

statistics.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNITED STATES STEEL CORPORATION

By /s/ Larry G. Schultz

Larry G. Schultz
Vice President & Controller

Dated: October 26, 2004

United States Steel Corporation Reports 2004 Third Quarter Results

PITTSBURGH, Oct. 26 /PRNewswire-FirstCall/ --

Earnings Highlights
(dollars in millions except per share data)

	3Q 2004	2Q 2004	3Q 2003
Revenues and other income	\$3,729	\$3,466	\$2,508
Segment income (loss) from operations			
Flat-rolled Products	\$362	\$335	\$(21)
U. S. Steel Europe	146	76	35
Tubular Products	55	25	(10)
Real Estate	5	3	11
Straightline			(16)
Other Businesses	2	15	(8)
Total segment income (loss) from operations	\$570	\$454	\$(9)
Retiree benefit expenses	(72)	(65)	(19)
Other items not allocated to segments	(4)	(1)	(666)
Income (loss) from operations	\$494	\$388	\$(694)
Net income (loss)	\$354	\$211	\$(354)
- Per basic share	\$3.08	\$1.82	\$(3.47)
- Per diluted share	\$2.72	\$1.62	\$(3.47)

United States Steel Corporation (NYSE: X) reported record net income for third quarter 2004 of \$354 million, or \$2.72 per diluted share, compared to net income of \$211 million, or \$1.62 per diluted share in 2004's second quarter, and a net loss of \$354 million, or \$3.47 per diluted share (after preferred stock dividends), in the third quarter of 2003. Diluted earnings per share for both 2004 quarters reflect the assumed conversion of the company's convertible preferred shares into approximately 16 million common shares.

Income from operations in the third quarter of 2004 was \$494 million, \$106 million higher than in the second quarter of 2004, and dramatically improved from the large loss in the third quarter of 2003, which included workforce reduction charges of \$618 million.

Commenting on the quarter's results, U. S. Steel President and CEO John P. Surma said, "These excellent results reflect robust steel markets and continuing benefits from ongoing cost reduction efforts."

Net income in third quarter 2004 included a \$24 million net favorable effect related to the settlements of prior years' income tax audits. This effect related to the settlements of prior years' income tax audits.

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inventory. Seasonal patterns suggest that these markets 'g

