

Summary of Consolidated Financial Statements for the First Quarter of Fiscal Year
Ending December 31, 2024 (IFRS)



April 30, 2024

Name of listed company: Nabtesco Corporation
Code number: 6268
Representative: Title: Representative Director
Inquiries: Title: General Manager, Corporate Communication Div.
Scheduled date for filing of quarterly report: May 14, 2024
Scheduled dividend payment date: -
Quarterly material to supplement the financial results: Yes
Quarterly financial results conference: Yes (For institutional investors and financial analysts)

Stock listed on: Prime Section of the Tokyo Stock Exchange
URL: <https://www.nabtesco.com>
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(Amounts rounded to the nearest million)

1. Consolidated Results for the First Three-month Period of FY2024 (January 1, 2024 to March 31, 2024)

(1) Consolidated Operating Results

(Percentages indicate year-on-year change)

	Net sales		Operating income		Income before taxes		Net income		Net income attributable to owners of the parent		Total comprehensive income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Million yen	%
First three-month period, FY 2024	72,181	(12.2)	3,991	(30.9)	5,131	(52.6)	2,952	(58.7)	2,640	(60.6)	7,054	(16.1)
First three-month period, FY2023	82,193	16.8	5,779	15.7	10,825	-	7,145	-	6,699	-	8,412	-

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
First three-month period, FY2024	21.99	21.99
First three-month period, FY2023	55.82	55.82

(2) Consolidated Financial Position

	Total assets	Total equity	Equity attributable to owners of the parent	Ratio of equity attributable to owners of the parent
	Million yen	Million yen	Million yen	%
As of March 31, 2024	425,650	278,067	261,666	61.5
As of December 31, 2023	422,065	275,894	260,470	61.7

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Year end	Full year
	Yen	Yen	Yen	Yen	Yen
FY 2023	-	40.00	-	40.00	80.00
FY 2024	-	-	-	-	-
FY 2024 (Forecast)	-	40.00	-	40.00	80.00

(Note) Revisions to the latest dividend forecasts: None

3. Forecast of Consolidated Operating Results for FY2024 (January 1, 2024 to December 31, 2024)

(Percentages indicate year-on-year change for full year and quarter-on-quarter change for quarter)

	Net sales		Operating income		Income before taxes		Net income attributable to owners of the parent		Total basic earnings per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First six-month period ending June 30, 2024	151,500	(7.1)	5,000	(42.5)	5,500	(64.5)	2,300	(75.7)	19.16
Full year	323,700	(3.0)	13,500	(22.3)	14,700	(42.6)	9,300	(36.1)	77.47

(Note) Revisions to the latest forecast of operating results: Yes

※ Matters of note:

(1) Changes in significant subsidiaries during the first three-month period of FY2024 (Changes in specified subsidiaries resulting in a change in the scope of consolidation): None
Newly added: 0 (Company name: -) Excluded: 0 (Company name: -)

(2) Changes in accounting policies and accounting estimates

- 1) Changes in accounting policies required by IFRS: None
- 2) Other changes in accounting policies: None
- 3) Changes in accounting estimates: None

(3) Shares outstanding (Common shares)

- 1) Number of shares outstanding (including treasury stock) as of the end of the term
- 2) Amount of treasury stock
- 3) Average number of shares during the term

1)	As of March 31, 2024	121,064,099	As of December 31, 2023	121,064,099
2)	As of March 31, 2024	995,895	As of December 31, 2023	1,025,536
3)	January 1, 2024 to March 31, 2024	120,053,914	January 1, 2023 to March 31, 2023	120,024,927

※ Current status of audit procedures

This “Summary of Consolidated Financial Statements” is not subject to audit procedures as stipulated under the Financial Instruments and Exchange Act, and the audit procedures based on the said Act have not been completed as of the date of publication of this summary.

※ Description concerning proper use of the forecast of operating results and other remarks:

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.

(Translation)

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1. Qualitative Information on Consolidated Operating Results for the Three Months Ended March 31, FY2024

(1) Analysis of Consolidated Operating Results

In the first quarter of the fiscal year under review, net sales of the Group was ¥72,181 million, reflecting the strong domestic and overseas demand for doors for buildings and the positive impact of foreign exchange rates on overseas businesses in Automatic Doors. In addition, sales of Aircraft Equipment increased due to growth in demand from both the commercial and defense sectors, while sales of Component Solutions decreased due to a significant decline in demand. Operating income decreased 30.9% to ¥3,991 million due to the significant impact of the decrease in income from Component Solutions, despite the increase in income from Transport Solutions and Accessibility Solutions due to the increase in sales. Quarterly profit before income taxes was ¥5,131 million and quarterly profit attributable to owners of the parent was ¥2,640 million.

1) Amount of orders received, net sales and operating income

Orders received in the first quarter of the current fiscal year decreased by ¥2,284 million, or 2.7%, year-on-year to ¥82,142 million. Sales decreased by ¥10,012 million or 12.2% to ¥72,181 million, and operating income decreased by ¥1,788 million or 30.9% to ¥3,991 million. The ratio of operating income to net sales was 5.5%.

Operating results by business segment were as follows:

[Amount of orders received]

	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)	Change (%)
Component Solutions	34,318	26,608	(22.5)
Transport Solutions	20,681	24,456	18.3
Accessibility Solutions	25,661	27,378	6.7
Others	3,766	3,700	(1.8)
Total	84,426	82,142	(2.7)

(Million yen)

[Net Sales]

	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)	Change (%)
Component Solutions	38,082	22,713	(40.4)
Transport Solutions	16,853	19,139	13.6
Accessibility Solutions	23,203	27,013	16.4
Others	4,055	3,317	(18.2)
Total	82,193	72,181	(12.2)

(Million yen)

[Operating income (loss)]

	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)	Change (%)
Component Solutions	3,972	816	(79.5)
Transport Solutions	1,452	2,362	62.6
Accessibility Solutions	2,543	3,131	23.1
Others	405	300	(25.9)
Corporate or elimination	(2,592)	(2,617)	-
Total	5,779	3,991	(30.9)

(Million yen)

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[Component Solutions Business]

The amount of orders received for Component Solutions business decreased by ¥7,710 million, or 22.5%, year-on-year to ¥26,608 million. Sales decreased by ¥15,369 million, or 40.4% to ¥22,713 million and operating income decreased by ¥3,156 million or 79.5% to ¥816 million.

Sales of Precision Reduction Gears decreased significantly year-on-year due to a decline in EV related and automation capital expenditures, as well as continued inventory adjustment for industrial robots.

Sales of Hydraulic Equipment declined year on year due to the continued sluggish demand for construction machinery not only in the Chinese market but also in Europe, the United States, and Southeast Asia.

[Transport Solutions Business]

The amount of orders received for Transport Solutions business increased by ¥3,776 million, or 18.3%, year-on-year to ¥24,456 million. Sales increased by ¥2,286 million, or 13.6% to ¥19,139 million and operating income increased by ¥909 million, or 62.6% to ¥2,362 million.

Sales of Railroad Vehicle Equipment increased year on year due to steady growth in domestic and overseas MRO (Maintenance, Repair, and Overhaul).

Sales of Aircraft Equipment increased substantially year-on-year due to the strong performance of the business for commercial aircraft due to passenger demand recovering to the level before the COVID19, as well as the expansion of demand for the Ministry of Defense.

Sales of Commercial Vehicle Equipment remained at the same level as the same period of the previous fiscal year due to strong demand from domestic customers, despite a decline in demand in the Southeast Asian market.

Sales of Marine Vessels Equipment increased year on year due to steady demand for new vessels and MRO, as well as expanded sales of new type of Main Engine Remote-Control System and Deep Sea products.

[Accessibility Solutions Business]

The amount of orders received for Accessibility Solutions business increased by ¥1,717 million, or 6.7% year on year to ¥27,378 million. Sales increased by ¥3,810 million, or 16.4% to ¥27,013 million and operating income increased by ¥588 million, or 23.1% to ¥3,131 million.

In Automatic Door business, sales increased year on year due to strong demand for doors for domestic and overseas buildings and overseas platform doors.

[Others]

Orders received decreased by ¥67 million, or 1.8% year-on-year to ¥3,700 million. Sales decreased by ¥739 million, or 18.2% to ¥3,317 million and operating income decreased by ¥105 million, or 25.9% to ¥300 million.

Sales of Packaging Machines declined from the same period of the previous fiscal year due to a delay in the timing of delivery for the domestic market.

Reference: Information by region

[Net sales]

	(Million yen)		
	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)	Change (%)
Japan	43,750	36,165	(17.3)
China	13,516	8,846	(34.6)
Other Asia	4,617	5,128	11.1
North America	5,690	6,314	11.0
Europe	13,843	15,047	8.7
Other regions	776	681	(12.2)
Total	82,193	72,181	(12.2)

Notes: Net sales are classified by country or region based on the location of the buyer.

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2) Income before tax

Financial income was ¥745 million mainly due to foreign exchange gains. Financial costs amounted to ¥188 million mainly due to interest expenses. Equity in earnings of affiliates was ¥583 million. As a result, quarterly profit before tax decreased by ¥5,694 million year on year to ¥5,131 million.

3) Net income attributable to owners of the parent

As a result, quarterly income attributable to owners of the parent, after deducting income tax expense of ¥2,179 million and quarterly income attributable to non-controlling interests of ¥312 million, decreased by ¥4,060 million year on year to ¥2,640 million.

Basic quarterly earnings per share decreased by ¥33.83 to ¥21.99.

(2) Analysis of Financial Position

1) Assets, liabilities and equity

(Million yen)			
	As of the end of the previous consolidated fiscal year (December 31, 2023)	As of the end of the first three-month period of the current consolidated fiscal year (March 31, 2024)	Change
Total assets	422,065	425,650	3,585
Liabilities	146,171	147,583	1,412
Equities	275,894	278,067	2,173

[Assets]

At the end of the first quarter, current assets were ¥219,058 million and non-current assets were ¥206,592 million. As a result, total assets increased ¥3,585 million from the end of the previous fiscal year to ¥425,650 million. The main components of the increase were a ¥6,321 million increase in inventories and a ¥3,751 million increase in property, plant and equipment. The main factor for the decrease was a ¥6,645 million decrease in trade receivables.

[Liabilities]

At the end of the first quarter, current liabilities were ¥110,556 million and non-current liabilities were ¥37,027 million. As a result, total liabilities increased by ¥1,412 million from the end of the previous fiscal year to ¥147,583 million. The main factor for the increase was an increase of ¥10,018 million in borrowings under non-current liabilities. The main decreasing factors were a decrease of ¥7,018 million in other payables and a decrease of ¥2,663 million in trade payables.

[Equity]

Total equity at the end of the first quarter of the current fiscal year was ¥278,067 million. Total equity attributable to owners of the parent was ¥261,666 million, an increase of ¥1,196 million from the end of the previous fiscal year. The main components of increase were an increase of ¥3,346 million in other components of equity due to an increase in foreign currency translation adjustment and a quarterly profit attributable to owners of the parent of ¥2,640 million. The main factor for the decrease was a ¥4,825 million decrease in retained earnings due to dividends.

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(3) Explanation of Consolidated Earnings Forecasts and Other Future Projections

In light of the business performance for the first quarter of the fiscal year ending December 31, 2024 and future trends, the Company has decided to revise the forecasts for the first six months and full year of the fiscal year ending December 31, 2024, which were announced on February 13, 2024.

For details, please refer to the "Notice of Revision of Financial Forecasts for the First Six Months Ending June 30, 2024 and for the Year Ending December 31, 2024."

Differences from the consolidated earnings forecasts announced on February 13, 2024 are as follows.

Revision of Consolidated Financial Forecasts for the First Six Months of the Fiscal Year Ending June 30, 2024
(January 1, 2024 to June 30, 2024)

	Net sales	Operating income	Income before taxes	Profit attributable to owners of the parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A) (Announced February 13, 2024)	148,400	2,500	2,500	200	1.67
Revised forecast (B)	151,500	5,000	5,500	2,300	19.16
Change (B-A)	3,100	2,500	3,000	2,100	-
Change (%)	2.1	100.0	120.0	1,050.0	-
(Reference) Results for the previous fiscal year	162,997	8,690	15,485	9,452	78.74

Segment Information

1) Net sales

(Million yen)

	Components Solutions	Transport Solutions	Accessibility Solutions	Others	Corporate or elimination	Total
Previous forecast (A) (Announced February 13, 2024)	52,400	42,800	44,400	8,800	-	148,400
Revised forecast (B)	52,200	42,600	48,000	8,700	-	151,500
Change (B-A)	(200)	(200)	3,600	(100)	-	3,100
Change (%)	(0.4)	(0.5)	8.1	(1.1)	-	2.1
(Reference) Results for the previous fiscal year	74,785	36,171	44,347	7,694	-	162,997

2) Operating income

(Million yen)

	Components Solutions	Transport Solutions	Accessibility Solutions	Others	Corporate or elimination	Total
Previous forecast (A) (Announced February 13, 2024)	0	5,500	2,500	800	(6,300)	2,500
Revised forecast (B)	900	5,500	3,800	1,000	(6,200)	5,000
Change (B-A)	900	-	1,300	200	100	2,500
Change (%)	-	-	52.0	25.0	-	100.0
(Reference) Results for the previous fiscal year	7,394	3,651	2,435	422	(5,211)	8,690

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Revisions to the forecasts for the full year ending December 31, 2024 (January 1, 2024 to December 31, 2024)

	Net sales	Operating income	Income before taxes	Profit attributable to owners of the parent	Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous forecast (A) (Announced February 13, 2024)	322,000	12,800	13,500	8,800	73.31
Revised forecast (B)	323,700	13,500	14,700	9,300	77.47
Change (B-A)	1,700	700	1,200	500	-
Change (%)	0.5	5.5	8.9	5.7	-
(Reference) Results for the previous fiscal year	333,631	17,376	25,629	14,554	121.25

Segment Information

1) Net sales

(Million yen)

	Components Solutions	Transport Solutions	Accessibility Solutions	Others	Corporate or elimination	Total
Previous forecast (A) (Announced February 13, 2024)	116,200	89,800	96,000	20,000	-	322,000
Revised forecast (B)	116,500	90,200	97,000	20,000	-	323,700
Change (B-A)	300	400	1,000	-	-	1,700
Change (%)	0.3	0.4	1.0	-	-	0.5
(Reference) Results for the previous fiscal year	138,089	80,787	96,275	18,480	-	333,631

2) Operating income

(Million yen)

	Components Solutions	Transport Solutions	Accessibility Solutions	Others	Corporate or elimination	Total
Previous forecast (A) (Announced February 13, 2024)	3,300	11,500	7,800	2,500	(12,300)	12,800
Revised forecast (B)	3,900	11,500	8,000	2,500	(12,400)	13,500
Change (B-A)	600	-	200	-	(100)	700
Change (%)	18.2	-	2.6	-	-	5.5
(Reference) Results for the previous fiscal year	10,376	7,828	6,167	3,385	(10,380)	17,376

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2. Summary of Quarterly Consolidated Financial Statements and Major Notes

(1) Summary of Quarterly Consolidated Statement of Financial Position

(Million yen)

	Note No.	End of consolidated FY2023 (as of December 31, 2023)	End of the first three-month period of consolidated FY2024 (as of March 31, 2024)
Assets			
Current assets			
Cash and cash equivalents		77,835	73,306
Trade receivables		79,196	72,551
Contract assets		3,554	3,756
Other receivables		1,682	1,839
Inventories		50,969	57,290
Other financial assets		616	1,227
Other current assets		6,995	9,089
Total current assets		220,847	219,058
Non-current assets			
Property, plant and equipment		107,527	111,278
Intangible assets		11,624	11,881
Right-of-use asset		8,908	8,743
Goodwill		25,750	26,177
Investment real estate		10,394	10,367
Investments accounted for using the equity method		21,139	21,538
Other financial assets		12,550	13,393
Deferred tax assets		2,313	2,221
Other non-current assets		1,013	994
Total non-current assets		201,218	206,592
Total assets		422,065	425,650

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(Million yen)

	Note No.	End of consolidated FY2023 (as of December 31, 2023)	End of the first three-month period of consolidated FY2024 (as of March 31, 2024)
Liabilities and equity			
Liabilities			
Current liabilities			
Trade payables		50,783	48,121
Contract liabilities		8,053	10,087
Borrowings		21,400	19,006
Other payables		23,392	16,374
Income taxes payables		3,018	2,436
Provision		2,720	2,449
Lease liabilities		2,799	2,648
Other financial liabilities		-	23
Other current liabilities		7,327	9,411
Total current liabilities		119,491	110,556
Non-current liabilities			
Borrowings		173	10,190
Lease liabilities		8,060	8,076
Liabilities concerning retirement benefit		8,736	8,836
Deferred tax liabilities		7,045	7,330
Other financial liabilities		516	508
Other non-current liabilities		2,149	2,087
Total non-current liabilities		26,679	37,027
Total liabilities		146,171	147,583
Capital			
Capital stock		10,000	10,000
Share premium		15,139	15,093
Retained earnings		220,495	218,275
Treasury shares		(3,943)	(3,827)
Other components of equity		18,778	22,124
Equity attributable to owners of the parent		260,470	261,666
Non-controlling interests		15,424	16,401
Total shareholders' equity		275,894	278,067
Total liabilities and equity		422,065	425,650

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(2) Summary of Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

Summary of Consolidated Statements of Income
First Three-month Period

(Million yen)

	Note No.	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)
Net sales	2	82,193	72,181
Cost of sales		(60,770)	(51,119)
Gross profit		21,423	21,062
Other income		238	234
Selling, general and administrative expense		(15,718)	(17,201)
Other expenses		(163)	(103)
Operating income	2	5,779	3,991
Financial income		4,305	745
Financial cost		(134)	(188)
Equity in earnings of affiliates		874	583
Profit (loss) before tax		10,825	5,131
Income tax expenses		(3,680)	(2,179)
Net income (loss)		7,145	2,952
Net income (loss) attributable to			
Owners of the parent		6,699	2,640
Non-controlling interests		446	312
Net income (loss)		7,145	2,952
Net income (loss) per share			
Basic earnings (loss) per share		55.82	21.99
Diluted earnings (loss) per share		55.82	21.99

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Summary of Consolidated Statements of Comprehensive Income

First Three-month Period

(Million yen)

	Note No.	First three-month period of consolidated FY2023 (January 1, 2023 to March 31, 2023)	First three-month period of consolidated FY2024 (January 1, 2024 to March 31, 2024)
Net income (loss)		7,145	2,952
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Net changes in financial assets measured at fair value through other comprehensive income		7	263
Total components that will not be reclassified to profit or loss		7	263
Components that will be reclassified to profit or loss			
Exchange differences on foreign operations		1,259	3,839
Total components that will be reclassified to profit or loss		1,259	3,839
Other comprehensive income after taxes		1,266	4,102
Total comprehensive income		8,412	7,054
Comprehensive income attributable to			
Owners of the parent		7,782	5,986
Non-controlling interests		630	1,068
Total comprehensive income		8,412	7,054

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(3) Summary of Quarterly Consolidated Statement of Changes in Equity

First three-month period of previous consolidated fiscal year (January 1, 2023 to March 31, 2023)

(Million yen)

	Note No.	Capital stock	Share premium	Retained earnings	Treasury shares	Other components of equity	
						Exchange differences on foreign operations	Valuation difference due to change in fair value
Balance as of January 1, 2023		10,000	15,048	215,670	(4,646)	9,361	3,263
Net income (loss)		-	-	6,699	-	-	-
Other comprehensive income		-	-	-	-	1,076	7
Total comprehensive income		-	-	6,699	-	1,076	7
Acquisition, sales, etc. of treasury shares		-	-	(16)	109	-	-
Dividends		-	-	(4,693)	-	-	-
Transfer from other components of equity to retained earnings		-	-	-	-	-	-
Share-based compensation transactions		-	(35)	-	-	-	-
Total transactions with owners, etc.		-	(35)	(4,708)	109	-	-
Balance as of March 31, 2023		10,000	15,013	217,661	(4,537)	10,437	3,270

	Note No.	Other components of equity		Total equity attributable to owners of the parent	Non-controlling interests	Total equity
		Remeasurements of net defined benefit liability (asset)	Total			
Balance as of January 1, 2023		-	12,624	248,696	14,532	263,228
Net income (loss)		-	-	6,699	446	7,145
Other comprehensive income		-	1,083	1,083	184	1,266
Total comprehensive income		-	1,083	7,782	630	8,412
Acquisition, sales, etc. of treasury share		-	-	94	-	94
Dividends		-	-	(4,693)	(482)	(5,175)
Transfer from other components of equity to retained earnings		-	-	-	-	-
Share-based compensation transactions		-	-	(35)	-	(35)
Total transactions with owners, etc.		-	-	(4,634)	(482)	(5,117)
Balance as of March 31, 2023		-	13,707	251,844	14,680	266,523

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First three-month period of current consolidated fiscal year (January 1, 2024 to March 31, 2024)

(Million yen)

	Note No.	Capital stock	Share premium	Retained earnings	Treasury shares	Other components of equity	
						Exchange differences on foreign operations	Valuation difference due to change in fair value
Balance as of January 1, 2024		10,000	15,139	220,495	(3,943)	15,133	3,646
Net income (loss)		-	-	2,640	-	-	-
Other comprehensive income		-	-	-	-	3,083	263
Total comprehensive income ^e		-	-	2,640	-	3,083	263
Acquisition, sales, etc. of treasury shares		-	-	(34)	116	-	-
Dividends		-	-	(4,825)	-	-	-
Increase (decrease) in non-controlling interests due to capital increase of subsidiaries		-	-	-	-	-	-
Transfer from other components of equity to retained earnings		-	-	0	-	-	(0)
Share-based compensation transactions		-	(46)	-	-	-	-
Total transactions with owners, etc.		-	(46)	(4,859)	116	-	(0)
Balance as of March 31, 2024		10,000	15,093	218,275	(3,827)	18,215	3,909

	Note No.	Other components of equity		Total equity attributable to owners of the parent	Non-controlling interests	Total equity
		Remeasurements of net defined benefit liability (asset)	Total			
Balance as of January 1, 2024		-	18,778	260,470	15,424	275,894
Net income		-	-	2,640	312	2,952
Other comprehensive income		-	3,346	3,346	756	4,102
Total comprehensive income		-	3,346	5,986	1,068	7,054
Acquisition, sales, etc. of treasury shares		-	-	81	-	81
Dividends		-	-	(4,825)	(272)	(5,097)
Increase (decrease) in non-controlling interests due to capital increase of subsidiaries		-	-	-	181	181
Transfer from other components of equity to retained earnings		-	(0)	-	-	-
Share-based compensation transactions		-	-	(46)	-	(46)
Total transactions with owners, etc.		-	(0)	(4,790)	(91)	(4,881)
Balance as of March 31, 2024		-	22,124	261,666	16,401	278,067

(Translation)

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(4) Notes on the Summary of Quarterly Consolidated Financial Statements

1. Notes Relating to the Going Concern Assumption

None

2. Business Segments

(1) Summary of reportable segments

The Group's reportable segments are components of the Group about which separate financial statement is available that is evaluated regularly at the Board of Directors' meetings in deciding how to allocate the management resources and in assessing performance.

The Group classifies its business segments into the following three reportable segments, based on the similarity of business models: 1) the "Component Solutions Business;" 2) the "Transport Solutions Business;" and 3) the "Accessibility Solutions Business."

The main lines of business of each reportable segment are as below.

Business Segment	Main lines of business
Components Solutions business	Design, manufacture, sale, maintenance and repair of industrial robot components, construction machinery equipment and other components.
Transport Solutions business	Design, manufacture, sale, maintenance and repair of brake equipment and automatic doors for rolling stock, aircraft parts, automobile brake equipment and drive control equipment, marine control equipment and other components
Accessibility Solutions business	Design, manufacture, sale, installation, maintenance and repair of automatic door systems for buildings and general industries, platform safety equipment, etc., and parts thereof

(2) Information on reportable segments

I. For the three months ended March 31, 2023 (January 1, 2023 to March 31, 2023)

(Million yen)

	Reportable Segments				Others	Total	Adjustments	Amount stated in summary of consolidated statements of income
	Component	Transport	Accessibility	Total				
Net sales								
Sales to external customers	38,082	16,853	23,203	78,138	4,055	82,193	-	82,193
Inter-segment sales	716	316	4	1,035	96	1,131	(1,131)	-
Total sales	38,798	17,168	23,207	79,173	4,151	83,324	(1,131)	82,193
Segment income (Operating income)	3,972	1,452	2,543	7,967	405	8,372	(2,592)	5,779
Financial income				-				4,305
Financial costs				-				(134)
Equity in earnings of affiliates				-				874
Income before tax				-				10,825

Notes: 1. "Others" is a business segment that is not a reportable segment and consists of businesses that are engaged in the design, manufacture, sale, maintenance and repair of packaging machine, three-dimensional model production device and components thereof.

2. Adjustment to sales is as a result of eliminations of inter-segment transactions.

3. Adjustment to segment income (operating income) is total profit/loss, etc. that are not allocated to the respective segments.

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II. For the three months ended March 31, 2024 (January 1, 2024 to March 31, 2024)

(Million yen)

	Reportable Segments				Others	Total	Adjustments	Amount stated in summary of consolidated statements of income	
	Component	Transport	Accessibility	Total					
Net sales									
Sales to external customers	22,713	19,139	27,013	68,865	3,317	72,181	-	72,181	
Inter-segment sales	766	405	3	1,173	10	1,184	(1,184)	-	
Total sales	23,479	19,543	27,016	70,038	3,327	73,365	(1,184)	72,181	
Segment income (Operating income)	816	2,362	3,131	6,309	300	6,608	(2,617)	3,991	
Financial income	-								745
Financial costs	-								(188)
Equity in earnings of affiliates	-								583
Income before tax	-								5,131

Notes: 1. "Others" is a business segment that is not a reportable segment and consists of businesses that are engaged in the design, manufacture, sale, maintenance and repair of packaging machine, three-dimensional model production device and components thereof.

2. Adjustment to sales is as a result of eliminations of inter-segment transactions.

3. Adjustment to segment income (operating income) is total profit/loss, etc. that are not allocated to the respective segments.

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3. Other Information

(1) Order Backlog by Business Segment

Reportable Segments	As of the end of the first three-month period of consolidated FY2023 (March 31, 2023)		As of the end of the first three-month period of consolidated FY2024 (March 31, 2024)	
	Amount (million yen)	% of total	Amount (million yen)	% of total
Component Solutions Business	36,738	23.2	18,999	11.5
Transport Solutions Business	63,493	40.1	84,519	51.2
Accessibility Solutions Business	49,273	31.1	52,217	31.6
Others	8,806	5.6	9,452	5.7
Total	158,310	100.0	165,187	100.0