



(Translated)

February 13, 2024

To whom it may concern

Company name: Nabtesco Corporation  
Representative: Kazumasa Kimura, Representative Director,  
President & CEO  
(Securities Code: 6268; Prime Section of the Tokyo Stock Exchange)  
Contact: Yasushi Minegishi,  
General Manager, Corporate Communication Department.  
(Tel: +81-3-5213-1134)

### Notice of Recording of Goodwill Impairment Loss

Nabtesco Corporation (hereinafter, “the Company”) hereby announces the recognition of goodwill impairment loss for the consolidated financial result for the FY2023 as follows;

#### 【The details of goodwill impairment loss】

The Company tested goodwill associated with the Gilgen Group. ("Gilgen"), which includes Gilgen Door Systems AG, a consolidated subsidiary located in Switzerland, for impairment in accordance with International Financial Reporting Standards (IFRS). As a result, we recorded an impairment loss of 4,392 million yen for the consolidated fiscal year ended December 31, 2023.

This was because the recoverable amount fell below the book value as a result of a review of the future business plan, incorporating the future slowdown of the European economy, in addition to the deterioration of the business environment such as the continuing rise in the cost of purchased materials and labor, and the impact of the Swiss franc appreciation on the export business.

#### 【Reference information】

Differences between FY2023 full-year consolidated forecast (announced on July 31, 2023) and the result announced today are as follows;

(1) Differences between FY2023 full-year forecast and the result

	Net sales	Operating income	Income before tax	Net income attributable to owners of the parent	Total basic earnings per share (Yen)
Previously announced forecast (A) (Announced on July 31, 2023)	330,000	19,000	27,000	17,800	148.30
<b>Result (B)</b>	<b>333,631</b>	<b>17,376</b>	<b>25,629</b>	<b>14,554</b>	<b>121.25</b>
Change (B-A)	3,631	-1,624	-1,371	-3,246	—
Rate of Change (%)	1.1	-8.5	-5.1	-18.2	—
(Reference) Previous year's results	308,691	18,097	15,763	9,464	78.87

(2) Reason for the Differences

Net sales exceeded the previously announced forecast due to sales increased mainly due to strong demand in Marine Vessel Equipment for new ships and MRO (Maintenance, Repair, Overhaul) and the yen depreciated from the forecast as of the previous forecast despite of a sharp decline in demand for industrial robot in the second half of the fiscal year in Precision Reduction Gears and a slowdown in demand in the Chinese market expected in the second half of the fiscal year in Hydraulic Equipment led to a decline in sales in Component Solutions Business.

Operating income fell short of the previous forecast, due to factors such as a decrease in sales and purchased materials costs in Precision Reduction Gears, a rise in personnel costs, a delay in passing on costs, a decrease in sales in Hydraulic Equipment, an impairment loss on OVALO GmbH fixed assets of 1,761 million yen, and an impairment loss on goodwill of 4,392 million yen related to Gilgen as mentioned above, although operating income increased mainly due to factors such as an increase in Marine Vessel Equipment sales and a gain on exchange of land and buildings of 4,243 million yen recorded by a domestic consolidated subsidiary in Automatic Door Business, operating income fell short of the previous forecast.

Profit before income taxes and profit attributable to owners of the parent fell short of the previously announced forecast due to a decrease in operating income.

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

Full Year Forecast for Consolidated FY2023 by Each 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 July 31, 2023)	142,600	78,700	90,200	18,500	—	330,000
Revised forecast (B)	138,089	80,787	96,275	18,480	—	333,631
Change (B-A)	-4,511	2,087	6,075	-20	—	3,631
Rate of Change (%)	-3.2	2.7	6.7	-0.1	—	1.1
(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 July 31, 2023)	12,800	7,300	7,500	2,500	-11,100	19,000
Revised forecast (B)	10,376	7,828	6,167	3,385	-10,380	17,376
Change (B-A)	-2,424	528	-1,333	885	720	-1,624
Rate of Change (%)	-18.9	7.2	-17.8	35.4	—	-8.5
(Reference) Previous year's results	15,919	6,714	2,830	1,484	-8,850	18,097

Ends