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To whom it may concern:

Changes in Earnings Forecasts and Actual Results for Fiscal 2016 First Half and Revisions of Earnings Forecasts for Fiscal 2016

JFE Holdings, Inc. announces herewith the differences between its consolidated financial results forecasts for the first half of fiscal 2016 ending March 31, 2017, which were announced on July 29, 2016, and the actual results. JFE Holdings also announces its revised consolidated financial results forecasts for the full fiscal 2016 based on actual performance.

Differences in consolidated results in first half of fiscal 2016 (April 1 to September 30, 2016)

	Net sales (million yen)	Operating income (loss) (million yen)	Ordinary income (loss) (million yen)	Profit (loss) attributable to owners of parent (million yen)	Profit (loss) per share (yen)
Previous forecasts (A)	1,530,000	(5,000)	(20,000)	(18,000)	(31.21)
Actual results (B)	1,499,588	4,050	(10,125)	(8,417)	(14.60)
Amount of change (B-A)	(30,412)	9,050	9,875	9,583	
Change (%)	(2.0)	-	-	-	
Reference: Results in first half of FY 2015	1,713,224	49,461	48,389	29,928	51.89

Revised consolidated forecasts for fiscal 2016 (April 1, 2016 to March 31, 2017)

	Net sales (million yen)	Operating income (loss) (million yen)	Ordinary income (loss) (million yen)	Profit (loss) attributable to owners of parent (million yen)	Profit (loss) per share (yen)
Previous forecasts (A)	-	-	65,000	-	-
New forecasts (B)	3,290,000	50,000	30,000	15,000	26.01
Amount of change (B-A)	-	-	(35,000)	-	
Change (%)	-	-	(53.8)	-	
Reference: Results in FY 2015	3,431,740	90,638	64,239	33,657	58.36

■ Reasons for differences and revisions

Regarding the difference between the company's forecasts and consolidated financial results for the first half of fiscal 2016, operating income shifted into positive territory, and ordinary income and profit attributable to owners of parent both improved due mainly to increased selling prices in the steel business.

At the time when the previous earnings announcement was issued, JFE Holdings was unable to forecast its financial results for fiscal 2016 (ending March 31, 2017), except for ordinary income. In the light of more recent economic trends, however, the company was able to determine its forecasts for the fiscal year. Ordinary income was revised downward, given that a sharp hike in coking coal prices is likely to push steelmaking costs significantly higher.