



(Translated)

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To whom it may concern

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Notice of the Differences between FY2023 First Six-month of Non-consolidated Financial Forecast and its Financial Result and the Revision to FY2023 Financial Forecast

Nabtesco Corporation (hereinafter, “the Company”) hereby announces that there are differences between FY2023 first six-month non-consolidated forecast and the result as follows;

Moreover, the Company announces the revision of FY2023 financial forecast (consolidated and non-consolidated) announced on February 10, 2023 due to the current business condition as follows.

1. Differences between FY2023 first six-month of non-consolidated financial forecast and its financial results (January 1, 2023 to June 30, 2023)

(1) Differences between non-consolidated financial forecast and financial results

	Net sales	Ordinary income	Net income	Net income per share
Previously announced forecast (A) (Announced on Feb.10, 2023)	Million yen 87,600	Million yen 8,800	Million yen 8,200	Yen 68.33
Results (B)	89,137	11,047	12,415	103.43
Change (B-A)	1,537	2,247	4,215	—
Rate of Change (%)	1.8	25.5	51.4	—

(2) Reason for the differences

Ordinary income increased due to currency transaction gain and dividend received gain and net income increased due to extraordinary income gain with regard to the completion of the sale of shares of Harmonic Drive Systems Inc. (hereinafter, “HDS”) in FY2023 first six-month of non-consolidated financial results.

2. Revision to the full-year FY2023 financial forecast (January 1, 2023 to December 31, 2023)

(1) Revision to consolidated financial forecast

	Sales	Operating income	Income before tax	Net income attributable to owners of parent	Total basic earnings per share
Previously announced forecast (A) (Announced on Feb.10, 2023)	Million yen 339,000	Million yen 26,200	Million yen 29,200	Million yen 19,500	Yen 162.50
Revised forecast (B)	330,000	19,000	27,000	17,800	148.30
Change (B-A)	(9,000)	(7,200)	(2,200)	(1,700)	—
Rate of Change (%)	(2.7)	(27.5)	(7.5)	(8.7)	—
(Reference) Previous year's results	308,691	18,097	15,763	9,464	78.87

(2) Reason of revision

Sales and operating income are expected to decrease from the previous forecast due to the sluggish demand of precision reduction gears for industrial robot. Income before tax and net income attributable to owners of the parent are also expected to decrease from the previous forecast due to operating income decrease despite financial gain from the completion of the sale of HDS shares.

The dividend for the fiscal year ending December 31, 2023 remains unchanged from the previous forecast.

(3) Revision to non-consolidated financial forecast

	Net sales	Ordinary income	Net income	Net income per share
Previously announced forecast (A) (Announced on Feb.10, 2023)	Million yen 188,000	Million yen 14,600	Million yen 12,600	Yen 105.00
Results (B)	179,000	11,300	13,800	114.97
Change (B-A)	(9,000)	(3,300)	1,200	—
Rate of Change (%)	(4.8)	(22.6)	9.5	—
(Reference) Previous year's results	167,511	19,606	37,756	314.64

(4) Reason of revision

Sales are also expected to decrease from the previous forecast due to the sluggish demand of precision reduction gears for industrial robot. Ordinary income is expected to decrease from the previous forecast due to sales decrease. Net income is expected to increase due to extraordinary income gain with regard to the completion of the sale of HDS shares and income on the sale of shares of subsidiary.

【Referential information】

Full-year forecast for consolidated FY2023 by segment (January 1, 2023 through December 31, 2023)

(Sales)

(Million yen)

	Component solutions	Transport Solutions	Accessibility solutions	Others	Corporate or elimination	Total
Previously announced forecast (A) (Announced on Feb.10, 2023)	154,800	77,800	85,300	21,100	—	339,000
Revised forecast (B)	142,600	78,700	90,200	18,500	—	330,000
Change (B-A)	(12,200)	900	4,900	(2,600)	—	(9,000)
Rate of Change (%)	(7.9)	1.2	5.7	(12.3)	—	(2.7)
(Reference) Previous year's results	140,629	70,950	78,561	18,551	—	308,691

(Operating income)

(Million yen)

	Component solutions	Transport Solutions	Accessibility solutions	Others	Corporate or elimination	Total
Previously announced forecast (A) (Announced on Feb.10, 2023)	19,600	7,600	7,500	2,400	(10,900)	26,200
Revised forecast (B)	12,800	7,300	7,500	2,500	(11,100)	19,000
Change (B-A)	(6,800)	(300)	0	100	(200)	(7,200)
Rate of Change (%)	(34.7)	(3.9)	0.0	4.2	—	(27.5)
(Reference) Previous year's results	15,919	6,714	2,830	1,484	(8,850)	18,097

Descriptions in this document concerning future figures including forecasts for operating results, etc. are based on currently available information and certain assumptions that the Company considers reasonable. Actual results may vary significantly from such forecasts due to a variety of factors.

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