

March 28, 2019

To Whom It May Concern:

Sanyo Special Steel Co., Ltd.

**Notice of Completion of Payment for the Issue of New Shares by Third-Party Allotment to Nippon Steel & Sumitomo Metal Corporation**

Sanyo Special Steel Co., Ltd. (“Sanyo Special Steel”) hereby announces that today payment has been completed by Nippon Steel & Sumitomo Metal Corporation (“NSSMC”) for the third-party allotment of new shares (the “Capital Increase through a Third-Party Allotment of Shares”) underwritten by NSSMC, pursuant to the resolution of Sanyo Special Steel’s Board of Directors made on August 2, 2018, and the resolution of Sanyo Special Steel’s Extraordinary General Shareholders’ Meeting held on February 28, 2019.

Notes

1. Summary of new stock issue

(1) Payment date	March 28, 2019
(2) Number of new shares issued	24,012,500 shares of common stock
(3) Issue price	¥2,800 per share
(4) Total issue price	¥67,235,000,000
(5) Amount of capital incorporation	¥33,617,500,000 (¥1,400 per share)
(6) Recipient of the allocation and number of shares allocated	Nippon Steel & Sumitomo Metal Corporation: 24,012,500 shares

2. Changes in the total number of issued shares as a result of the Capital Increase through a Third-Party Allotment of Shares

Number of shares outstanding before the capital increase: 33,424,807	(Capital stock before the capital increase) ¥20,182,688,292
Number of additional shares resulting from the capital increase: 24,012,500	(Amount of additional capital stock) ¥33,617,500,000
Number of shares outstanding after the capital increase: 57,437,307	(Capital stock after the capital increase) ¥53,800,188,292

(For Inquiries)

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