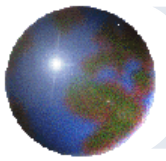


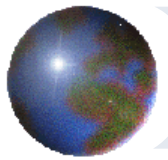
Recent Market Developments in the Japanese Steel Industry

- **The Japan Iron and Steel Federation (JISF)**
- **82nd Session of the OECD STEEL COMMITTEE,
Paris 23-24 March 2017**



Outline

- 1. The Japanese Economy (GDP)**
- 2. Crude Steel Supply and Demand**
- 3. Development of Key Steel-Using Sectors(1):
Overview**
- 4. Development of Key Steel-Using Sectors(2):
Construction**
- 5. Development of Key Steel-Using Sectors(3):
Manufacturing**
- 6. Domestic Supply and Demand for Ordinary Steel
Products**



The Japanese Economy

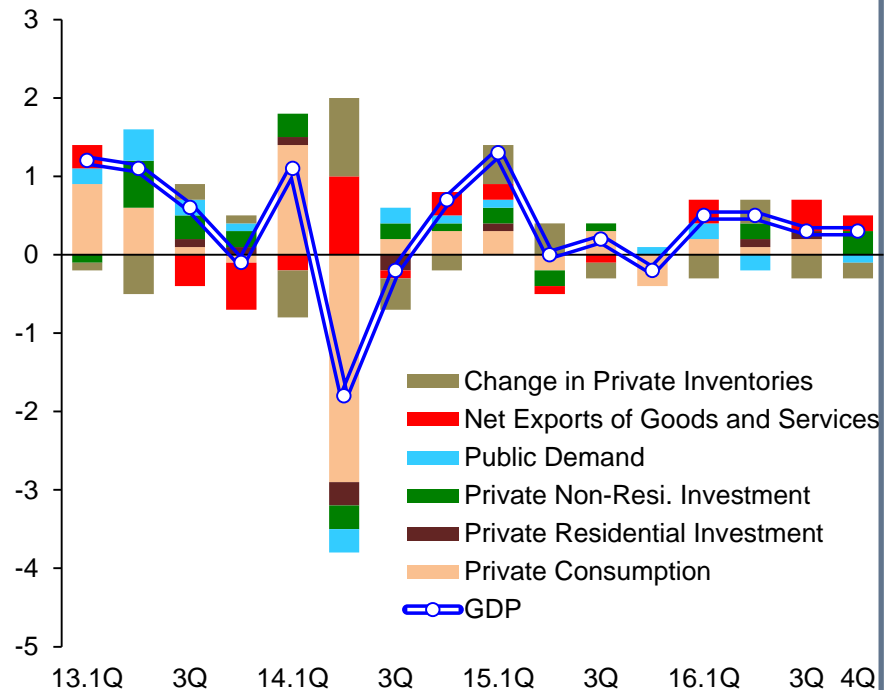
Real GDP Growth Rate

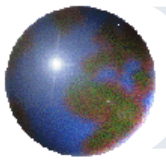
(Percentage change over the previous term, with seasonal adjustment/ YOY , %)

	15CY	16. I	16.II	16.III	16.IV	16CY
GDP	+1.2	+0.5	+0.5	+0.3	+0.3	+1.0
Private Consumption	-0.4	+0.4	+0.2	+0.3	+0.0	+0.4
Private Residential Investment	-1.6	+1.5	+3.3	+2.4	+0.1	+5.6
Non-Resi. Investment	+1.1	-0.2	+1.4	-0.1	+2.0	+1.4
Public Investment	-2.2	-1.2	+1.0	-0.9	-2.5	-3.0
Export	+3.0	+0.9	-1.2	+2.1	+2.6	+1.2
Import	+0.1	-1.1	-1.0	-0.3	+1.3	-1.7

Source:Cabinet Office

(Percentage change over the previous term, with seasonal adjustment, %)



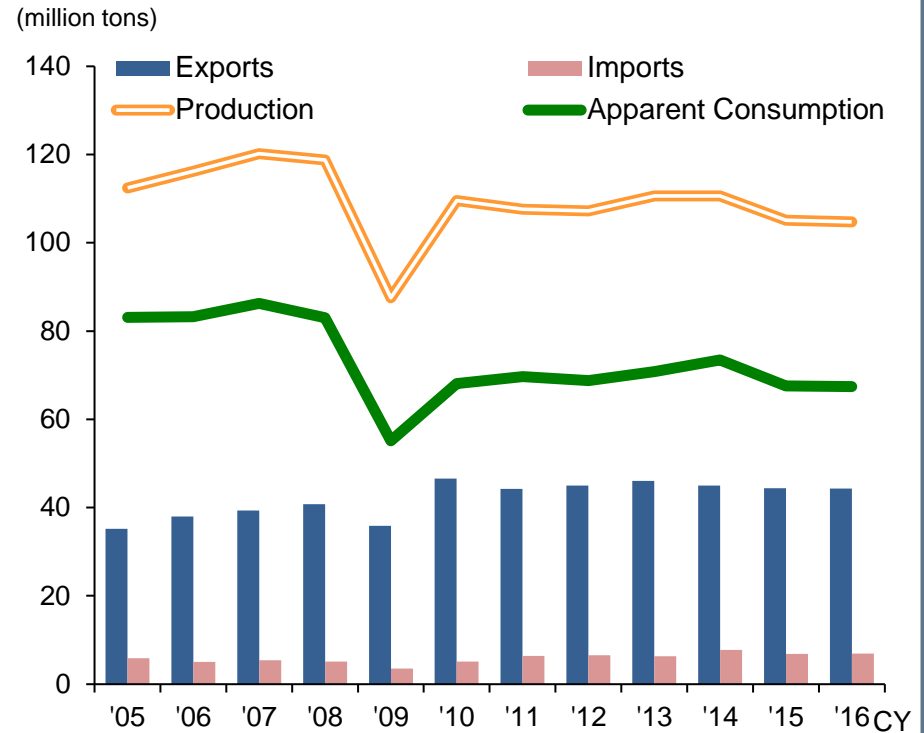


Crude Steel Supply and Demand

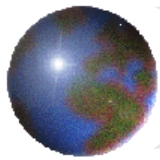
Crude Steel Supply and Demand

((million tons, %))

	2014		2015		2016	
		YOY		YOY		YOY
Apparent Consumption	73.4	+3.7	67.6	-8.0	67.4	-0.2
Production	110.7	+0.1	105.1	-5.0	104.8	-0.3
Exports	45.0	-2.4	44.4	-1.2	44.3	-0.2
Imports	7.7	+22.9	6.8	-11.7	7.0	+1.7

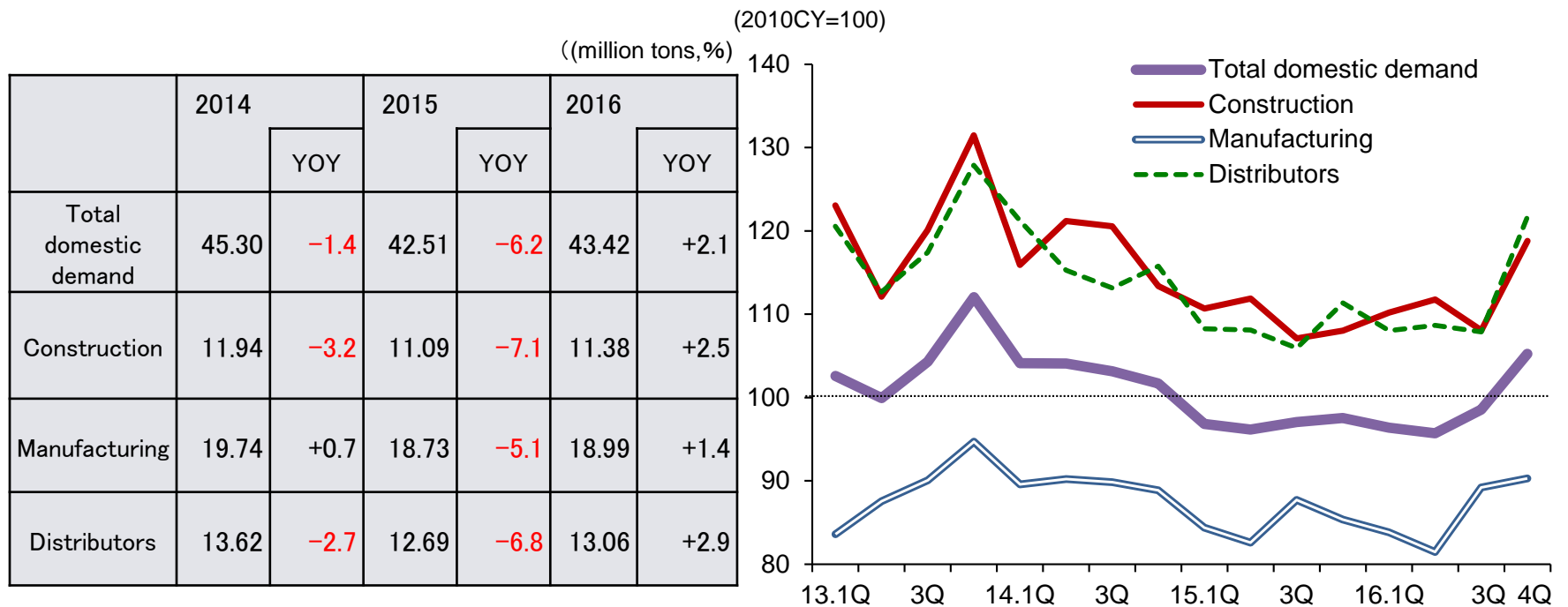


Source: METI, MOF, JISF

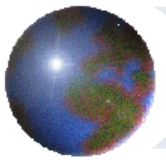


Development of Key Steel-Using Sectors (1): Overview

Order of Ordinary Steel Products



Source:JISF



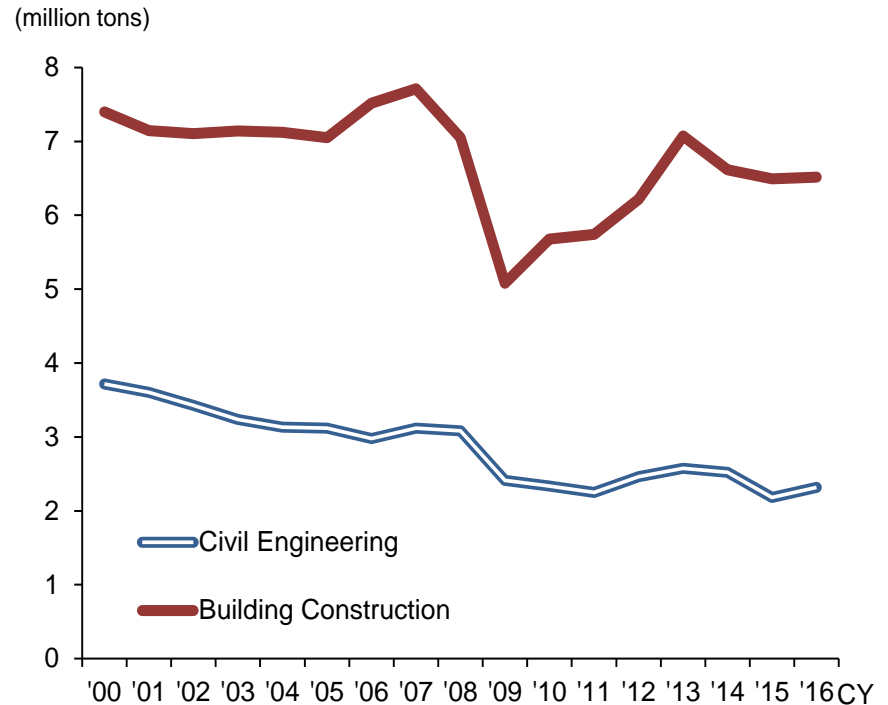
Development of Key Steel-Using Sectors (2): Construction

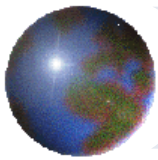
Order of Ordinary Steel Products (For Construction)

((million tons,%))

	2014		2015		2016	
		YOY		YOY		YOY
Civil engineering	2.52	-2.2	2.18	-13.4	2.32	+6.2
Building construction	6.61	-6.5	6.49	-1.8	6.52	+0.4
Other construction	2.81	+4.3	2.42	-13.8	2.55	+5.1

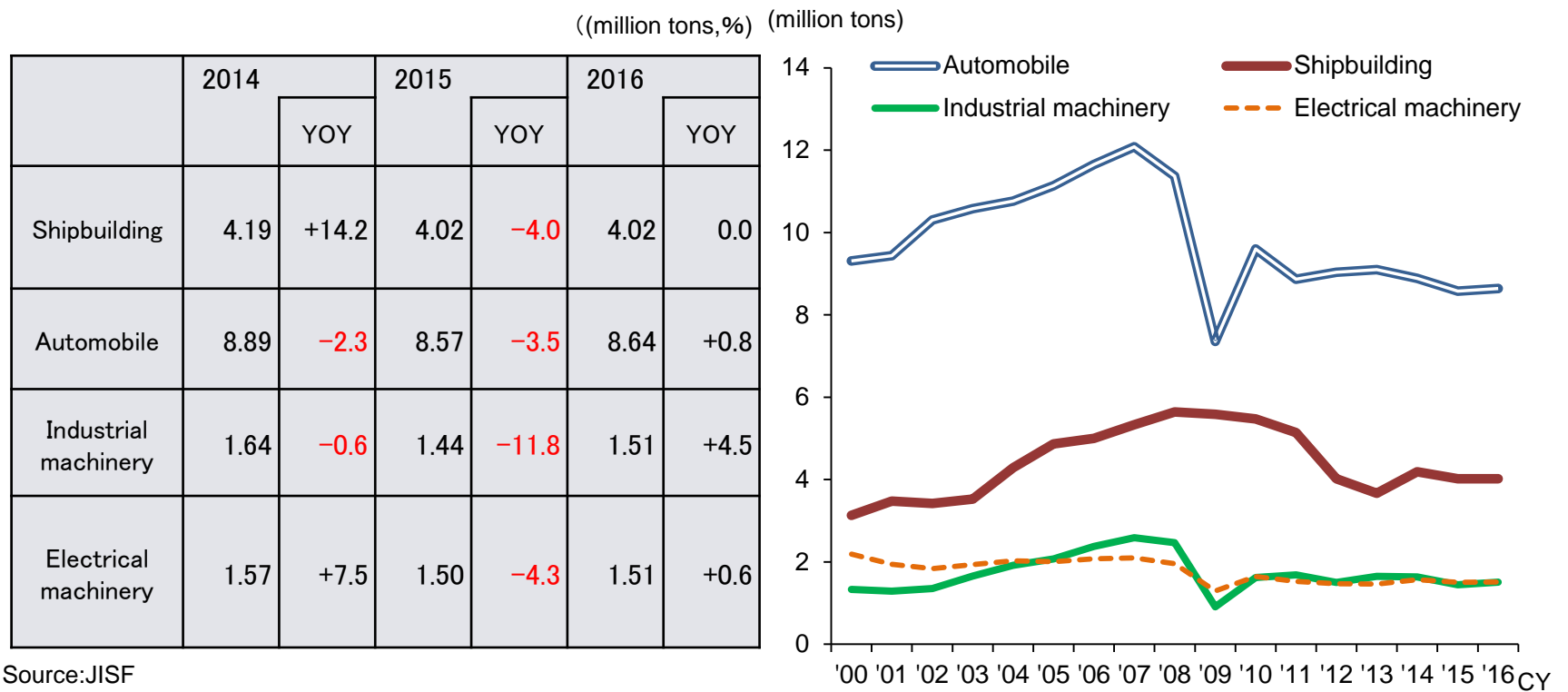
Source:JISF

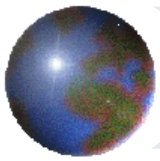




Development of Key Steel-Using Sectors (3): Manufacturing

Order of Ordinary Steel Products (For Manufacturing)





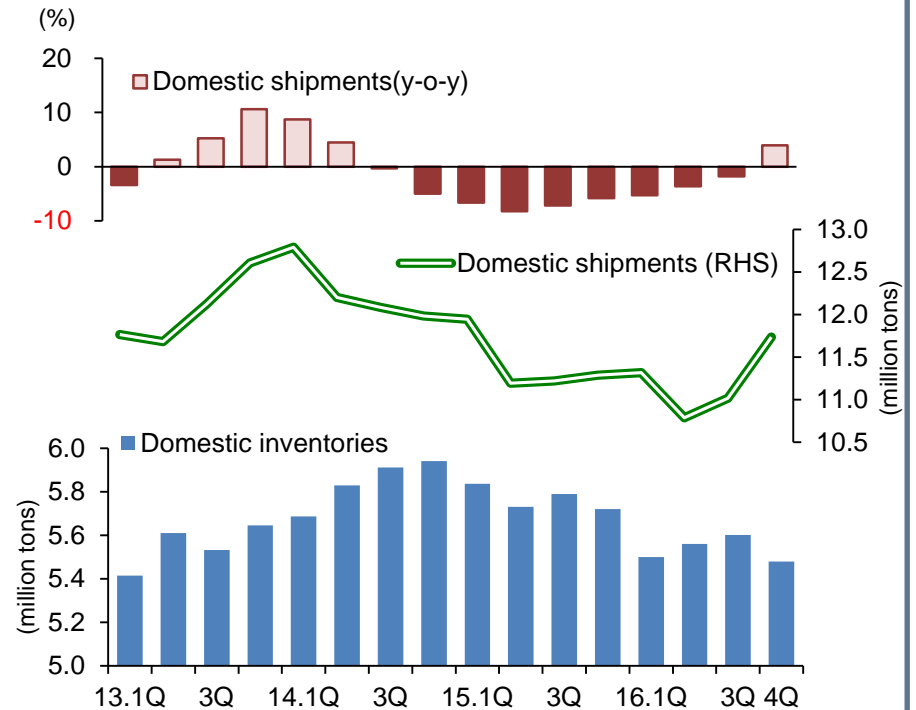
Domestic Supply and Demand for Ordinary Steel Products

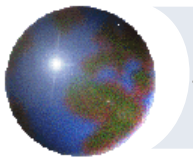
Domestic Shipments/ Inventories

((million tons,%))

	2014		2015		2016	
		YOY		YOY		YOY
Ordinary Steel production	75.55	+0.1	72.74	-3.7	71.58	-1.6
Domestic shipments	49.06	+1.8	45.65	-7.0	44.85	-1.8
Domestic inventories	5.94	+5.2	5.72	-3.7	5.47	-4.3

Source:METI,, JISF





Thank you for your attention.