

Extraordinary Report (Kobe Steel, Ltd.)

(June 24, 2019)

(TRANSLATION)

Editor's notes:

- 1 Please note that the official text of this document has been prepared in Japanese. The information herein stated is provided only for reference purposes. Kobe Steel, Ltd. ("the Company") is not responsible for the accuracy of the information. To the extent there is any discrepancy between the English translation and original Japanese version, please refer to the Japanese version.
- 2 On June 20, 2019, the Company filed its Extraordinary Report (Rinji Houkokusho) with the Director-General of the Kanto Financial Bureau in Japan in connection with the Company's shareholders' voting results for the proposals voted upon at the 166th General Meeting of Shareholders.

1. Reason for submitting the Extraordinary Report

As the matters to be voted upon were resolved at the 166th General Meeting of Shareholders dated June 20, 2019, the Company hereby submit this Extraordinary Report in accordance with the Article 24-5, Paragraph 4 of the Financial Instruments and Exchange Act and Article 19, Paragraph 2, Item 9-2 of the Cabinet Office Ordinance on Disclosure of Corporate Affairs.

2. Contents

(1) Date of the General Meeting of Shareholders (“the Meeting”)

June 20, 2019

(2) Contents of Matters to be Voted upon

Proposal No.1: Election of eleven (11) Directors (excluding Directors who are Audit & Supervisory Committee Members)

Mitsugu Yamaguchi, Yoshinori Onoe, Fusaki Koshiishi, Takao Ohama, Koichiro Shibata, Shohei Manabe, Jiro Kitagawa, Yoshihiko Katsukawa, Takao Kitabata, Hiroyuki Bamba, Yumiko Ito have been elected as Directors (excluding Directors who are Audit & Supervisory Committee Members).

Proposal No.2: Election of one (1) Director who is a substitute Audit & Supervisory Committee Member

Kunio Miura has been elected as a substitute Audit & Supervisory Committee Member.

(3) The number of voting rights concerning the indication of “For”, “Against” or “Abstain” as to matters to be voted upon, requirements for the approval and results.

Matters to be voted upon	For	Against	Abstain	Ratio of affirmative votes	Results
Proposal No.1					
Mitsugu Yamaguchi	2,330,824	210,895	310	90.31%	Approved
Yoshinori Onoe	2,513,930	26,567	1,539	97.40%	Approved
Fusaki Koshiishi	2,514,144	26,353	1,539	97.41%	Approved
Takao Ohama	2,514,502	25,995	1,539	97.43%	Approved
Koichiro Shibata	2,514,525	25,972	1,539	97.43%	Approved
Shohei Manabe	2,514,138	26,359	1,539	97.41%	Approved
Jiro Kitagawa	2,514,534	25,963	1,539	97.43%	Approved
Yoshihiko Katsukawa	2,514,517	25,980	1,539	97.43%	Approved
Takao Kitabata	2,503,644	36,884	1,507	97.00%	Approved
Hiroyuki Bamba	2,528,932	12,796	310	97.98%	Approved
Yumiko Ito	2,531,023	10,705	310	98.07%	Approved
Proposal No.2	2,532,024	10,379	310	98.10%	Approved

Note 1

Conditions necessary for the approval of proposals:

Proposal 1 and 2 require that 1) the number of total voting rights held by shareholders who attended the General Meeting of Shareholders equals or exceeds one-third of the voting rights held by shareholders eligible for exercising their voting rights, and 2) the majority of the voting rights exercised by shareholders who attended the General Meeting of Shareholders are affirmative.

Note 2

Number of voting rights held by shareholders who can exercise their voting rights at a general meeting of shareholders:3,611,441

Note 3

In calculating the ratio, the number of voting rights includes the voting rights exercised in advance that the manifestation of intention is judged to be invalid.

(4) Reasons for not including some of the voting rights exercised by shareholders who attended the General Meeting of Shareholders in the number of affirmative votes, negative votes or abstentions

The resolutions were legally approved pursuant to the Companies Act because the conditions necessary for the approval of each proposal were satisfied when a certain number of votes of the shareholders who attended the General Meeting of Shareholders were confirmed as affirmative, negative or abstentions by the Company, in addition to the voting rights exercised in writing using their voting forms and via electronic media (including the Internet) by the day prior to the date of the General Meeting of Shareholders. Therefore, the number of affirmative votes, negative votes and abstentions does not include the number of voting rights exercised by shareholders who attended the General Meeting of Shareholders but were not confirmed as any one of these three.