

January 31, 2012

JFE Shoji Trade Corporation  
JFE Shoji Kohnan Steel Center Co.,Ltd  
Naigai Steel Corporation

The Reorganization between JFE Shoji Kohnan Steel Center Co.,Ltd and  
Naigai Steel Corporation

JFE Shoji Trade Corporation (President : Mikio Fukushima, hereinafter referred to as JFE Shoji ) is pleased to announce that the reorganization between JFE Shoji Kohnan Steel Center Co.,Ltd (President : Shigeo Nishiura, hereinafter referred to as Kohnan Steel) and Naigai Steel Corporation (President : Kazuyoshi Sasada, hereinafter referred to as Naigai Steel) has been decided. This reorganization will be commenced as of April 1<sup>st</sup>,2013. In details, Naigai Steel will divide their current organization to the steel processing center in Mizushima, Okayama Prefecture and the sales division in Osaka and its sales division will be integrated into Kohnan Steel. Kohnan Steel will be able to cope with various needs from customers by utilizing both the function which has been accumulated as Steel Processing Center and the sales ability of the trading house which will be added through this integration. On the other hand, Naigai Steel will transfer the function of the head office to their Mizushima Office and enhance existing functions in that area. Moreover, Naigai Steel will supply their service for both domestic and overseas customers timely by utilizing its own warehouse.

JFE Shoji Group will proceed to the reconstruction of their sales strategy in Kansai region and will expand sales volume more and more in this region.

【The structure after the reorganization】

