

October 26, 2010

Company name: Kobe Steel, Ltd.  
Web site: www.kobelco.com  
President & CEO: Hiroshi Sato  
Code number: 5406  
Stock exchange listings: Tokyo, Osaka & Nagoya, Japan

## Kobe Steel subsidiary Nippon Koshuha Steel revises earnings forecast

TOKYO, October 26, 2010 – Nippon Koshuha Steel Co., Ltd., a subsidiary of Kobe Steel, Ltd., announced today a revision in its forecast for first-half fiscal 2010 (April 1, 2010-September 30, 2010) made on April 28, 2010. Details are given in the tables below.

### Consolidated forecast for first-half fiscal 2010 (April 1 – September 30, 2010)

(Millions of yen)

	Net Sales	Operating Income (Loss)	Ordinary Income (Loss)	Net Income (Loss)	Net income (loss) per share (in yen)
Previous forecast (A)	19,100	190	120	60	0.41
New forecast (B)	19,700	280	250	210	1.43
Change (B-A)	600	90	130	150	---
% change	3.1	47.4	108.3	250.0	---
FY2009 results for same period	12,946	(1,409)	(1,537)	(1,593)	(10.86)

### Non-consolidated forecast for first-half fiscal 2010 (April 1 – September 30, 2010)

(Millions of yen)

	Net Sales	Operating Income (Loss)	Ordinary Income (Loss)	Net Income (Loss)	Net income (loss) per share (in yen)
Previous forecast (A)	14,000	0	0	0	0.00
New forecast (B)	14,200	80	140	190	1.30
Change (B-A)	200	80	140	190	---
% change	1.4	---	---	---	---
FY2009 results for same period	9,669	(867)	(908)	(961)	(6.55)

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