

NATIONAL STEEL CO
Form 6-K
January 26, 2018

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 6-K

Report of Foreign Private Issuer
Pursuant to Rule 13a-16 or 15d-16 of the
Securities Exchange Act of 1934

For the month of January, 2018
Commission File Number 1-14732

COMPANHIA SIDERÚRGICA NACIONAL

(Exact name of registrant as specified in its charter)

National Steel Company

(Translation of Registrant's name into English)

Av. Brigadeiro Faria Lima 3400, 20º andar
São Paulo, SP, Brazil
04538-132

(Address of principal executive office)

Indicate by check mark whether the registrant files or will file annual reports
under cover Form 20-F or Form 40-F. Form 20-F Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby
furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes No

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1**

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Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
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Company Information / Capital Breakdown

Number of Shares	Current Quarter
(Units)	09/30/2017
Paid-in Capital	
Common	1,387,524,047
Preferred	0
Total	1,387,524,047
Treasury Shares	
Common	30,391,000
Preferred	0
Total	30,391,000

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Balance Sheet - Assets
(R\$ thousand)**

Code	Description	Current Quarter 09/30/2017	Previous Year 12/31/2016
1	Total Assets	41,160,548	41,716,949
1.01	Current assets	7,609,732	7,989,806
1.01.01	Cash and cash equivalent	668,438	1,466,746
1.01.02	Financial investments	726,741	758,433
1.01.02.02	Financial investments at amortized cost	726,741	758,433
1.01.03	Trade receivables	2,868,348	2,624,853
1.01.04	Inventory	2,748,074	2,504,230
1.01.08	Other current assets	598,131	635,544
1.02	Non-current assets	33,550,816	33,727,143
1.02.01	Long-term assets	1,480,654	1,395,962
1.02.01.09	Other non-current assets	1,480,654	1,395,962
1.02.02	Investments	22,549,492	22,703,508
1.02.03	Property, plant and equipment	9,458,020	9,580,126
1.02.04	Intangible assets	62,650	47,547

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Balance Sheet – Liabilities
(R\$ thousand)**

Code	Description	Current Quarter 09/30/2017	Previous Year 12/31/2016
2	Total liabilities	41,160,548	41,716,949
2.01	Current liabilities	6,704,186	4,108,798
2.01.01	Payroll and related taxes	161,905	135,676
2.01.02	Trade payables	1,657,411	1,312,183
2.01.03	Tax payables	79,728	66,445
2.01.04	Borrowings and financing	4,222,977	2,051,882
2.01.05	Other payables	514,925	464,531
2.01.06	Provisions	67,240	78,081
2.01.06.01	Provision for tax, social security, labor and civil risks	67,240	78,081
2.02	Non-current liabilities	27,760,850	31,413,623
2.02.01	Long term Borrowings and financing	24,454,575	28,196,893
2.02.02	Other payables	56,204	76,499
2.02.03	Deferred Taxes	571,070	587,357
2.02.04	Provisions	2,679,001	2,552,874
2.02.04.01	Provision for tax, social security, labor and civil risks	552,768	548,537
2.02.04.02	Other provisions	2,126,233	2,004,337
2.02.04.02.03	Provision for environmental liabilities and decommissioning of assets	215,858	265,772
2.02.04.02.04	Pension and healthcare plan	719,266	719,266
2.02.04.02.05	Provision for losses on investments	1,191,109	1,019,299
2.03	Shareholders' equity	6,695,512	6,194,528
2.03.01	Share Capital	4,540,000	4,540,000
2.03.02	Capital reserves	30	30
2.03.04.02	Earnings reserves	238,976	238,976
2.03.04.09	Treasury shares	(238,976)	(238,976)
2.03.05	Accumulated profit/(losses)	(1,649,259)	(1,301,961)
2.03.08	Other comprehensive income	3,804,741	2,956,459

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Statements of Income
(R\$ thousand)**

Code	Description	Current	Year to date	Same quarter	YTD previous
		Quarter	Year to date	previous year	year
		07/01/2017 to	01/01/2017 to	07/01/2016 to	01/01/2016 to
		09/30/2017	09/30/2017	09/30/2016	09/30/2016
3.01	Revenues from sale of goods and rendering of services	2,878,254	7,672,028	2,288,121	6,457,435
3.02	Costs from sale of goods and rendering of services	(2,432,348)	(6,439,752)	(1,825,749)	(5,370,811)
3.03	Gross profit	445,906	1,232,276	462,372	1,086,624
3.04	Operating expenses/income	(268,582)	(330,911)	150,220	(1,364,026)
3.04.01	Selling expenses	(186,675)	(549,437)	(141,831)	(448,060)
3.04.02	General and administrative expenses	(28,212)	(148,272)	(87,854)	(283,481)
3.04.04	Other operating income	6,170	11,834	152,150	156,720
3.04.05	Other operating expenses	(74,616)	(196,087)	(85,595)	(295,588)
3.04.06	Equity in results of affiliated companies	14,751	551,051	313,350	(493,617)
3.05	Profit before financial income (expenses) and taxes	177,324	901,365	612,592	(277,402)
3.06	Financial income (expenses)	43,410	(1,255,316)	(707,174)	(574,164)
3.06.01	Financial income	102,978	235,858	65,651	152,322
3.06.02	Financial expenses	(59,568)	(1,491,174)	(772,825)	(726,486)
3.06.02.01	Net exchange differences over financial instruments	478,274	332,639	(113,895)	2,041,002
3.06.02.02	Financial expenses	(537,842)	(1,823,813)	(658,930)	(2,767,488)
3.07	Profit (loss) before taxes	220,734	(353,951)	(94,582)	(851,566)
3.08	Income tax and social contribution	5,732	6,653	3,321	5,769
3.09	Profit (loss) from continued operations	226,466	(347,298)	(91,261)	(845,797)
3.10	Profit (loss) from discontinued operations	-	-	(6,984)	(6,786)
3.11	Profit (loss) for the year	226,466	(347,298)	(98,245)	(852,583)
3.99.01.01	Common shares	0.16687	(0.25591)	(0.07240)	(0.62822)

3.99.02.01	Common shares	0.16687	(0.25591)	(0.07240)	(0.62822)
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CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Statements of Comprehensive Income
(R\$ thousand)**

Code	Description	Current		Same quarter YTD previous year	
		Quarter 07/01/2017 to 09/30/2017	Year to date 01/01/2017 to 09/30/2017	Quarter 07/01/2016 to 09/30/2016	Year 01/01/2016 to 09/30/2016
4.01	(Loss) profit for the year	226,466	(347,298)	(98,245)	(852,583)
4.02	Other comprehensive income	667,498	848,282	661,630	1,491,560
4.02.01	Actuarial gains over pension plan of affiliates, net of taxes	30	88	29	143
4.02.04	Cumulative translation adjustments for the year	(47,328)	82,130	73,956	(386,136)
4.02.05	Available-for-sale assets	496,044	614,542	647,552	775,405
4.02.10	(Loss) / gain on the percentage change in investments	-	2,814	740	1,324
4.02.11	Gain (loss) on cash flow hedge accounting	200,236	134,374	(56,324)	1,016,560
4.02.13	Realization of cash flow hedge accounting reclassified to income statement	16,212	37,933	5,949	26,472
4.02.14	Gain (Loss) on net investment hedge from investments in affiliates	2,304	(23,599)	(10,272)	57,792
4.03	Comprehensive income for the year	893,964	500,984	563,385	638,977

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Statements of Cash Flows – Indirect Method
(R\$ thousand)**

Code	Description	Year to date	YTD previous year
		01/01/2017 to 09/30/2017	01/01/2016 to 09/30/2016
6.01	Net cash from operating activities	498,973	1,418,549
6.01.01	Cash from operations	841,009	(393,672)
6.01.01.01	Profit (loss) for the period	(347,298)	(852,583)
6.01.01.03	Financial charges in borrowing and financing raised	1,670,505	1,909,151
6.01.01.04	Financial charges in borrowing and financing granted	(89,576)	(27,919)
6.01.01.05	Depreciation, depletion and amortization	497,288	418,828
6.01.01.06	Equity in results of affiliated companies	(551,051)	493,617
6.01.01.07	Deferred tax	(6,653)	(5,820)
6.01.01.08	Provision for tax, social security, labor, civil and environmental risks	(6,610)	(15,027)
6.01.01.09	Exchange differences, net	(278,230)	(2,320,143)
6.01.01.12	Write-off of PPE and Intangible assets	(521)	20,751
6.01.01.13	Provision for environmental liabilities and decommissioning of assets	(49,914)	(6,760)
6.01.01.14	Gains from business combination	-	(28,013)
6.01.01.15	Others	3,069	20,246
6.01.02	Changes in assets and liabilities	(342,036)	1,812,221
6.01.02.01	Trade receivables - third parties	(229,704)	(118,462)
6.01.02.02	Trade receivables - related parties	(11,766)	430,601
6.01.02.03	Inventories	(243,844)	580,585
6.01.02.04	Receivables - related parties	1,576,325	2,349,816
6.01.02.05	Tax assets	(86,897)	250,807
6.01.02.06	Judicial deposits	(19,141)	27,745
6.01.02.09	Trade payables	345,228	261,063
6.01.02.10	Payroll and related taxes	26,229	20,000
6.01.02.11	Taxes in installments – REFIS	13,102	71,734
6.01.02.13	Payables to related parties	5,533	(2,986)
6.01.02.15	Interest paid	(1,748,225)	(2,023,675)
6.01.02.16	Interest received - Related Parties	187	-
6.01.02.18	Others	30,937	(35,007)

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6.02	Net cash used in investing activities	(264,740)	(434,870)
6.02.01	Advance for future capital increase	(30,501)	(222,374)
6.02.02	Purchase of property, plant and equipment	(355,941)	(878,908)
6.02.07	Intercompany loans granted	(16,540)	(56,547)
6.02.09	Intercompany loans received	7,297	-
6.02.10	Exclusive funds	(200)	84,738
6.02.11	Financial Investments, net of redemption	31,693	638,221
	Cash received from disposal of investment -		
6.02.12	CGPAR	99,452	-
6.03	Net cash used in financing activities	(1,033,516)	(469,845)
	Borrowings and financing raised, net of		
	transaction cost	171,000	(26,018)
6.03.01	Borrowings and financing, related parties	-	40,239
6.03.02	Funding Forfaiting/ Drawee Risk	-	78,240
6.03.03	Payment Forfaiting / Drawee Risk	-	(300,321)
6.03.04	Amortization of borrowings and financing	(960,174)	(221,693)
6.03.05	Amortization of borrowings and financing -		
6.03.06	related parties	(244,342)	(40,239)
	Payments of dividends and interests on		
6.03.07	shareholder's equity	-	(53)
	Exchange rate on translating cash and cash		
6.04	equivalents	975	1,280
	Increase (decrease) in cash and cash		
6.05	equivalents	(798,308)	515,114
	Cash and equivalents at the beginning of the		
6.05.01	year	1,466,746	1,885,199
6.05.02	Cash and equivalents at the end of the year	668,438	2,400,313

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Statement of Changes in Equity - 01/01/2017 to 09/30/2017 (R\$ thousand)**

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings reserve	Retained earnings (accumulated losses)	Other comprehensive income	Shareholders' equity
5.01	Opening balances	4,540,000	30	-	(1,301,961)	2,956,459	6,194,528
5.03	Adjusted opening balances	4,540,000	30	-	(1,301,961)	2,956,459	6,194,528
5.05	Total comprehensive income	-	-	-	(347,298)	848,282	500,984
5.05.01	Profit (loss) for the period	-	-	-	(347,298)	-	(347,298)
5.05.02	Other comprehensive income	-	-	-	-	848,282	848,282
5.05.02.04	Translation adjustments for the year	-	-	-	-	82,130	82,130
5.05.02.08	Actuarial gains/(Losses) on pension plan, net of taxes	-	-	-	-	88	88
5.05.02.09	Available-for-sale assets, net of taxes	-	-	-	-	614,542	614,542
5.05.02.10	(Loss) / gain on the percentage change in investments	-	-	-	-	2,814	2,814
5.05.02.11	(Loss) / gain on cash flow hedge	-	-	-	-	172,307	172,307

	accounting, net of taxes (Loss) / gain on						
5.05.02.13	foreign investments	-	-	-	-	(23,599)	(23,599)
5.07	Closing balance	4,540,000	30	-	(1,649,259)	3,804,741	6,695,512

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1**

**Parent Company Financial Statements / Statement of Changes in Equity - 01/01/2016 to 09/30/2016
(R\$ thousand)**

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings reserve	Retained earnings (accumulated losses)	Other comprehensive income	Shareholders' equity
5.01	Opening balances	4,540,000	30	-	(367,214)	1,790,693	5,963,509
5.03	Adjusted opening balances	4,540,000	30	-	(367,214)	1,790,693	5,963,509
5.05	Total comprehensive income	-	-	-	(852,583)	1,491,560	638,977
5.05.01	Profit (loss) for the period	-	-	-	(852,583)	-	(852,583)
5.05.02	Other comprehensive income	-	-	-	-	1,491,560	1,491,560
5.05.02.04	Translation adjustments for the year	-	-	-	-	(386,136)	(386,136)
5.05.02.08	Actuarial gains on pension plan, net of taxes	-	-	-	-	143	143
5.05.02.09	Available-for-sale assets, net of taxes	-	-	-	-	775,405	775,405
5.05.02.10	(Loss) / gain on the percentage change in investments	-	-	-	-	1,324	1,324
5.05.02.11	(Loss) / gain on cash flow hedge accounting, net of	-	-	-	-	1,016,560	1,016,560

	taxes						
5.05.02.12	Realization of cash flow hedge reclassified to the income statement	-	-	-	-	26,472	26,472
5.05.02.13	(Loss) / gain on foreign investments	-	-	-	-	57,792	57,792
5.07	Closing balance	4,540,000	30	-	(1,219,797)	3,282,253	6,602,486

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Parent Company Financial Statements / Statement of Value Added
(R\$ thousand)**

Code	Description	Year to date 01/01/2017 to 09/30/2017	Previous year 01/01/2016 to 09/30/2016
7.01	Revenues	9,476,920	8,039,004
7.01.01	Sales of products and rendering of services	9,425,899	8,062,255
7.01.02	Other revenues	66,237	(14,491)
7.01.04	Allowance for (reversal of) doubtful accounts	(15,216)	(8,760)
7.02	Raw materials acquired from third parties	(7,343,265)	(6,199,678)
7.02.01	Cost of sales and services	(6,627,795)	(5,584,069)
7.02.02	Materials, electric power, outsourcing and other	(714,074)	(602,317)
7.02.03	Impairment/recovery of assets	(1,396)	(13,292)
7.03	Gross value added	2.133.655	1,839,326
7.04	Retentions	(497,288)	(418,828)
7.04.01	Depreciation, amortization and depletion	(497,288)	(418,828)
7.05	Wealth created	1.636.367	1,420,498
7.06	Value added received	787.809	(637,080)
7.06.01	Equity in income of affiliates	551.051	(493,617)
7.06.02	Financial income	235.858	152,322
7.06.03	Others	900	(295,785)
7.06.03.01	Others and exchange gains	900	(295,785)
7.07	Wealth for distribution	2.424.176	783,418
7.08	Wealth distributed	2.424.176	783,418
7.08.01	Personnel	889.242	835,872
7.08.01.01	Salaries and wages	652.517	647,165
7.08.01.02	Benefits	182.239	142,510
7.08.01.03	Severance payment (FGTS)	54.486	46,197
7.08.02	Taxes, fees and contributions	384.352	364,392
7.08.02.01	Federal	288.265	296,926
7.08.02.02	State	96.071	67,465
7.08.02.03	Municipal	16	1

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7.08.03	Remuneration on third-party capital	1.497.880	428,951
7.08.03.01	Interest	1.827.044	2,767,491
7.08.03.02	Leases	8.566	7,983
7.08.03.03	Others	(337,730)	(2,346,523)
7.08.03.03.01	Others and exchange losses	(337,730)	(2,346,523)
7.08.04	Remuneration on Shareholders' capital	(347,298)	(852,583)
7.08.04.03	Retained earnings (accumulated losses)	(347,298)	(852,583)
7.08.05	Others	-	6,786
7.08.05.01	Gain (loss) on discontinued operations	-	6,786

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Balance Sheet - Assets
(R\$ thousand)**

Code	Description	Current Quarter 09/30/2017	Previous Year 12/31/2016
1	Total Assets	43,873,713	44,153,623
1.01	Current assets	11,653,843	12,444,918
1.01.01	Cash and cash equivalent	3,381,432	4,871,162
1.01.02	Financial investments	757,338	760,391
1.01.02.02	Financial investments measured at amortized cost	757,338	760,391
1.01.03	Trade receivables	2,240,375	1,997,216
1.01.04	Inventory	4,246,458	3,964,136
1.01.08	Other current assets	1,028,240	852,013
1.02	Non-current assets	32,219,870	31,708,705
1.02.01	Long-term assets	1,778,197	1,745,971
1.02.01.06	Deferred tax assets	51,052	70,151
1.02.01.09	Other non-current assets	1,727,145	1,675,820
1.02.02	Investments	5,293,244	4,568,451
1.02.03	Property, plant and equipment	17,875,819	18,135,879
1.02.04	Intangible assets	7,272,610	7,258,404

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Balance Sheet – Liabilities
(R\$ thousand)**

Code	Description	Current Quarter 09/30/2017	Previous Year 12/31/2016
2	Total liabilities	43,873,713	44,153,623
2.01	Current liabilities	7,848,924	5,496,683
2.01.01	Payroll and related taxes	296,167	253,837
2.01.02	Trade payables	2,249,151	1,763,206
2.01.03	Tax payables	269,168	231,861
2.01.04	Borrowings and financing	3,983,810	2,117,448
2.01.05	Other payables	950,560	1,021,724
2.01.06	Provisions	100,068	108,607
2.01.06.01	Provision for tax, social security, labor and civil risks	100,068	108,607
2.02	Non-current liabilities	28,058,141	31,272,419
2.02.01	Long term Borrowings and financing	25,020,128	28,323,570
2.02.02	Other payables	129,811	131,137
2.02.03	Deferred tax liabilities	1,167,974	1,046,897
2.02.04	Provisions	1,740,228	1,770,815
2.02.04.01	Provision for tax, social security, labor and civil risks	718,592	704,485
2.02.04.02	Other provisions	1,021,636	1,066,330
2.02.04.02.03	Provision for environmental liabilities and decommissioning of assets	302,370	347,064
2.02.04.02.04	Pension and healthcare plan	719,266	719,266
2.03	Consolidated Shareholders' equity	7,966,648	7,384,521
2.03.01	Share Capital	4,540,000	4,540,000
2.03.02	Capital reserves	30	30
2.03.04.02	Earnings reserves	238,976	238,976
2.03.04.09	Treasury shares	(238,976)	(238,976)
2.03.05	Accumulated profit/(losses)	(1,649,259)	(1,301,961)
2.03.08	Other comprehensive income	3,804,741	2,956,459
2.03.09	Profit attributable to the non-controlling interests	1,271,136	1,189,993

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statements of Income
(R\$ thousand)**

Code	Description	Current	Year to date	Same quarter	YTD previous
		Quarter	Year to date	previous year	year
		07/01/2017 to	01/01/2017 to	07/01/2016 to	01/01/2016 to
		09/30/2017	09/30/2017	09/30/2016	09/30/2016
3.01	Revenues from sale of goods and rendering of services	4,809,671	13,531,876	4,469,240	12,630,353
3.02	Costs from sale of goods and rendering of services	(3,596,936)	(10,016,303)	(3,157,057)	(9,470,412)
3.03	Gross profit	1,212,735	3,515,573	1,312,183	3,159,941
3.04	Operating expenses/income	(550,540)	(1,768,200)	(504,809)	(1,867,079)
3.04.01	Selling expenses	(414,544)	(1,263,611)	(405,411)	(1,247,971)
3.04.02	General and administrative expenses	(76,174)	(307,051)	(117,792)	(382,114)
3.04.04	Other operating income	8,956	21,102	168,600	202,617
3.04.05	Other operating expenses	(106,780)	(317,140)	(176,323)	(528,084)
3.04.06	Equity in results of affiliated companies	38,002	98,500	26,117	88,473
3.05	Profit before financial income (expenses) and taxes	662,195	1,747,373	807,374	1,292,862
3.06	Financial income (expenses)	(277,797)	(1,603,640)	(744,345)	(1,818,784)
3.06.01	Financial income	80,841	286,070	140,423	522,995
3.06.02	Financial expenses	(358,638)	(1,889,710)	(884,768)	(2,341,779)
3.06.02.01	Net exchange differences over financial instruments	269,925	208,730	(61,255)	128,750
3.06.02.02	Financial expenses	(628,563)	(2,098,440)	(823,513)	(2,470,529)
3.07	Profit (loss) before taxes	384,398	143,733	63,029	(525,922)
3.08	Income tax and social contribution	(128,214)	(409,890)	(122,796)	(264,617)
3.09	Profit (loss) from continued operations	256,184	(266,157)	(59,767)	(790,539)
3.10	Profit (loss) from discontinued operations	-	-	(6,984)	(6,786)
3.11	Consolidated Profit (loss) for the year	256,184	(266,157)	(66,751)	(797,325)
3.11.01		226,466	(347,298)	(98,245)	(852,583)

	Profit attributable to the controlling interests				
3.11.02	Profit attributable to the non-controlling interests	29,718	81,141	31,494	55,258
3.99.01.01	Common shares	0.16687	(0.25591)	(0.07240)	(0.62822)
3.99.02.01	Common shares	0.16687	(0.25591)	(0.07240)	(0.62822)

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statement of Comprehensive Income
(R\$ thousand)**

Code	Description	Current	Same quarter YTD previous		
		Quarter	Year to date	Year	
		07/01/2017 to	01/01/2017 to	07/01/2016 to	01/01/2016 to
		09/30/2017	09/30/2017	09/30/2016	09/30/2016
4.01	Consolidated profit (loss) for the year	256,184	(266,157)	(66,751)	(797,325)
4.02	Other comprehensive income	667,498	848,282	661,630	1,491,560
4.02.01	Actuarial gains over pension plan of affiliates, net of taxes	30	88	29	143
4.02.04	Cumulative translation adjustments for the year	(47,328)	82,130	73,956	(386,136)
4.02.05	Available-for-sale assets	496,044	614,542	647,552	775,405
4.02.09	(Loss) / gain on the percentage change in investments	-	2,814	740	1,324
4.02.10	Gain (loss) on cash flow hedge accounting	200,236	134,374	(56,324)	1,016,560
4.02.12	Gain (Loss) on hedge of net investment in foreign operations.	2,304	(23,599)	(10,272)	57,792
4.02.13	Realization of cash flow hedge accounting reclassified to income statement	16,212	37,933	5,949	26,472
4.03	Consolidated comprehensive income for the year	923,682	582,125	594,879	694,235
4.03.01	Attributed to controlling Shareholders	893,964	500,984	563,385	638,977
4.03.02	Attributed to non-controlling Shareholders	29,718	81,141	31,494	55,258

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statements of Cash Flows – Indirect Method
(R\$ thousand)**

Code	Description	Year to date	YTD previous year
		01/01/2017 to 09/30/2017	01/01/2016 to 09/30/2016
6.01	Net cash from operating activities	94,171	(225,880)
6.01.01	Cash from operations	2,420,104	1,110,102
6.01.01.01	Profit (loss) attributable to the controlling interests	(347,298)	(852,583)
6.01.01.03	Profit (loss) attributable to the non-controlling interests	81,141	55,258
6.01.01.04	Financial charges in borrowing and financing raised	1,899,125	2,230,131
6.01.01.05	Financial charges in borrowing and financing granted	(50,815)	(42,379)
6.01.01.06	Depreciation, depletion and amortization	1,123,076	956,715
6.01.01.07	Equity in in results of affiliated companies	(98,500)	(88,473)
6.01.01.08	Deferred tax	132,171	133,416
6.01.01.09	Provision for tax, social security, labor, civil and environmental risks	4,492	(23,999)
6.01.01.10	Exchange differences, net	(239,384)	(1,140,319)
6.01.01.11	Gain (loss) from derivative financial instruments	(28,503)	362
6.01.01.13	Write-down of PPE and Intangible assets	21.600	61,791
6.01.01.14	Gain on repurchase of debt securities	-	(146,214)
6.01.01.15	Gains from business combination	-	(28,013)
6.01.01.16	Provision for environmental liabilities and decommissioning of assets	(44,694)	(138)
6.01.01.17	Others	(32,307)	(5,453)
6.01.02	Changes in assets and liabilities	(2,325,933)	(1,335,982)

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6.01.02.01	Trade receivables - third parties	(219,153)	(302,616)
6.01.02.02	Trade receivables - related parties	11,141	(1,097)
6.01.02.03	Inventories	(263,261)	1,112,678
6.01.02.04	Receivables - related parties	(9,557)	6,449
6.01.02.05	Tax assets	(110,188)	330,029
6.01.02.06	Judicial deposits	(32,807)	25,556
6.01.02.08	Trade payables	480,512	286,655
6.01.02.09	Payroll and related taxes	41,601	28,739
6.01.02.10	Taxes in installments – REFIS	31,194	(247,674)
6.01.02.11	Payables to related parties	(10,356)	376
6.01.02.13	Interest paid	(2,126,761)	(2,494,408)
6.01.02.15	Interest received - Related Parties	8,678	-
6.01.02.17	Others	(126,976)	(80,669)
6.02	Net cash used in investing activities	(685,842)	(1,733,091)
6.02.02	Advance for future capital increase	-	(190,435)
6.02.03	Purchase of property, plant and equipment	(715,869)	(1,179,636)
6.02.05	Receivable/payable from derivative financial instruments	30,374	(713,049)
6.02.06	Acquisition of intangible assets	(329)	(7)
6.02.08	Intercompany loans granted	(15,188)	(32,118)
6.02.09	Intercompany loans received	12,116	-
6.02.10	Financial Investments, net of redemption	3,054	421,915
6.02.11	Cash and cash equivalents from discontinued operations	-	(40,702)
6.02.12	Cash and cash equivalents in control acquisition (business combination)	-	941
6.03	Net cash used in financing activities	(899,476)	(754,658)
6.03.01	Borrowings and financing, net of transaction cost	171,000	(27,089)
6.03.02	Funding Forfeiting / Drawee Risk	-	78,240
6.03.03	Payment Forfeiting / Drawee Risk	-	(300,321)
6.03.04	Amortization of borrowings and financing	(1,070,476)	(354,337)
6.03.07	Payments of dividends and interests on shareholder's equity	-	(53)
6.03.09	Buyback of debt securities	-	(151,098)
6.04	Exchange rate on translating cash and cash equivalents	1,417	(56,051)
6.05	Increase (decrease) in cash and cash equivalents	(1,489,730)	(2,769,680)
6.05.01	Cash and equivalents at the beginning of the year	4,871,162	7,861,052
6.05.02	Cash and equivalents at the end of the year	3,381,432	5,091,372

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statements of Changes in Equity - 01/01/2017 to 09/30/2017
(R\$ thousand)**

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings (accumulated reserve)	Retained earnings (accumulated losses)	Other comprehensive income	Shareholders' equity	Non-con	inter
5.01	Opening balances	4,540,000	30	-	(1,301,961)	2,956,459	6,194,528	1,	
5.03	Adjusted opening balances	4,540,000	30	-	(1,301,961)	2,956,459	6,194,528	1,	
5.05	Total comprehensive income	-	-	-	(347,298)	848,282	500,984		
5.05.01	Profit (loss) for the year	-	-	-	(347,298)	-	(347,298)		
5.05.02	Other comprehensive income	-	-	-	-	848,282	848,282		
5.05.02.04	Translation adjustments for the year	-	-	-	-	82,130	82,130		
5.05.02.08	Actuarial gains on pension plan, net of taxes	-	-	-	-	88	88		
5.05.02.09	Available-for-sale assets, net of taxes	-	-	-	-	614,542	614,542		
5.05.02.10	(Loss) / gain on the percentage change in investments	-	-	-	-	2,814	2,814		

5.05.02.11	(Loss) / gain on hedge accounting, net of taxes	-	-	-	-	172,307	172,307	
5.05.02.13	(Loss) / gain on hedge of net investment in foreign operations	-	-	-	-	(23,599)	(23,599)	
5.06	Internal changes in shareholders' equity	-	-	-	-	-	-	
5.06.04	Non-controlling interests in affiliates	-	-	-	-	-	-	
5.07	Closing balance	4,540,000	30	-	(1,649,259)	3,804,741	6,695,512	1,4

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statements of Changes in Equity - 01/01/2016 to 09/30/2016
(R\$ thousand)**

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings (accumulated reserve)	Retained earnings (accumulated losses)	Other comprehensive income	Shareholders' equity	Non-con
5.01	Opening balances	4,540,000	30	-	(367,214)	1,790,693	5,963,509	1,
5.03	Adjusted opening balances	4,540,000	30	-	(367,214)	1,790,693	5,963,509	1,
5.05	Total comprehensive income	-	-	-	(852,583)	1,491,560	638,977	
5.05.01	Profit (loss) for the year	-	-	-	(852,583)	-	(852,583)	
5.05.02	Other comprehensive income	-	-	-	-	1,491,560	1,491,560	
5.05.02.04	Translation adjustments for the year	-	-	-	-	(386,136)	(386,136)	
5.05.02.08	Actuarial gains on pension plan, net of taxes	-	-	-	-	143	143	
5.05.02.09	Available-for-sale assets, net of taxes	-	-	-	-	775,405	775,405	
5.05.02.10	(Loss) / gain on the percentage change in	-	-	-	-	1,324	1,324	

5.05.02.11	investments (Loss) / gain on hedge accounting, net of taxes	-	-	-	-	1,016,560	1,016,560	
5.05.02.12	Realization of cash flow hedge reclassified to the income statement	-	-	-	-	26,472	26,472	
5.05.02.13	(Loss) / gain on net investment hedge, net of taxes	-	-	-	-	57,792	57,792	
5.06	Internal changes in shareholders' equity	-	-	-	-	-	-	
5.06.04	Non-controlling interests in affiliates	-	-	-	-	-	-	
5.07	Closing balance	4,540,000	30	-	(1,219,797)	3,282,253	6,602,486	1,

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Quarterly Financial Information - September 30, 2017 – CIA SIDERURGICA NACIONAL

**Version:
1****Consolidated Financial Statements / Statements of Value Added
(R\$ thousand)**

Code	Description	Year to date	Previous year
		01/01/2017 to 09/30/2017	01/01/2016 to 09/30/2016
7.01	Revenues	15,483,245	14,377,707
	Sales of products and rendering of		
7.01.01	services	15,497,404	14,404,107
7.01.02	Other revenues	4,600	(13,914)
	Allowance for (reversal of) doubtful		
7.01.04	debts	(18,759)	(12,486)
	Raw materials acquired from third		
7.02	parties	(10,324,959)	(9,944,347)
7.02.01	Cost of sales and services	(8,503,127)	(8,108,324)
	Materials, electric power,		
7.02.02	outsourcing and other	(1,794,938)	(1,792,772)
7.02.03	Impairment/recovery of assets	(26,894)	(43,251)
7.03	Gross value added	5,158,286	4,433,360
7.04	Retentions	(1,123,076)	(956,715)
	Depreciation, amortization and		
7.04.01	depletion	(1,123,076)	(956,715)
7.05	Wealth created	4,035,210	3,476,645
7.06	Value added received	308,508	(527,636)
7.06.01	Equity in income of affiliates	98,500	88,473
7.06.02	Finance income	286,070	522,995
7.06.03	Others	(76,062)	(1,139,104)
7.06.03.01	Others and exchange gains	(76,062)	(1,139,104)
7.07	Wealth for distribution	4,343,718	2,949,009
7.08	Wealth distributed	4,343,718	2,949,009
7.08.01	Personnel	1,583,499	1,521,714
7.08.01.01	Salaries and wages	1,232,164	1,218,725
7.08.01.02	Benefits	275,415	232,519
7.08.01.03	Severance payment (FGTS)	75,920	70,470
7.08.02	Taxes, fees and contributions	1,194,709	1,007,978

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7.08.02.01	Federal	956,805	839,706
7.08.02.02	State	221,413	153,521
7.08.02.03	Municipal	16,491	14,751
7.08.03	Remuneration on third-party capital	1,831,667	1,209,856
7.08.03.01	Interest	2,101,671	2,470,533
7.08.03.02	Leases	21,668	17,214
7.08.03.03	Others	(291,672)	(1,277,891)
7.08.03.03.01	Others and exchange losses	(291,672)	(1,277,891)
7.08.04	Remuneration on Shareholders' capital	(266,157)	(797,325)
7.08.04.03	Retained earnings (accumulated losses)	(347,298)	(852,583)
7.08.04.04	Non-controlling interests in retained earnings	81,141	55,258
7.08.05	Others	-	6,786
7.08.05.01	Gain (loss) on discontinued operations	-	6,786

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

Quarterly Financial Information - September 30, 2017
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Comments on the Company's Consolidated Performance

Restatements of Results for the Third Quarter of 2017

Companhia Siderúrgica Nacional (CSN) (B3 S.A. - BRASIL BOLSA BALCÃO : CSNA3) (NYSE: SID) discloses results for the third quarter of 2017 (3Q17). The information disclosed in Brazilian Reais and prepared in accordance with International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB); and also in accordance with accounting practices adopted in Brazil and fully convergent with international accounting standards, issued by the Accounting Pronouncements Committee (CPC) and referenced by the Brazilian Securities and Exchange Commission (CVM), pursuant to CVM Instruction 485 of 09/01/2010. The below text encompasses the Company's consolidated results for the third quarter of 2017 (3Q17) and comparisons are for the second quarter of 2017 (2Q17) and for the third quarter of 2016 (3Q16) without Metallic, unless otherwise specified. The Real/U.S. Dollar exchange rate was R\$3.1674 on September 30, 2017 and R\$3.3076 on June 30, 2017.

Operating and Financial Highlights

- **EBITDA totaled R\$1,213 million**, 35% up on 2Q17, accompanied by an EBITDA margin of 24%, 4.4 p.p. higher than in the same quarter of the previous year.
- **Net revenue stood at R\$4,810 million in 3Q17**, the highest output quarter since 2014.
- **Iron ore sales** reached **7,9 million tonnes, 2% higher** than in 2Q17.
- The net debt/EBITDA ratio closed 3Q17 at 5.5x.
- **Steel lower spending** with scheduled maintenance of LTQ2 and AF3.
- **Fall of R\$ 662 million in working capital**, with a focus on inventories reduction and a longer finance cycle.

Steel Sales (thousand t)	1,171	1,174	1,301	11%	11%
- Domestic Market	62%	56%	62%	6%	0%
- Overseas Subsidiaries	34%	39%	33%	-6%	-1%
- Exports	4%	5%	5%	0%	1%
Iron Ore Sales (thousand t)¹	10,230	7,818	7,953	2%	-22%
- Domestic Market	11%	17%	17%	0%	6%
- Exports	89%	83%	83%	0%	-6%
Consolidated Results (R\$ Million)					
Net Revenue	4,469	4,311	4,810	12%	8%
Gross Profit	1,312	985	1,213	23%	-8%
Adjusted EBITDA	1,239	896	1,213	35%	-2%
Adjusted Net Debt	25,842	26,754	25,717	-4%	0%
Adjusted Cash Position	5,663	4,545	4,358	-4%	-23%
Net Debt / Adjusted EBITDA	7.4x	5.7x	5.5x	-0.19x	-1.88x

Adjusted EBITDA is calculated based on net income/loss, plus depreciation and amortization, income tax, net financial result, results from investees and other operating revenue (expenses), and includes the proportionate share of EBITDA of the jointly-owned subsidiaries MRS Logística and CBSI. It has also included the Company's stakes of 100% in Congonhas Minérios, 37.27% in MRS and 50% in CBSI as of December 2015.

Adjusted Net Debt and Adjusted Cash Position include the stakes of 100% in Congonhas Minérios, 37.27% in MRS and 50% in CBS excluding Forfaiting and drawee risk operations.

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

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CSN's Consolidated Results

- **Net revenue** totaled R\$4,810 million in 3Q17, 12% up on 2Q17, due to higher steel product sales volume compared with the immediately previous quarter and the slight upturn in shipped volume in the mining segment, with an increase in ore prices.
- **COGS** came to R\$3,597 million in 3Q17, 8% higher than in the previous quarter, accompanying the increase in sales volume in the steel segment.
- **Gross profit** totaled R\$1,213 million, 23% higher on 2Q17, while the gross margin reached 25,2%, highlight with the strong results in the mining segment.
- **Selling, general and administrative expenses** amounted to R\$491 million in 3Q17, 17% less than in 2Q17, especially due to the lower share of iron ore CIF sales in the mix in the previous quarter.
- **Other operating income (expenses)** was a net expense of R\$98 million in 3Q17, in line with the previous quarter.
- In 3Q17, the **net financial result** was negative by R\$278 million, i) as a result of financial expenses of R\$348 million, partial compensated by the financial revenue of R\$71 million. The foreign exchange variation of the dollar-denominated debt was positive in R\$ 473 million.

Financial Result - IFRS	(744)	(829)	(278)
Financial Revenue	139	84	71
Financial Expenses	(884)	(912)	(348)
Financial Expenses (ex-exchange variation)	(823)	(683)	(629)
Result with Exchange Variation	(60)	(229)	280
Monetary and Exchange Variation	(131)	(461)	473
Hedge Accounting	68	227	(202)
Derivative Result	3	5	10

- CSN's **equity result** was a positive R\$38 million in 3Q17, versus R\$40 million in 2Q17.

MRS Logística	42	54	54	-	29%
CBSI	1	1	1	-	-
TLSA	(6)	(5)	(11)	133%	76%
Arvedi Metalfer BR	2	1	-	-	-
Eliminations	(13)	(12)	(6)	(47%)	(52%)
Unrealized Profit	1	-	-	-	-
Share of Profits (Losses) of Investees	26	39	38	(3%)	45%

- CSN recorded a third-quarter net income of R\$256 million, versus net loss of R\$640 million in 2Q17. In 3Q17 was reflected by a better operating margin in steel and mining, as well as financial results.

Profit (Loss) for the Period	(67)	(640)	256	-	-
(-) Depreciation	311	356	344	(3%)	11%
(+) Income Tax and Social Contribution	123	145	128	(12%)	4%
(-) Net Financial Result	744	829	278	(66%)	(63%)
EBITDA (CVM Instruction 527)	1,118	689	1,006	46%	(10%)
(+) Other Operating Income/Expenses	8	99	98	(1%)	-
(+) Share of Profit (Loss) of Investees	(26)	(39)	(38)	(3%)	46%
(-) Proportionate EBITDA of Jointly-Owned Subsidiaries	138	148	147	(1%)	7%
Adjusted EBITDA	1,232	896	1,213	35%	(2%)

¹The Company discloses adjusted EBITDA excluding interests in investments and other operating income (expenses) in the belief that these items should not be considered when calculating recurring operating cash flow.

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

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- **Adjusted EBITDA** amounted to R\$1,213 million in 3Q17, versus R\$896 million in the previous quarter, 35% up, accompanied by an adjusted EBITDA margin of 24%, due to higher performance of iron and steel.

¹The adjusted EBITDA margin is calculated as the ratio between adjusted EBITDA and adjusted net revenue, considering the stakes of 100% in Congonhas Minérios, 37.27% in MRS and 50% in CBSI.

Debt

The adjusted amounts of EBITDA, debt and cash include the stakes of 100% in Congonhas Minérios, 37.27% in MRS and 50% in CBSI, as well as financial investments used as collateral for exchange operations on the B3 S.A. - BRASIL BOLSA BALCÃO . On June 30, 2017, consolidated net debt totaled R\$25,717 million, while the net debt/EBITDA ratio, calculated based on LTM adjusted EBITDA, stood at 5.5x.

CONVENIENCE TRANSLATION INTO ENGLISH FROM THE ORIGINAL PREVIOUSLY ISSUED IN PORTUGUESE

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Version: 1**Foreign Exchange Exposure**

The FX exposure of our consolidated balance sheet on September 30, 2017 was US\$742 million, as shown in the table below.

The hedge accounting adopted by CSN correlates projected export inflows in dollars with part of the scheduled debt payments in the same currency. Therefore, the exchange variation of the dollar-denominated debt is temporarily booked under shareholders' equity, being recorded in the income statement when dollar revenues from exports are received.

Cash	890	846
Accounts Receivable	404	387
Others	2	3
Total Assets	1,296	1,236
Borrowings and Financing	(4,324)	(4,329)
Suppliers	(70)	(37)
Other Liabilities	(13)	(5)
Total Liabilities	(4,407)	(4,370)
Foreign Exchange Exposure	(3,110)	(3,135)
Notional Amount of Derivatives Contracted, Net	-	-
Cash Flow Hedge Accounting	1,421	1,393
Net Foreign Exchange Exposure	(1,689)	(1,742)
Perpetual Bonds	1,000	1,000
Net Foreign Exchange Exposure excluding Perpetual Bonds	(689)	(742)

Capex

CSN invested R\$293 million in 3Q17. The cumulative amount in 2017 was much lower than 2016.

Steel	133	102	119
Mining	56	106	115
Cement	157	20	34
Logistics	36	11	19
Other	0	0	6
Total Capex - IFRS	382	239	293

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Working Capital

Working capital invested in the Company's business totaled R\$2,935 million in 3Q17, R\$662 million less than in 2Q17, chiefly due to the decrease in inventories and accounts receivable R\$ 199 million and R\$ 174 million respectively. On a same comparison basis, the average receivable period decreased by four days, while inventory turnover fell by nine days and the average payment period moved up by two days.

In order to calculate working capital, CSN adjusts its assets and liabilities as shown below:

- **Accounts Receivable:** Excludes Dividends Receivable, Advances to Employees and Other Credits.
- **Inventories:** Includes Estimated Losses and excludes Spare Parts, which is not part of the cash conversion cycle, and will be subsequently booked under Fixed Assets when consumed.
- **Recoverable Taxes:** Composed only by the Income (IRPJ) and Social Contribution (CSLL) Taxes amount included in Recoverable Taxes.
- **Taxes Payable:** Composed of Taxes Payable under Current Liabilities plus Taxes in Installments.
- **Advances from Clients:** Subaccount of Other Liabilities recorded under Current Liabilities.
- **Suppliers:** Includes Forfeiting and Drawee Risk.

Assets	4,953	6,252	5,868	(383)	915
Accounts Receivable	1,789	2,300	2,127	(174)	338
Inventories	3,002	3,744	3,545	(199)	543
Recoverable Taxes	162	207	196	(11)	34
Liabilities	2,287	2,655	2,933	278	646
Suppliers	1,690	2,078	2,250	172	560
Payroll and Related Charges	287	294	296	2	10
Taxes Payable	248	183	279	96	31
Advances from Clients	63	100	108	9	45
Working Capital	2,666	3,597	2,935	(662)	269
Receivables	34	41	37	(4)	3
Supplier Payment	49	59	61	2	12
Inventories	87	106	97	(9)	10
Financial Cycle	72	88	73	(15)	1

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Results by Segment

The Company maintains integrated operations in five business segments: Steel, Mining, Logistics, Cement and Energy.

The main assets and/or companies comprising each segment are presented below:

Notes: As of 2013, the Company ceased the proportional consolidation of its jointly-owned subsidiaries Namisa, MRS and CBSI. For the purpose of preparing and presenting the information by business segment, Management opted to maintain the proportional consolidation of its jointly-owned subsidiaries, in line with historical data. In the reconciliation of CSN's consolidated results, these companies' results are eliminated in the "Corporate Expenses/Elimination" column.

³Since the end of 2015 results, after the combination of CSN's mining assets (Casa de Pedra, Namisa and Tecar), the consolidated result have included all the information related to this new company.

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Steel

According to the World Steel Association (WSA), global crude steel production totaled 1.1 billion tonnes until August 2017, 4.9% more than in the same period last year. According to the Brazilian Steel Institute – IABr, domestic crude steel production came to 22.5 million tonnes, 9.3% up. Apparent steel consumption grew by 4.5%, to 12.6 million tonnes, with domestic sales of 11 million tonnes and imports of 1.6 million tonnes. Exports totaled 9.8 million tonnes, 12.9% more than in the same period last year. According to INDA (the Brazilian Steel Distributors' Association), in the first eight months, steel purchases by distributors declined by 1.9% year-on-year, totaling 1.9 million tonnes. Inventories stood at 897,500 tonnes at the end of August, 2.7% more than in the previous month, while inventory turnover fell to 3 months.

Automotive

According to ANFAVEA (the Auto Manufacturers' Association), vehicle production totaled 1.9 million units in the first nine months of 2017, 27% up on the same period in 2016. In the same period, new light car, commercial vehicle, truck and bus licensing increased by 11% to 1.4 million units.

Construction

According to ABRAMAT (the Construction Material Manufacturers' Association), sales of building materials fell by 6.1% in the year through August 2017 over the same period in 2016.

Home Appliances

According to IBGE (the Brazilian Institute of Geography and Statistics), home appliance production in the year through August increased by 10.1% over the same period last year.

Results from CSN's Steel Operation

- Total sales came to 1,301 tonnes in 3Q17, 11% higher than 2Q17, broken down as follows: 62% from the domestic market, 32% from our subsidiaries abroad and 6% from exports.
- In 3Q17, CSN's **domestic** steel sales came to 802,000 tonnes, 23% higher than in 2Q17. Of this total, 730,000 tonnes corresponded to flat steel and 72,000 tonnes to long steel.

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- **Foreign** steel sales amounted to 499,000 tonnes in 3Q17, 4% down on the previous three months. Of this total, exports reached 74,000 tonnes, the overseas subsidiaries sold 425,000 tonnes, 155,000 of which by LLC, 177,000 by SWT and 92,000 by Lusosider.

- In the third quarter, CSN maintained its high **share of coated products** as a percentage of total sales volume, following the strategy of adding more value to its product mix. Sales of coated products such as galvanized items and tin plate accounted for 56% of flat steel sales, considering all the markets in which the Company operates. The **foreign market** was one of

the quarter's highlights, with the share of coated

products remaining high, at 88% in 3Q17.

- **Net revenue** totaled R\$3,399 million in 3Q17, 11% up on 2Q17. **Net average revenue**

per tonne stood at R\$2,519, in line with 2Q17.

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- The **slab production** reached 1.1 million tonnes in 3Q17, in line with 2Q17. Flat rolled steel production totaled 903,000 tonnes.

Total Slabs (President Vargas Plant + Third Parties)	857	1,108	1,069	(4%)	25%
Slab Production	738	1,070	1,065	0%	44%
Third-Party Slabs	119	38	4	(89%)	(96%)
Total Rolled Flat Steel	835	943	903	(4%)	8%
Total Long Products	90	56	50	(10%)	(44%)

- COGS** moved up by 8% over the previous quarter, to R\$2,845 million, chiefly due the higher sale volume.

- The **production cost** amounted to R\$1,906 million in 3Q17, 9% more than in 2Q17, particularly due to the better prices in purchase of raw material, especially to ore price, increased own consumption of coke, in addition to the end of maintenance of the blast furnace #3 and the hot strip mill.

- The **slab production cost** came to R\$1,286/t, 9% down on 2Q's R\$1,414.

- **Adjusted EBITDA** amounted to R\$465 million in 3Q17, 42% up on the R\$327 million recorded in 2Q17, accompanied by a 3 p.p. incline the quarter before. Adjusted EBITDA margin increased to 13.7%, 3p.p. higher than in the previous quarter.

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Mining

After the sharp drop in prices in 2Q17, the closure of induction furnaces in China was a result of a decrease in steel supply, raising the utilization levels of the plants' installed capacity and margins. In this context, the commodity's price averaged US\$70.90/dmt (Platts, Fe62%, N. China) in 3Q17, 13% up on the previous quarter.

In 3Q17, seaborne freight charges continued positively impacted by higher export volumes and, additionally, a recovery in oil prices. In this scenario, maritime freight costs on Route CI-C3 (Tubarão-Qingdao) averaged US\$15.13/t in 3Q17, 12% up on 2Q17.

Results from CSN's Mining Operations

- In 3Q17, **iron ore production** totaled 7.7 million tonnes, 3% down on 2Q17, 1.4 million tonnes volume was purchased by third parties.
- Iron ore **sales** reached 7.9 million tonnes in 3Q17, 2% up on 2Q17. In the quarter, 1.3 million tonnes from CSN Mineração were sold to CSN's Presidente Vargas Plant.

- **Net revenue** from mining operations totaled R\$1,204 million, 13% higher than in 2Q17. CFR+FOB unit revenue stood at US\$55,7/t, 13% more than in 2Q17, while the iron ore price index (Platts, 62% Fe, N. China) also fell by 13% in the same period.
- Mining **COGS** came to R\$719 million in 3Q17, 3% lower than in 2Q17.
- **Adjusted EBITDA** totaled R\$568 million in 3Q17, 39% up on 2Q17, with an adjusted EBITDA margin of 47%, 8.9 p.p. more than in 2Q17.

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(CFR + FOB* - US\$/wmt delivered to China)

The table above shows the price of the two modalities, CFR+FOB.

Logistics

Railway Logistics: Net revenue stood at R\$364 million in 3Q17, generating **EBITDA** of R\$164 million, accompanied by an **EBITDA margin** of 45%.

Port Logistics: Sepetiba Tecon handled nearly 51,000 containers, in addition to 250,000 tonnes of steel products. **Net revenue** totaled R\$60 million, generating **EBITDA** of R\$21 million, accompanied by an **EBITDA margin** of 35%.

Cement

Preliminary figures from SNIC (the Cement Industry Association) indicate domestic cement sales of 40.5 million tonnes from January to September 2017, 7.4% less than in the same period the year before.

Results from CSN's Cement Operations

In 3Q17, **cement sales** totaled 982,000 tonnes, 17% up on 2Q17, while **net revenue** amounted to R\$142 million.

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Energy

According to the Energy Research Company (EPE), the trend of stability in the energy market continued in August, with consumption edging down 0.1% year-over-year, to 37,583 GWh. In the year through August, consumption remained in line with the same period last year. Considering the Brazilian regions, the South grew by 4.0% and the North by 3.4%, while the Northeast fell by 2.1%, the Southeast by 1.3% and the Midwest by 0.1%. The captive market of the distribution companies fell by 6.3% in the month, while free consumption increased by 15.3%.

Results from CSN's Energy Operations

In 3Q17, **net revenue** from energy operations totaled R\$103 million, **EBITDA** stood at R\$27 million and **EBITDA margin** was 26.5%.

Capital Market

CSN's shares appreciated by 32% in 3Q17, while the IBOVESPA moved up by 17%. Daily traded volume on the B3 S.A. - BRASIL BOLSA BALCÃO averaged R\$72.6 million. On the New York Stock Exchange (NYSE), CSN's American Depositary Receipts (ADRs) appreciated by 17%, versus the Dow Jones' 4% appreciation. On the NYSE, daily traded volume of CSN's ADRs averaged US\$7.4 million.

Number of shares in thousands	1,387,524
Market Cap:	
Closing price (R\$/share)	9.61
Closing price (US\$/ADR)	2.96
Market cap (R\$ million)	13,334
Market cap (US\$ million)	4,107
Total return including dividends and interest on equity	
CSNA3	32%
SID	32%
Ibovespa	17%
Dow Jones	4%
Volume	
Daily average (thousand shares)	8,311
Daily average (R\$ thousand)	72,650
Daily average (thousand ADRs)	2,684
Daily average (US\$ thousand)	7,405
<i>Source: Bloomberg</i>	

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(Expressed in thousands of reais – R\$, unless otherwise stated)

1. DESCRIPTION OF BUSINESS

Companhia Siderúrgica Nacional “CSN”, also referred to as the Company or Parent Company, is a publicly-held company incorporated on April 9, 1941, under the laws of the Federative Republic of Brazil (Companhia Siderúrgica Nacional, its subsidiaries, associates and joint ventures are collectively referred to herein as the “Group”). The Company’s registered office is located in São Paulo, SP, Brazil.

CSN is listed on the São Paulo Stock Exchange (B3 - Brasil, Bolsa, Balcão) and on the New York Stock Exchange (NYSE). Accordingly, the Company reports its information to the Brazilian Securities and Exchange Commission (CVM) and the U.S. Securities and Exchange Commission (SEC).

The Group's main operating activities are divided into five (5) segments as follows:

- **Steel:**

The Company’s main industrial facility is the Presidente Vargas steelworks (“UPV”), located in the city of Volta Redonda, State of Rio de Janeiro. This segment consolidates all operations related to the production, distribution and sale of flat steel, long steel, metallic containers and galvanized steel. In addition to the

facilities in Brazil, CSN has operations in the United States, Portugal and Germany aimed at gaining markets and providing excellent services to end consumers. Its steel is used in home appliances, civil construction and automobile industries.

- **Mining:**

The production of iron ore is developed in the city of Congonhas, State of Minas Gerais.

Iron ore is sold basically in the international market, especially in Europe and Asia. The prices charged in these markets are historically cyclical and subject to significant fluctuations over short periods of time, driven by several factors related to global demand, strategies adopted by the major steel producers, and the foreign exchange rate. All these factors are beyond the Company's control. The ore transportation is carried out through Terminal de Carvão e Minérios do Porto de Itaguaí - TECAR, a solid bulk terminal, one of the four terminals that comprise the Itaguaí Port, in Rio de Janeiro. Imports of coal and coke are also carried out through this terminal by providing services to CSN's steel segment.

The Company's mining activities also comprise exploitation of tin in the State of Rondônia, to supply the needs of the UPV. The surplus of these raw materials is sold to subsidiaries and third parties.

- **Cement:**

CSN entered the cement market boosted by the synergy between this activity and its existing businesses. Next to the Presidente Vargas Steelworks (UPV) in Volta Redonda (RJ), the Company installed a new business unit that produces CP-III type cement using slag produced by the UPV's blast furnaces. It also exploits limestone and dolomite at the Arcos unit in the State of Minas Gerais, to meet the needs of the UPV and of the cement plant.

In the second half of 2016, the Company started the operation of a new clinker kiln in Arcos, where it already operates a clinker kiln using limestone from a Company's mine and two cement mills. With this project, the cement production capacity in the Southeast may reach 4.4 million tons per year. In a later stage, the Company evaluates the implementation of an advanced milling unit, adding another 1 million tons.

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- **Logistics**

Railroads:

CSN has interests in three railroad companies: MRS Logística S.A., which manages the Southeast Railway System of the former Rede Ferroviária Federal S.A. (“RFFSA”), Transnordestina Logística S.A. (“TLSA”) and FTL - Ferrovia Transnordestina Logística S.A. (“FTL”), which operates the former Northeast Railway System of RFFSA, in the States of Maranhão, Piauí, Ceará, Rio Grande do Norte, Paraíba, Pernambuco and Alagoas, with TLSA being responsible for the rail links of Missão Velha-Salgueiro, Salgueiro-Trindade, Trindade-Eliseu Martins, Salgueiro-Porto de Suape and Missão Velha-Porto de Pecém (Railway System II) and FTL being responsible for the rail links of São Luiz-Mucuripe, Arrojado-Recife, Itabaiana-Cabedelo, Paula Cavalcante-Macau and Propriá-Jorge Lins (Railway System I).

Ports:

The Company operates in the State of Rio de Janeiro, through its subsidiary Sepetiba Tecon S.A., the Container Terminal (Tecon) and through its subsidiary CSN Mineração S.A., TECAR, both at the Itaguaí Port. Located in the Bay of Sepetiba, they have privileged highway, railroad and maritime access.

At Tecon, shipment of CSN’s steel products, movement of containers, storage, consolidation and deconsolidation of cargo are carried out and, at Tecar, the shipment of iron ore to overseas market and the unloading of coal and other products, such as petroleum coke, sulfur and zinc concentrate for our own use and for several customers.

- **Energy:**

As energy is fundamental to its production process, the Company has electric energy generation assets to guarantee its self-sufficiency.

Note 24 - "Segment Information" details the financial information per CSN's business segment.

- **Going Concern**

In 2017, the Company paid, including principal and interest, approximately R\$4 billion of its borrowings and financing. During 2018 the borrowings are expected to be paid and, including interest to be incurred next year, amount to approximately R\$7.7 billion.

The financial leverage may adversely affect the businesses, financial conditions and operating results, entailing the following:

- Allocation of a substantial part of the cash generated from operations for repayment of the borrowings and financing.
- Exposure to (i) fluctuations in interest rates due to the renegotiation of debts and eventual new borrowings taken, and (ii) fluctuations in exchange rates since a significant part of the borrowings and financing is denominated in foreign currency.
- Increase in economic and financial vulnerability due to adverse conditions of the industry and segment, limiting the funds available in the short term, considering the high financial leverage and the expected cash disbursements;
- Limitation of the Company's ability to enter into new businesses (acquisitions) until the financial leverage is reduced;
- Limitation of the Company's ability to obtain new credit lines under more favorable interest conditions due to the risks associated to the current financial leverage.

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The Company's ability to continue as a going concern depends, therefore, on the achievement of operating targets defined by Management, and on the refinancing of existing debts and/or actions related to financial deleveraging.

In addition to the continuous focus on operating income improvement, Management has various initiatives in progress to increase the Company's liquidity through the extension of payment terms of borrowings and financing.

This plan was started in 2015 with the renegotiation of R\$ 2.5 billion with Caixa Econômica Federal and R\$ 2.2 billion with Banco do Brasil S.A, postponing the maturities from 2016 and 2017 to 2018 through 2022. In 2016, the Company extended the installments of certain NCE contracts amounting to R\$ 100 million and prepayments of US\$ 66 million with Bradesco, postponing the maturities from 2016 to 2019. For 2017, Management remains committed to the plan to extend its debt payment term, mainly those of short term, seeking the renegotiation of borrowings and financing in the amount of R\$ 1.5 billion.

Additionally, Management studies financial deleveraging alternatives based on the disposal of non-strategic assets; however, it is not possible to affirm that these assets will occur within a twelve-month period. Thus, the Company did not segregate and did not reclassify any assets in the financial statements as discontinued operations in accordance with CPC 31 (IFRS 5).

Based on Management's cash flow projections that covered the operating period until December 2018, which depend on factors such as the achievement of production targets, sales volumes and prices, as well as on renegotiations of borrowings and financing, Management believes that the Company has the appropriate resources to continue as a going concern in a reasonably foreseeable period of time. Accordingly, the Company's financial information for the quarter ended September 30, 2017 has been prepared on the assumption that the Company will continue as a going concern.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.a) Basis of preparation

The Group's parent company and consolidated condensed interim financial information ("condensed quarterly information") has been prepared in accordance with International Financial Reporting Standards ("IFRS"), implemented in Brazil through the Accounting Pronouncements Committee ("CPC"), approved by the Brazilian Securities and Exchange Commission ("CVM") and the Federal Accounting Council ("CFCA"). The relevant information of the interim financial statements, and only this information, is being disclosed and corresponds to the information used by the Company's management in its activities.

The condensed interim financial information has been prepared and is being presented in accordance with CPC 21 (R1) - "Interim Financial Reporting" and IAS 34 - "Interim Financial Reporting", consistently with the standards issued by the CVM.

The significant accounting policies applied in this condensed interim financial information are consistent with the policies described in Note 2 to the Company's financial statements for the year ended December 31, 2016, filed with CVM.

This condensed interim financial information does not include all requirements of annual or full financial statements and, accordingly, should be read in conjunction with the Company's financial statements for the year ended December 31, 2016.

Therefore, in this condensed interim financial information the following notes are not repeated, either due to redundancy or to the materiality in relation to those already presented in the annual financial statements:

Note 02 – Summary of significant accounting policies

Note 03 – Business combination

Note 04 - Noncurrent assets held for sale and results from discontinued operations

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Note 10 - Investments

Note 17 - Taxes in installments

Note 18 - Provision for tax, social security, labor, civil and environmental risks and judicial deposits

Note 28 - Employee benefits

Note 30 – Commitments

The parent company and consolidated condensed interim financial information was approved by Management on December 22, 2017.

2.b) Basis of presentation

The consolidated condensed interim financial information is presented in Brazilian reais, which is the Company's principal functional currency and the Group's presentation currency.

Transactions in foreign currencies are translated into the functional currency using the exchange rates in effect at the dates of the transactions or valuations when items are remeasured. The asset and liability balances are translated at the exchange rates prevailing at the end of the reporting period. As of September 30, 2017, US\$1 is equivalent to R\$3.1680 (R\$3.2591 as of December 31, 2016) and €1 is equivalent to R\$3.7430 (R\$3.4384 as of December 31, 2016), according to the rates obtained from the Central Bank of Brazil website.

2.c) Basis of consolidation

The accounting policies have been consistently applied to all consolidated companies. The consolidated condensed interim financial information for the period ended September 30, 2017 and year ended December 31, 2016 includes the following direct and indirect subsidiaries and joint ventures, as well as the exclusive funds, as described below:

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- Companies**

Companies	Equity interests (%)		Core business
	9/30/2017	12/31/2016	
Direct interest in subsidiaries: full consolidation			
CSN Islands VII Corp.	100.00	100.00	Financial transaction
CSN Islands XI Corp.	100.00	100.00	Financial transaction
CSN Islands XII Corp.	100.00	100.00	Financial transaction
CSN Minerals S.L.U.	100.00	100.00	Equity interests
CSN Export Europe, S.L.U.	100.00	100.00	Financial transaction
CSN Metals S.L.U.	100.00	100.00	Equity interests and
CSN Americas S.L.U.	100.00	100.00	Equity interests and
CSN Steel S.L.U.	100.00	100.00	Equity interests and
TdBB S.A (*)	100.00	100.00	Equity interests
Sepeitaba Tecon S.A.	99.99	99.99	Port services
Minérios Nacional S.A.	99.99	99.99	Mining and Equity in
Companhia Florestal do Brasil	99.99	99.99	Reforestation
Estanho de Rondônia S.A.	99.99	99.99	Tin Mining
Companhia Metalúrgica Prada	99.99	99.99	Manufacture of com
CSN Gestão de Recursos Financeiros Ltda. (*)	99.99	99.99	Management of fun
CSN Mineração S.A.	87.52	87.52	Mining and Equity in
CSN Energia S.A. ⁽¹⁾	99.99	100.00	Sale of electric pow
FTL - Ferrovia Transnordestina Logística S.A.	90.78	90.78	Railroad logistics
Nordeste Logística S.A.	99.99	99.99	Port services
CGPAR - Construção Pesada S.A. ⁽²⁾		100.00	Mining support serv
Indirect interest in subsidiaries: full consolidation			
Companhia Siderúrgica Nacional LLC	100.00	100.00	Steel
CSN Europe Lda. ⁽³⁾		100.00	Financial transaction

CSN Ibéria Lda. ⁽³⁾		100.00	Financial transaction
Lusosider Projectos Siderúrgicos S.A.	99.94	99.94	Equity interests and
Lusosider Aços Planos, S. A.	99.99	99.99	Steel and Equity int
CSN Resources S.A.	100.00	100.00	Financial transaction
Companhia Brasileira de Latas	100.00	100.00	Sale of cans and co
Companhia de Embalagens Metálicas MMSA	99.67	99.67	Production and sale
Companhia de Embalagens Metálicas - MTM	99.67	99.67	Production and sale
CSN Steel Holdings 1, S.L.U.	100.00	100.00	Financial transaction
CSN Productos Siderúrgicos S.L.	100.00	100.00	Financial transaction
Stalwerk Thüringen GmbH	100.00	100.00	Production and sale
CSN Steel Sections UK Limited (*)	100.00	100.00	Sale of long steel
CSN Steel Sections Polska Sp.Z.o.o	100.00	100.00	Financial transaction
CSN Asia Limited	100.00	100.00	Commercial repres
Namisa International Minérios SLU	87.52	87.52	Financial transaction
CSN Mining GmbH	87.52	87.52	Financial transaction
CSN Mining Asia Limited	87.52	87.52	Commercial repres
Aceros México CSN	100.00	100.00	Commercial repres
			activities
	99.94		Steel, industrial and
Lusosider Ibérica S.A. (1)			interests
CSN Mining Portugal, Unipessoal Lda. (1)	87.52		Commercial repres
Direct interest in joint operations: proportionate consolidation			
Itá Energética S.A.	48.75	48.75	Electric power gene
Consórcio da Usina Hidrelétrica de Igarapava	17.92	17.92	Electric power cons
Direct interest in joint ventures: equity method			
MRS Logística S.A.	18.64	18.64	Railroad transportat
Aceros Del Orinoco S.A.	31.82	31.82	Dormant company
CBSI - Companhia Brasileira de Serviços de Infraestrutura	50.00	50.00	Equity interests and
Transnordestina Logística S.A.	46.30	49.02	Railroad logistics
Indirect interest in joint ventures: equity method			
MRS Logística S.A.	16.30	16.30	Railroad transportat
Direct interest in associates: equity method			
Arvedi Metalfer do Brasil S.A.	20.00	20.00	Metallurgy and Equ

(*) Dormant companies, therefore, they are presented in note 8.a., where information on companies accounted for under the equity method is disclosed;

(1) Transfer of shares;

(2) Company sold to the subsidiary CSN Mineração and subsequently merged in August 2017;

(3) Companies liquidated in July 2017.

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- **Exclusive funds**

Exclusive funds	Equity interests (%)		Core business
	09/30/2017	12/31/2016	
Direct interest: full consolidation			
Diplic II - Private credit balanced mutual fund	100.00	100.00	Investment fund
Caixa Vértice - Private credit balanced mutual fund	100.00	100.00	Investment fund
VR1 - Private credit balanced mutual fund	100.00	100.00	Investment fund

2.d) Restatement of account balances as of September 2016

The Company reclassified the cash flow hedge result in the third quarter of 2016 from finance income to other operating expenses in the amount of R\$26,472 (in line with the classification used in 2017).

The effects of the reclassifications are shown below:

Consolidated

**Parent Company
09/30/2016**

	09/30/2016					
	As originally reported	Reclassifications	Restated	As originally reported	Reclassifications	Restated
Net Revenue	12,630,353		12,630,353	6,457,435		6,457,435
Cost of goods sold	(9,470,412)		(9,470,412)	(5,370,811)		(5,370,811)
Operating Income (expenses)	(1,840,607)	(26,472)	(1,867,079)	(1,337,554)	(26,472)	(1,364,026)
Selling Expenses	(1,247,971)		(1,247,971)	(448,060)		(448,060)
General and administrative expenses	(382,114)		(382,114)	(283,481)		(283,481)
Equity Results	88,473		88,473	(493,617)		(493,617)
Other Operating income (expenses), net	(298,995)	(26,472)	(325,467)	(112,396)	(26,472)	(138,868)
Income before financial results	1,319,334	(26,472)	1,292,862	(250,930)	(26,472)	(277,402)
Financial results, net	(1,845,256)	26,472	(1,818,784)	(600,636)	26,472	(574,164)
Income before income tax and social contribution	(525,922)		(525,922)	(851,566)		(851,566)
Income tax and social contribution	(264,617)		(264,617)	5,769		5,769
Profit (loss) from continued operations	(790,539)		(790,539)	(845,797)		(845,797)
Profit (loss) from discontinued operations	(6,786)		(6,786)	(6,786)		(6,786)
Net income (loss) for the year	(797,325)		(797,325)	(852,583)		(852,583)
Attributable to:	(852,583)		(852,583)	(852,583)		(852,583)
Participation of controlling interest	55,258		55,258			
Participation of non-controlling	(797,325)		(797,325)	(852,583)		(852,583)

interest

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Version: 1**3. CASH AND CASH EQUIVALENTS**

	Consolidated		Parent Company	
	9/30/2017	12/31/2016	9/30/2017	12/31/2016
Current				
Cash and cash equivalents				
Cash and banks	234,663	502,480	39,888	30,308
Short-term investments				
In Brazil:				
Government securities	49,636	17,929	2,745	17,178
Private securities	431,024	1,390,707	286,920	1,216,461
	480,660	1,408,636	289,665	1,233,639
Abroad:				
Time deposits	2,666,109	2,960,046	338,885	202,799
Total short-term investments	3,146,769	4,368,682	628,550	1,436,438
Cash and cash equivalents	3,381,432	4,871,162	668,438	1,466,746

The funds available at the parent company and subsidiaries established in Brazil are basically invested in investment funds, considered exclusive, and their financial statements were consolidated into the Company's statements. The funds include repurchase agreements backed by private and government securities, with fixed rate income and immediate liquidity.

Private securities are short-term investments in Bank Deposit Certificates (CDBs) with yields pegged to the Interbank Deposit Certificate (CDI) fluctuation, and government securities are basically repurchase agreements backed by National Treasury Notes. The funds are managed by BNY Mellon Serviços Financeiros DTVM S.A. and Caixa Econômica Federal (CEF) and their assets collateralize any losses on investments and transactions carried out. The investments in funds were consolidated.

A significant part of the funds is invested abroad in time deposits in banks considered by management as top rated banks and the returns are based on fixed interest rates.

4. SHORT-TERM INVESTMENTS

	Consolidated		Parent Company	
	9/30/2017	12/31/2016	9/30/2017	12/31/2016
CDB - Bank certificate of deposit (1)	708,282	658,476	708,282	658,476
Government securities (2)	49,056	101,915	18,459	99,957
	757,338	760,391	726,741	758,433

1. Financial investment linked to Bank Certificate of Deposit to secure a letter of guarantee.

2. In 2017, financial investment in Government Securities managed by its exclusive funds, which secures the CDI interest rate futures contracts in the period as detailed in note 12 (b).

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5. TRADE RECEIVABLES

	Consolidated		Parent Company	
	9/30/2017	12/31/2016	9/30/2017	12/31/2016
Trade receivables				
Third parties				
Domestic market	1,191,309	1,027,639	981,900	733,608
Foreign market	1,007,669	919,936	77,605	67,652
	2,198,978	1,947,575	1,059,505	801,260
Allowance for doubtful accounts	(190,963)	(172,782)	(139,567)	(124,351)
	2,008,015	1,774,793	919,938	676,909
Related parties (note 17 a)	118,696	129,837	1,045,864	1,034,098
	2,126,711	1,904,630	1,965,802	1,711,007
Other receivables				
Dividends receivable (note 17 a) (*)	74,911	37,679	875,707	873,473
Advances to employees	22,258	34,607	12,432	21,953
Other receivables	16,495	20,300	14,407	18,420
	113,664	92,586	902,546	913,846
	2,240,375	1,997,216	2,868,348	2,624,853

(*) Refers mainly to dividends receivable from CSN Mineração S.A. amounting to R\$ 837,084.

In accordance with the internal sales policy the Group carries out transactions of assignment of receivables without co-obligation in which, after assigning the customer's trade notes/bills and receiving the amounts from each transaction closed, CSN settles the receivables and becomes entirely free from the credit risk of the transaction. This transaction totals R\$244,738 as of September 30, 2017 (R\$263,644 as of December 31, 2016), less the trade receivables.

The gross balance of receivables from third parties is comprised as follows:

	9/30/2017	Consolidated 12/31/2016	9/30/2017	Parent Company 12/31/2016
Current	1,368,035	1,381,255	434,332	404,259
Past-due up to 180 days	304,976	245,012	187,148	139,036
Past-due over 180 days	525,967	321,308	438,025	257,965
	2,198,978	1,947,575	1,059,505	801,260

The movements in the Company's allowance for doubtful accounts are as follows:

	9/30/2017	Consolidated 12/31/2016	9/30/2017	Parent Company 12/31/2016
Opening balance	(172,782)	(151,733)	(124,351)	(112,502)
Estimated losses	(34,323)	(25,474)	(28,651)	(16,347)
Recovery of receivables	16,142	4,425	13,435	4,498
Closing balance	(190,963)	(172,782)	(139,567)	(124,351)

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Version: 1**6. INVENTORIES**

	Consolidated		Parent Company	
	9/30/2017	12/31/2016	9/30/2017	12/31/2016
Finished goods	1,154,240	1,183,619	868,812	784,130
Work in progress	1,032,344	674,860	860,254	557,598
Raw materials	1,006,595	1,124,158	614,359	767,020
Spare Parts	823,958	824,478	434,788	412,206
Iron ore	346,294	255,029	13,640	18,899
Advances to suppliers	5,838	3,168	4,048	1,689
(-) Provision for losses	(122,811)	(101,176)	(47,827)	(37,312)
	4,246,458	3,964,136	2,748,074	2,504,230

The movements in the provision for inventory losses are as follows:

	Consolidated		Parent Company	
	9/30/2017	12/31/2016	9/30/2017	12/31/2016
Opening balance	(101,176)	(111,427)	(37,312)	(40,462)
Reversal / (losses) for slow-moving and obsolescence	(21,635)	10,251	(10,515)	3,150
Closing balance	(122,811)	(101,176)	(47,827)	(37,312)

7. OTHER CURRENT AND NONCURRENT ASSETS

The group of other current and noncurrent assets is comprised as follows:

	Current		Consolidated Non-current		Current		Parent Company Non-current	
	09/30/2017	12/31/2016	09/30/2017	12/31/2016	09/30/2017	12/31/2016	09/30/2017	12/31/2016
Judicial deposits (note 15)			364,884	331,258			292,179	273,038
Credits with the PGFN (1)			46,774	46,774			46,774	46,774
Recoverable taxes (2)	878,629	780,715	399,146	386,872	519,080	471,955	218,545	178,773
Prepaid expenses	74,038	27,011	32,786	20,421	21,074	2,785	11,899	
Actuarial asset - related party (note 17 a)			95,701	119,854			90,676	109,106
Derivative financial instruments (Note 12 I)	79	2,298						
Exclusive funds					79			
Securities held for trading (note 12 I)	3,084	2,966			2,918	2,818		
Iron ore inventory (3)			144,499	144,499				
Northeast Investment Fund – FINOR			26,598	26,598			26,598	26,598
Other receivables (note 12 I)			15,195	15,291			1,400	2,847
Loans with related parties (note 17 a e 12 I)	2,382		502,976	479,960	34,038	25,602	394,446	375,716
Other receivables from related	3,576	5,768	30,895	32,020	20,942	132,384	330,946	311,414

parties (note
17 a)

Others	66,452	33,255	67,691	72,273			67,191	71,696
	1,028,240	852,013	1,727,145	1,675,820	598,131	635,544	1,480,654	1,395,962

1. Refers to the excess of judicial deposit originated by the 2009 REFIS program (Tax Debt Refinancing Program). After the settlement of the program amount, the balance of one of the lawsuits was withdrawn by the Company with a court authorization.

2. Refers mainly to taxes on revenue (PIS/COFINS) and state VAT (ICMS) recoverable and income tax and social contribution for offset.

3. Long-term iron ore inventories that will be used after the implementation of the processing plant, generating as final product the pellet feed, expected to start operating in the second half of 2018.

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8. INVESTMENTS

The information on the activities of subsidiaries, joint ventures, joint operations, associates and other investments did not have any changes in relation to that disclosed in the Company's financial statements as of December 31, 2016 and, accordingly, the Company decided not to repeat it in the condensed interim financial information as of September 30, 2017.

- **Events Occurred in 2017**

Disposal of Subsidiary - CGPAR Construção Pesada - “CGPAR”

In July 2017, the Company completed the sale of its subsidiary CGPAR CONSTRUÇÃO PESADA S.A. to CSN Mineração, company also under the Company's control. The transaction price was R\$99,452.

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8.a) Direct interests in subsidiaries, joint ventures, joint operations, associates and other investments

Companies	Number of shares held by CSN in units		% Direct equity interest	Participation In			09/30/2017		A
	Common	Preferred		Assets	Liabilities	Shareholders' equity	Profit (loss) for period	% Direct equity interest	
Investments under the equity method									
Subsidiaries									
CSN Islands VII Corp.	20,001,000		100.00	5,284,720	5,380,335	(95,615)	(303,381)	100.00	6,
CSN Islands IX Corp. ⁽¹⁾									
CSN Islands XI Corp.	50,000		100.00	2,384,593	2,409,929	(25,336)	(46,032)	100.00	2,
CSN Islands XII Corp.	1,540		100.00	2,102,156	3,172,314	(1,070,158)	(50,859)	100.00	2,
CSN Minerals S.L.U.	3,500		100.00	3,089,582	19,787	3,069,795	154,274	100.00	3,
CSN Export Europe, S.L.U.	3,500		100.00	632,678	7,851	624,827	(11,458)	100.00	
CSN Metals S.L.U.	16,504,020		100.00	588,812	12,770	576,042	(19,128)	100.00	
CSN Americas S.L.U.	3,500		100.00	1,452,870	10,080	1,442,790	134,055	100.00	1,
CSN Steel S.L.U.	22,042,688		100.00	2,245,818	1,502,031	743,787	44,545	100.00	2,
	254,015,052		99.99	463,519	167,067	296,452	19,905	99.99	

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Sepetiba Tecon S.A. Minérios Nacional S.A. Fair Value - Minérios Nacional	66,393,587	99.99	89,269	44,999	44,270	(9,626)	99.99
Estanho de Rondônia S.A. Companhia Metalúrgica Prada CSN Mineração S.A.	121,861,697	99.99	43,278	40,093	3,185	(8,079)	99.99
	313,651,399	99.99	714,808	596,512	118,296	(30,532)	99.99
	158,419,480	87.52	14,035,504	5,321,094	8,714,410		
					2,123,507		