

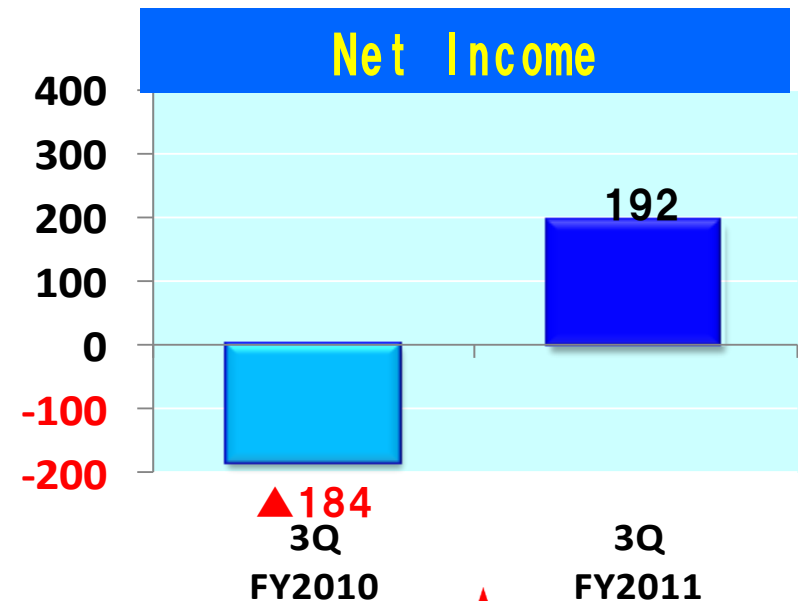
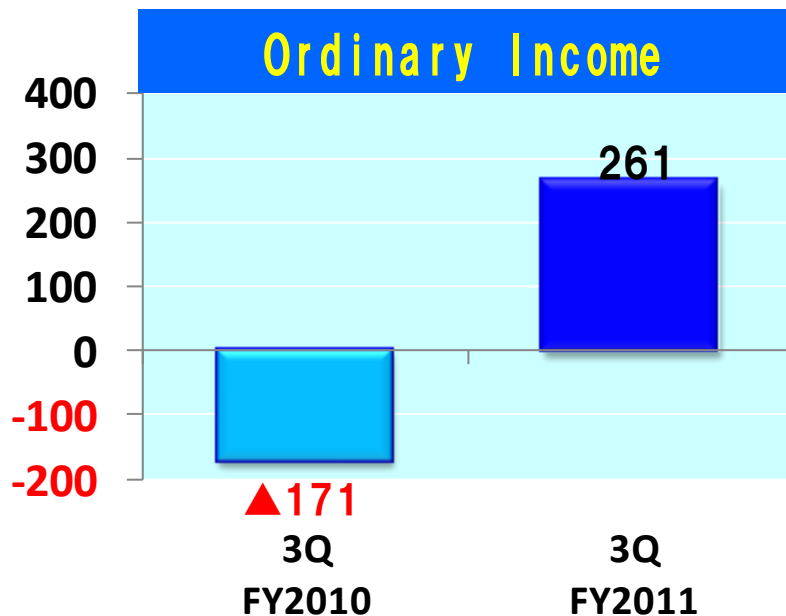
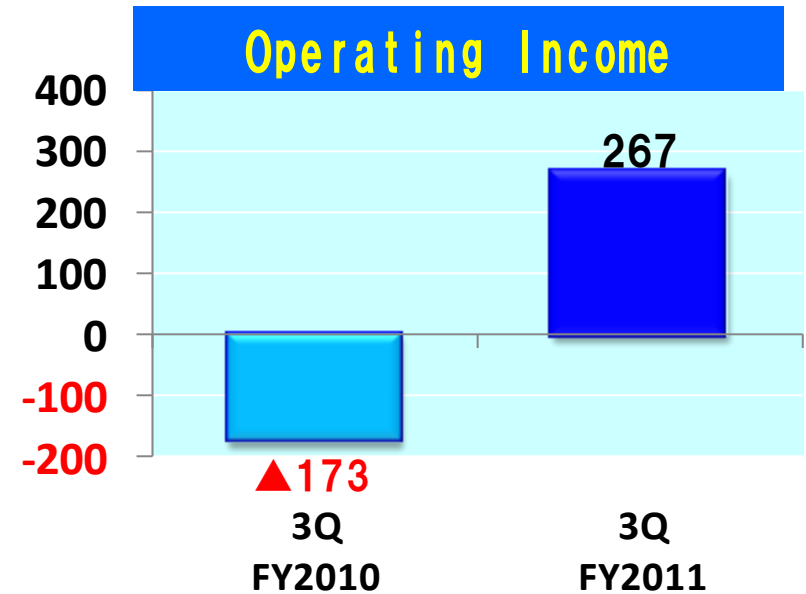
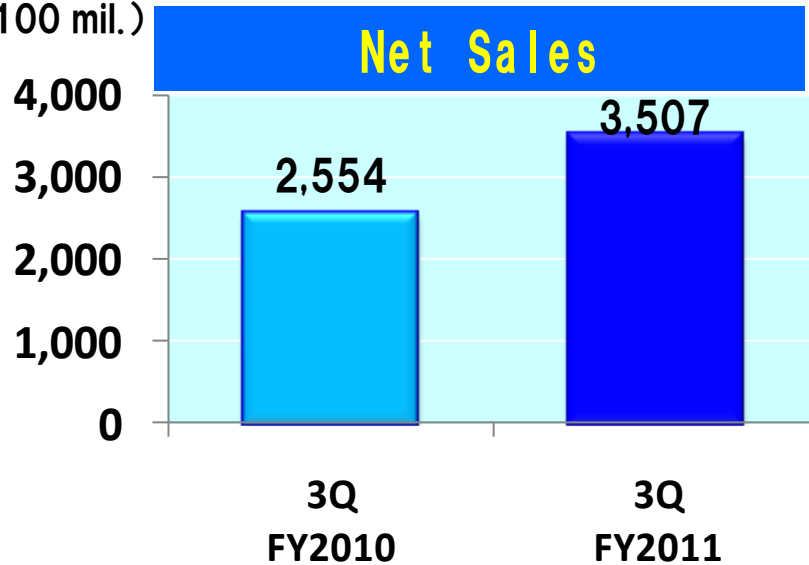
Telephone Conference Material

Fiscal Year ending March 2011 3rd Quarter Results Briefing (Oct. 1 – Dec. 31 / 2010)

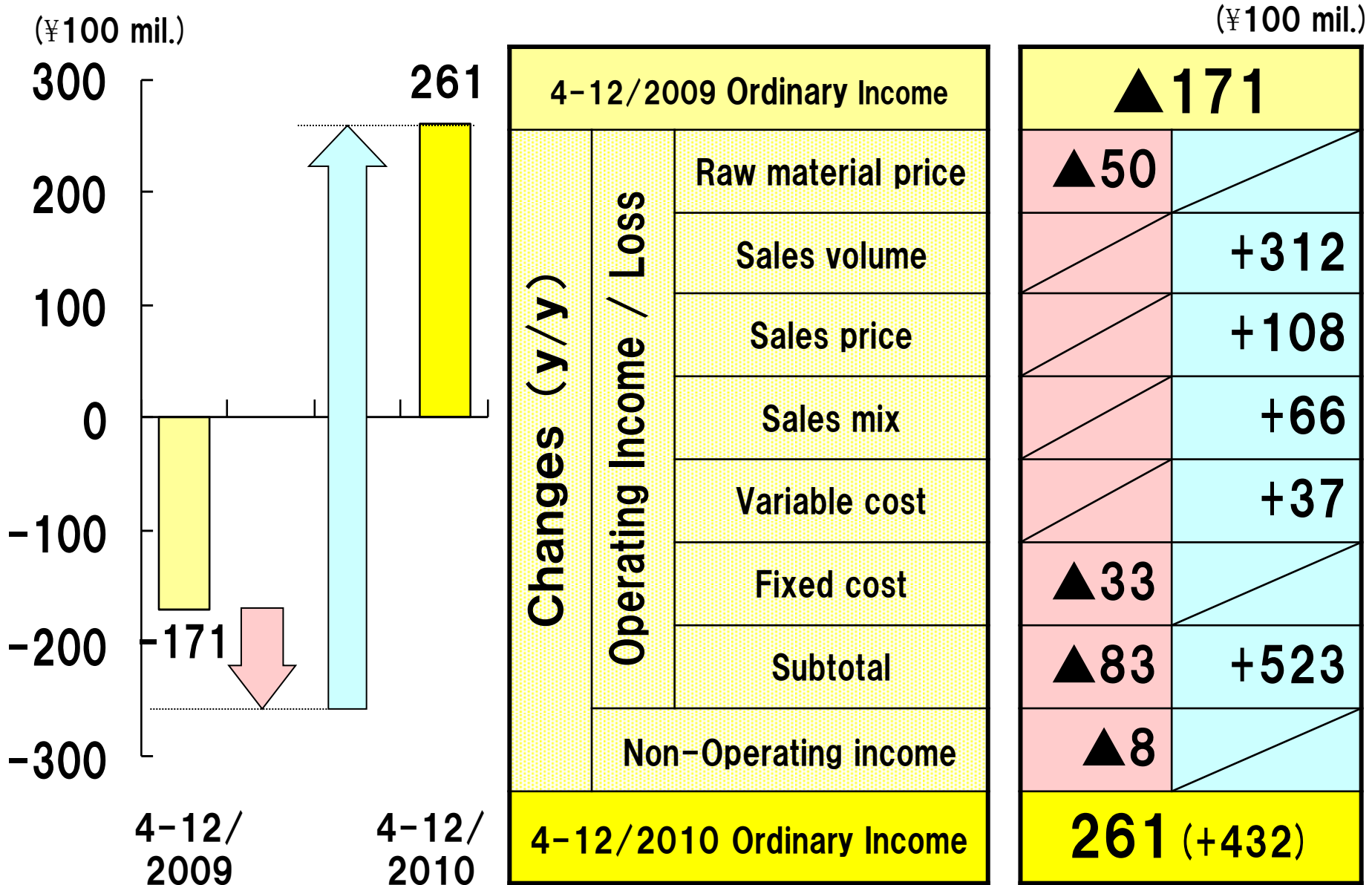
January 31th 2011

Summary of the results for 3rd quarter in FY2010

(¥100 mil.)



4-12/2010 Changes in Ordinary Income (y/y)

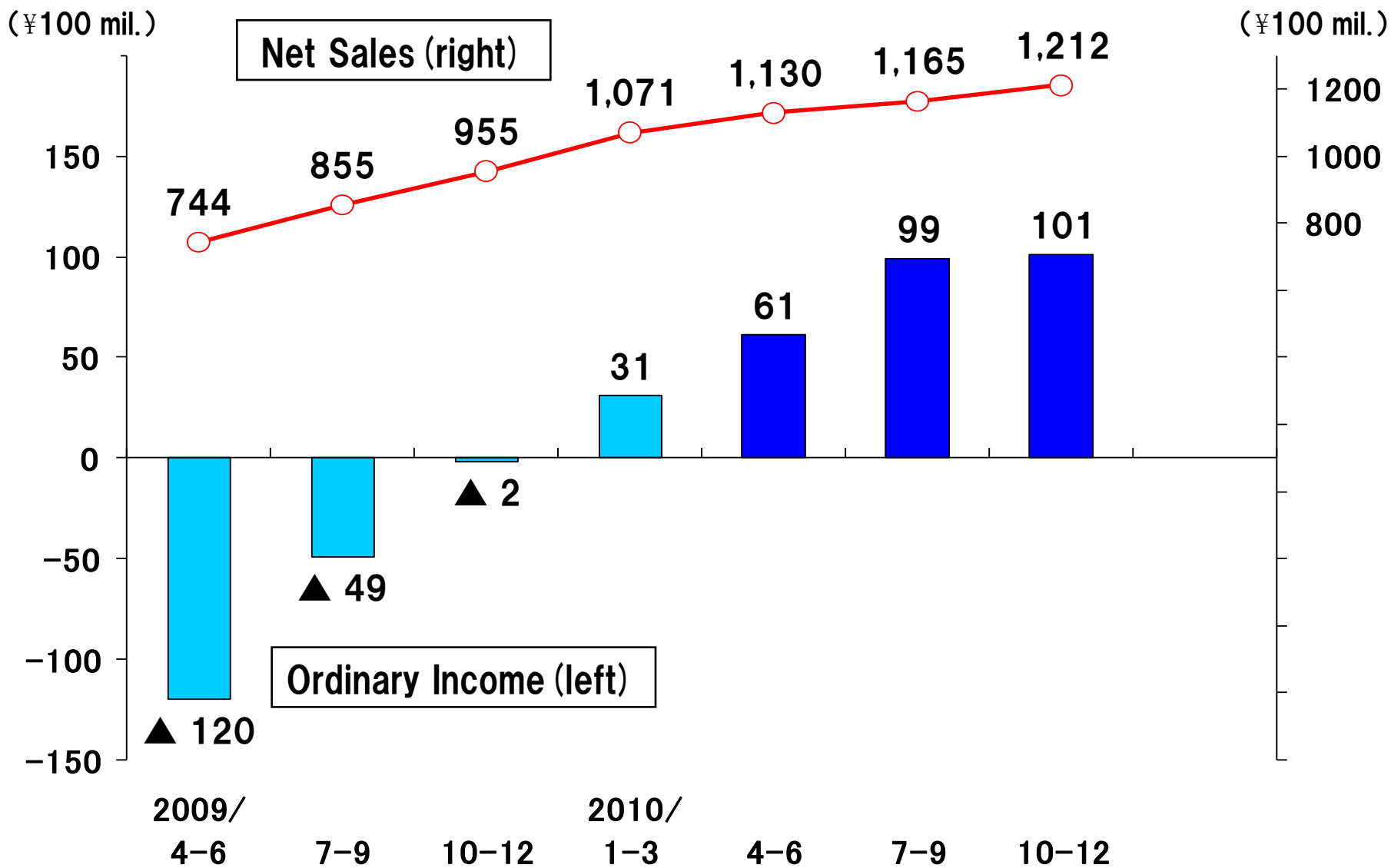


4-12/2010 Net Sales & Operating Income by Segment (y/y basis)

(¥100 mil.)

		4-12/2009 Results (A)	4-12/2010 Results (B)	y/y basis (B) - (A)
Specialty Steel	Net Sales	1,428	2,138	710
	Operating Income (Volume)	▲ 128 (620thou.t)	173 (920thou.t)	301 (300thou.t)
Electronic & Magnetic Materials	Net Sales	243	301	58
	Operating Income	▲ 26	15	41
Parts for Automobile & Industrial Equipment	Net Sales	559	766	207
	Operating Income	▲ 16	55	71
Engineering	Net Sales	194	161	-33
	Operating Income	13	11	-2
New Materials	Net Sales	48	72	24
	Operating Income	▲ 25	4	29
Trading & Service	Net Sales	82	69	-13
	Operating Income	9	9	0
Total	Net Sales	2,554	3,507	953
	Operating Income	▲ 173	267	440

Changes in Net Sales & Ordinary Income (Quarterly)



4-12/2010 Net Sales & Operating Income by Segment (Quarterly)

(¥100 mil.)

		10年度		
		1Q Results	2Q Results	3Q Results
Specialty Steel	Net Sales	700	704	734
	Operating Income (Volume)	36 (301thou.t)	70 (305thou.t)	67 (314thou.t)
Electronic & Magnetic Materials	Net Sales	96	96	109
	Operating Income	8	3	4
Parts for Automobile & Industrial Equipment	Net Sales	244	255	267
	Operating Income	14	18	23
Engineering	Net Sales	46	62	53
	Operating Income	0	8	3
New Materials	Net Sales	21	25	26
	Operating Income	1	▲ 1	4
Trading & Service	Net Sales	23	23	23
	Operating Income	3	3	3
Total	Net Sales	1,130	1,165	1,212
	Operating Income	62	101	104

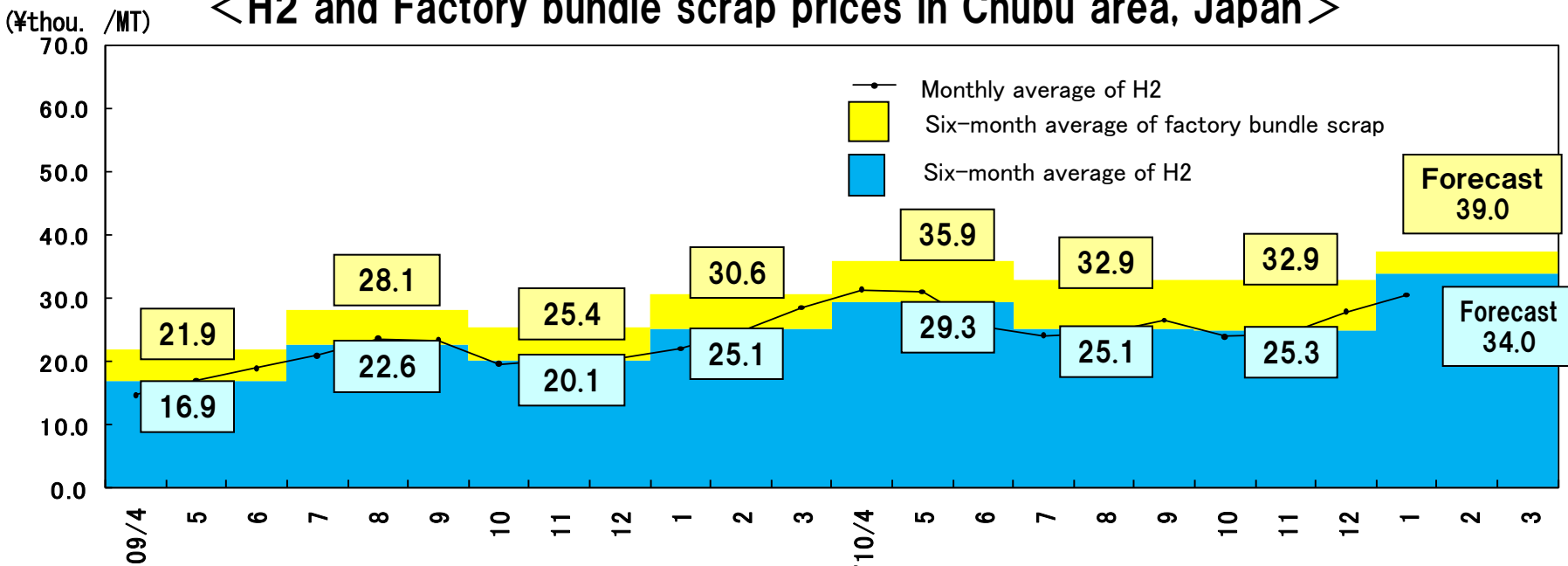
FY2011 Net Sales & Operating Income by Segment

(¥100 mil.)

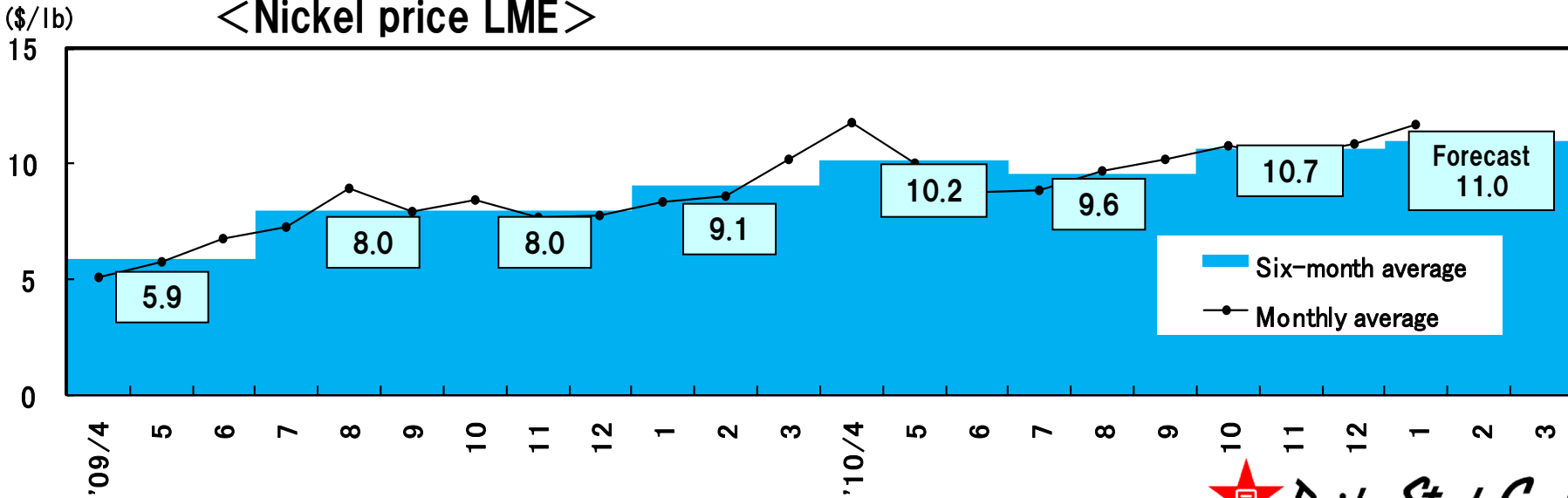
		4-9/2010	10/2010-3/2011		Progress rate of Operating Income
		Results	3Q Results	Plan (At the time of October)	
Specialty Steel	Net Sales	1,404	734	1,375	82%
	Operating Income (Volume)	106 (606thou.t)	67 (314thou.t)	82 (586thou.t)	
Electronic & Magnetic Materials	Net Sales	192	109	215	44%
	Operating Income	11	4	9	
Parts for Automobile & Industrial Equipment	Net Sales	499	267	504	70%
	Operating Income	32	23	33	
Engineering	Net Sales	108	53	121	60%
	Operating Income	8	3	5	
New Materials	Net Sales	46	26	43	133%
	Operating Income	0	4	3	
Trading & Service	Net Sales	46	23	47	60%
	Operating Income	6	3	5	
Total	Net Sales	2,295	1,212	2,305	76%
	Operating Income	163	104	137	

Market Trend of Raw Materials (Scrap Steel Prices & Nickel LME)

<H2 and Factory bundle scrap prices in Chubu area, Japan>



<Nickel price LME>



Forecast of Raw Materials and Exchange rate (Second half of FY2011)

UNIT	10-12/2010 Results (Difference from the initial plan)	1-3/2011 Forecast (Difference from the initial plan)
Scrap steel Upper:H2 Lower:Factory bundle	¥thou./ MT	25.3 (-2.7) 32.9 (-0.1)
Nickel (LME)	\$/LB	10.7 (+0.7)
Molybdenum (MW)	\$/LB	15.7 (-2.3)
Chrome (South African price quotation)	¢ /LB	138.0 (-6.0)
Exchange rate	¥/\$	82.6 (-2.4)

("Difference from the initial plan" is a comparison with
the forecast at the time of Oct. 29th.)

4-12/2010 Extraordinary Income/Loss and Net Income

(¥100 mil.)

FY2011 3rd quarter results (4-12/2010) Ordinary income	261
Extraordinary income / loss	▲3
Income taxes and minority interests	▲66
FY2011 3rd quarter results (4-12/2010) Net income	192

(Note)

Figures such as the business forecasts described in this document are based on specific assumptions which are predictable under the present state.

However, changes in circumstances could lead to different business outcomes, so blind reliance on this data as decision criterion is not recommended.

Also predicted figures can be changed in the future without prior notice. All use of this document is at the volition and discretion of the user. Please be aware that our company shall not assume any responsibility for the results of using the information in this document.