

Specified investment shares

Stock listings	Year ended March 31, 2021	Year ended March 31, 2020	Purpose of holding, quantitative effects of holding, and reasons for an increase in the number of shares (Note 1)	Holding of the Company's shares
	Number of shares (shares)	Number of shares (shares)		
	Balance sheet amount (millions of yen)	Balance sheet amount (millions of yen)		
Godo Steel, Ltd.	514,400	514,400	As Godo Steel, Ltd. is mainly engaged in the steel business, which is the Company's core business, and is also a joint investor in Nakayama Steel Products Co., Ltd., an equity method affiliate of the Company, the shares are held to facilitate business relationships.	Yes
	1,118	1,081		
OKAYA & CO., LTD.	62,000	62,000	As OKAYA & CO., LTD. is a major business partner of the Company's Domestic Steel operations, the shares are held to strengthen relationships involving sales transactions.	Yes
	565	499		
CHUGAI RO CO., LTD.	110,000	110,000	As CHUGAI RO CO., LTD. is a supplier of manufacturing equipment for the Company's Domestic Steel operations, the shares are held to maintain and strengthen business relationships.	Yes
	233	161		
Resona Holdings, Inc.	276,300	276,300	As Resona Bank, Ltd., one of the Company's main transaction banks, belongs to the Resona Group, the stocks are held to facilitate relationships involving financial transactions.	No (Note 2)
	128	90		
Mitsubishi UFJ Financial Group, Inc.	200,000	200,000	As MUFG Bank, Ltd., one of the Company's main transaction banks, belongs to the Mitsubishi UFJ Financial Group, cross holding shares are held to facilitate relationships involving financial transactions.	No (Note 3)
	118	81		
SEIWA CHUO HOLDINGS CORPORATION	20,000	20,000	As SEIWA CORPORATION, a major business partner of the Company's Domestic Steel operations, belongs to the SEIWA CHUO HOLDINGS Group, the shares are held to strengthen relationships involving sales transactions.	No
	54	64		
Sumitomo Mitsui Financial Group, Inc.	6,100	6,100	As Sumitomo Mitsui Banking Corporation, one of the Company's main transaction banks, belongs to the Sumitomo Mitsui Financial Group, the shares are held to facilitate relationships involving financial transactions.	No (Note 4)
	24	16		
KONDOTECH INC.	13,800	13,800	As KONDOTECH INC. is a major business partner of the Company's Domestic Steel operations, the shares are held to strengthen relationships involving sales transactions.	No
	15	13		
Shinsho Corporation	441	441	As Shinsho Corporation is a major business partner of the Company's Domestic Steel operations, the shares are held to strengthen relationships involving sales transactions.	Yes
	1	1		

(Notes) 1. It is difficult to state the quantitative effects of holding specified investment shares, so the Company states the method used to verify the rationale for the holdings. The Company determines the suitability of the holdings at the Board of Directors' meetings, etc., each fiscal year, such as verifying whether or not holding them meets the intended purpose and whether or not the benefits and risks associated with holding these shares are proportionate to the cost of capital. The Company has confirmed that all of the specified investment shares currently held are for purposes consistent with the Company's holding policy.

2. Resona Holdings, Inc. does not hold any of the Company's shares, but its subsidiary, Resona Bank, Ltd., does hold some of our shares.
3. Mitsubishi UFJ Financial Group, Inc. does not hold any of the Company's shares, but its subsidiary, MUFG Bank, Ltd., does hold some of our shares.
4. Sumitomo Mitsui Financial Group, Inc. does not hold any of the Company's shares, but its subsidiary, Sumitomo Mitsui Banking Corporation, does hold some of our shares.