

October 26, 2011

Company Name: JFE Holdings, Inc. (Code: 5411 Tokyo, Osaka and Nagoya stock exchanges in Japan)  
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To whom it may concern:

**Notice of Difference between Financial Results Forecasts and  
 Actual Results for First Half of Fiscal Year 2011 and  
 Revisions of Financial Results Forecasts for Fiscal Year 2011**

JFE Holdings, Inc. announces herewith the differences between its consolidated financial results forecasts for the first half of fiscal 2011 ending March 31, 2012, which were announced on July 27, 2011, and the actual results. Also, JFE Holdings revised its consolidated financial results forecasts for the full fiscal 2011 based on actual business performance.

**Differences in consolidated results in first half of fiscal 2011 (April 1 to September 30, 2011)**

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net income (million yen)	Net income per share (yen)
Previous forecasts (A)	1,600,000	50,000	50,000	17,000	32.02
Actual results (B)	1,569,313	52,911	50,638	(24,311)	(45.80)
Amount of change (B-A)	(30,687)	2,911	638	(41,311)	
Change (%)	(1.9)	5.8	1.3	-	
Reference: Results in first half of FY 2010	1,572,257	114,863	104,989	46,050	87.10

**Revised consolidated forecasts for fiscal 2011 (April 1, 2011 to March 31, 2012)**

	Net sales (million yen)	Operating income (million yen)	Ordinary income (million yen)	Net income (million yen)	Net income per share (yen)
Previous forecasts (A)	3,400,000	130,000	130,000	80,000	150.69
New forecasts (B)	3,360,000	100,000	100,000	20,000	37.67
Amount of change (B-A)	(40,000)	(30,000)	(30,000)	(60,000)	
Change (%)	(1.2)	(23.1)	(23.1)	(75.0)	
Reference: Results in FY 2010	3,195,560	182,810	165,805	58,608	110.73

**■Reasons for differences and revisions**

Regarding the consolidated financial results in the first half of fiscal 2011, net income was lower than forecast due partly to writing down of investment securities.

Regarding revisions in the consolidated results forecasts for fiscal 2011, despite group-wide efforts to maintain or strengthen cost reductions, in view of the steadily deteriorating supply-demand balance mainly in Asia and increasing uncertainty about the future domestic market, the profit forecasts were lowered due mainly to writing down investment securities, in addition an unexpectedly slow recovery due to the market's persistent weakness.