

UNITED STATES
SECURITIES

Dated: April 29, 2008

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billion U.S. dollar-denominated intercompany loan to a European affiliate, partially offset by euro-U.S. dollar derivatives activity. Net interest and other financial costs will continue to include foreign currency accounting remeasurement effects, partially offset by the use of euro-U.S. dollar derivatives. At March 31, 2008, U. S. Steel had open euro-U.S. dollar forward sales contracts with a total notional value of approximately \$571 million.

During the first quarter of 2008, we repurchased 305,000 shares of common stock for \$33 million.

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Reportable Segments and Other Businesses

Management believes segment income from operations is a key measure to evaluate ongoing operating results and performance. Segment income from operations was \$327 million, or \$48 per ton, in the first quarter of 2008, compared with \$257 million, or \$43 per ton, in the fourth quarter of 2007 and \$385 million, or \$76 per ton, in the first quarter of 2007.

Segment income for Flat-rolled improved significantly from the fourth quarter of 2007. Flat-rolled operated at 92 percent of capability in the first quarter of 2008 compared to 82 percent in the fourth quarter, and shipments increased to 4.7 million net tons due to the higher operating rate and the inclusion of full-quarter results for USSC. Prices increased by \$19 per net ton to \$646 and reflected the initial effects of rapidly increasing spot prices and higher shipments of semi-finished and hot-rolled product, principally from USSC. Raw materials and energy costs also increased.

Results for U. S. Steel Europe were also substantially improved from the fourth quarter of 2007. Cost efficiencies from a record operating performance of 103 percent of capability helped offset the rapid rise in raw materials costs. Results also reflected a 253,000 net ton increase in shipments and a \$39 per net ton increase in realized prices, including favorable foreign currency effects.

Tubular results decreased from the fourth quarter mainly due to the rapid increases in costs for semi-finished steel, which were not recovered through price increases during the quarter.

Normal seasonal effects at our iron ore operations in Minnesota caused the decline in results for Other Businesses.

Outlook

Looking ahead to the second quarter, Surma said, "We expect that segment income from operations will increase substantially compared to the first quarter of 2008 as realized price increases are expected to surpass continuing increases in scrap and other raw materials costs."

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Second quarter Flat-rolled results are expected to improve significantly from the first quarter as higher spot prices are realized throughout the quarter. Operating levels and shipments are expected to be comparable to the first quarter, while raw materials and energy costs are expected to increase.

For USSE, we expect second quarter results to be higher than the first quarter on increased prices and comparable operating and shipping levels, despite higher raw materials costs.

We expect second quarter Tubular results to improve over the first quarter as higher prices and shipments are partially offset by further increases in costs, principally for semi-finished steel.

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UNITED STATES STEEL CORPORATION
OTHER FINANCIAL DATA (Unaudited)

Cash Flow Data	(In millions)	Quarter Ended March 31	
		2008	2007
Cash provided by operating activities:			
Net income		\$ 235	\$ 273
Depreciation, depletion and amortization		156	111
Pensions and other postretirement benefits		(110)	(49)
Working capital changes		30	(36)
Other operating activities		(74)	22
		-----	-----
Total		237	334
		-----	-----
Cash used in investing activities:			
Capital expenditures		(127)	(108)
Disposal of assets		4	5
Other investing activities		(24)	(4)
		-----	-----
Total		(147)	(107)
		-----	-----
Cash used in financing activities:			
Repayment of debt		(3)	(53)
Common stock issued		4	5
Common stock repurchased		(33)	(25)
Dividends paid		(29)	...on stock..... on n..

Tubular(b)	51	83	102
Other Businesses(c)	(5)	36	2
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Segment Income from Operations	327	257	385
Retiree benefit expenses(d)	1	(15)	(39)
Other items not allocated to segments:			
Litigation reserve	(45)	-	-
Flat-rolled inventory transition effects	(17)	(58)	-
Tubular inventory transition effects ...	-	(11)	-
Workforce reduction charges	-	(57)	-
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Total Income from Operations	\$ 266	\$ 116	\$ 346
CAPITAL EXPENDITURES			
Flat-rolled(a)	\$ 83	\$ 79	\$ 50
U. S. Steel Europe	32	86	30
Tubular(b)	4	10	2
Other Businesses(c)	8	40	26
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Total	\$ 127	\$ 215	\$ 108

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- (a) Includes the results of the businesses acquired from Stelco Inc. as of October 31, 2007, excluding the iron ore and real estate interests.
- (b) Includes the results of the businesses acquired from Lone Star Technologies, Inc. as of June 14, 2007.
- (c) Includes the results of the iron ore and real estate interests acquired from Stelco Inc. as of October 31, 2007.
- (d) The first quarter of 2007 includes certain profit-based expenses for former National employees pursuant to provisions of the 2003 labor agreement with the United Steelworkers.

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UNITED STATES STEEL CORPORATION
PRELIMINARY SUPPLEMENTAL STATISTICS (Unaudited)

(Dollars in millions)	Quarter Ended		
	March 31 2008	Dec. 31 2007	March 31 2007

OPERATING STATISTICS			
Average realized price: (\$/net ton)(a)			
Flat-rolled(b).....	\$ 646	\$ 627	\$ 650
U. S. Steel Europe.....	791	752	669
Tubular(c).....	1,297	1,299	1,435
Steel Shipments:(a)(d)			
Flat-rolled Products.....	4,701	4,146	3,188
U. S. Steel Europe.....	1,638	1,385	1,652
Tubular Products.....	433	427	247
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Total Steel Shipments.....	6,772	5,958	5,087
Intersegment Shipments:(d)			
Flat-rolled to Tubular.....	445	314	174
Raw Steel Production:(d)			
North American facilities.....	5,558	4,681	3,713
U. S. Steel Europe.....	1,908	1,467	1,799
Raw Steel Capability Utilization:(e)			
North American facilities.....	91.7%	82.0%	77.6%
U. S. Steel Europe.....	103.4%	78.6%	98.2%

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- (a) Excludes intersegment shipments.
- (b) Includes the results of the businesses acquired from Stelco Inc. as of October 31, 2007, excluding the iron ore and real estate interests.
- (c) Includes the results of the businesses acquired from Lone Star Technologies, Inc. as of June 14, 2007.
- (d) Thousands of net tons.
- (e) Based on annual raw steel production capability of 19.4 million net tons for North American facilities prior to October 31, 2007 and 24.3 million net tons thereafter, and 7.4 million net tons for U. S. Steel Europe.