

NATIONAL STEEL CO
Form 6-K
November 26, 2014

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 November 26, 2014
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**

ITR — Quarterly Financial Information - September 30, 2014 – CIA
SIDERURGICA NACIONAL

**Version:
1**

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Company Information / Capital Breakdown

Number of Shares	Current Quarter
(Units)	9/30/2014
Paid-in Capital	
Common	1,387,524,047
Preferred	0
Total	1,387,524,047
Treasury Shares	
Common	6,791,300
Preferred	0
Total	6,791,300

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Company Information / Cash distribution

Event	Approval	Dividends	Inition	Payment	Type of share	Class of share	Dividends per common share (R\$/share)
Meeting of Board of Directors	02/28/2014	Dividends	03/11/2014		Ordinary		0.29150

Parent Company Statements / Balance Sheet - Assets
(R\$ thousand)

Code	Description	Current Quarter	Previous Year
		9/30/2014	12/31/2013
1	Total assets	49,048,756	48,689,176
1.01	Current assets	5,255,094	5,054,174
1.01.01	Cash and cash equivalents	477,282	206,624
1.01.03	Trade receivables	1,189,074	1,992,704
1.01.04	Inventories	3,064,068	2,459,230
1.01.08	Other current assets	524,670	395,616
1.02	Non-current assets	43,793,662	43,635,002
1.02.01	Long-term receivables	4,318,947	4,134,846
1.02.01.06	Deferred taxes	3,186,320	2,612,998
1.02.01.09	Other non-current assets	1,132,627	1,521,848
1.02.02	Investments	26,455,426	27,005,592
1.02.03	Property, plant and equipment	12,863,307	12,418,095
1.02.04	Intangible assets	155,982	76,469

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Parent Company Statements / Balance Sheet – Liabilities
(R\$ thousand)

Code	Description	Current Quarter 9/30/2014	Pre Year 12/31
2	Total liabilities	49,048,756	48,688,756
2.01	Current liabilities	6,324,047	6,500,000
2.01.01	Payroll and related taxes	191,438	150,000
2.01.02	Trade payables	1,157,495	920,000
2.01.03	Taxes payable	100,747	150,000
2.01.04	Borrowings and financing	3,593,638	3,850,000
2.01.05	Other payables	851,132	1,130,000
2.01.06	Provisions	429,597	270,000
2.01.06.01	Provision for tax, social security, labor and civil risks	429,597	270,000
2.02	Non-current liabilities	36,841,925	34,088,756
2.02.01	Borrowings and financing	24,086,936	21,390,000
2.02.02	Other payables	10,765,066	10,170,000
2.02.04	Provisions	1,989,923	2,528,756
2.02.04.01	Provision for tax, social security, labor and civil risks	167,164	430,000
2.02.04.02	Other provisions	1,822,759	2,098,756
2.02.04.02.03	Provision for environmental liabilities and asset retirement obligation - ARO	231,019	360,000
2.02.04.02.04	Pension and healthcare plan	485,084	480,000
2.02.04.02.05	Provision for losses on investments	1,106,656	1,238,756
2.03	Shareholders' equity	5,882,784	8,090,000
2.03.01	Issued capital	4,540,000	4,540,000
2.03.02	Capital reserves	30	
2.03.04	Earnings reserves	1,668,280	2,830,000
2.03.04.01	Legal reserve	361,641	360,000
2.03.04.02	Statutory reserve	1,373,309	2,470,000
2.03.04.09	Treasury shares	-66,670	
2.03.05	Retained earnings/Accumulated losses	-173,056	
2.03.08	Other comprehensive income	-152,470	710,000

Parent Company Statements / Statements of Income
(R\$ thousand)

Code	Description	Current	Current	Same	Previous
		Quarter	Year	Quarter of	Year
		7/1/2014	1/1/2014	Year	1/1/2013
		to	to	7/1/2013	to
		9/30/2014	9/30/2014	9/30/2013	9/30/2013
3.01	Net revenue from sales and/or services	3,092,336	9,812,948	3,730,830	9,872,130
3.02	Cost of sales and/or services	-2,290,584	-6,661,971	-2,626,539	-7,248,285
3.03	Gross profit	801,752	3,150,977	1,104,291	2,623,845
3.04	Operating expenses/income	772,653	-343,970	54,531	376,874
3.04.01	Selling expenses	-113,556	-324,964	-126,726	-366,150
3.04.02	General and administrative expenses	-92,761	-279,520	-72,816	-236,009
3.04.04	Other operating income	2,537	12,366	-28,817	-23,608
3.04.05	Other operating expenses	-42,618	-222,859	-114,177	-336,862
3.04.06	Share of profits of investees	1,019,051	471,007	397,067	1,339,503
3.05	Profit before finance income (costs) and taxes	1,574,405	2,807,007	1,158,822	3,000,719
3.06	Finance income (costs)	-1,938,797	-3,256,374	-724,391	-2,504,369
3.06.01	Finance income	71,393	97,259	28,275	98,895
3.06.02	Finance costs	-2,010,190	-3,353,633	-752,666	-2,603,264
3.06.02.01	Net exchange gains (losses) on financial instruments	-1,153,777	-605,862	-36,435	-625,692
3.06.02.02	Finance costs	-856,413	-2,747,771	-716,231	-1,977,572
3.07	Loss (profit) before taxes on income	-364,392	-449,367	434,431	496,350
3.08	Income tax and social contribution	114,287	276,311	65,251	525,127
3.09	Profit from continuing operations	-250,105	-173,056	499,682	1,021,477
3.11	Profit for the period	-250,105	-173,056	499,682	1,021,477
3.99	Earnings per share - (R\$/share)				
3.99.01	Basic earnings per share				
3.99.01.01	Common shares	-0.18008	-0.12105	0.34272	0.70062
3.99.02	Diluted earnings per share				
3.99.02.01	Common shares	-0.18008	-0.12105	0.34272	0.70062

**Parent Company Statements / Statement of Comprehensive Income
(R\$ thousand)**

Code	Description	Current	Current	Previo
		Quarter	Year	Year
		7/1/2014	1/1/2014	7/1/20
		to	to	9/30/20
		9/30/2014	9/30/2014	9/30/20
4.01	Profit for the period	-250,105	-173,056	499,6
4.02	Other comprehensive income	-98,799	-869,442	399,3
4.02.01	Cumulative translation adjustments for the period	60,745	-26,602	47,8
4.02.02	Actuarial (losses) gains on defined benefit pension plan from investments in subsidiaries	0	1,710	
4.02.03	Available-for-sale financial assets	-149,474	-1,208,939	538,9
4.02.04	Income tax and social contribution on available-for-sale financial assets	50,821	411,039	-183,2
4.02.05	Available-for-sale financial assets from investments in subsidiaries	0	-17,470	-4,2
4.02.06	Impairment of available-for-sale financial assets	18,429	66,476	
4.02.07	Income tax and social contribution on available-for-sale financial assets	-6,266	-22,602	
4.02.08	(Loss)/gain on the percentage change of investments	-73,054	-73,054	
4.03	Comprehensive income for the period	-348,904	-1,042,498	899,0

**Parent Company Statements / Statement of Cash Flows – Indirect Method
(R\$ thousand)**

Code	Description	Current Year 1/1/2014 to 9/30/2014	Previous Year 1/1/2013 to 9/30/2013
6.01	Net cash generated by operating activities	806,633	1,091,241
6.01.01	Cash generated from operations	2,832,279	2,437,171
6.01.01.01	Profit for the period	-173,056	1,021,477
6.01.01.02	Charges on borrowings and financing	2,394,687	1,828,087
6.01.01.03	Charges on loans and financing granted	-10,446	-34,054
6.01.01.04	Depreciation, depletion and amortization	747,644	698,973
6.01.01.05	Share of profits of investees	-471,007	-1,339,503
6.01.01.06	Deferred income tax and social contribution	-306,781	-525,127
6.01.01.08	Provision for tax, social security, labor, civil and environmental risks	-57,122	77,526
6.01.01.09	Monetary variation and exchange differences, net	586,628	741,618
6.01.01.10	Gain on derivative transactions	943	3,385
6.01.01.11	Impairment of available-for-sale financial assets	66,476	3,369
6.01.01.12	Residual value of permanent assets written off	11,970	7,771
6.01.01.14	Other provisions	42,343	-46,351
6.01.02	Changes in assets and liabilities	-2,025,646	-1,345,930
6.01.02.01	Trade receivables - third parties	142,114	-1,628
6.01.02.02	Trade receivables - related parties	-248,444	-97,096
6.01.02.03	Inventories	-697,314	53,629
6.01.02.05	Recoverable taxes	56,066	-9,286
6.01.02.06	Judicial deposits	-30,801	-9,754
6.01.02.07	Dividends received from related parties	274,335	295,912
6.01.02.09	Trade payables	191,100	-251,948
6.01.02.10	Payroll and related taxes	6,175	90,743
6.01.02.11	Taxes in installments - REFIS	-59,898	-20,231
6.01.02.13	Payables to related parties	45,133	-3,122
6.01.02.15	Interest paid	-1,733,891	-1,356,808
6.01.02.16	Interest received	13,595	2,420
6.01.02.17	Interest on swaps paid	-1,279	-3,434
6.01.02.18	Other	17,463	-35,327
6.02	Net cash used in investing activities	-1,005,313	-1,410,481
6.02.01	Investments	-49,679	-83,111
6.02.02	Purchase of property, plant and equipment	-1,092,393	-1,048,763

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6.02.07	Purchase of intangible assets	0	-11
6.02.08	Related parties loans	-31,506	-299,167
6.02.09	Receipt of related parties loans	168,265	20,150
6.02.10	Cash from merger of subsidiaries	0	421
6.03	Net cash used in financing activities	469,338	-1,139,453
6.03.01	Borrowings and financing raised	1,364,400	557,517
6.03.02	Borrowings and financing raised - related parties	1,528,240	0
6.03.03	Repayment of borrowings	-1,127,864	-414,053
6.03.04	Repayment of borrowings - related parties	-124,215	-126,181
6.03.05	Dividends and interest on capital paid	-424,935	-1,156,736
6.03.06	Treasury shares	-746,288	0
6.05	Increase (decrease) in cash and cash equivalents	270,658	-1,458,693
6.05.01	Cash and equivalents at the beginning of the period	206,624	2,995,757
6.05.02	Cash and equivalents at the end of the period	477,282	1,537,064

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Parent Company Statements / Statement of Changes in Shareholders' Equity - 1/1/2014 to 9/30/2014
(R\$ thousand)

Code	Description	Capital reserve, granted options and unvested shares'	Retained earnings/ Other comprehensive income	Equity
5.01	Opening balances	4,540,000	2,839,569	7,379,569
5.03	Adjusted opening balances	4,540,000	2,839,569	7,379,569
5.04	Capital transactions with shareholders	0	-1,171,281	-1,171,281
5.04.04	Treasury shares acquired	0	-746,286	-746,286
5.04.06	Dividends	0	-425,000	-425,000
5.04.08	Cancelled of treasury shares	0	679,679	679,679
5.04.09	Cancelled of treasury shares	0	-679,679	-679,679
5.05	Total comprehensive income	0	-1,892,422	-1,892,422
5.05.01	Profit for the period	0	-173,056	-173,056
5.05.02	Other comprehensive income	0	-869,422	-869,422
5.05.02.04	Cumulative translation adjustments for the period	0	-266,022	-266,022
5.05.02.08	Actuarial (losses) gains on defined benefit pension plan, net of taxes	0	177,010	177,010
5.05.02.09	Available-for-sale financial assets, net of taxes	0	-770,496	-770,496
5.05.02.10	Loss/gain on the percentage variation of investments	0	-73,054	-73,054
5.07	Closing balances	4,540,000	1,668,267	6,208,267

Parent Company Statements / Statement of Changes in Shareholders' Equity - 1/1/2013 to 9/30/2013

(R\$ thousand)

Code	Description	Capital reserve, granted options and		Retained earnings/		Shareholders' Equity
		Paid-in capital	Treasury shares	earnings/losses	Other components	
5.01	Opening balances	4,540,000	303,690,543	388,324,897	388,324,897	
5.03	Adjusted opening balances	4,540,000	303,690,543	388,324,897	388,324,897	
5.04	Capital transactions with shareholders	0	0	-560,000	400,026	-90,026
5.04.06	Dividends	0	0	0	210,000	-210,000
5.04.07	Interest on equity capital	0	0	0	190,026	-190,026
5.04.11	Approval of prior year's proposed dividends	0	0	-560,000	0	-560,000
5.05	Total comprehensive income	0	0	1,021,477	1,048,429	2,070,429
5.05.01	Profit for the period	0	0	1,021,477	1,021,477	2,043,477
5.05.02	Other comprehensive income	0	0	0	-171,048	1,048,429
5.05.02.04	Cumulative translation adjustments for the period	0	0	0	128,932	1,28,932
5.05.02.08	Available-for-sale financial assets, net of taxes	0	0	0	-299,989	989,980
5.07	Closing balances	4,540,000	303,130,543	362,451,307	451,307,307	1,259,601,157

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**Parent Company Statements / Statement of Value Added
(R\$ thousand)**

Code	Description	Current year	Previous year
		1/1/2014 to 9/30/2014	1/1/2013 to 9/30/2013
7.01	Revenues	11,922,194	12,096,876
7.01.01	Sales of products and services	11,881,880	12,047,163
7.01.02	Other revenues	49,646	48,006
7.01.04	Allowance for (reversal of) doubtful debts	-9,332	1,707
7.02	Raw materials acquired from third parties	-6,967,591	-7,970,108
7.02.01	Costs of sales and services	-6,103,603	-6,990,593
7.02.02	Materials, electric power, outside services and other	-794,338	-994,376
7.02.03	Impairment/recovery of assets	-69,650	14,861
7.03	Gross value added	4,954,603	4,126,768
7.04	Retentions	-747,644	-698,973
7.04.01	Depreciation, amortization and depletion	-747,644	-698,973
7.05	Wealth created	4,206,959	3,427,795
7.06	Value added received as transfer	581,102	1,635,586
7.06.01	Share of profits of investees	471,007	1,339,503
7.06.02	Finance income	97,259	98,895
7.06.03	Other	12,836	197,188
7.07	Wealth for distribution	4,788,061	5,063,381
7.08	Wealth distributed	4,788,061	5,063,381
7.08.01	Personnel	961,743	795,133
7.08.01.01	Salaries and wages	749,074	617,705
7.08.01.02	Benefits	160,345	132,127
7.08.01.03	Severance pay fund (FGTS)	52,324	45,301
7.08.02	Taxes, fees and contributions	640,026	440,244
7.08.02.01	Federal	510,356	309,068
7.08.02.02	State	111,656	114,238
7.08.02.03	Municipal	18,014	16,938
7.08.03	Lenders and lessors	3,359,348	2,806,527
7.08.03.01	Interest	2,747,158	1,977,339
7.08.03.02	Leases	7,326	7,638
7.08.03.03	Other	604,864	821,550
7.08.04	Shareholders	-173,056	1,021,477

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7.08.04.01	Interest on equity capital	0	190,026
7.08.04.02	Dividends	0	210,000
7.08.04.03	Retained earnings (accumulated losses) for the period	-173,056	621,451

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Consolidated Financial Statements / Balance Sheet - Assets
(R\$ thousand)

<i>Code</i>	<i>Description</i>	Current	
		9/30/2014	12/31/2013
1	Total assets	49,731,948	50,402,539
1.01	Current assets	15,597,390	16,402,042
1.01.01	Cash and cash equivalents	8,971,362	9,995,672
1.01.03	Trade receivables	1,487,952	2,522,465
1.01.04	Inventories	3,856,384	3,160,985
1.01.08	Other current assets	1,281,692	722,920
1.02	Non-current assets	34,134,558	34,000,497
1.02.01	Long-term receivables	4,587,176	4,636,608
1.02.01.02	Investments measured at amortized cost	32,539	30,756
1.02.01.06	Deferred taxes	3,354,960	2,770,527
1.02.01.09	Other non-current assets	1,199,677	1,835,325
1.02.02	Investments	13,204,192	13,487,023
1.02.03	Property, plant and equipment	15,341,609	14,911,426
1.02.04	Intangible assets	1,001,581	965,440

Consolidated Financial Statements / Balance Sheet - Liabilities
(R\$ thousand)

Code	Description	Current Quarter 9/30/2014	Previous Year 12/31/2013
2	Total liabilities	49,731,948	50,402,539
2.01	Current liabilities	7,155,426	5,564,230
2.01.01	Payroll and related taxes	253,595	208,921
2.01.02	Trade payables	1,469,748	1,102,037
2.01.03	Taxes payable	289,221	304,095
2.01.04	Borrowings and financing	3,657,719	2,642,807
2.01.05	Other payables	974,061	972,851
2.01.06	Provisions	511,082	333,519
2.01.06.01	Provision for tax, social security, labor and civil risks	511,082	333,519
2.02	Non-current liabilities	36,654,387	36,769,250
2.02.01	Borrowings and financing	25,061,112	25,103,623
2.02.02	Other payables	10,435,163	10,061,571
2.02.03	Deferred taxes	237,707	268,833
2.02.04	Provisions	920,405	1,335,223
2.02.04.01	Provision for tax, social security, labor and civil risks	199,139	479,664
2.02.04.02	Other provisions	721,266	855,559
2.02.04.02.03	Provision for environmental liabilities and asset retirement obligation - ARO	236,161	370,454
2.02.04.02.04	Pension and healthcare plan	485,105	485,105
2.03	Shareholders' equity	5,922,135	8,069,059
2.03.01	Issued capital	4,540,000	4,540,000
2.03.02	Capital reserves	30	30
2.03.04	Earnings reserves	1,668,280	2,839,568
2.03.04.01	Legal reserve	361,641	361,641
2.03.04.02	Statutory reserve	1,373,309	2,477,927
2.03.04.09	Treasury shares	-66,670	0
2.03.05	Retained earnings/Accumulated losses	-173,056	0
2.03.08	Other comprehensive income	-152,470	716,972
2.03.09	Non-controlling interests	39,351	-27,511

Consolidated Financial Statements / Statements of Income
(R\$ thousand)

Code	Description	Same Quarter of			
		Current Quarter	Current Year	Previous Year	Previous Year
		7/1/2014 to 9/30/2014	1/1/2014 to 9/30/2014	7/1/2013 to 9/30/2013	1/1/2013 to 9/30/2013
3.01	Net revenue from sales and/or services	3,882,986	2,306,271	4,661,416	2,363,601
3.02	Cost of sales and/or services	-2,911,961	-8,693,082	3,259,219	1,131,010
3.03	Gross profit	971,025	3,613,189	1,402,205	3,232,591
3.04	Operating expenses/income	-244,156	-1,216,581	-238,753	-869,689
3.04.01	Selling expenses	-268,052	-691,619	-208,791	-666,415
3.04.02	General and administrative expenses	-110,470	-338,494	-105,862	-338,909
3.04.04	Other operating income	27,471	44,937	10,083	35,289
3.04.05	Other operating expenses	-90,686	-316,094	-142,641	-407,392
3.04.06	Share of profits of investees	197,581	84,689	208,458	507,738
3.05	Profit before finance income (costs) and taxes	726,869	2,396,608	1,163,452	2,362,902
3.06	Finance income (costs)	-944,459	-2,500,593	-597,118	1,582,220
3.06.01	Finance income	42,735	134,217	59,280	157,382
3.06.02	Finance costs	-987,194	-2,634,810	-656,398	1,739,602
3.06.02.01	Net exchange gains (losses) on financial instruments	-77,250	-193,453	4,844	39,681
3.06.02.02	Finance costs	-909,944	-2,441,357	-661,242	1,779,283
3.07	Loss (profit) before taxes on income	-217,590	-103,985	566,334	780,682
3.08	Income tax and social contribution	-32,798	-75,274	-63,446	240,408
3.09	Profit from continuing operations	-250,388	-179,259	502,888	1,021,090
3.11	Consolidated Profit and Loss	-250,388	-179,259	502,888	1,021,090
3.11.01	Attributed to owners of the Company	-250,105	-173,056	499,682	1,021,477
3.11.02	Attributed to non-controlling interests	-283	-6,203	3,206	-387
3.99	Earnings per share - (R\$/share)				
3.99.01	Basic earnings per share				
3.99.01.01	Common shares	-0.18008	-0.12105	0.34272	0.70062
3.99.02	Diluted earnings per share				
3.99.02.01	Common shares	-0.18008	-0.12105	0.34272	0.70062

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

Code	Description	Current		Previous
		Quarter 7/1/2014 to 9/30/2014	Year 1/1/2014 to 9/30/2014	Year 7/1/2013 to 9/30/2013
4.01	Consolidated profit for the period	-250,388	-179,259	502,388
4.02	Other comprehensive income	-98,799	-869,442	399,442
4.02.01	Cumulative translation adjustments for the period	60,745	-26,602	47,143
4.02.02	Actuarial (losses) gains on defined benefit pension plan from investments in subsidiaries	0	1,710	
4.02.03	Available-for-sale financial assets	-151,034	-1,241,037	532,037
4.02.04	Income tax and social contribution on available-for-sale financial assets	51,351	421,952	-181,952
4.02.05	Impairment of available-for-sale financial assets	19,989	72,104	
4.02.06	Income tax and social contribution on available-for-sale financial assets	-6,796	-24,515	
4.02.07	(Loss)/gain on the percentage variation of investments	-73,054	-73,054	
4.03	Consolidated comprehensive income for the period	-349,187	-1,048,701	902,388
4.03.01	Attributed to owners of the Company	-348,904	-1,042,498	899,442
4.03.02	Attributed to non-controlling interests	-283	-6,203	3,946

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Consolidated Financial Statements / Statement of Cash Flows – Indirect Method
(R\$ thousand)

Code	Description	Current Year 01/01/2014 to 9/30/2014	Previous Year 01/01/2013 to 9/30/2013
6.01	Net cash generated by operating activities	600,432	1,401,537
6.01.01	Cash generated from operations	2,644,889	3,765,285
6.01.01.01	Profit for the period attributable to owners of the Company	-173,056	1,021,477
6.01.01.02	Profit (loss) for the period attributable to non-controlling interests	-6,203	-387
6.01.01.03	Charges on borrowings and financing	2,056,128	1,597,890
6.01.01.04	Charges on loans and financing granted	-30,671	-33,593
6.01.01.05	Depreciation, depletion and amortization	934,555	868,884
6.01.01.06	Share of profits of investees	-84,689	-507,738
6.01.01.07	Deferred income tax and social contribution	-332,332	-527,544
6.01.01.08	Provision for tax, social security, labor, civil and environmental risks	-42,306	49,430
6.01.01.09	Monetary variation and exchange differences, net	185,777	1,272,140
6.01.01.10	Gain (loss) on derivative transactions	1,395	18,693
6.01.01.11	Impairment of available-for-sale financial assets	72,104	5,002
6.01.01.16	Residual value of permanent assets written off	12,935	26,805
6.01.01.17	Other provisions	51,252	-25,774
6.01.02	Changes in assets and liabilities	-2,044,457	-2,363,748
6.01.02.01	Trade receivables - third parties	315,486	-213,722
6.01.02.02	Trade receivables - related parties	-145,262	-26,814
6.01.02.03	Inventories	-769,929	20,856
6.01.02.04	Receivables from related parties	1,963	-29,758
6.01.02.05	Recoverable taxes	47,995	27,095
6.01.02.06	Judicial deposits	-34,323	14,132
6.01.02.07	Dividends received from related parties	232,383	268,470
6.01.02.08	Trade payables	408,619	-771,473
6.01.02.09	Payroll and related taxes	27,527	105,464
6.01.02.10	Taxes in installments - REFIS	-43,397	38,181
6.01.02.12	Payables to related parties	2,600	-3,173
6.01.02.14	Interest paid	-2,103,382	-1,772,921
6.01.02.15	Interest received - related parties	13,595	20,393
6.01.02.16	Interest on swaps paid	-1,279	-3,434
6.01.02.17	Other	2,947	-37,044
6.02	Net cash used in investing activities	-1,239,860	-1,446,979

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6.02.02	Investments	-8,376	0
6.02.03	Purchase of property, plant and equipment	-1,292,180	-1,749,615
6.02.09	Receipt/payment in derivative transactions	-73,670	332,655
6.02.10	Purchase of intangible assets	-610	-70
6.02.11	Related parties loans	-31,506	-301
6.02.12	Receipt of related parties loans	168,265	0
6.02.13	Investment, net of redeemed amount	-1,783	-29,648
6.03	Net cash used in financing activities	-771,732	-411,840
6.03.01	Borrowings and financing raised	1,630,664	1,228,957
6.03.02	Repayment of borrowings	-1,175,234	-489,485
6.03.04	Dividends and interest on capital paid	-424,935	-1,156,736
6.03.05	Capital contribution by non-controlling shareholders	0	5,424
6.03.06	Treasury shares	-746,288	0
6.03.07	Repurchase of debt securities	-55,939	0
6.04	Exchange differences on translating cash and cash equivalents	386,850	-287,664
6.05	Increase (decrease) in cash and cash equivalents	-1,024,310	-744,946
6.05.01	Cash and equivalents at the beginning of the period	9,995,672	11,891,821
6.05.02	Cash and equivalents at the end of the period	8,971,362	11,146,875

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**Consolidated Financial Statements / Statement of Changes in Shareholders' Equity - 1/1/2014 to 9/30/2014
(R\$ thousand)**

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings(a) reserve
5.01	Opening balances	4,540,000	30	2,839,568
5.03	Adjusted opening balances	4,540,000	30	2,839,568
5.04	Capital transactions with shareholders	0	0	-1,171,288
5.04.04	Treasury shares acquired	0	0	-746,288
5.04.06	Dividends	0	0	-425,000
5.04.08	Cancelled of treasury shares	0	0	679,618
5.04.09	Cancelled of treasury shares	0	0	-679,618
5.05	Total comprehensive income	0	0	0
5.05.01	Profit for the period	0	0	0
5.05.02	Other comprehensive income	0	0	0
5.05.02.04	Cumulative translation adjustments for the period	0	0	0
5.05.02.08	Actuarial (losses) gains on defined benefit pension plan, net of taxes	0	0	0
5.05.02.09	Available-for-sale financial assets, net of taxes	0	0	0
5.05.02.10	Loss/gain on the percentage variation of investments	0	0	0
5.06	Internal changes in shareholders' equity	0	0	0
5.06.04	Non-controlling interest in subsidiaries	0	0	0
5.07	Closing balances	4,540,000	30	1,668,280

Consolidated Financial Statements / Statement of Changes in Shareholders' Equity - 1/1/2013 to 9/30/2013
(R\$ thousand)

Code	Description	Paid-in capital	Capital reserve, granted options and treasury shares	Earnings(accumulated reserve)	Retained earnings(accumulated losses)
5.01	Opening balances	4,540,000	303,690,543		
5.03	Adjusted opening balances	4,540,000	303,690,543		
5.04	Capital transactions with shareholders	0	0	-560,000	-400,000
5.04.06	Dividends	0	0	0	-210,000
5.04.07	Interest on capital	0	0	0	-190,000
5.04.11	Approval of additional dividends at Annual General Meeting	0	0	-560,000	
5.05	Total comprehensive income	0	0	0	1,021,470
5.05.01	Profit for the period	0	0	0	1,021,470
5.05.02	Other comprehensive income	0	0	0	
5.05.02.04	Cumulative translation adjustments for the period	0	0	0	
5.05.02.08	Available-for-sale financial assets, net of taxes	0	0	0	
5.06	Internal changes in shareholders' equity	0	0	0	
5.06.04	Non-controlling interests in subsidiaries	0	0	0	
5.07	Closing balances	4,540,000	303,130,543		621,470

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**Consolidated Financial Statements / Statement of Value Added
(R\$ thousand)**

Code	Description	Current year 1/1/2014 to 9/30/2014	Previous year 1/1/2013 to 9/30/2013
7.01	Revenues	14,684,931	14,859,753
7.01.01	Sales of products and services	14,643,220	14,797,947
7.01.02	Other revenues	52,594	60,159
7.01.04	Allowance for (reversal of) doubtful debts	-10,883	1,647
7.02	Raw materials acquired from third parties	-9,030,859	-9,705,748
7.02.01	Costs of sales and services	-7,729,543	-8,390,767
7.02.02	Materials, electric power, outside services and other	-1,222,881	-1,344,612
7.02.03	Impairment/recovery of assets	-78,435	29,631
7.03	Gross value added	5,654,072	5,154,005
7.04	Retentions	-934,555	-868,884
7.04.01	Depreciation, amortization and depletion	-934,555	-868,884
7.05	Wealth created	4,719,517	4,285,121
7.06	Value added received as transfer	970,429	2,659,610
7.06.01	Share of profits of investees	84,689	507,738
7.06.02	Finance income	134,217	157,382
7.06.03	Other	751,523	1,994,490
7.07	Wealth for distribution	5,689,946	6,944,731
7.08	Wealth distributed	5,689,946	6,944,731
7.08.01	Personnel	1,270,926	1,091,666
7.08.01.01	Salaries and wages	1,007,607	876,460
7.08.01.02	Benefits	202,041	162,038
7.08.01.03	Severance pay fund (FGTS)	61,278	53,168
7.08.02	Taxes, fees and contributions	1,220,251	1,087,961
7.08.02.01	Federal	1,012,091	771,974
7.08.02.02	State	180,115	290,865
7.08.02.03	Municipal	28,045	25,122
7.08.03	Lenders and lessors	3,378,028	3,744,014
7.08.03.01	Interest	2,391,954	1,779,545
7.08.03.02	Leases	11,397	11,512
7.08.03.03	Other	974,677	1,952,957
7.08.04	Shareholders	-179,259	1,021,090
7.08.04.01	Interest on equity capital	0	190,026
7.08.04.02	Dividends	0	210,000

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7.08.04.03	Retained earnings (accumulated losses) for the period	-173,056	621,451
7.08.04.04	Non-controlling interests in retained earnings	-6,203	-387

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The recovery of global economic activity has been occurring at a moderate pace and on heterogeneous way. While among the developed countries, the United States and the United Kingdom have been recording growth, the slower-than-expected recovery in the Eurozone and the less optimistic prospects for certain emerging economies have contributed to more conservative revisions of global growth. The International Monetary Fund (IMF) reduced the global growth projections to 3.3% in 2014 and 3.8% in 2015.

USA

The latest figures from the U.S. Department of Commerce and the FED indicate an upturn in domestic economic activity. In 3Q14, the U.S. economy recorded growth of 3.5%, reflecting the good performance of exports, investments and consumption, as well as the increase in government spending. In September, industrial production increased by 1.0% over August, giving 12-month growth of 4.3%, and installed capacity use remained at 79% throughout the year.

Manufacturing PMI averaged 57.6 points in 3Q14, 2.4 points above the average in the previous quarter and continuing the expansion that began in June 2013.

In September 2014, the unemployment rate reached 5.9%, the lowest level for the last six years, giving a year-to-date decline of 1.3 p.p.

At its last meeting in October, the FED's Monetary Policy Committee (FOMC) announced the end of the securities purchase program, designed to stimulate the economy, maintaining interest rates at between 0 and 0.25%. The Committee considered it appropriate to maintain interest at this level for a considerable period of time, especially in a scenario of inflation lower than the 2% target.

As a result, the FED estimates GDP growth of between 2.0% and 2.2% in 2014.

Europe

The European recovery continues at a slower pace. After four quarters of moderate expansion, 2Q14 GDP in the Eurozone remained virtually flat. Industrial output fell by 1.8% in August over July, chiefly reflecting the 4.8% reduction in capital goods production, while the manufacturing PMI declined from 52.8 points in June to 52.0 points in September, the lowest figure in the last ten months.

Eurozone unemployment rate remained stable, but still high, recording 11.5% in September. Austria and Germany recorded the lowest rates among the countries, while Greece and Spain had the highest.

Eurozone inflation came to 0.3% in the 12 months ended September 2014, well below the long-term goal of 2% established by the European Central Bank (ECB) and the lowest figure since October 2009. Certain countries such as Spain, Greece, Hungary and Bulgaria actually recorded negative inflation in the same period. In this context, the ECB implemented new measures to stimulate the economy, including the repurchase of securities, with a minimum duration of two years. The institution expects a GDP growth of 0.9% in 2014 and 1.6% in 2015.

UK GDP expanded for the seventh consecutive quarter, moving up by 0.7% in 3Q14, fueled by the service and construction sectors, which grew by 0.7% and 0.8%, respectively. The British Chamber of Commerce estimates annual GDP growth of 3.2% in 2014.

The labor market continues to improve, with unemployment between June and August 2014 declining by 6%, the lowest level since the end of 2008 and 0.4 p.p. less than in the previous three-month period from March to May. In the year through September, inflation fell to 1.2%, below the 1.5% recorded through August.

Asia

Preliminary 3Q14 figures from the National Bureau of Statistics point to Chinese GDP growth of 7.3% over 3Q13, below the 7.5% recorded in 2Q14. In 9M14, the Chinese economy grew by 7.4% over 9M13, slightly below the 7.5% target established by the government.

In September 2014, the manufacturing PMI published by HSBC reached 50.2 points, continuing the expansion begun in June. Industrial production increased by 8.0% in September, higher than the 6.9% registered in August. In the first nine months, investments in fixed assets moved up by 16%, less than the 20% recorded in 9M13.

Manufacturing PMI also continued to expand in Japan, reaching 51.7 points in September. Unemployment rate recorded 3.5% in August, the lowest rate since July 2007. At its last monetary policy meeting, the Central Bank of Japan (BoJ) increased the ceiling of the security buyback program from between 60 and 70 trillion yen, to 80 trillion yen per year, maintaining interest at 0.1%. The BoJ's long-term inflation target is 2% p.y. and it is projecting GDP growth of 1.0% in 2014.

Brazil

In Brazil, the economic fundamentals remain unfavorable, with GDP declining by 0.6% in 2Q14, following the 0.2% slide in 1Q14 over 4Q13. The 2Q14 result was primarily due to the negative performance of the industrial (-1.5%) and service (-0.5%) sectors. September's activity indicators, notably industrial production, suggest a further slowdown in the third quarter. Industrial output fell by 0.2% in September over August, largely due to the 1.6% reduction in the production of intermediate goods, giving a year-to-date downturn of 2.9%. The Central Bank's Focus report expects GDP growth of 0.2% in 2014 and 0.8% in 2015.

According to CAGED (the employment and unemployment registry), 80,000 new registered jobs were created in September, 41% down on the same month last year and the worst result since mid-2001. In the year through September, a net total of 905 thousand formal jobs were created.

Inflation recorded by the IPCA consumer price index moved up by 0.57% in September, giving year-to-date and last-12-month growth of 4.61% and 6.75%, respectively, exceeding the 6.5% ceiling of the annual inflation target. Given this scenario, at its last meeting in October, the Monetary Policy Committee (COPOM) raised the Selic base rate once again, this time to 11.25% p.a. The Focus report expects 2014 inflation of 6.39%, with a Selic of 11.50% at year-end.

On the foreign exchange front, the real depreciated by 11.3% against the U.S. dollar in 3Q14, closing September at R\$2.451/US\$, reflecting greater risk aversion in the domestic market, coupled with international factors such as the end of the U.S. government's security repurchase program and a possible increase in interest rates by the FED.

Macroeconomic Projections

	2014	2015
IPCA (%)	6.39	6.40
Commercial dollar (final) – R\$	2.50	2.60
SELIC (final - %)	11.50	12.00
GDP (%)	0.20	0.80
Industrial Production (%)	-2.21	1.46

Source: FOCUS BACEN

Base: 11/07/2014

In the third quarter, consolidated net revenue totaled R\$3,883 million, 4% down on the R\$4,052 million recorded in 2Q14, chiefly influenced by the reduction in mining revenue, due to lower iron ore prices in the international market.

COGS totaled R\$2,912 million in 3Q14, 6% up on the R\$2,747 million posted in 2Q14, basically due to a nominal increase in COGS from steel operations, given non-recurring adjustments booked in 2Q14.

Consolidated SG&A expenses totaled R\$379 million in 3Q14, 6% more than the R\$358 million reported in 2Q14, due to higher selling expenses.

Other Operating Revenue/Expenses came to R\$63 million in 3Q14, versus R\$31 million in 2Q14, basically due to the write-off of judicial deposits.

The Company uses Adjusted EBITDA to measure the segments' performance and operating cash flow capacity. It comprises net income before the net financial result, income and social contribution taxes, depreciation and amortization, results from investees and other operating revenue (expenses), plus the proportional EBITDA of the jointly-owned subsidiaries, Namisa, MRS Logística and CBSI.

Third-quarter adjusted EBITDA amounted to R\$977 million, 25% less than the R\$1,303 million posted in 2Q14, basically due to the lower contribution from steel and mining operations, accompanied by a margin of 23%, down by 7 p.p. over 2Q14.

In 3Q14, CSN's consolidated net financial result was negative by R\$944 million, mainly due to the following factors:

- Interest on loans and financing totaling R\$707 million;
- The R\$119 million effect related to the complement of interest on contingencies included in the tax repayment program REFIS (Law 11941/09);
- Monetary and foreign exchange variations amounting to R\$77 million;
- Expenses of R\$40 million with the monetary restatement of tax payment installments;
- Other financial expenses totaling R\$44 million.

These negative effects were partially offset by consolidated financial revenue of R\$43 million.

Gross debt, net debt and the net debt/EBITDA ratio presented below reflect the Company's proportional interest in Namisa, MRS Logística and CBSI, as well as the impact from the partial spin-off of Transnordestina Logística S/A.

At the close of September 30, 2014, net debt stood at R\$17.6 billion, R\$0.9 billion more than on June 30, 2014. The net debt/EBITDA ratio based on LTM adjusted EBITDA closed the third quarter at 3.2x, 0.5x more than the 2.7x recorded at the end of 2Q14. Net debt was impacted by the following factors:

- Investments of R\$0.6 billion in fixed assets;
- A R\$0.7 billion effect related to the cost of debt;

- Foreign exchange variation of R\$0.4 billion;
- Disbursements of R\$0.3 billion on the share buyback program.

These negative effects were partially offset by 3Q14 EBITDA of R\$1.0 billion and the R\$0.1 billion reduction in working capital.

Indebtedness (R\$ million) and Net Debt /Adjusted EBITDA ratio

CSN's equity result was positive by R\$198 million in 3Q14, versus a negative R\$67 million in 2Q14, chiefly due to the result of the jointly-owned subsidiary Namisa.

In the third quarter, the Company posted a consolidated net loss of R\$250 million, basically reflecting the lower operating result in the quarter.

Investments reflect the Company's proportional interest in Namisa, MRS Logística and CBSI. The Company has ceased consolidating its interest in Transnordestina Logística S/A, due to the partial spin-off on December 27, 2013 and the consequent entry into effect of the new shareholders' agreement.

CSN invested R\$613 million in 3Q14. Of this total, the main investments were R\$156 million in mining, R\$128 million in steel, R\$203 million in cement and R\$108 million in logistic.

In the third quarter, the Company reviewed the balance of the accounts composing its working capital, which includes Inventories, Suppliers, Salaries and Taxes. For comparison purposes, 2Q14 working capital was recalculated and reduced by R\$493 million.

At the close of 3Q14, working capital applied to the Company's businesses totaled R\$2,094 million, a reduction of R\$144 million compared to 2Q14, particularly due to the reduction in accounts receivable and the increase in salaries and social contributions, partially offset by higher inventories.

The average receivables period contracted by five days, the average payment period by one day, while the average inventory turnover period widened by seven days.

WORKING CAPITAL (R\$ MM)	2Q14	3Q14	Change 3Q14 x 2Q14
Assets	4,602	4,523	(79)
Accounts Receivable	1,716	1,406	(309)
Inventory (*)	2,766	2,997	231
Advances to Taxes	121	119	(1)
Liabilities	2,363	2,429	65
Suppliers	1,567	1,509	(58)
Salaries and Social Contribution	284	358	74
Taxes Payable	481	539	58
Advances from Clients	31	23	(8)
Working Capital	2,239	2,094	(145)

TURNOVER RATIO Average Periods	2Q14	3Q14	Change 3Q14 x 2Q14
Receivables	31	26	(5)
Supplier Payment	49	48	(1)
Inventory Turnover	87	94	7
Cash Conversion Cycle	69	72	3

(*) Inventory - includes "Advances to Suppliers" and does not include "Supplies".

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:

Steel	Mining	Logistics	Cement	Energy
Usina Presidente Vargas Porto Real	Casa de Pedra Namisa (60%)	Railways: - MRS	Volta Redonda Arcos	CSN Energia Itasa

Paraná	Tecar	- FTL
LLC	ERSA	- TLSA
Lusosider		Port:
Prada (Distribution		
and		- Sepetiba Tecon
Packaging)		
Metalic		
SWT		

The information on CSN’s five business segments is derived from the accounting data, together with allocations and the apportionment of costs among the segments. Results by segment reflect the Company’s proportional interest in Namisa, MRS Logística and CBSI, as well as the full consolidation of FTL.

Net revenue by segment (R\$ million)

Results by segment

R\$ million

3Q14

Consolidated Results	Steel	Mining	Logistics (Port)	Logistics (Railways)	Energy	Cement	Corporate/ Eliminations	Consolidated
Net Revenue	2,788	914	39	335	97	120	(410)	3,883
Domestic Market	2,138	71	39	335	97	120	(316)	2,484
Foreign Market	649	843	-	-	-	-	(94)	1,399
Cost of Goods Sold	(2,173)	(796)	(33)	(219)	(49)	(86)	445	(2,912)
Gross Profit	614	118	7	115	48	34	35	971
Selling, General and Administrative Expenses	(161)	(13)	-	(25)	(5)	(18)	(155)	(379)
Depreciation	205	99	3	42	4	10	(37)	326
Proportional EBITDA of Jointly Controlled Companies	-	-	-	-	-	-	58	58
Adjusted EBITDA	658	203	10	132	47	26	(99)	977

R\$ million

2Q14

Consolidated Results	Steel	Mining	Logistics (Port)	Logistics (Railways)	Energy	Cement	Corporate/ Eliminations	Consolidated
Net Revenue	2,843	1,117	47	226	87	113	(380)	4,052
Domestic Market	2,185	82	47	226	87	113	(211)	2,529
Foreign Market	657	1,035	-	-	-	-	(169)	1,523
Cost of Goods Sold	(2,083)	(740)	(31)	(156)	(49)	(72)	385	(2,747)
Gross Profit	759	377	16	70	38	42	5	1,306
Selling, General and Administrative Expenses	(168)	(20)	-	(21)	(5)	(17)	(126)	(358)
Depreciation	202	85	2	39	4	9	(45)	296
Proportional EBITDA of Jointly Controlled Companies	-	-	-	-	-	-	58	58
Adjusted EBITDA	793	442	18	87	37	34	(107)	1,303

Scenario

According to the World Steel Association (WSA), global crude steel production totaled 1.2 billion tonnes in the first nine months of 2014, 2% higher than in 9M13, the same percentage growth recorded in China, which was responsible for 618 million tonnes. Global capacity use reached 76% in September 2014, 2 p.p. down on June. For 2014, the WSA expects a 2%

growth in world apparent steel consumption and an increase of 1% in China.

According to the Brazilian Steel Institute (IABr), domestic crude steel production came to 25.5 million tonnes in 9M14, down 1% on 9M13, while rolled flat output totaled 18.7 million tonnes, down by 5%. Flat steel apparent consumption in 9M14 reached 9.0 million tonnes, 3% less year-on-year, with domestic sales totaling 8.4 million tonnes, 8% down on 9M13. On the other hand, flat steel imports climbed by 26% to 1.8 million tonnes, while exports fell by 3% to 1.2 million tonnes.

The IABr reduced its estimates for domestic steel product sales from 23.7 to 21.7 million tonnes in 2014, with apparent consumption moving down from 27.2 to 25.3 million tonnes.

Automotive

According to ANFAVEA (the Auto Manufacturers' Association), Brazil's vehicle production totaled 2.4 million units in 9M14, 17% less than the 2.9 million vehicles produced in 9M13. It is important mentioning truck production, which fell by 24%, followed by vehicles, light commercial vehicles and buses, down by 17%, 14% and 12%, respectively.

Vehicle sales declined by 9% in 9M14 over 9M13, led by the bus and trucks segments, with respective downturn of 17% and 14%, partially offset by the 1% growth in the light commercial vehicle segment. Exports fell by 39% year-on-year in the first nine months, basically influenced by the lower sales to Argentina.

In this scenario, ANFAVEA revised its estimates for 2014, estimating reduction of 10% in production and 5% in vehicle sales over 2013.

With relation to light vehicles, FENABRAVE (the Vehicle Distributors' Association) registered reduction of 8% in the number of vehicles licensed, from 2.6 million units in 9M13 to 2.4 million units in 9M14. The association expects 2014 light vehicle sales to fall by 8% over last year.

Construction

According to ABRAMAT (the Construction Material Manufacturers' Association), sales of building material in the last twelve months ended in September 2014 fell by 4.9% over the same period in 2013. In this context, the association revised its estimates for 2014, to a reduction of 4% in sales.

Home Appliances

According to the IBGE (Brazilian Institute of Geography and Statistics), home appliance production grew by 17% in 3Q14 over 2Q14, with expansion of 3% in the first nine months of 2014 over 9M13.

Distribution

According to INDA (the Brazilian steel distributors' association), flat steel sales by domestic distributors totaled 3.3 million tonnes in 9M14, 2% down on the previous year. 9M14 purchases by the associated network came to 3.2 million tonnes, 9.7% down year-on-year, while inventories totaled 1.0 million tonnes at the close of 3Q14, declining by 1% over 2Q14. In this scenario, the association estimates sales to fall by 3% in 2014 over 2013.

Sales Volume

In 3Q14, CSN's steel sales totaled 1.27 million tonnes. Of this total, 72% went to the domestic market, 25% were sold by overseas subsidiaries and 3% went to exports.

Domestic Sales Volume

CSN's domestic steel sales came to 921 thousand tonnes in 3Q14, slightly more than the 918 thousand tonnes sold in 2Q14.

Foreign Sales Volume

Foreign sales amounted to 353 thousand tonnes in 3Q14, 3% more than in the previous quarter. Of this total, the overseas subsidiaries sold 319 thousand tonnes, 180 thousand tonnes of which by SWT. Direct exports came to 34 thousand tonnes.

Prices

Net revenue per tonne averaged R\$2,130 in 3Q14, a 3.8% reduction over 2Q14, essentially due to the sales mix.

Net Revenue

Net revenue from steel operations totaled R\$2,788 million in 3Q14, 2% down on the R\$2,843 million recorded in 2Q14.

Cost of Goods Sold (COGS)

In 3Q14, steel COGS amounted to R\$2,173 million, 4% higher than the 2Q14 figure, basically due to a nominal increase in COGS given non-recurring adjustments booked in 2Q14.

Adjusted EBITDA

Adjusted steel segment EBITDA totaled R\$658 million in 3Q14, 17% down on the R\$793 million recorded in 2Q14, due to the aforementioned reasons. The adjusted EBITDA margin came to 24% in 3Q14, 4 p.p. down on 2Q14.

Production

The Presidente Vargas Steelworks (UPV) produced 1.2 million tonnes of crude steel in 3Q14, 5% more than in 2Q14, with additional consumption of 125,000 slabs purchased from third parties. Third-quarter rolled steel output totaled 1.1 million tonnes, the same level of the previous quarter.

Production (in thousand t)	2Q14	3Q14	First Nine months of		Change	
			2013	2014	3Q14 x 2Q14	9M14 X 9M13
Crude Steel (UPV)	1,120	1,177	3,365	3,395	5%	1%
Purchased Slabs from Third Parties	103	125	434	329	21%	-24%
Total Crude Steel	1,222	1,302	3,799	3,724	7%	-2%
Total Rolled Products	1,099	1,097	3,446	3,250	0%	-6%

Production Costs (Parent Company)

In 3Q14, total production costs at the Presidente Vargas Steelworks (UPV) came to R\$1,651 million, in line with the second-quarter figure.

At the close of 3Q14, seaborne iron ore prices recorded the lowest figure in the last five years, with the Platts Fe62% CFR China index reaching US\$77.75/dmt. Compared to the US\$134.50/dmt registered in early 2014, the price reduction came to 42%. Pressed by the capacity expansion in Australian mining companies, iron ore prices were still impacted by demand factors, such as the poor performance of the real estate sector in China, the low availability of credit for steelmakers and the high level of iron ore inventories in Chinese ports.

In this scenario, the Platts Fe62% CFR China index averaged US\$90.21/dmt in 3Q14, 12% down on the 2Q14 average. The iron ore quality premium varied between US\$1.45/dmt and US\$1.70/dmt per 1% of Fe content, while freight costs on the Tubarão/Qingdao route averaged US\$21.06/wmt, 3.7% more than the previous quarter's average.

Brazil exported 92.5 million tonnes of iron ore in the third quarter, 9% up on 2Q14.

Iron ore sales

In 3Q14, sales of finished iron ore products totaled 7.7 million tonnes, 7% up on the 7.2 million tonnes sold in 2Q14. Of this total, 2.6 million tonnes were sold by Namisa¹. Almost all iron ore sold in 3Q14 was exported. Iron ore volume for own consumption reached 1.5 million tonnes in 3Q14.

In 9M14, sales of finished iron ore products totaled a record of 21.3 million tonnes, 19% up on 9M13. Of this total, 7.1 million tonnes were sold by Namisa¹. Virtually all iron ore sold in 9M14 was exported. In addition to sales to third-parties, CSN's steel production consumed 4.5 million tonnes in 9M14.

It is important mentioning the record volume of iron ore shipments at Tecar, which totaled 24.4 million tonnes in the first nine months, climbing by 23% year-on-year.

¹ Sales volumes include 100% of the stake in NAMISA.

Net Revenue

Net revenue from mining operations totaled R\$914 million in 3Q14, 18% less than in 2Q14, primarily due to the reduction in iron ore prices.

Cost of Goods Sold (COGS)

Mining COGS came to R\$796 million in 3Q14, 8% up on 2Q14, mostly due to the increase in iron ore sales volume.

Adjusted EBITDA

Adjusted EBITDA from mining operations totaled R\$203 million in 3Q14, 54% down on the R\$442 million reported in 2Q14, for the above mentioned reasons, accompanied by an adjusted EBITDA margin of 22%.

Scenario

Railway Logistics

According to the ANTF (the National Rail Transport Association), the Brazilian railways transported 233 million tonnes in 1H14 of useful cargo. The association expects rail cargo volume to move up by 12% to 510 million tonnes between 2014 and 2016.

Port Logistics

According to ANTAQ (the National Waterway Transport Agency), Brazil's port installations handled around 463 million tonnes in 1H14, 6% up on the same period the year before.

Also in 1H14, bulk solids totaled 281 million tonnes, 6% more than in 1H13, while container handling in Brazilian ports came to 4.5 million TEUs¹, 9% up year-on-year.

¹ TEU (Twenty-Foot Equivalent Unit) – transportation unit equivalent to a standard 20-foot intermodal container

Analysis of Results

Railway Logistics

Net revenue from railway logistics totaled R\$335 million in 3Q14. On the other hand, COGS came to R\$219 million, and adjusted EBITDA totaled R\$132 million, with an adjusted EBITDA margin of 39%.

Port Logistics

Net revenue from port logistics amounted to R\$39 million in 3Q14, COGS totaled R\$33 million and adjusted EBITDA came to R\$10 million, with an adjusted EBITDA margin of 24%.

The Portland Cement Association (PCA) expects global cement production to grow by approximately 4% in 2014, and 4.6% in South America.

Analysis of Results

Cement sales reached the record level of 589 thousand tonnes in 3Q14, 4% up on 2Q14, with record net revenue of R\$120 million, while COGS came to R\$86 million, generating EBITDA of R\$26 million, with a margin of 22%.

Cement sales reached the record level of 1.6 million tonnes in 9M14, 9% more than in 9M13, generating record net revenue of R\$331 million, while COGS came to R\$223 million, generating record EBITDA of R\$86 million, accompanied by a margin of 26%.

Scenario

According to the Energy Research Company (EPE), Brazilian electricity consumption increased by 2.5% year-on-year in the first nine months of 2014, led by the commercial and residential segments, with respective growth of 7.6% and 5.9%.

Analysis of Results

In 3Q14, net revenue from electricity reached the record amount of R\$97 million. COGS came to R\$49 million, generating record EBITDA of R\$47 million, with an EBITDA margin of 48%.

In 9M14, net revenue from electricity reached the record amount of R\$249 million. COGS came to R\$140 million, generating record EBITDA of R\$107 million, with an EBITDA margin of 43%.

CSN's shares depreciated by 7% in 3Q14, while the Company's ADRs fell by 17% on the NYSE. Daily traded volume in CSN's shares averaged R\$60 million in 3Q14, from 5.7 million shares traded. On the NYSE, daily traded volume in CSN's ADRs averaged US\$25 million, from 5.5 million ADRs traded.

Capital Markets - CSNA3 / SID / IBOVESPA / DOW JONES

3Q14

N# of shares	1,387,524
Market Capitalization	
Closing price (R\$/share)	8.70
Closing price (US\$/share)	3.55
Market Capitalization (R\$ million)	12,071
Market Capitalization (US\$ million)	4,926
Total return including dividends and interest on equity	

CSNA3 (%)	-7%
SID (%)	-19%
Ibovespa	7%
Dow Jones	1%
Volume	
Average daily (thousand shares)	5,678
Average daily (R\$ Thousand)	59,968
Average daily (thousand ADRs)	5,513
Average daily (US\$ Thousand)	25,279

Source: *Economática*

(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 jointly controlled entities collectively referred to herein as the “Group”). The Company’s registered office is located in São Paulo, SP, Brazil.

CSN has shares listed on the São Paulo Stock Exchange (BM&F BOVESPA) and the New York Stock Exchange (NYSE). Accordingly, it reports its information to the Brazilian Securities Commission (CVM) and the U.S. Securities and Exchange Commission (SEC).

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

- **Steel:**

The Company’s main industrial facility is the Presidente Vargas Steel Mill (“UPV”), located in the city of Volta Redonda, State of Rio de Janeiro. This segment consolidates the 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 performing excellent services for final consumers. Its steels are used in the home appliances, civil construction and automobile industries.

- **Mining:**

The production of iron ore is developed in the city of Congonhas, in the State of Minas Gerais. It further mines tin in the State of Rondônia to supply the needs of UPV, with the excess of these raw materials being sold to subsidiaries and third parties. CSN holds the concession to operate TECAR, a solid bulk terminal, one of the 4 (four) terminals that comprise the Itaguaí Port, in Rio de Janeiro. Importations of coal and coke are carried out through this terminal.

- **Cement:**

CSN entered the cement market boosted by the synergy between this new activity and its already existing businesses. Next to the Presidente Vargas Steel Mill in Volta Redonda (RJ), it installed a new business unit: CSN Cimentos, which produces CP-III type cement by using slag produced by the UPV blast furnaces in Volta Redonda. It also explores limestone and dolomite at the Arches drive in the State of Minas Gerais, to supply the needs of UPV and of the cement plant.

- **Logistics**

Railroads:

CSN has equity interests in three railroad companies: MRS Logística S. A., which manages the former Southeast Railway System of Rede Ferroviária Federal S.A., Transnordestina Logística S. A. ("TLSA") and FTL - Ferrovia Transnordestina Logística S.A. ("FTL"), which operate the 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 stretches 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 stretches of São Luiz - Mucuripe, Arrojado - Recife, Itabaiana - Cabedelo, Paula Cavalcante - Macau and Propriá - Jorge Lins (Railway System I).

Ports:

In the State of Rio de Janeiro, by means of its subsidiary Sepetiba Tecon S. A., the Company operates the Container Terminal (Tecon) at the Itaguaí Port. Located in the Bay of Sepetiba, this port has privileged highway, railroad and maritime access.

Tecon handles the shipments of CSN steel products, movement of containers, as well as storage, consolidation and deconsolidation of cargo.

- **Energy:**

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

For further details on the Group's segments, see Note 24 - Business Segment Reporting.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The consolidated condensed interim financial statements have been prepared and are being presented in accordance with the International Accounting Standards (IAS 34 – Interim Financial Reporting) issued by the International Accounting Standards Board (IASB), which correlate in Brazil is the CPC 21 (R1) (Interim Financial Statements and Consolidated Interim Financial Statements) issued by the CPC (Accounting Pronouncements Committee) and approved by CVM (Brazilian Securities Commission).

The individual condensed interim financial statements have been prepared in accordance with the standards issued by the CPC and the CVM applicable to the preparation of the financial statements.

The significant accounting policies applied in these condensed interim financial statements are consistent with the policies described in Note 2 to the Company's financial statements for the year ended December 31, 2013, filed with the CVM.

These condensed interim financial statements do not include all requirements of annual or full financial statements and, accordingly, should be read together with the Company's financial statements for the year ended December 31, 2013.

Therefore, in these condensed interim financial statements the following notes were not repeated, either due to redundancy or to relevance in relation to those already presented in the annual financial statements:

Note 02 – Summary of significant accounting policies

Note 03 – Changes in accounting policies

Note 04 – Business combination

Note 28 – Employee benefits

The individual and consolidated condensed interim financial statements were approved by the Board of Directors on November 13, 2014.

(b) Basis of presentation

The consolidated condensed interim financial statements are presented in Brazilian reais (R\$), which is the Company's 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 valuation on which items are remeasured. The asset and liability balances are translated at the exchange rate in effect at the end of the reporting period. As of September 30, 2014, US\$1 is equivalent to R\$2.4510 (R\$2.3426 as of December 31, 2013), €1 is equivalent to R\$3.0954 (R\$3.2265 as of December 31, 2013), and ¥1 is equivalent to R\$0.02235 (R\$0.02233 as of December 31, 2013).

(c) Basis of consolidation

The consolidated condensed interim financial statements for the period ended September 30, 2014 and the year ended December 31, 2013 include the following direct and indirect subsidiaries and jointly controlled entities, as well as the exclusive funds as described below:

- Companies**

Companies	Equity interests (%)		Core business
	09/30/2014	12/31/2013	
Direct interest in subsidiaries: full consolidation			
CSN Islands VII Corp.	100.00	100.00	Financial transactions
CSN Islands VIII Corp.	100.00	100.00	Financial transactions
CSN Islands IX Corp.	100.00	100.00	Financial transactions
CSN Islands X Corp.	100.00	100.00	Financial transactions
CSN Islands XI Corp.	100.00	100.00	Financial transactions
CSN Islands XII Corp.	100.00	100.00	Financial transactions
CSN Minerals S.L.U.	100.00	100.00	Equity interests
CSN Export Europe, S.L.U.	100.00	100.00	Financial transactions and
CSN Metals S.L.U.	100.00	100.00	Equity interests and fina
CSN Americas S.L.U.	100.00	100.00	Equity interests and fina
CSN Steel S.L.U.	100.00	100.00	Equity interests and fina
TdBB S.A	100.00	100.00	Dormant company
Sepetiba Tecon S.A.	99.99	99.99	Port services
Mineração Nacional S.A.	99.99	99.99	Mining and equity intere
Companhia Florestal do Brasil	99.99	99.99	Reforestation
Estanho de Rondônia S.A.	99.99	99.99	Tin mining
Cia Metalic Nordeste	99.99	99.99	Manufacture of packagir
Companhia Metalúrgica Prada	99.99	99.99	Manufacture of packagir
CSN Cimentos S.A.	100.00	99.99	Cement manufacturing
CSN Gestão de Recursos Financeiros Ltda.	99.99	99.99	Dormant company
Congonhas Minérios S.A.	99.99	99.99	Mining and equity intere
CSN Energia S.A.	99.99	99.99	Sale of electric power
FTL - Ferrovia Transnordestina Logística S.A.	88.41	88.41	Railroad logistics
Indirect interest in subsidiaries: full consolidation			
CSN Aceros S.A. (1)		100.00	Equity interests
Companhia Siderúrgica Nacional LLC	100.00	100.00	Steel
CSN Europe Lda.	100.00	100.00	Financial transactions, p
CSN Ibéria Lda.	100.00	100.00	Financial transactions, p

CSN Portugal, Unipessoal Lda.	100.00	100.00	Financial transactions and
Lusosider Projectos Siderúrgicos S.A.	99.99	99.99	Equity interests
Lusosider Aços Planos, S. A.	99.99	99.98	Steel and equity interest
CSN Acquisitions, Ltd.	100.00	100.00	Financial transactions and
CSN Resources S.A.	100.00	100.00	Financial transactions and
CSN Holdings (UK) Ltd	100.00	100.00	Financial transactions and
CSN Handel GmbH	100.00	100.00	Financial transactions, p
Companhia Brasileira de Latas	99.99	59.17	Sale of cans and contain
Rimet Empreendimentos Industriais e Comerciais S. A.	99.99	58.96	Production and sale of s
Companhia de Embalagens Metálicas MMSA	99.66	58.98	Production and sale of c
Empresa de Embalagens Metálicas - LBM Ltda. (2)		58.98	Sales of containers and
Empresa de Embalagens Metálicas - MUD Ltda. (2)		58.98	Production and sale of h
Companhia de Embalagens Metálicas - MTM do Nordeste	99.66	58.98	Production and sale of c
Companhia de Embalagens Metálicas - MTM	99.66	58.98	Production and sale of c
CSN Steel Comercializadora, S.L.U.	100.00	100.00	Financial transactions, p
CSN Steel Holdings 1, S.L.U.	100.00	100.00	Financial transactions, p
CSN Steel Holdings 2, S.L.U.	100.00	100.00	Financial transactions, p
Stalwerk Thüringen GmbH	100.00	100.00	Production and sale of l
CSN Steel Sections UK Limited	100.00	100.00	Dormant company
CSN Steel Sections Czech Republic s.r.o. (3)		100.00	Financial transactions, p
CSN Steel Sections Polska Sp.Z.o.o	100.00	100.00	Financial transactions, p
CSN Asia Limited (4)	100.00		Commercial representat

Direct interest in jointly controlled entities: proportionate consolidation

Itá Energética S.A.	48.75	48.75	Electric power generatio
CGPAR - Construção Pesada S.A.	50.00	50.00	Mining support services
Consórcio da Usina Hidrelétrica de Igarapava	17.92	17.92	Electric power consortiu

Direct interest in jointly controlled entities: equity method

Nacional Minérios S.A.	60.00	60.00	Mining and equity intere
MRS Logística S.A.	27.27	27.27	Railroad transportation
Aceros Del Orinoco S.A. (5)	31.82	22.73	Dormant company
CBSI - Companhia Brasileira de Serviços de Infraestrutura	50.00	50.00	Provision of services
Transnordestina Logística S.A.	62.68	77.30	Railroad logistics

Indirect interest in jointly controlled entities: equity method

Namisa International Minérios SLU	60.00	60.00	Financial transactions, p
Namisa Europe, Unipessoal Lda.	60.00	60.00	Equity interests and sale
Namisa Handel GmbH	60.00	60.00	Financial transactions, p
MRS Logística S.A.	6.00	6.00	Railroad transportation
Aceros Del Orinoco S.A. (5)		9.08	Dormant company
Namisa Asia Limited (6)	60.00		Commercial representat

Direct interest in associates: equity method

Arvedi Metalfer do Brasil S.A.	20.00	20.00	Steel and equity interest
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- (1) Company liquidated on August 5, 2014.
- (2) Companies merged into Companhia de Embalagens Metálicas MMSA on July 31, 2014.
- (3) Company liquidated on May 27, 2014.
- (4) Company established on June 30, 2014.
- (5) Transfer to CSN of the rights to subscribe to the shares of Aceros del Orinoco S. A. held by CSN Aceros, S.A.
- (6) Company established on July 10, 2014.

- **Exclusive funds**

Exclusive funds	Equity interests (%)		Core business
	09/30/2014	12/31/2013	
Direct interest: full consolidation			
Diplic - Private credit balanced mutual fund	100.00	100.00	Investment fund
Mugen - Private credit balanced mutual fund	100.00	100.00	Investment fund
Caixa Vértice - Private credit balanced mutual fund	100.00	100.00	Investment fund

3. CASH AND CASH EQUIVALENTS

	09/30/2014	Consolidated 12/31/2013	09/30/2014	Parent Company 12/31/2013
Current				
Cash and cash equivalents				
Cash and banks	188,351	178,920	14,989	36,553
Short-term investments				
In Brazil:				
Government securities	191,146	48,206	139,573	42,575
Private securities	422,102	240,852	293,107	57,564
	613,248	289,058	432,680	100,139
Abroad:				
Time deposits	8,169,763	9,527,694	29,613	69,932

Total short-term investments	8,783,011	9,816,752	462,293	170,071
Cash and cash equivalents	8,971,362	9,995,672	477,282	206,624

The funds available in the Company and subsidiaries set up in Brazil are basically invested in investment funds, classified as exclusive, which were consolidated, with repurchase agreements backed by government and private bonds, with fixed rate yield 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 and National Treasury Bills. The exclusive funds managed by BTG Pactual Serviços Financeiros S.A. DTVM and Caixa Econômica Federal and their assets collateralize possible losses on investments and transactions carried out. Investments in funds were consolidated.

In addition, a significant part of the funds of the Company and its foreign subsidiaries is invested in Time Deposits with leading banks, bearing fixed rates.

4. TRADE RECEIVABLES

	09/30/2014	Consolidated 12/31/2013	09/30/2014	Parent Company 12/31/2013
Trade receivables				
Third parties				
Domestic market	786,854	790,225	430,687	545,927
Foreign market	639,403	950,145	57,502	80,434
Estimated losses on doubtful debts	(125,055)	(114,172)	(97,850)	(88,518)
	1,301,202	1,626,198	390,339	537,843
Related parties (Note 17 - b)	105,107	107,443	660,030	632,645
	1,406,309	1,733,641	1,050,369	1,170,488
Other receivables				
Dividends receivable (*) (Note 17 - b)	31,535	717,595	104,552	774,147
Employees liabilities	27,093	35,267	17,953	22,237
Other receivables	23,015	35,962	16,200	25,832
	81,643	788,824	138,705	822,216
	1,487,952	2,522,465	1,189,074	1,992,704

(*) Reversal of dividends of the jointly controlled entity Nacional Minérios S.A., as mentioned in note 7 c.

The breakdown of gross trade receivables from third parties is as follows:

	09/30/2014	Consolidated 12/31/2013	09/30/2014	Parent Company 12/31/2013
Falling due	1,144,459	1,339,481	328,281	373,190
Overdue until 180 days	156,294	216,392	58,067	90,165
Overdue above 180 days	125,504	184,497	101,841	163,006
	1,426,257	1,740,370	488,189	626,361

In order to meet the needs of some customers in the domestic market, related to the extension of the payment term for billing of steel, in common agreement with CSN's internal commercial policy and maintenance of its very short-term receipts (up to 7 days), at the request of the customer, transactions are carried out for assignment of receivables without co-obligation negotiated between the customer and banks

with common relationship, where CSN assigns the trade notes/bills that it issues to the banks with common relationship.

Due to the characteristics of the transactions for assignment of receivables without co-obligation, after assignment of the customer's trade notes/bills and receipt of the funds from the closing of each transaction, CSN settles the trade receivables and becomes entirely free of the credit risk on the transaction. This transaction totals R\$252,010 as of September 30, 2014 (R\$386,732 as of December 31, 2013), less the trade receivables.

The changes in the Company's allowance for doubtful debts are as follows:

	Consolidated		Parent Company	
	09/30/2014	12/31/2013	09/30/2014	12/31/2013
Opening balance	(114,172)	(111,532)	(88,518)	(86,391)
Allowance for losses on trade receivables	(15,936)	(17,988)	(13,093)	(13,902)
Recovery of receivables	5,053	15,348	3,761	11,775
Closing balance	(125,055)	(114,172)	(97,850)	(88,518)

5. INVENTORIES

	Consolidated		Parent Company	
	09/30/2014	12/31/2013	09/30/2014	12/31/2013
Finished products	1,177,260	743,831	972,303	529,068
Work in process	900,382	650,311	767,061	550,227
Raw materials	731,583	714,365	382,034	436,283
Storeroom supplies	986,354	1,003,473	859,645	877,944
Iron ore	160,571	139,275	160,571	139,275
Advances to suppliers	6,669	11,915	5,627	9,859
(-) Estimated losses	(106,435)	(102,185)	(83,173)	(83,426)
	3,856,384	3,160,985	3,064,068	2,459,230

Changes in the allowance for inventory losses are as follows:

	Consolidated		Parent Company	
	09/30/2014	12/31/2013	09/30/2014	12/31/2013
Opening balance	(102,185)	(108,160)	(83,426)	(90,344)
Allowance for/reversals of slow-moving inventories and obsolescence	(4,250)	5,975	253	6,918
Closing balance	(106,435)	(102,185)	(83,173)	(83,426)

As of September 30, 2014, the Company has long-term iron ore inventories amounting to R\$144,483, classified in other non-current assets (R\$144,483 as of December 31, 2013), as described in note 6.

6. OTHER CURRENT AND NON-CURRENT ASSETS

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

	Current		Consolidated Non-current		Current
	09/30/2014	12/31/2013	09/30/2014	12/31/2013	
Judicial deposits (Note 15)			546,071	693,714	
Credits with the PGFN (*)			79,394	88,921	
Recoverable taxes (**)	518,717	480,495	162,825	112,788	361,400
Prepaid expenses	27,436	37,369	34,495	38,117	15,076
Actuarial asset - related party (Note 17 b)			97,051	97,051	
Derivative financial instruments (Note 11 I)	147,075	9,681		3,879	
Securities held for trading (Note 11 I)	20,390	9,906			13,976
Ore inventory (Note 5)			144,483	144,483	
Northeast Investment Fund (FINOR)			8,452	8,452	
Other receivables (Note 11 I)			893	9,970	
Loans with related parties (Note 17 b)	533,182	147,273	99,522	603,862	112,643
Other receivables from related parties (Note 17 b)	14,982	15,658	11,655	18,129	21,575
Other	19,910	22,538	14,836	15,959	
	1,281,692	722,920	1,199,677	1,835,325	524,670

(*) Refers to the excess judicial deposit originated by the 2009 REFIS (Tax Debt Refinancing Program).

(**) Refers mainly to taxes on revenue (PIS/COFINS) and State VAT (ICMS) on the acquisition of fixed assets which will be recovered over a 48-month period, and income tax and social contribution for offset.

7. INVESTMENTS

The information related to the description of activities of subsidiaries, jointly controlled entities, associates and other investments did not have changes in relation to that disclosed in the Company's financial statements as of December 31, 2013 and, accordingly, the Company decided not to repeat it in the condensed interim financial statements as of September 30, 2014.

a) Direct equity interests in subsidiaries, jointly controlled entities, joint operations and associates

Companies	Number of shares held by CSN in units)		% Direct equity interest	Assets	Liabilities	Shareholders' equity	09/30/2014
	Common	Preferred					Profit (loss) for the period
Subsidiaries							
CSN Islands VII Corp.	20,001,000		100.00	7,158,114	7,608,217	(450,103)	245,117
CSN Islands VIII Corp.	2,501,000		100.00				(183)
CSN Islands IX Corp.	3,000,000		100.00	1,002,577	1,000,741	1,836	(133)
CSN Islands X Corp.	1,000		100.00	20	56,471	(56,451)	(3,659)
CSN Islands XI Corp.	50,000		100.00	1,848,018	1,839,933	8,085	145
CSN Islands XII Corp.	1,540		100.00	1,865,675	2,452,931	(587,256)	(111,941)
International Investment Fund							

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CSN Minerals S.L.U.	131,649,926		100.00	4,349,141	264	4,348,877	(208,053)
CSN Export Europe, S.L.U.	35,924,748		100.00	962,759	65	962,694	20,850
CSN Metals S.L.U.	256,951,582		100.00	1,508,789	885	1,507,904	58,579
CSN Americas S.L.U.	151,877,946		100.00	1,965,792	1,545	1,964,247	(36,237)
CSN Steel S.L.U.	454,072,527		100.00	2,634,551	424,651	2,209,900	(23,320)
Sepetiba Tecon S.A.	254,015,052		99.99	369,608	133,942	235,666	16,524
Mineração Nacional S.A. Florestal Nacional S.A.	999,999		99.99	1,090	18	1,072	59
Estanho de Rondônia S.A.	34,236,306		99.99	33,528	18,573	14,955	(9,537)
Cia Metalic Nordeste Companhia Metalúrgica Prada	92,459,582		99.99	183,717	42,405	141,312	196
CSN Cimentos S.A.	675,317		99.99	640,778	451,811	188,967	(74,332)
Congonhas Minérios S.A.	3,734,582,665		100.00	1,066,198	89,330	976,868	66,619
CSN Energia S.A.	64,610,862		99.99	2,058,113	2,070,958	(12,845)	(4,662)
FTL - Ferrovia Transnordestina Logística S.A.	43,149		99.99	101,261	19,785	81,476	61,909
Companhia Florestal do Brasil	306,241,571		88.41	560,400	260,217	300,183	(2,397)
Jointly controlled entities							
Nacional Minérios S.A.	285,040,443		60.00	9,890,522	626,543	9,263,979	432,646
Itá Energética S.A.	253,606,842		48.75	316,841	14,113	302,728	2,609
MRS Logística S.A.	52,414,152	40,301,916	27.27	1,908,129	1,128,347	779,782	82,396
CBSI - Companhia Brasileira de Serviços de Infraestrutura	1,876,146		50.00	22,642	19,546	3,096	(84)
CGPAR - Construção	50,000		50.00	66,850	57,675	9,175	9,115

Pesada S.A.								
Transnordestina Logística S.A.	22,714,245	1,397,545	62.68	4,073,546	2,767,640	1,305,906	(19,209)	
Associates								
Arvedi Metalfer do Brasil	27,239,971		20.00	58,810	39,659	19,151	(1,624)	

The number of shares, the balances of assets, liabilities and shareholders' equity, and the amounts of profit or loss for the year refer to the equity interests held by CSN in those companies.

b) Events in 2013 and in the third quarter of 2014

- Transnordestina Logística S.A. ("TLSA")

On September 20, 2013, the Company signed (i) An Addendum to the Concession Agreement of the Northeast Railway System, which encompasses the stretches between the cities of São Luís to Mucuripe, Arrojado to Recife, Itabaiana to Cabedelo, Paula Cavalcante to Macau, and Propriá to Jorge Lins ("Railway System I") and the stretches between the cities of Missão Velha to Salgueiro, Salgueiro to Trindade, Trindade to Eliseu Martins, Salgueiro to Porto de Suape, and Missão Velha to Porto de Pecém ("Railway System II"), to include therein obligations assumed by TLSA related to the implementation of the Railway System II, as well as the adaptation of the stretches that comprise it and (ii) Conduct Adjustment Agreement between ANTT and TLSA, with the purpose of resolving pending items existing between the parties.

On that date the following agreements were also signed (i) a new Shareholders' Agreement of TLISA between CSN, Valec Engenharia, Construções e Ferrovias S.A. ("Valec"), Fundo de Desenvolvimento do Nordeste – FDNE ("FDNE") and BNDES Participações S.A. – BNDESPAR ("BNDESPAR"), with the intervenience of TLISA, whose effectiveness was conditioned to the disproportionate spin-off of TLISA, to be implemented under the terms of ANTT Resolution 4,042/2013; and (ii) Investment Agreement between CSN, Valec and FDNE, with the intervenience of TLISA, which besides other matters, deals with the new budget and the sources of funds that will have to be contributed to TLISA or financed for implementation of the Railway System II.

At the Extraordinary Shareholders' Meeting held on December 27, 2013, as part of the reorganization process described above, the shareholders approved the disproportionate spin-off of TLISA, completing the segregation of Railway System I and Railway System II.

The purpose of this restructuring was to rebalance economically and financially the Northeast Railway System concession, leading to the extension of the Railway System II operation concession, which could reach 2057, and the segregation of the assets related to Railway System I, which were merged into subsidiary FTL - Ferrovia Transnordestina Logística S.A. ("FTL"), . ("FTL"), with the maintenance of the assets related to Railway System II in TLISA.

As a result of the spin-off, CSN became the holder of an 88.41% stake in FTL and a 77.30% stake in TLISA.

In April 2014, the shareholders of Transnordestina approved a capital increase in the amount of R\$400,000, through the issuance of 7,278,020 class A preferred shares, which were fully subscribed by the shareholder Valec and paid up through the capitalization of credits from Advances for Future Capital Increase held by such shareholder against Transnordestina. As a result of such increase CSN no longer holds a 77.30% interest, it currently holds 62.68% of the total capital of Transnordestina.

With the completion of the spin-off, the new Shareholders' Agreement became effective and control is now jointly held with the shareholders part of the public block, which became the holders of substantive rights to

make certain material company decisions and influence the ordinary course of business, as well as CSN, by influencing budgeting, internal policies, capital expenditures, debt, etc., thus typifying the loss of control by CSN, pursuant to specific IFRS criteria.

Accordingly, as of December 31, 2013, in accordance with IFRS 10, corresponding to CPC 36(R3), CSN reversed all TLSA assets and liabilities and non-controlling interests and started to recognize the remaining stake in this investment at fair value on the date control was lost. After this initial recognition, the investment starts to be measured under the equity method.

The gain generated by the loss of control over the investment recognized in the income statement, in other operating income in 2013, is broken down as follows:

	Consolidated	Parent Company
	12/31/2013	12/31/2013
(+) Fair value of the remaining investment	1,984,204	1,984,204
(-) Carrying amount of net assets	1,714,232	1,325,099
(+) Carrying amount of non-controlling interests	389,133	
Gain on loss of control over Transnordestina	659,105	659,105
(-) Capitalized interest written off	185,206	185,206
Gain on loss of control over Transnordestina	473,899	473,899
(-) Income tax and social contribution	161,126	161,126
Gain on loss of control, net of income tax and social contribution	312,773	312,773

(*) the goodwill will be amortized monthly, from the completion of the construction work to the final concession date.

- Companhia Metalúrgica Prada (“Prada”)

On August 1, 2014, Prada subscribed 10,820,723,155 common shares in its subsidiary Companhia Brasileira de Latas (“CBL”), which were paid up through capitalization of receivables from Advances for Future Capital Increase held against CBL in the amount of R\$108,207. Due to this increase, Prada's interest increased from 59.17% to 95.55% of CBL's total capital.

On August 28, 2014, Prada acquired all of the shares issued by CBL held by the minority shareholders representing 4.45% of the capital for R\$5, becoming the holder of a 100% interest in CBL's capital.

c) Changes in investments in subsidiaries, jointly controlled entities, joint ventures, associates, and other investments

	Consolidated		Parent Company	
	09/30/2014	12/31/2013	09/30/2014	12/31/2013
Opening balance of investments	13,487,023	10,839,787	27,005,592	23,356,506
Opening balance of impairment loss allowance			(1,231,511)	(851,298)
Transnordestina Investment balance at 12.31.2012		1,452,074		
Capital increase/acquisition of shares	10,147	164,941	41,874	654,692
Capital reduction		(153,305)		
Merger and partial spin-off of subsidiaries				132,725
Dividends (1)	453,611	(85,998)	386,163	(139,887)
Comprehensive income (2)	(1,239,304)	73,213	(1,324,355)	456,978
Share of profits of investees (3)	492,718	542,711	471,007	1,502,450
Gain on loss of control over Transnordestina		659,106		659,106
Other	(3)	(5,506)		2,809
Closing balance of investments	13,204,192	13,487,023	26,455,426	27,005,592
Closing balance of impairment loss allowance			(1,106,656)	(1,231,511)

1. On March 28, 2014, the Annual General Meeting of the jointly controlled entity Nacional Minérios S.A. decided to allocate fully the profit (loss) for 2012 to the Investment Reserve and Contingencies Reserve accounts. In view of this decision of the general meeting, the company reversed the dividends receivable in the amount of R\$484,946 that had been recorded according to NAMISA's management proposal and that were not approved by such meeting.

2. Refers to the mark-to-market of investments classified as available for sale and translation to the reporting currency of the foreign investments, the functional currency of which is not the Brazilian reais.

3. Below is the reconciliation of the share of profit of jointly controlled entities with the share of profit of investees recognized in the balance sheet after the reclassifications:

	09/30/2014	Consolidated 12/31/2013
Share of profit of jointly controlled entities	492,718	542,711
Reclassifications		
To cost of sales	(124,944)	(137,418)
To finance costs	(493,282)	(624,096)
To taxes	210,197	258,914
Other		
Elimination of Transnordestina's profit		120,102
Other		(2,075)
Adjusted share of profit of investees	84,689	158,138

d) Investments in joint ventures and joint operations

The balances of the balance sheets and income statements of the companies under shared control are stated below:

	09/30/2014						Nacional	Itá
	Minérios	Itá	MRS	CBSI	CGPAR	Transnordestina	Minérios	Itá
	(*)	Energética	Logística			Logística	(*)	Energética
Equity interest (%)	60.00%	48.75%	27.27%	50.00%	50.00%	62.68%	60.00%	48.75%
Balance sheet								
Current assets								
Cash and cash equivalents	5,089,351	25,009	345,058	1,844	30,124	687,648	4,815,211	45,000
Other current assets	925,789	15,044	603,513	36,996	32,903	50,862	1,135,192	16,000
Total current assets	6,015,140	40,053	948,571	38,840	63,027	738,510	5,950,403	62,000
Non-current assets								
Long-term assets	9,052,009	32,883	448,238	83	35	247,264	8,391,119	34,000
Investments, PP&E and intangible assets	1,410,426	576,994	5,600,516	6,360	70,637	5,513,602	1,356,909	603,000
Total non-current assets	10,462,435	609,877	6,048,754	6,443	70,672	5,760,866	9,748,028	637,000
Total assets	16,477,575	649,930	6,997,325	45,283	133,699	6,499,376	15,698,431	699,000

Current liabilities

Borrowings and financing	383,497		363,272		27,601	164,841	42,247	
Other current liabilities	297,602	28,949	787,715	34,657	46,699	90,946	1,318,884	35,
Total current liabilities	681,099	28,949	1,150,987	34,657	74,300	255,787	1,361,131	35,
Non-current liabilities								
Borrowings and financing	30,695		2,556,288		41,050	4,156,777	339,961	
Other non-current liabilities	325,816		430,501	4,434		3,229	86,694	1,
Total non-current liabilities	356,511		2,986,789	4,434	41,050	4,160,006	426,655	1,
Shareholders' equity	15,439,965	620,981	2,859,549	6,192	18,349	2,083,583	13,910,645	662,
Total liabilities and shareholders' equity	16,477,575	649,930	6,997,325	45,283	133,699	6,499,376	15,698,431	699,

	01/01/2014 to 09/30/2014							
	Nacional Minérios (*)	Itá Energética	MRS Logística	CBSI	CGPAR Transnordestina Logística		Nacional Minérios (*)	Energética
Equity interest (%)	60.00%	48.75%	27.27%	50.00%	50.00%		62.68%	60.00%
Statements of Income								
Net revenue	1,218,791	104,222	2,320,733	111,898	204,572	14	1,873,759	111,
Cost of sales and services	(970,154)	(64,304)	(1,563,603)	(105,780)	(171,723)		(1,026,348)	(58,2
Gross profit	248,637	39,918	757,130	6,118	32,849	14	847,411	53,
Operating (expenses) income	(169,508)	(34,295)	(187,972)	(6,397)	(3,192)		(19,345)	(178,363)
Finance income (costs), net	1,058,652	2,562	(109,858)	170	(899)		(11,318)	1,150,359
Income before income tax and social contribution	1,137,781	8,185	459,300	(109)	28,758		(30,649)	1,819,407

Current and deferred income tax and social contribution	(416,704)	(2,832)	(157,146)	(59)	(10,529)		(488,297)	(7,0
Profit for the period	721,077	5,353	302,154	(168)	18,229	(30,649)	1,331,110	13,

(*) Refer to the consolidated balances and profit or loss of Nacional Minérios S. A.

The balance sheet and income statement amounts refer to 100% of the companies' results.

8. PROPERTY, PLANT AND EQUIPMENT

The information related to property, plant and equipment did not have significant changes in relation to that disclosed in the Company's financial statements as of December 31, 2013.

						Consolidated	
	Land	Buildings and infrastructure	Machinery equipment and facilities	Furniture and fixtures	Construction in progress	Other (*)	Total
Balance at December 31, 2013	213,301	1,826,519	7,782,833	34,127	1,625,011	14,911,426	
Cost	213,301	2,196,994	12,968,200	51,477	1,637,845	20,929,454	
Accumulated depreciation		(370,475)	(5,185,367)	(17,352)	(344,834)	(6,018,028)	
Balance at December 31, 2013	213,301	1,826,519	7,782,833	34,127	1,625,011	14,911,426	
Effect of foreign exchange differences	(2,085)	(5,911)	(19,896)	(142)	(625)	379	(28,280)
Acquisitions	52	986	223,744	4,839	27,208	359	1,292,180
Capitalized interest (Notes 23 and 29)					123,755		123,755
Write-offs	(49)	(109)	(6,936)	(12)	(5,701)	(128)	(12,935)
Depreciation		(57,532)	(814,183)	(4,926)	(25,929)		(902,570)
Transfers to other asset categories	3,127	532,670	2,977,328	1,052	4,127	9,983	
Transfers to intangible assets					(86,381)	(922)	(87,303)
Other			89,960	(30,284)	(14,343)		45,336
Balance at September 30, 2014	214,346	2,296,623	10,232,850	34,907	1,477,410	15,341,609	
Cost	214,346	2,725,507	16,186,651	55,207	1,472,413		22,210,094
Accumulated depreciation		(428,884)	(5,953,801)	(20,797)	(365,003)		(6,868,485)
Balance at September 30, 2014	214,346	2,296,623	10,232,850	34,907	1,477,410	15,341,609	

(*) In consolidated, refer basically to railway assets, such as yards, tracks and railway sleepers.

Land	Buildings and infrastructure	Machinery, equipment and facilities	Parent Company
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