# UNITED STATES
# SECURITIES AND EXCHANGE COMMISSION
**Washington, D.C. 20549**

# FORM 8-K

**CURRENT REPORT**

**Pursuant to Section 13 or 15(d) of**
**The Securities Exchange Act of 1934**

Date of Report (Date of earliest event reported): April 4, 2007

# United States Steel Corporation
**(Exact name of registrant as specified in its charter)**

| Delaware | 1-16811 | 25-1897152 |
|---|---|---|
| (State or other jurisdiction of incorporation) | (Commission File Number) | (IRS Employer Identification No.) |

| 600 Grant Street, Pittsburgh, PA | 15219-2800 |
|---|---|
| (Address of principal executive offices) | (Zip Code) |

**(412) 433-1121**
**(Registrant's telephone number, including area code)**

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

☐ Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

☐ Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

☐ Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

☐ Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

**Item 8.01. Other Events**

Attached herewith as Exhibit 99.1 is a Powerpoint slideshow presentation to be used in a series of meetings commencing on April 4, 2007.

**Item 9.01. Financial Statements and Exhibits**

(d) Exhibits

99.1 Powerpoint slideshow presentation dated April 4, 2007

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: April 4, 2007

Exhibit 99.1

United States Steel


# United States Steel Corporation

## Building Value for Today and the Future

April 4, 2007

# Forward-Looking Statements

This presentation contains forward-looking statements with respect to market conditions, operating costs, shipments, prices and profit-based compensation payments. Some factors, among others, that could affect 2007 market conditions, costs, shipments and prices for both domestic operations and USSE include global product demand, prices and mix; global and company steel production levels; raw materials' availability and prices; plant operating performance; the timing and completion of facility projects; natural gas prices and usage and availability; changes in environmental, tax and other laws; the resumption of operation of steel facilities sold under the bankruptcy laws; employee strikes; power outages; and U.S. and global economic performance and political developments. Domestic steel shipments and prices could be affected by import levels and actions taken by the U.S. Government and its agencies. Political factors in Europe that may affect USSE's results include, but are not limited to, taxation, nationalization, inflation, currency fluctuations, increased regulation, export quotas, tariffs, and other protectionist measures. The level of income from operations is the primary factor affecting payments under the USWA profit-based plans. In accordance with "safe harbor" provisions of the Private Securities Litigation Reform Act of 1995, cautionary statements identifying important factors, but not necessarily all factors, that could cause actual results to differ materially from those set forth in the forward-looking statements have been included in the Form 10-K of U. S. Steel for the year ended December 31, 2006, and in subsequent filings for U. S. Steel.

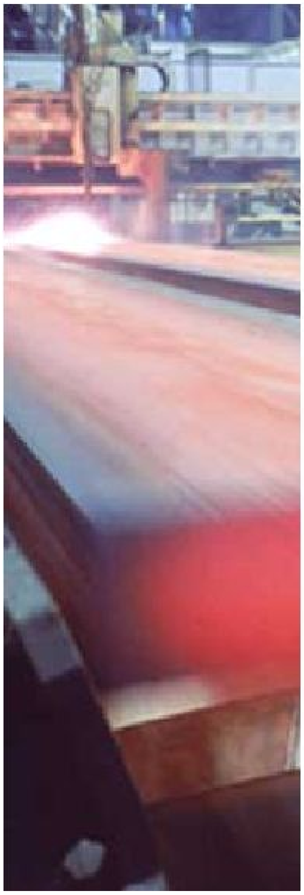
# United States Steel Corporation


**Conservative, responsible company that generates a competitive return on capital and meets our financial and stakeholder obligations**

- 6th largest global producer
- 2nd largest North American flat-rolled producer
- 2nd largest Central European flat-rolled producer
- Largest North American seamless pipe producer
- Domestic raw material balance
- 2006 ROCE* – 29%

* ROCE = IFO/average(PPE + AR + Inventory – AP)

# Flat-rolled segment



## Leading producer of high quality product

- LTM 4Q’06 shipments – 14.2 million tons
- Approximately 50/50 contract versus spot
- Typical contract term 1-3 years
- Contract industries include: auto, appliance, tin and electrical
- Demands sophisticated metallurgical applications with specialized customer service and technical support
- Contract business lessens impact of spot price fluctuations
- Some spot deals based on CRU index

# European segment

## Includes both Slovakia and Serbia

- LTM 4Q’06 shipments – 6.3 million tons
- Approximately 70% spot versus 30% contracts
- Key industries: construction, service center, packaging and conversion
- Commissioning auto quality galvanize line – 350,000 tonnes
- Restarted second blast furnace in Serbia 6/2005

# Tubular segment

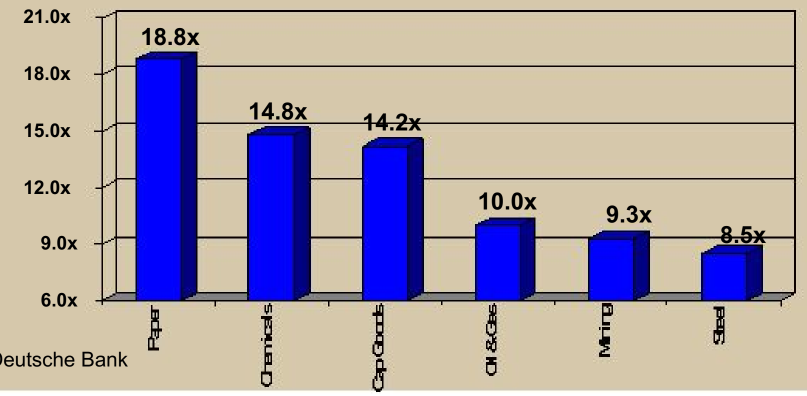
## Oil country and standard and line pipe

- LTM 4Q’06 shipments – 1.2 million tons:
  - Seamless 1.1 million
  - ERW 118,000 tons
- Primarily spot sales
- Oil Country 75% - Standard & Line 25%
- Size ranges (outside diameter):
  - Seamless -1.9” to 24”
  - ERW – 8” to 20”
- Shipments:
  - NAFTA 85%
  - International 15%

# Improving Industry – Why invest in Steel?

- Steel is a good product
- Major regions are increasing consumption rates
- Governments mostly out of industry (ex China)
- Metallics are tight, level cost curve
- Low Valuation:

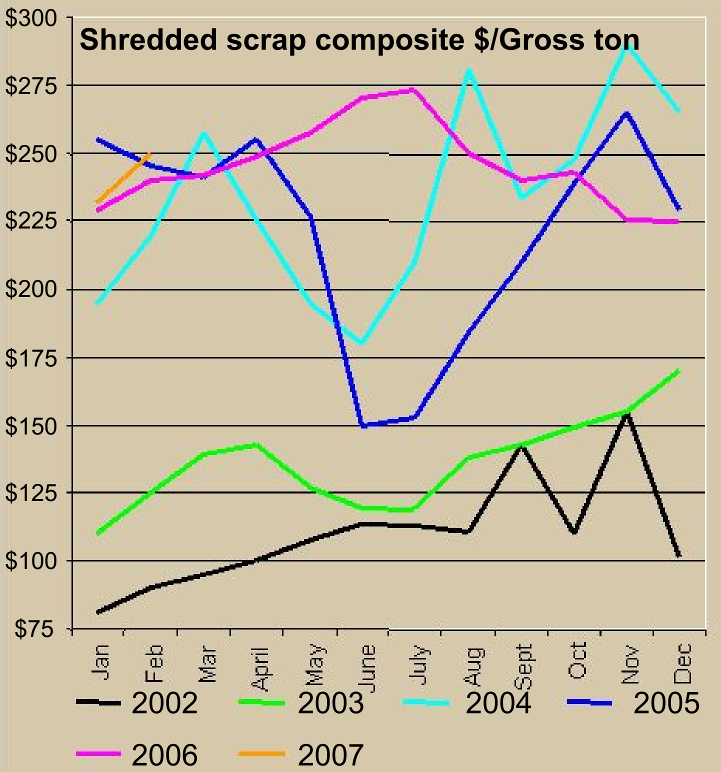
2007 P/E*



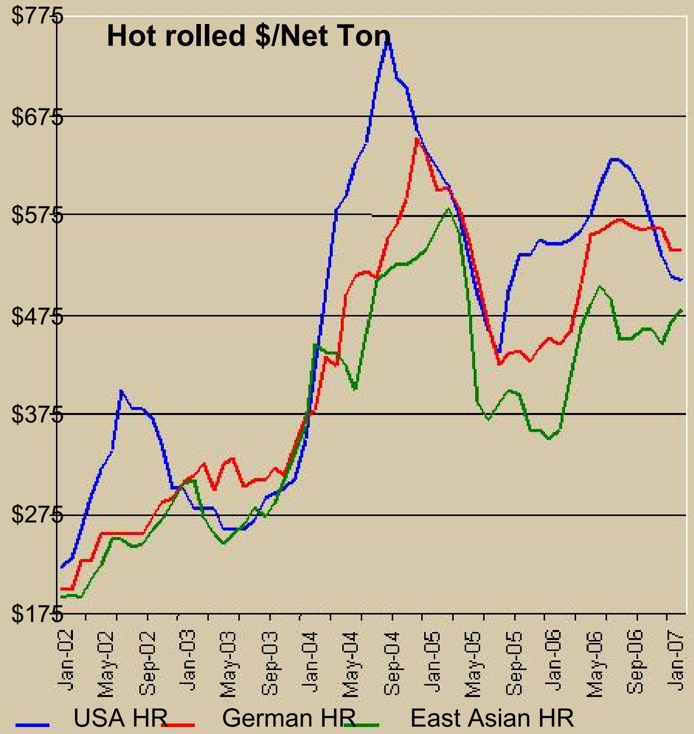

* Source: Deutsche Bank

# Strong business climate

## Selected Price Trends – Through February 2007



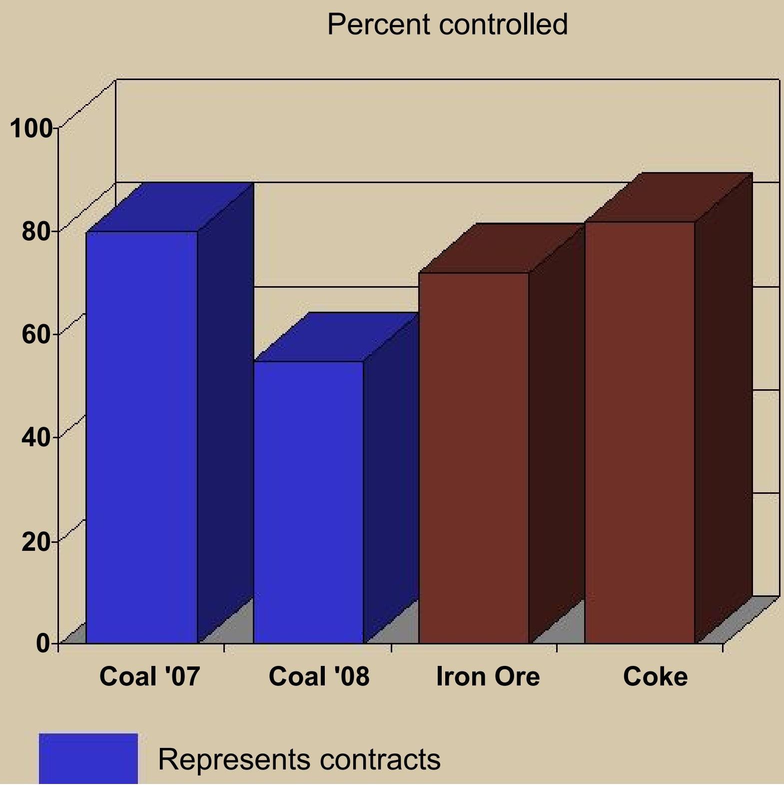

Source: D.J. Joseph Company




Source: Purchasing Magazine, CRU and SBB.

# Global Raw Materials Integration

## Control over key raw materials

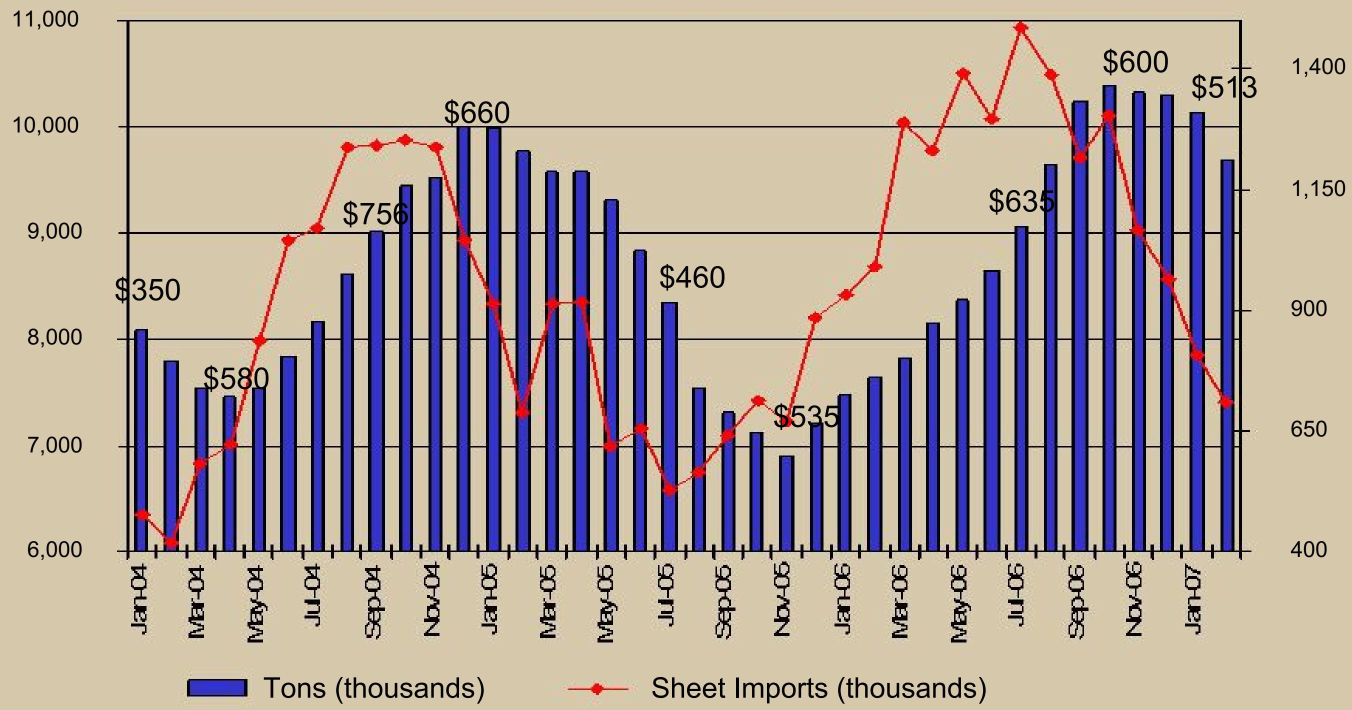



Strong global raw material position:

- Significant portion of coal requirement are under long-term contract thru ’08
- Second largest NA iron ore producer
  - produced 22 mmnt in 2006
  - reserves 786 mmnt
- Iron ore/coal mines and coke production facilities located in close proximity to steel operations with good infrastructure and competitive transportation costs
- Produced 7.5 mmnt of coke in 2006
- Exploring additional raw material integration opportunities

# MSCI Flat Rolled Inventory

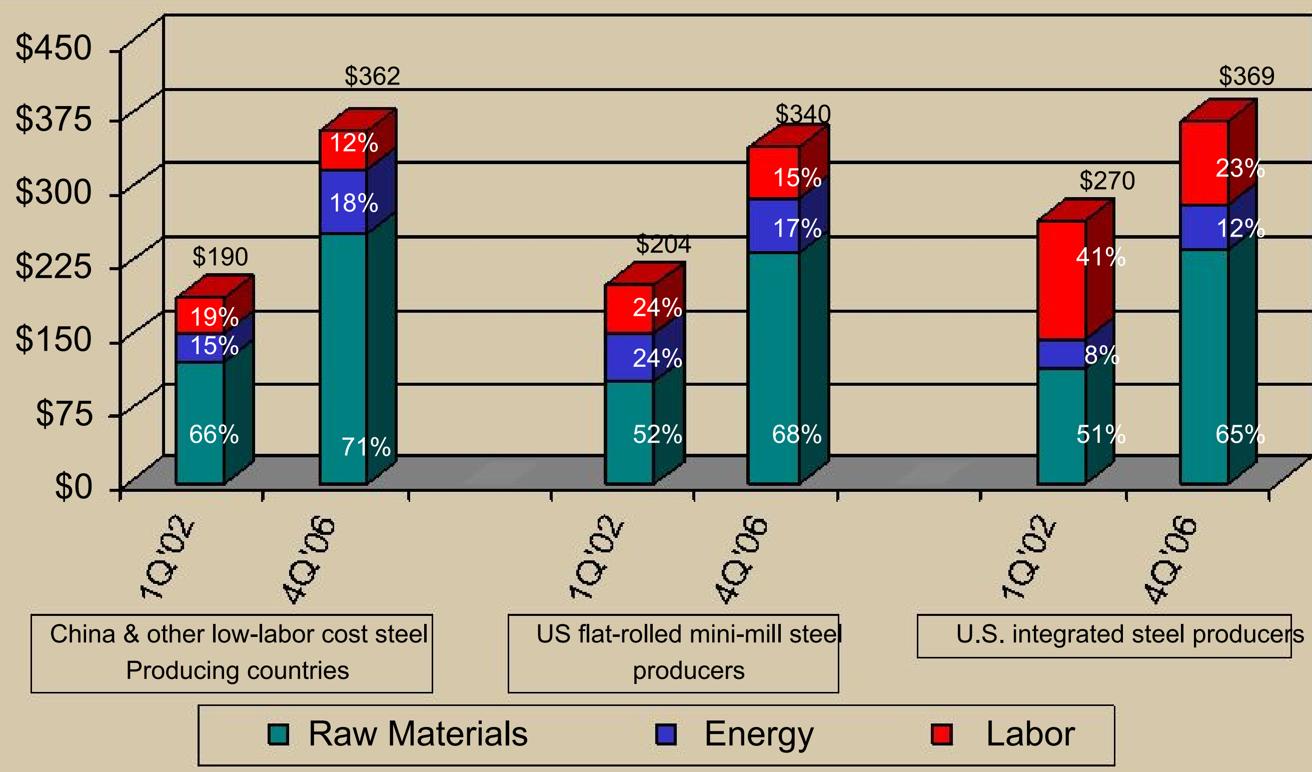
**January 2004 – February 2007**




Source: MSCI, U.S. Dept of Customs and Purchasing Magazine

# Raw Material Cost - Impact on hot rolled band costs

## Raw material cost inflation has leveled the playing field – HRB cash cost $/ton



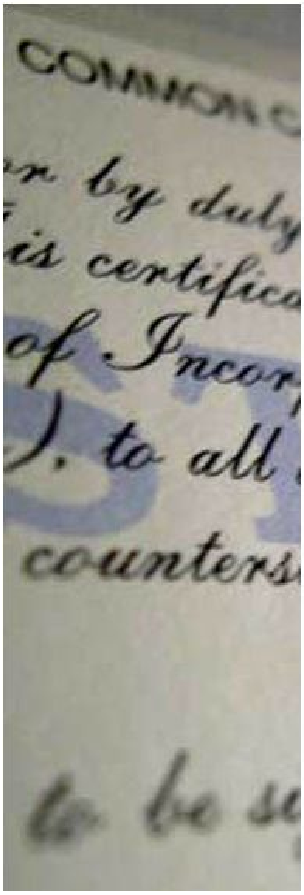

Source: J.P. Morgan and company estimate

# Capital Allocation – Building Value


**Responsible company that generates a competitive return on capital and meets our financial and stakeholder obligations**

- Improve capital structure and strengthen balance sheet
- Focused capital plan
- Responsible capital allocation
- Remain shareholder focused

Designed to improve shareholder value



# Improving capital structure – Building Value

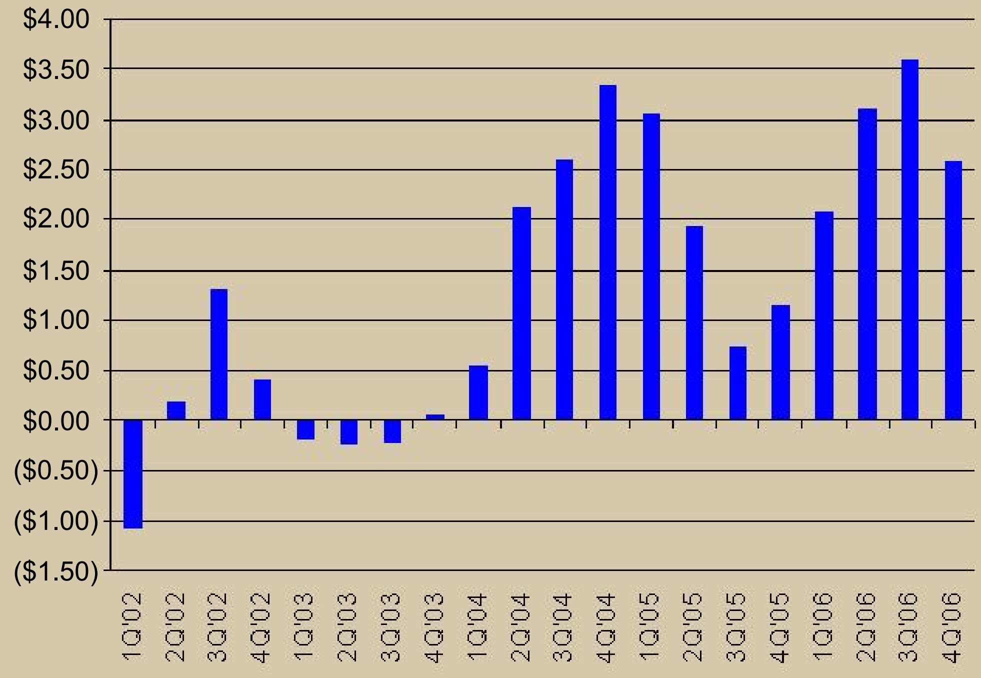
## Balanced approach to capital allocation

| As of ($ in millions) | Since 1/1/03 | LTM 12/31/06 |
|---|---|---|
| Cash Provided by Operations | $4,884 | $1,689 |
| Capital Spending | $2,284 | $612 |
| Debt Reduction | $908 | $587 |
| Voluntary Pension & OPEB Funding | $695 | $190 |
| Dividends Paid | $212 | $78 |
| Stock Repurchases* | $700 | $442 |
| Millions of shares repurchased | *13.1* | *7.2* |

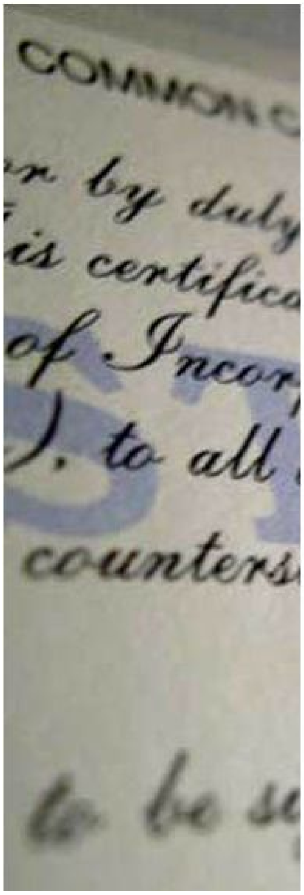
* Repurchase program initially authorized 7/05

# Improving Earnings Trend

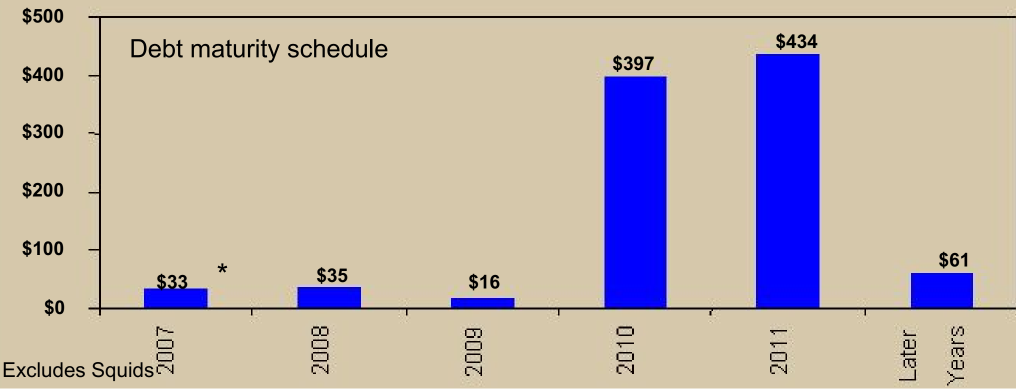
## Adjusted earnings per share



# Improving capital structure – Building Value

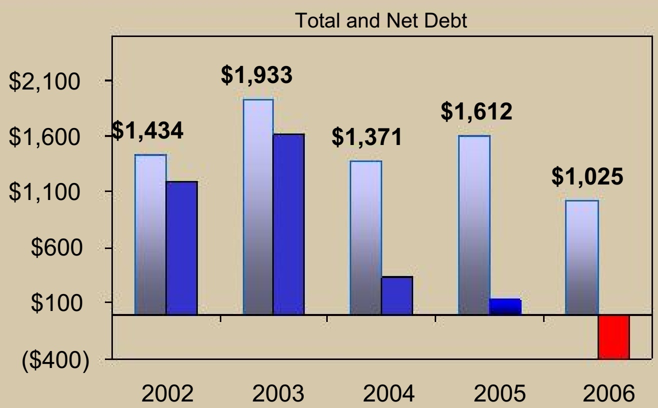


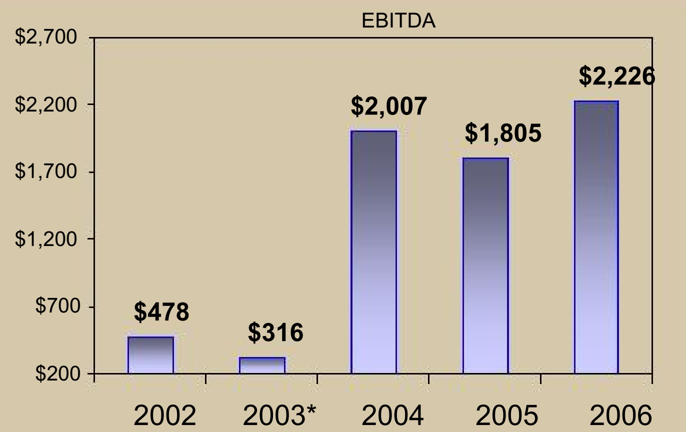
| As of ($ in millions) | 12/31/03 | 12/31/06 |
|---|---|---|
| Cash | $316 | $1,422 |
| Net working capital | $821 | $823 |
| Total debt | $1,933 | $908 |
| Employee benefits | $2,328 | $2,174 |
| Total liabilities | $6,742 | $6,183 |
| Stockholder equity | $1,093 | $4,365 |
| Total Capitalization | $7,837 | $10,586 |

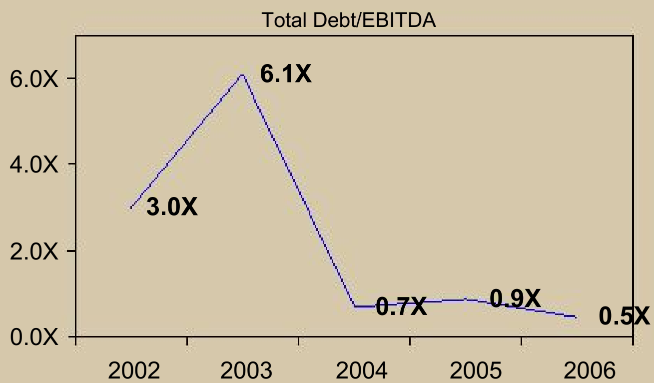


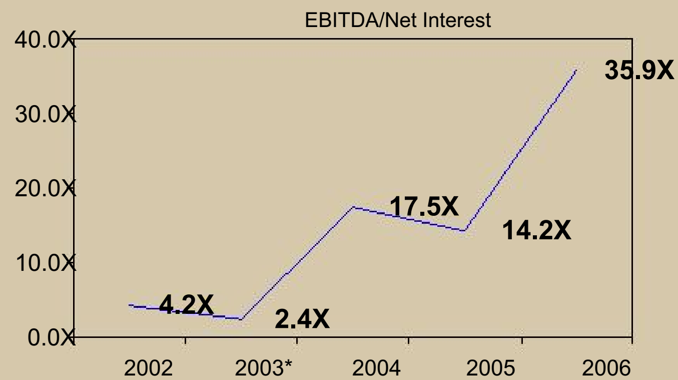

* Excludes Squids

# Improving Capital Structure – Building Value




Source: Company filings *Excludes $683 million of restructuring charges

# Improving capital structure – Building Value

**Key considerations**

**Pension:**

- **Defined benefit plan closed in 2003**

**OPEB:**

- **Co-pays**
- **Inflation cap**

- **Voluntary pension & VEBA contributions totaling $695 million since 1/1/04**

- **Additional $300 million funding authorization**

## Manageable legacy obligations –2007

| As of 12/31/06 ($ in millions) | Pension | OPEB | Total |
|---|---|---|---|
| Benefit obligation | $7,306 | $2,867 | $10,173 |
| Plan assets | $7,516 | $660 | $8,176 |
| Funded status | $212 | ($2,207) | ($1,995) |

| 2007 Forecast ($ in millions) | Pension | OPEB | Total |
|---|---|---|---|
| Net Periodic Expense | $113 | $124 | $237 |
| Cash Flow* | $38 | $290 | $328 |

| Key assumptions - 2007 | Pension | OPEB | Total |
|---|---|---|---|
| Expected return on assets | 8.0% | 8.0% | 8.0% |
| Discount rate | 5.5% | 5.5% | 5.5% |

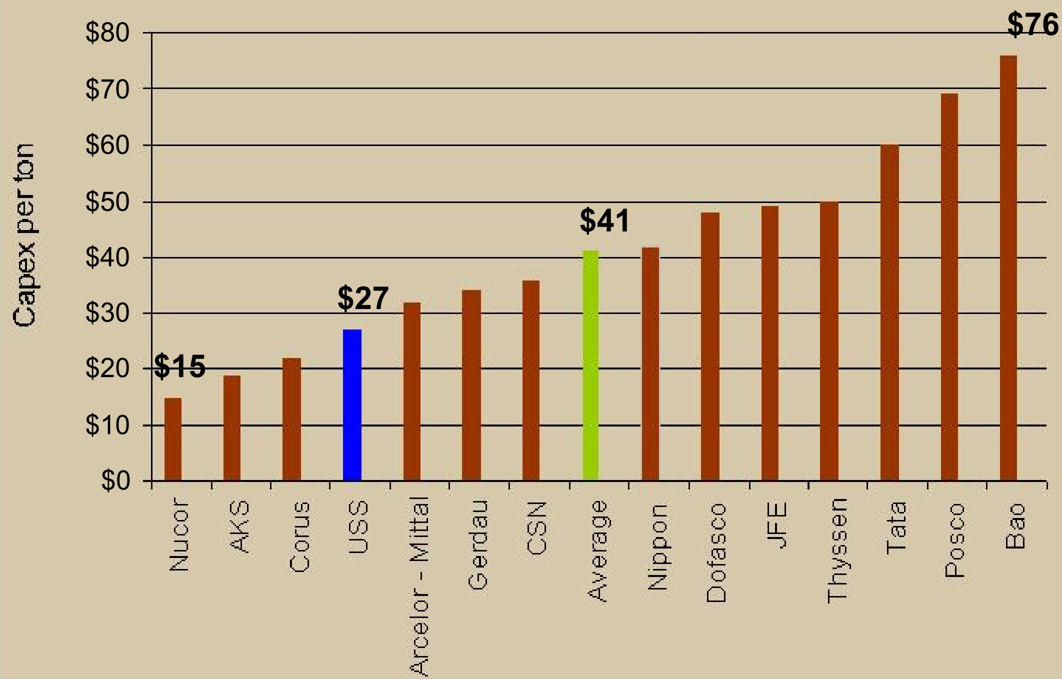
* Excludes any voluntary contributions

# Capital Spending – Building Value

**U.S. Steel has spent less than global peers in recent years**

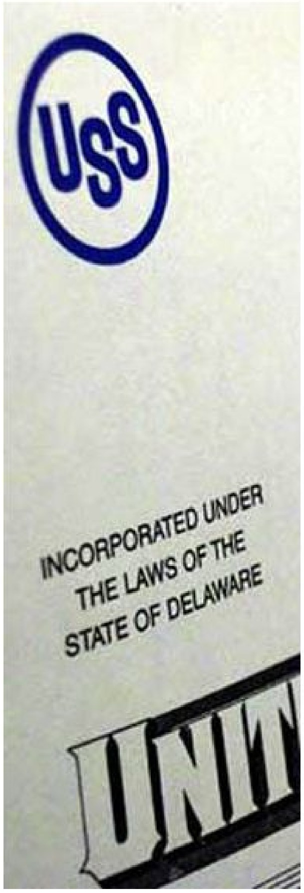
**Will likely incur higher capex during next few years concentrated on infrastructure, but will likely remain below the global average.**

## 2003 – 2005 Average CapEx per ton shipped




Source: Accenture

# Shareholder focus – Building Value




- Common dividend $0.80/share/year:
  - Quadrupled since 01/05

- 7.6 million shares remaining under current repurchase authorization:
  - Repurchased 7.2mm shares in 2006
  - Repurchased 13.1mm shares since 7/05

# Flat Rolled Products Segment

## Q4 2006 Review and Outlook

| (tons in '000) | 4Q05 | 3Q06 | 4Q06 | Outlook 1Q07 |
|---|---|---|---|---|
| Shipments | 3,346 | 3,695 | 3,078 | + |
| Ave. Price/ton | $597 | $651 | $648 | = |
| Ave. Cost/ton | $586 | $589 | $638 | = |
| Margin (loss)/ton | $13 | $62 | $10 | = |
| Inc(loss) from Oper. (millions) | $11 | $230 | $31 | + |

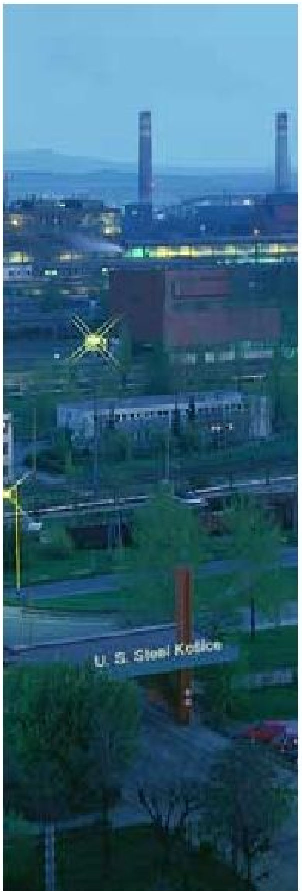
| Positives | Negatives |
|---|---|
| • End market demand remains fairly strong<br>• Improving inventory and imports | • Higher service center inventory levels |

# Tubular Products Segment

## Q4 2006 Review and Outlook

| (tons in '000) | 4Q05 | 3Q06 | 4Q06 | Outlook 1Q07 |
|---|---|---|---|---|
| Shipments | 292 | 303 | 271 | - |
| Ave. Price/ton | $1,456 | $1,491 | $1,523 | - |
| Ave. Cost/ton | $946 | $950 | $992 | = |
| Margin (loss)/ton | $510 | $541 | $531 | - |
| Inc(loss) from Oper. (millions) | $149 | $164 | $144 | - |

| Positives | Negatives |
|---|---|
| • Near record rig counts<br>• Strong demand | • Higher distributor inventory levels<br>• Lower shipments & prices |




# U. S. Steel Europe Segment

## Q4 2006 Review and Outlook

| (tons in '000) | 4Q05 | 3Q06 | 4Q06 | Outlook 1Q07 |
|---|---|---|---|---|
| Shipments | 1,359 | 1,552 | 1,549 | + |
| Ave. Price/ton | $580 | $640 | $665 | - |
| Ave. Cost/ton | $498 | $499 | $548 | = |
| Margin (loss)/ton | $82 | $141 | $117 | - |
| Inc(loss) from Oper. (millions) | $112 | $219 | $182 | +/- |

| Positives | Negatives |
|---|---|
| • Strong central European economy<br>• Higher shipments<br>• Stable costs | • Higher imports |

## Making Steel - World Competitive - Building Value


**Investment considerations**

- Strong business climate
- Global raw materials integration
- Building value:
  - Improving capital structure
  - Improving infrastructure and product mix
  - Responsible capital allocation
  - Remain shareholder focused

United States Steel

# Strategic Acquisition of Lone Star Technologies, Inc.

# Forward — Looking Statements

**Risks and Uncertainties Regarding United States Steel Corporation and Lone Star Technologies, Inc.**

Some factors, among others, that could affect market conditions, costs, shipments and prices for the domestic and foreign operations of U. S. Steel and Lone Star include global product demand, prices and mix; global and company steel production levels; global and domestic demand for tubular products; global and domestic energy markets; plant operating performance, including, the start up of several blast furnaces; the timing and completion of facility projects; natural gas prices, usage and supply disruptions; raw materials availability and prices; changes in environmental, tax and other laws; employee strikes; power outages; and U.S. and global economic performance and political developments. Domestic steel shipments and prices could be affected by import levels and actions taken by the U.S. Government. Economic conditions and political facts in Europe that may affect U. S. Steel's foreign operations results include, but are not limited to, taxation, environmental permitting, nationalization, inflation, currency fluctuations, increased regulation, export quotas, tariffs, and other protectionist measures. Factors that may affect the amount of net periodic benefit costs include, among others, changes to laws affecting benefits, pension fund investment performance, liability changes and interest rates. Please refer to the Form 10-K of U.S. Steel for the year ended December 31, 2006 and the Form 10-K of Lone Star Technologies, Inc. for the year ended December 31, 2006 for additional factors that could cause actual results to differ materially from any forward-looking statements.

**Risks and Uncertainties Regarding the Transaction**

Forward-looking statements regarding United States Steel Corporation's acquisition and integration of Lone Star Technologies, Inc. include statements relating to or concerning expected synergies, cost savings, accretive effect, industry size, and market sector. Risks and uncertainties regarding the transaction include the possibility that the expected synergies may not be realized in the time period anticipated or at all, that the market fails to perform as anticipated, and that the closing does not occur, either due to the failure of closing conditions, including the approval of the shareholders of Lone Star, or the failure to obtain required regulatory approvals, or other reasons. Even if the transaction closes as anticipated, integration may not proceed as expected, and the impact of changes in the industry, markets or the economy in general may result in unexpected costs or the failure to realize anticipated benefits of the transaction.

Forward-looking statements included in this news release are made only as of the date hereof, and the companies undertake no obligation to update these forward-looking statements to reflect future events or circumstances except as may be required by law.

# U. S. Steel to Acquire Lone Star Technologies


## Transaction Overview

U. S. Steel acquires Lone Star for $2.1 billion or $67.50 per share

All cash transaction

- Financed with cash on hand and committed credit facilities

Potential annual synergies in excess of $100 million by end of 2008

Acquisition expected to be accretive in 2007 before synergies

- Excluding accounting effects of the sale of acquired inventory and other customary purchase accounting adjustments

Closing expected in second or third quarter 2007

# Lone Star Steel Technologies, Inc. (LSS)

Other Businesses:

Producer of specialty tubing

Marketer of OCTG and Line Pipe for others

Producer/supplier of hot rolled steel

## Business Overview

**Leading North American producer of welded OCTG**

**Major producer and marketer of line pipe**

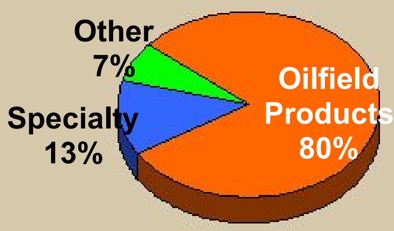
**Major supplier to oil patch of threading,heat treating and finishing**

**Annual production capacity of 1mm tons*.**

**2006 revenues of $1.4 billion and EBITDA $203* million**

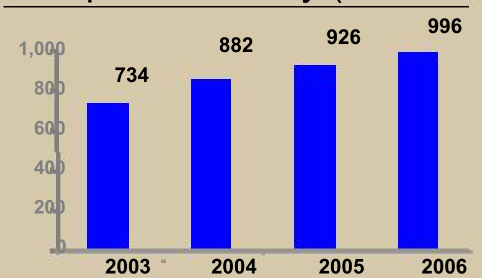
* EBITDA is not a GAAP measure. Please refer to the forms 10-K for the year ended December 31, 2006 filed by U. S. Steel and Lone Star, respectively, for GAAP financial information.

Product Mix by Revenue




**2006 Revenue = $1,378mm**

Shipment History (000 tons)



# Lone Star Steel Technologies, Inc.

## Business Case for Acquisition

Complementary Assets & Attributes

Expanded and Complementary Product Portfolio

Strong Tubular Product Mix

Creates largest North American fully integrated seamless and welded tubular producer

Annual synergies estimated to be in excess of $100 million:

- Sourcing semi-finished product
- SG&A, Procurement and Best Practices

**The premier North American supplier to the attractive and growing OCTG market sector**

# U.S. Steel and Lone Star - Complementary Assets & Attributes

## U. S. Steel

Significant North American seamless supplier

Full seamless size range
1.9” through 26”

Limited welded pipe supplier

World class manufacturing facilities with heat treating capacity

Strong distributor relationships

## Lone Star Technologies

Leading North American welded pipe supplier

Full size welded range utilizing the Alliance mills
1” through 60”

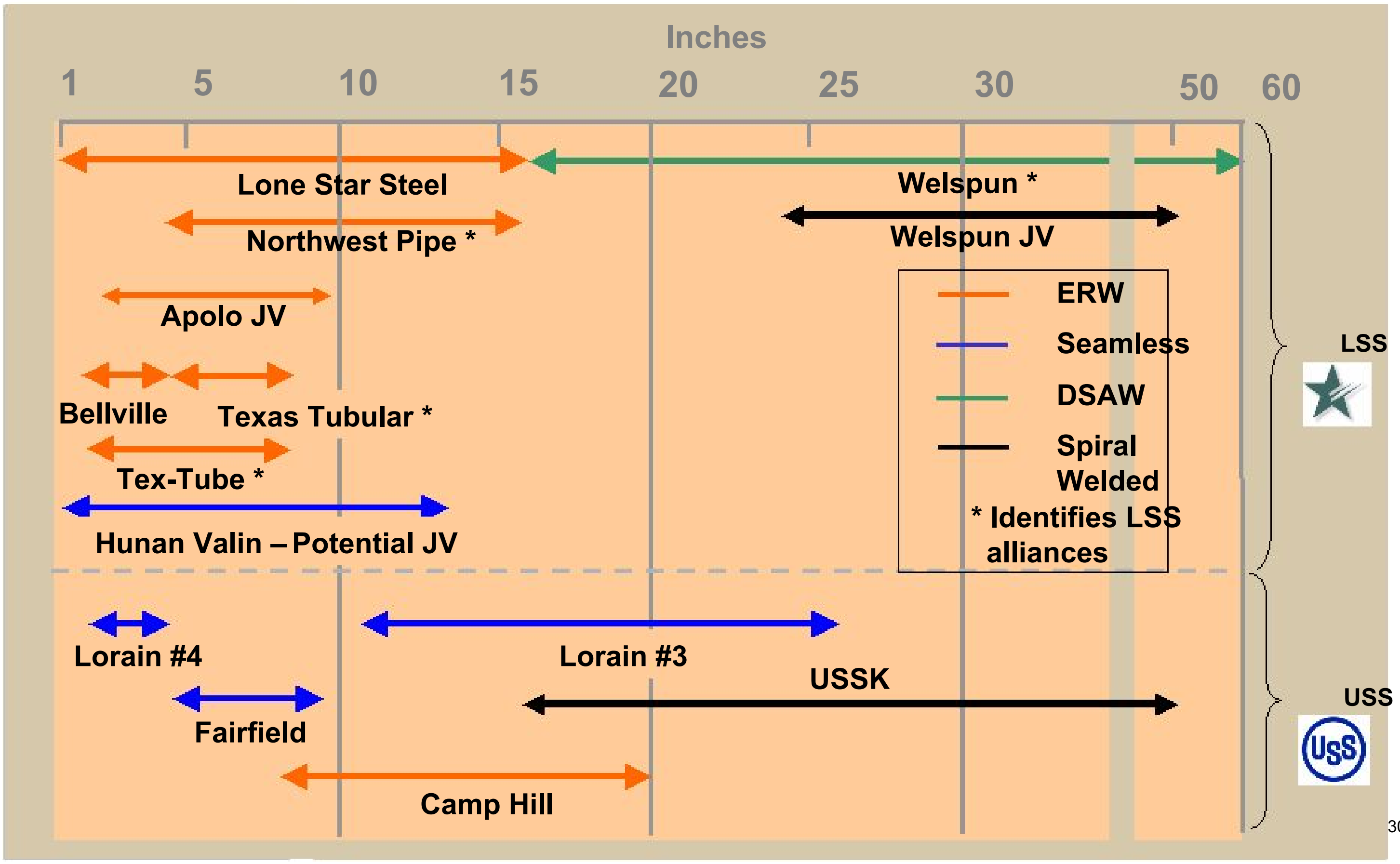
Additional heat treating

Coupling supply

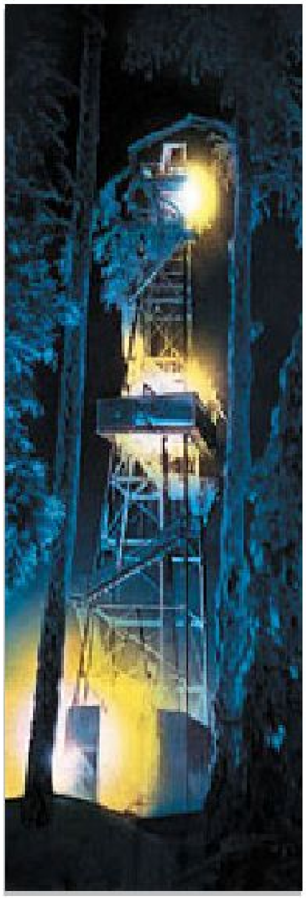
Tubing finishing & threading

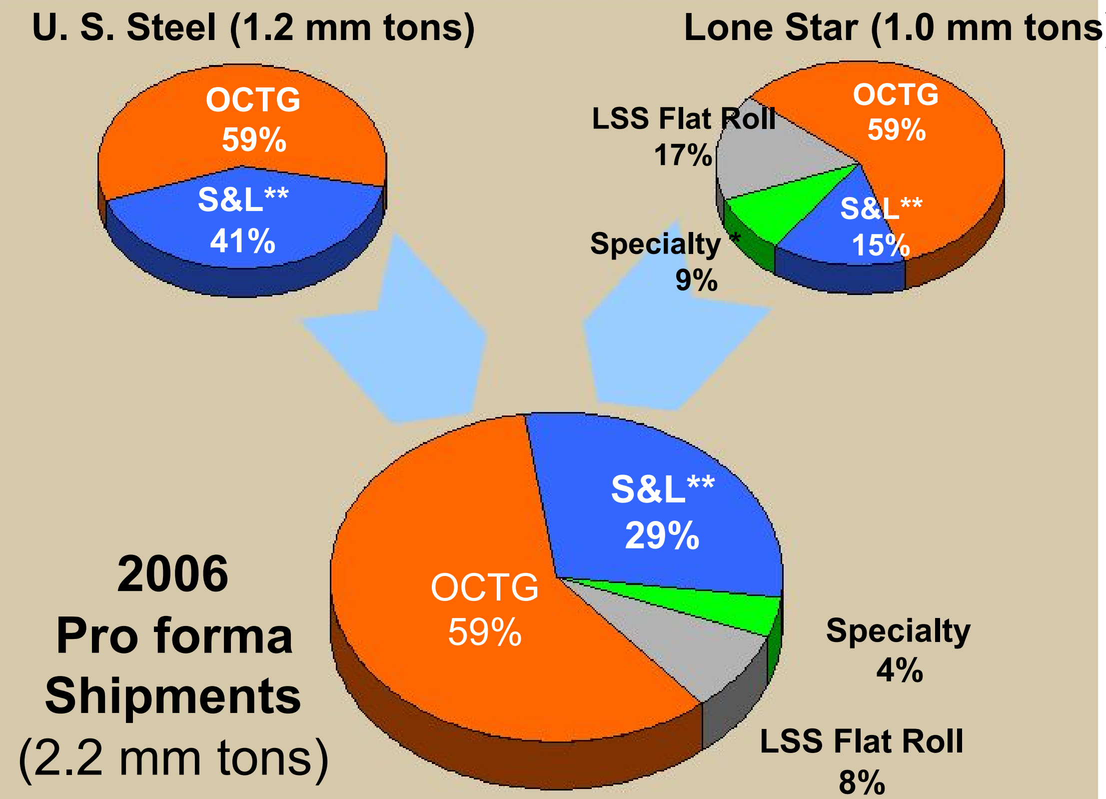
Primarily direct to end customer

# Expanded and Complementary Product Portfolio



# U. S. Steel and Lone Star - Strong Tubular Product Mix



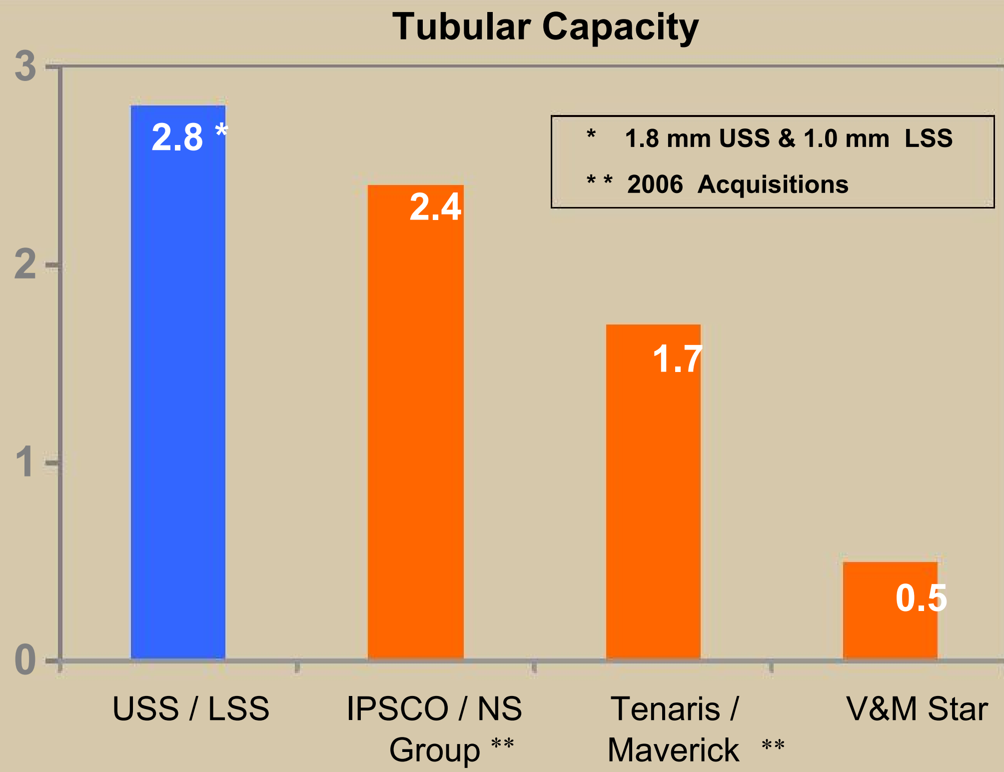



*Customer specified (custom) dimensions and grades

**S&L = Standard and line pipe

# Creates the Largest N.A. Seamless and Welded Tubular Producer

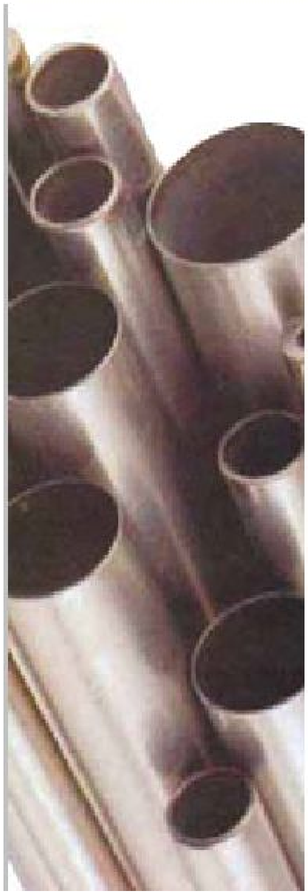
**Million Tons**

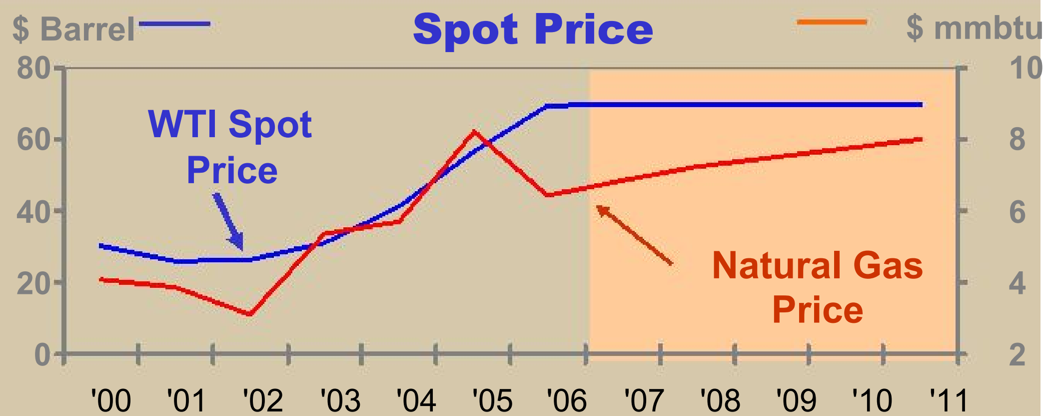


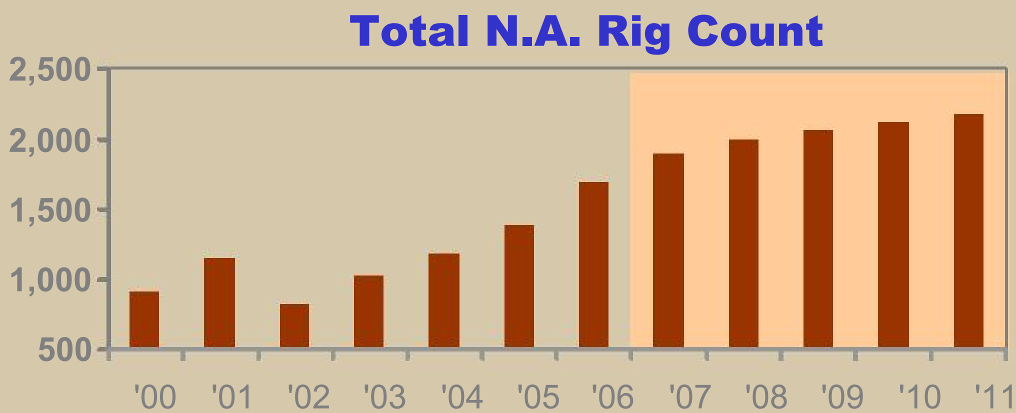

Source: Company filings and equity research

# Strong Market Outlook Drives Demand

Source: Spears





# Financial Overview of Tubular Business

**$ millions**

| FY 2006 | U.S. Steel Tubular | Lone Star |
|---|---|---|
| Tons Shipped | 1.2 million | 1.0 million* |
| Revenue | $1,798 | $1,378 |
| Operating Income | $631 | $173 |
| % margin | 35.1% | 12.5% |
| EBITDA** | $644 | $203 |
| % margin | 35.8% | 14.7% |

Source: Company filings

* Excludes alliance mills & Apolo joint venture

** EBITDA is not a GAAP measure. Please refer to the forms 10-K for the year ended December 31, 2006 filed by U. S. Steel and Lone Star, respectively, for GAAP financial information.

# U. S. Steel and Lone Star Technologies


## Transaction Summary

Creates the leading North American supplier of OCTG products

- Largest North American supplier of seamless and welded pipe to energy sector
- Leverages U.S. Steel's production platform to drive operating performance

Financially attractive:

- Potential annual synergies in excess of $100 million by 2008
- Accretive before synergies
- Maintains financial flexibility post-transaction

# Additional Information

In connection with the proposed merger, Lone Star Technologies, Inc. intends to file a proxy statement and related materials with the Securities and Exchange Commission (SEC). The documents will contain important information about the proposed merger, and the shareholders of Lone Star are urged to read the carefully when they become available. These documents, when filed with the SEC, will be available for free at the SEC's website, http://www.sec.gov and at Lone Star's website, http://www.lonestartech.com.

United States Steel


# Strategic Acquisition of Lone Star Technologies, Inc.