

Company name:	April 28, 2016 Kobe Steel, Ltd.
Representative:	Hiroya Kawasaki Chairman, President, CEO and Representative Director
Stock exchange code number:	5406
Tel:	+81 (0)3 5739-6010

Announcement on the Posting of Extraordinary loss (progress of previously disclosed transaction)

TOKYO, April 28, 2016 – Kobe Steel, Ltd. expected an extraordinary loss estimated of about 20 billion yen in its non-consolidated financial statements for fiscal 2015 (April 1, 2015 – March 31, 2016) in “Announcement on the Posting of Extraordinary loss” announced February 2, 2016. As the amount has now been determined, Kobe Steel hereby announces its extraordinary loss.

1. Details of loss on business of subsidiaries and associates

Due to a rapid deterioration in business conditions in the construction machinery business field in China, the business performance and financial condition of Kobe Steel's subsidiary deteriorated, causing the fair value of that subsidiary's shares to decline significantly. Along with this, Kobe Steel impaired the shares of the subsidiary, in accordance with the “Japanese Accounting Standard for Financial Instruments”, and posted a loss on valuation of shares of subsidiaries in its non-consolidated financial statements for fiscal 2015.

2. Impact on Business Results

As the above extraordinary loss was eliminated for inter-company transactions, there is no impact on Kobe Steel's consolidated financial statements for fiscal 2015.

For more information about the consolidated financial results for fiscal 2015, please refer to “Kobe Steel's Consolidated Financial Results for Fiscal 2015 (April 1, 2015 – March 31, 2016)” dated April 28, 2016.