire to prevent the spread of COVID-19, this year's General Meeting of Shareholders will be substantially shortened.
- A part of the General Meeting of Shareholders such as matters reported, will be posted on the Company's website at the later day.

We may alter the location of the meeting or make other changes to the proceedings at the meeting venue in order to ensure the health and safety of our shareholders, depending on factors such as the spread of COVID-19 or requests from the Japanese government. Accordingly, please make sure to check our website in advance for more information.

Company's website <https://www.nst.nipponsteel.com>

Reference Documents for the General Meeting of Shareholders

Proposal 1: Appropriation of Surplus

Based on due consideration of the business results for the 43rd fiscal year and the internal reserve, it is proposed that a year-end dividend be paid as follows.

1. Type of dividend property
Cash
2. Allocation of dividend property and total amount thereof
¥85 per share of common stock of the Company for shareholders at the end of the 43rd fiscal year.
Total amount of dividends: ¥2,742,158,480
As ¥115 per share was paid as an interim dividend in December 2019, the total amount of annual dividends will be ¥200 per share for the 43rd fiscal year.
3. Effective date of dividends from surplus
June 26, 2020

Proposal 2: Election of Ten (10) Directors

The terms of office of all twelve (12) Directors will expire at the conclusion of this Annual General Meeting of Shareholders. Accordingly, in order to make decisions swiftly, the election of ten (10) Directors is proposed, by decreasing two (2) Directors.

The candidates for Director are as follows:

No.		Name			Current positions, etc. in the Company	Attendance at Board of Directors' meetings
1	Reappointment	Yasumitsu Saeki			President and Representative Director	100% (16 out of 16)
2	Reappointment	Tsuneo Miyamoto			Director, Member of the Board, and Executive Vice President	100% (16 out of 16)
3	Reappointment	Yutaka Takeuchi			Director, Member of the Board, and Executive Vice President	100% (11 out of 11)
4	Reappointment	Yasuhiro Sugiguchi			Director, Member of the Board, and Managing Executive Officer	100% (16 out of 16)
5	Reappointment	Yasuyuki Tomioka			Director, Member of the Board, and Managing Executive Officer	100% (16 out of 16)
6	Reappointment	Yoshihiro Ogura	Outside Director	Independent Director	Director	100% (16 out of 16)
7	Reappointment	Keishiro Kinoshita	Outside Director	Independent Director	Director	100% (16 out of 16)
8	Reappointment	Ryuko Inoue	Outside Director	Independent Director	Director	100% (11 out of 11)
9	New appointment	Shuichi Yoshida			Managing Executive Officer	—
10	New appointment	Kazumi Yoshimoto			Managing Executive Officer	—

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
1	Yasumitsu Saeki (May 8, 1955) [Reappointment]	<p>April 1979 Joined NIPPON STEEL CORPORATION</p> <p>April 2009 Executive Officer</p> <p>June 2012 Managing Director, Member of the Board</p> <p>October 2012 Managing Director, Member of the Board, Nippon Steel & Sumitomo Metal Corporation (current NIPPON STEEL CORPORATION)</p> <p>April 2016 Representative Director and Executive Vice President, Nippon Steel & Sumitomo Metal Corporation</p> <p>April 2018 Director, Member of the Board, Nippon Steel & Sumitomo Metal Corporation; Advisor, the Company</p> <p>June 2018 President and Representative Director, the Company (present)</p> <p>(Reasons for nomination as a candidate for Director) Mr. Yasumitsu Saeki served as Representative Director and other positions of Nippon Steel & Sumitomo Metal Corporation and has many years of rich experience in the steel business. Since June 2018, he has served as President and Representative Director. The Company nominated him again as a candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	4,100

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
2	Tsuneo Miyamoto (November 20, 1955) [Reappointment]	<p>April 1980 Joined NIPPON STEEL CORPORATION</p> <p>April 2011 Executive Officer</p> <p>October 2012 Executive Officer, Nippon Steel & Sumitomo Metal Corporation (current NIPPON STEEL CORPORATION)</p> <p>April 2014 Managing Executive Officer, Nippon Steel & Sumitomo Metal Corporation</p> <p>April 2016 Executive Officer, Nippon Steel & Sumitomo Metal Corporation; Advisor, the Company</p> <p>June 2016 Director, Member of the Board, and Executive Vice President, the Company (present)</p> <p>(Responsibilities) Supervises Steel Division and Industrial Supply & Infrastructure Division</p> <p>(Reasons for nomination as a candidate for Director) Mr. Tsuneo Miyamoto has many years of rich experience in the steel business. Serving as a Director since June 2016, he currently supervises Steel Division and Industrial Supply & Infrastructure Division. The Company nominated him again as a candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	3,400

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
3	Yutaka Takeuchi (December 10, 1956) [Reappointment]	<p>April 1980 Joined NIPPON STEEL CORPORATION</p> <p>April 2011 Executive Officer</p> <p>June 2012 Executive Officer, NIPPON STEEL CORPORATION; Outside Auditor, Nippon Steel Trading Co., Ltd. (current NIPPON STEEL TRADING CORPORATION)</p> <p>October 2012 Executive Officer, Nippon Steel & Sumitomo Metal Corporation (current NIPPON STEEL CORPORATION); Outside Auditor, Nippon Steel Trading Co., Ltd.</p> <p>October 2013 Executive Officer, Nippon Steel & Sumitomo Metal Corporation; Outside Audit & Supervisory Board Member, the Company</p> <p>April 2014 Managing Executive Officer, Nippon Steel & Sumitomo Metal Corporation; Outside Audit & Supervisory Board Member, the Company</p> <p>April 2015 Executive Officer, Nippon Steel & Sumitomo Metal Corporation; Outside Audit & Supervisory Board Member, the Company</p> <p>June 2015 Senior Audit & Supervisory Board Member, Nippon Steel & Sumitomo Metal Corporation</p> <p>April 2019 Senior Audit & Supervisory Board Member, NIPPON STEEL CORPORATION</p> <p>June 2019 Director, Member of the Board, and Executive Vice President, the Company (present)</p> <p>(Responsibilities) Supervises Textiles Division and Foodstuffs Division Manages General Affairs & Corporate Communications, Corporate Planning, Accounting, Sales Accounting, Finance, Legal, Credit Management, Internal Control and Information & Communication Technology Promotion</p> <p>(Reasons for nomination as a candidate for Director) Mr. Yutaka Takeuchi has many years of rich experience in the steel business. Serving as a Director since June 2019, he currently supervises Textiles Division and Foodstuffs Division, and manages Corporate Planning & Administration Division (excluding Human Resources). The Company nominated him again as a candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	700

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
4	Yasuhiro Sugiguchi (March 12, 1957) [Reappointment]	<p>April 1979 Joined Itoman Co., Ltd. (current NIPPON STEEL TRADING CORPORATION)</p> <p>June 2008 Executive Officer, Sumikin Bussan Corporation (current NIPPON STEEL TRADING CORPORATION)</p> <p>June 2011 Executive Officer, Sumikin Bussan Corporation; President and Representative Director, SUMIKIN BUSSAN MATEX CO., LTD. (current NIPPON STEEL TRADING MATEX CO., LTD.)</p> <p>October 2013 Executive Officer, the Company; President and Representative Director, NIPPON STEEL & SUMIKIN BUSSAN MATEX CO., LTD. (current NIPPON STEEL TRADING MATEX CO., LTD.)</p> <p>April 2015 Managing Executive Officer, the Company</p> <p>June 2016 Director, Member of the Board, and Managing Executive Officer, the Company (present)</p> <p>(Responsibilities) Manages Industrial Supply & Infrastructure Division</p> <p>(Reasons for nomination as a candidate for Director) Mr. Yasuhiro Sugiguchi has many years of rich experience in the industrial supply & infrastructure business. Serving as a Director since June 2016, he currently manages Industrial Supply & Infrastructure Division. The Company nominated him again as a candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	6,924

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
5	Yasuyuki Tomioka (December 25, 1959) [Reappointment]	<p>April 1983 Joined Itoman Co., Ltd. (current NIPPON STEEL TRADING CORPORATION)</p> <p>October 2009 President and Representative Director, NIKKYO FOODS CO., LTD.</p> <p>April 2011 Executive Officer, Sumikin Bussan Corporation (current NIPPON STEEL TRADING CORPORATION); President and Representative Director, NIKKYO FOODS CO., LTD.</p> <p>October 2013 Executive Officer, the Company; President and Representative Director, NIKKYO FOODS CO., LTD.</p> <p>April 2014 Executive Officer, the Company</p> <p>April 2016 Managing Executive Officer, the Company</p> <p>June 2016 Director, Member of the Board, and Managing Executive Officer, the Company (present)</p> <p>(Responsibilities) Manages Foodstuffs Division</p> <p>(Reasons for nomination as a candidate for Director) Mr. Yasuyuki Tomioka has many years of rich experience in the foodstuffs business. Serving as a Director since June 2016, he currently manages Foodstuffs Division. The Company nominated him again as a candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	4,704

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
6	Yoshihiro Ogura (December 8, 1945) [Reappointment] [Candidate for Outside Director] [Independent Director]	<p>April 1973 Registered as attorney-at-law; Joined Araya Takeshi Law Office</p> <p>April 1982 Established Ogura Tanaka Law Office (current Hibiki Law Office) (present)</p> <p>June 2009 Outside Auditor, Nippon Steel Trading Co., Ltd. (current NIPPON STEEL TRADING CORPORATION)</p> <p>June 2013 Outside Auditor, Nippon Steel Trading Co., Ltd.; Outside Director, Toshiba Machine Co., Ltd. (current SHIBAURA MACHINE CO., LTD.)</p> <p>October 2013 Outside Audit & Supervisory Board Member, the Company; Outside Director, Toshiba Machine Co., Ltd.</p> <p>June 2016 Outside Director, the Company (present); Outside Director, Toshiba Machine Co., Ltd.</p> <p>June 2019 Outside Director (Audit and Supervisory Board Member), Toshiba Machine Co., Ltd.</p> <p>April 2020 Outside Director (Audit and Supervisory Board Member), SHIBAURA MACHINE CO., LTD. (present)</p> <p>(Significant concurrent positions) Attorney-at-law, Hibiki Law Office Outside Director (Audit and Supervisory Board Member), SHIBAURA MACHINE CO., LTD.</p> <p>(Reasons for nomination as a candidate for Outside Director) Although he has never been directly involved in corporate management, Mr. Yoshihiro Ogura has served as an Outside Director since June 2016. Based on his many years of experience and deep insight as an attorney-at-law, he has been expressing opinions about proposals, etc., appropriately. The Company judges that he is suitable for the position of Outside Director for the above reasons and nominated him again as a candidate for Outside Director.</p>	100
7	Keishiro Kinoshita (November 6, 1948) [Reappointment] [Candidate for Outside Director] [Independent Director]	<p>July 1971 Joined The Industrial Bank of Japan, Limited (current Mizuho Bank, Ltd.)</p> <p>June 2001 Executive Officer, Chairman of China Committee, The Industrial Bank of Japan, Limited</p> <p>April 2002 Managing Executive Officer, Mizuho Corporate Bank, Ltd. (current Mizuho Bank, Ltd.)</p> <p>June 2002 Administrative Officer, Mizuho Corporate Bank, Ltd.</p> <p>October 2002 Administrative Officer, Sompo Japan Insurance Inc.</p> <p>April 2003 Executive Officer, Sompo Japan Insurance Inc.</p> <p>April 2004 Managing Officer, Chairman of Asia/China Committee, Sompo Japan Insurance Inc.</p> <p>June 2007 Director, Senior Managing Executive Officer, Sompo Japan Insurance Inc.</p> <p>April 2009 Director, Sompo Japan Insurance Inc.</p> <p>June 2009 Outside Auditor, Nippon Suisan Kaisha, Ltd.</p> <p>June 2013 Outside Board Member, Nippon Suisan Kaisha, Ltd.</p> <p>June 2016 Outside Board Member, Nippon Suisan Kaisha, Ltd.; Outside Director, the Company</p> <p>June 2017 Outside Director, the Company (present)</p> <p>(Reasons for nomination as a candidate for Outside Director) Mr. Keishiro Kinoshita has served as an Outside Director since June 2016. Based on his knowledge and experience gained through many years of service at financial institutions and in the course of his career at listed companies, he has been expressing opinions about proposals, etc., appropriately. The Company judges that he is suitable for the position of Outside Director for the above reasons and nominated him again as a candidate for Outside Director.</p>	200

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
8	Ryuko Inoue (January 8, 1957) [Reappointment] [Candidate for Outside Director] [Independent Director]	<p>April 1981 Joined the Ministry of Agriculture, Forestry and Fisheries</p> <p>April 2008 General Coordinator, Agriculture & Livestock Industries Corporation</p> <p>May 2011 Deputy Director-General, Tohoku Regional Agricultural Administration Office, Ministry of Agriculture, Forestry and Fisheries</p> <p>April 2012 Auditor, Food and Agricultural Materials Inspection Center</p> <p>April 2014 Auditor, National Research and Development Agency, Japan Fisheries Research and Education Agency</p> <p>April 2016 Deputy Director-General, Agriculture, Forestry and Fisheries Research Council, Ministry of Agriculture, Forestry and Fisheries</p> <p>July 2017 Retired from the Ministry of Agriculture, Forestry and Fisheries</p> <p>November 2017 Registered as attorney-at-law, Atsumi & Sakai (present)</p> <p>February 2019 Member of Employers Committee, Central Labour Relations Commission (present)</p> <p>June 2019 Outside Director, the Company (present)</p> <p>(Significant concurrent positions) Attorney-at-law, Atsumi & Sakai Member of Employers Committee, Central Labour Relations Commission</p> <p>(Reasons for nomination as a candidate for Outside Director) Although she has never been directly involved in corporate management, Ms. Ryuko Inoue has served as an Outside Director since June 2019. Based on her knowledge and experience gained through many years of service at the Ministry of Agriculture, Forestry and Fisheries and as an attorney-at-law, she has been expressing opinions about proposals, etc., appropriately. The Company judges that she is suitable for the position of Outside Director for the above reasons and nominated her again as a candidate for Outside Director.</p>	100
9	Shuichi Yoshida (June 26, 1958) [New appointment]	<p>April 1981 Joined Mitsui & Co., Ltd.</p> <p>October 2007 General Manager, Iron & Steel Overseas Business Division, Iron & Steel Products Business Unit, Mitsui & Co., Ltd.</p> <p>October 2009 Chief Operating Officer, Iron & Steel Products Business Unit, Americas Unit, Mitsui & Co., Ltd.;</p> <p>April 2012 Executive Vice President, Mitsui & Co. (U.S.A.), Inc.</p> <p>April 2012 Branch Manager, Kuala Lumpur Branch, Mitsui & Co. (Asia Pacific) Pte. Ltd.</p> <p>May 2014 President, Mitsui & Co. Deutschland GmbH;</p> <p>April 2015 Assistant to Chief Operating Officer, Europe, Middle East and Africa, Mitsui & Co., Ltd.</p> <p>April 2015 President, Mitsui & Co. Deutschland GmbH;</p> <p>April 2015 Associate Officer and Assistant to Chief Operating Officer, Europe, Middle East and Africa, Mitsui & Co., Ltd.</p> <p>April 2018 Executive Vice President, Mitsui & Co. Steel Ltd.;</p> <p>July 2018 Associate Officer, Mitsui & Co., Ltd.</p> <p>July 2018 Executive Vice President, Mitsui & Co. Steel Ltd.</p> <p>April 2019 Managing Executive Officer, the Company (present)</p> <p>(Responsibilities) Manages Steel Planning, Plate & Shipbuilding Steel Products Sales, Structural Products & Plate Export, Plate Planning, Wire Rod & Specialty Bar Sales, Automotive Pipe & Tube Sales, Pipe & Tube Sales, Specialty Tubular, Pipe & Tube Export, Manila Office, Dhaka Office and China</p> <p>(Reasons for nomination as a candidate for Director) Mr. Shuichi Yoshida has many years of rich experience in the steel business and overseas. Serving as a Managing Executive Officer, he currently manages the above businesses. The Company nominated him as a new candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	600

No.	Name (Date of birth)	Past experience, positions, responsibilities and significant concurrent positions	Number of shares of the Company held
10	Kazumi Yoshimoto (October 5, 1963) [New appointment]	<p>April 1986 Joined Itoman Co., Ltd. (current NIPPON STEEL TRADING CORPORATION)</p> <p>April 2007 General Manager of Knit Department No. 2, Sumikin Bussan Corporation (current NIPPON STEEL TRADING CORPORATION)</p> <p>April 2008 General Manager of Knit Department No. 1, Sumikin Bussan Corporation</p> <p>January 2011 President, SHANGHAI ER INTERNATIONAL FASHION CO., LTD.</p> <p>April 2013 President, SB PLANNING CO., LTD</p> <p>April 2014 General Manager of Men's Apparel Department, the Company; President, SB PLANNING CO., LTD</p> <p>April 2017 Counsellor, General Manager of Textile Planning Department, the Company; Chairman, Shanghai Echo Fashion Co., Ltd.</p> <p>April 2018 Executive Officer, General Manager of Textile Planning Department, the Company; Chairman, Shanghai Echo Fashion Co., Ltd.</p> <p>April 2020 Managing Executive Officer, the Company (present) (Responsibilities) Manages Textiles Division</p> <p>(Reasons for nomination as a candidate for Director) Mr. Kazumi Yoshimoto has many years of rich experience in the textiles business. Serving as a Managing Executive Officer, he currently manages the above businesses. The Company nominated him as a new candidate for Director because of his profound insight and capabilities as well as knowledge about overall management.</p>	1,300

(Notes)

1. No special interest exists between candidates for Director and the Company.
2. Mr. Yoshihiro Ogura will have served as an Outside Director of the Company for four years at the conclusion of this Annual General Meeting of Shareholders.
He served as an Outside Audit & Supervisory Board Member of the Company for seven years from June 2009 to June 2016.
3. Mr. Keishiro Kinoshita will have served as an Outside Director of the Company for four years at the conclusion of this Annual General Meeting of Shareholders.
4. Ms. Ryuko Inoue will have served as an Outside Director of the Company for one year at the conclusion of this Annual General Meeting of Shareholders.
5. The Company has appointed Mr. Yoshihiro Ogura, Mr. Keishiro Kinoshita and Ms. Ryuko Inoue as Independent Directors who have no conflict of interest with general shareholders as mandated by Tokyo Stock Exchange, Inc. and notified the said exchange of their appointment.
6. Pursuant to the provisions of Article 427, Paragraph 1 of the Companies Act, the Company has entered into agreements with Mr. Yoshihiro Ogura, Mr. Keishiro Kinoshita and Ms. Ryuko Inoue that limit their liability under Article 423, Paragraph 1 of the said Act to the minimum liability amount prescribed by Article 425, Paragraph 1 of the said Act. If this proposal is approved, the Company intends to continue the said agreements with them.

Proposal 3: Election of One Audit & Supervisory Board Member

The term of office of Audit & Supervisory Board Member Mr. Shigeji Sugimoto will expire at the conclusion of this Annual General Meeting of Shareholders. Accordingly, the election of one (1) Audit & Supervisory Board Member is proposed.

The consent of the Audit & Supervisory Board has been obtained for the submission of this proposal.

The candidate for Audit & Supervisory Board Member is as follows:

Name (Date of birth)	Past experience, positions and significant concurrent positions	Number of shares of the Company held
Shigeji Sugimoto (July 1, 1951) [Reappointment] [Outside Audit & Supervisory Board Member] [Independent Director]	April 1974 Joined Tohmatsu Awoki & Co. (currently Deloitte Touche Tohmatsu LLC) April 1978 Registered as a certified public accountant July 1989 Partner, Tohmatsu Awoki & Sanwa January 2016 Established Shigeji Sugimoto Certified Public Accountant Office (present) May 2016 Outside Audit & Supervisory Board Member, Aeon Fantasy Co., Ltd. (present) June 2016 Outside Audit & Supervisory Board Member, the Company (present) (Significant concurrent positions) Certified Public Accountant, Shigeji Sugimoto Certified Public Accountant Office Outside Audit & Supervisory Board Member, Aeon Fantasy Co., Ltd. (Reasons for nomination as a candidate for Outside Audit & Supervisory Board Member) Although he has never been directly involved in corporate management, Mr. Shigeji Sugimoto has served as an Outside Audit & Supervisory Board Member since June 2016. Based on his specialized knowledge and experience in finance and accounting gained through his service as a certified public accountant, he has been auditing the Company. The Company judges that he is suitable for the position of Outside Audit & Supervisory Board Member for the above reasons and nominated him again as a candidate for Outside Audit & Supervisory Board Member.	800

(Notes)

1. No special interest exists between the candidate for Audit & Supervisory Board Member and the Company.
2. Mr. Shigeji Sugimoto will have served as an Outside Audit & Supervisory Board Member of the Company for four years at the conclusion of this Annual General Meeting of Shareholders.
3. The Company has appointed Mr. Shigeji Sugimoto as an Independent Director who has no conflict of interest with general shareholders as mandated by Tokyo Stock Exchange, Inc. and notified the said exchange of his appointment.
4. Pursuant to the provisions of Article 427, Paragraph 1 of the Companies Act, the Company has entered into agreements with Mr. Shigeji Sugimoto that limit his liability under Article 423, Paragraph 1 of the said Act to the minimum liability amount prescribed by Article 425, Paragraph 1 of the said Act. If this proposal is approved, the Company intends to continue the said agreements with him.

Proposal 4: Election of One (1) Substitute Audit & Supervisory Board Member

The Company requests the appointment of one substitute Audit & Supervisory Board Member, in preparation of the case that the number of the Company's Audit & Supervisory Board Member would be less than the number stipulated in laws and regulations.

The effectiveness of the appointment under this proposal may be cancelled based on resolution of the Board of Directors, provided such cancellation is done prior to the assumption of office and with the consent of the Audit & Supervisory Board.

In addition, the consent of the Audit & Supervisory Board has been obtained for the submission of this proposal.

The candidate for substitute Audit & Supervisory Board Member is as follows:

Name (Date of birth)	Past experience, positions and significant concurrent positions	Number of shares of the Company held
Masanori Ando (November 9, 1963) [Outside Audit & Supervisory Board Member]	April 1988 Joined NIPPON STEEL CORPORATION April 2016 General Manager of Affiliated Company Division, Nippon Steel & Sumitomo Metal Corporation (current NIPPON STEEL CORPORATION) June 2016 General Manager of Affiliated Company Division, Nippon Steel & Sumitomo Metal Corporation; Outside Audit & Supervisory Board Member, OSAKA Titanium technologies Co., Ltd. June 2018 General Manager of Affiliated Company Division, Nippon Steel & Sumitomo Metal Corporation; Audit & Supervisory Board Member, OSAKA STEEL CO., LTD. (present) April 2019 Council, General Manager of Affiliated Company Division, NIPPON STEEL CORPORATION (present) (Significant concurrent positions) Council, General Manager of Affiliated Company Division, NIPPON STEEL CORPORATION Audit & Supervisory Board Member, OSAKA STEEL CO., LTD. (Reasons for nomination as a candidate for substitute Outside Audit & Supervisory Board Member) Mr. Masanori Ando has many years of rich experience in the steel business. The Company judges that he is capable of performing the duties as an Outside Audit & Supervisory Board Member appropriately by reflecting his many years of experience and deep insight about the steel business in auditing of the Company and nominated him as a candidate for substitute Outside Audit & Supervisory Board Member.	0

(Notes)

1. No special interest exists between the candidate for Audit & Supervisory Board Member and the Company.
2. If this proposal is approved as originally proposed, and if Mr. Masanori Ando assumes the office as Audit & Supervisory Board Member, the Company intends to enter into the agreement with him that limit his liability under Article 423, Paragraph 1 of the said Act to the minimum liability amount prescribed by Article 425, Paragraph 1 of the said Act pursuant to the provisions of Article 427, Paragraph 1 of the Companies Act.