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December 31, 2018 and 2017

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USS 401(k) Plan for USW-Represented Employees

Statements of Net Assets Available for Benefits
 (\$ in thousands)

	December 31,	
	2018	2017
Assets		

USS 401(k) Plan for USW-Represented Employees

NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017

1. **Plan description** - The following description provides general information regarding the USS 401(k) Plan for USW-Represented Employees (the Plan), a defined contribution plan. The Plan covers full-time employees of United States Steel Corporation (USS or Plan Sponsor) and certain Employing Companies (collectively,



USS 401(k) Plan for USW-Represented Employees

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discounted cash flow model which considers recent fee bids as determined by recognized dealers, discount rate and the duration of the underlying portfolio of securities. Underlying debt securities for which quotations are readily available are valued at their most recent bid prices in the principal market in which such securities are normally traded. MIP II consists of seven wrap contracts, which calls for the application of ASC 962-325 (Plan Accounting-Defined Contribution Pension Plans - Investments - Other) for valuation purposes. MIP II is classified as a common collective trust and is classified as an investment measured at net asset value since a market price is not available for this investment in an active market.

As an investment option in the Plan, there are no restrictions on redemptions for this fund. If the Plan were to initiate a full redemption of the collective trust, then the investment adviser reserves the right to temporarily delay withdrawal from the trust to ensure that securities liquidations will be carried out in an orderly business manner. There are no unfunded commitments related to this investment.

Because the wrap contracts are fully benefit-responsive, contract value is the relevant measurement attribute for that portion of the net assets available for benefits attributable to the wrap contracts. Contract value, as reported to the Plan by the wrap contract issuers, represents contributions made under the contract, plus earnings, less participant withdrawals and administrative expenses.

Participants are not permitted to make a direct exchange between the MIP II and the Federated U.S. Treasury Cash Reserves Fund - Institutional Shares because they are competing funds. However, a participant may move funds between these two investment options after they first exchange their funds to a non-competing fund for at least 90 days. These requirements are commonly imposed by issuers such as insurance companies, banks, or other applicable providers.



USS 401(k) Plan for USW-Represented Employees

**NOTES TO FINANCIAL STATEMENTS
December 31, 2018 and 2017**

Investments at Fair Value at December 31, 2017		
(\$ in thousands)		
Asset Classes	Total	Quoted Prices(Level 1)
Interest-bearing cash	\$ 18,932	\$ 18,932
Common stock	75,343	75,343
Mutual Funds	753,863	753,863
Total assets in the fair value hierarchy	\$ 848,138	\$ 848,138
Investments measured at net asset value (a)	120,378	
Investments at fair value	\$ 968,516	

- (a) In accordance with Subtopic 820-10, certain investments that were measured at net asset value per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the line items presented in the Statement of Net Assets Available for Benefit. These investments represent holdings in the stable value common collective trust.

CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

We hereby consent to the incorporation by reference in the Registration Statement on Form S-8 (No. 333-231215) of United States Steel Corporation of our report dated June 10, 2019 relating to the financial statements and supplemental information of United States Steel Corporation.