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半　期　報　告　書
Semiannual Report

(The First Six-month of 24th Fiscal Period)

ナブテスコ株式会社
Nabtesco Corporation

Semiannual Report

1. This document prints out the semiannual report based on Article 27-30-2 of the Financial Instruments and Exchange Law with the contents and pages attached to the data submitted using the electronic information processing system (EDINET) for disclosure.
2. This report contains the Interim Review Report at the end of this report attached to the semiannual report submitted in accordance with the above method and the Confirmation Report submitted in conjunction with the above-mentioned semiannual report.

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Contents

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[Cover]

[Filing]	Semiannual Report
[Articles of Basis]	Item 1 on the table in Article 24-5-1 of the Financial Instruments and Exchange Act
[Submit to]	Kanto Finance Bureau
[Submission date]	August 14, 2026
[Semiannual accounting period]	The First Six-month of 24th fiscal period (From January 1, 2026 to June 30, 2026)
[Company name]	Nabtesco Corporation
[English translation name]	Nabtesco Corporation
[Title of Representative]	Kazumasa Kimura, Representative director
[Location of the head office]	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo
[Phone No.]	+81-3-5213-1134
[Name of administrative liaison]	Yasushi Minegishi, General Manager, Corporate Communications Dept.
[Near contact location]	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo
[Phone No.]	+81-3-5213-1134
[Name of administrative liaison]	Yasushi Minegishi, General Manager, Corporate Communications Dept.
[Locations for Public Inspection]	Tokyo Stock Exchange, Inc. (2-1, Nihonbashi Kabutocho, Chuo-ku, Tokyo)

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Part one 【Corporate Information】

No.1 【Overview of the Company】

1 【Transition in Major Management Indicators】

Fiscal period		First six-month of 23rd consolidated fiscal period	First six-month of 24th consolidated fiscal period	23rd consolidated fiscal period
Accounting period		From January 1, 2025 to June 30, 2025	From January 1, 2026 to June 30, 2026	From January 1, 2025 to December 31, 2025
		(After Restatement)		(After Restatement)
Net sales	(Million yen)	143,272	167,401	307,912
Income before income taxes	(Million yen)	8,745	17,359	21,982
Net income attributable to owners of the parent	(Million yen)	6,701	12,515	15,288
Net income	(Million yen)	7,445	13,047	17,219
Comprehensive income attributable to owners of the parent	(Million yen)	5,400	16,073	20,427
Comprehensive income	(Million yen)	5,124	17,141	22,718
Equity attributable to owners of the parent	(Million yen)	273,412	284,971	273,466
Total assets	(Million yen)	452,419	456,867	466,632
Basic earnings per share	(Yen)	55.76	106.78	128.15
Diluted earnings per share	(Yen)	55.76	106.78	128.15
Ratio of equity attributable to owners of the parent	(%)	60.4	62.4	58.6
Cash flows from operating activities	(Million yen)	20,327	22,029	32,824
Cash flows from investing activities	(Million yen)	(10,253)	5,202	(15,725)
Cash flows from financing activities	(Million yen)	4,509	(8,460)	(13,559)
Cash and cash equivalents at fiscal year or interim end	(Million yen)	87,174	99,583	73,340

(NOTE) 1 Since Nabtesco Corporation (hereinafter, the Company) prepared the summary of interim financial statements, the Company does not provide the transition of non-consolidated management indicators.

2 Figures are rounded to the nearest unit.

3 Consolidated financial statements and summary of interim financial statements are prepared in accordance with International Financial Reporting Standards (IFRS)

4 From the first six-month period of consolidated FY2025, the hydraulic equipment business has been classified as a discontinued operation. Accordingly, net sales and profit before tax are presented for continuing operations only, excluding the discontinued operation.

5 The Company has determined that certain items, including its Equity in earnings of affiliates, require retrospective correction and has therefore revised and re-presented the comparative information. The figures for the interim consolidated accounting period and consolidated fiscal year of the 23rd term are presented on a revised and re-presented basis reflecting these corrections. For further details, please refer to “No.4 [Accounting Status], 1 The Summary of Interim Consolidated Financial Statements, Notes to the Interim Consolidated Financial Statements, 4. Restatement for Correction of Prior Period Errors.”

2 【Description of Business】

There have been no significant changes in the content of the business conducted by our group (the Company and our subsidiary companies) during the first six-month of the current fiscal year.

Changes in significant subsidiaries are as follows,

(Hydraulic Equipment Business)

Following the transfer of 70% of the shares of Comtesco Corporation, which operates the hydraulic equipment business and had been excluded from the Component Solution Business and classified as discontinued operations in the previous fiscal year, on January 1, 2026, Comtesco Corporation and its subsidiaries were excluded from the scope of consolidation, and Comtesco Corporation became an affiliate accounted for by the equity method. Changes in major related companies are as described in "No.4 [Accounting Status], 1 The Summary of Interim Consolidated Financial Statements, Notes to the Interim Consolidated Financial Statements, 12. Loss of control over subsidiaries.″

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No.2 【Business Situation】

1 【Business Risks】

During the first six-month of the current fiscal year, there have been no significant changes in the status of business and accounting described in this semiannual report that could have a significant impact on the decisions of investors or Business and Other Risks described in the annual report for the previous fiscal year.

There were no significant events which company should report.

2 【Management's Analysis of Financial Condition, Results of Operations and Cash Flows】

(1) Analysis of Operating Results

On July 31, 2025, in accordance with the share transfer agreement concluded with Comer Industries S.p.A. for the hydraulic equipment business of the Company and its consolidated subsidiaries, on December 31, 2025, we consolidated the business into a newly established wholly owned subsidiary (Comtesco Corporation) through an absorption-type company split, and completed the transfer of 70% of the outstanding shares of Comtesco Corporation on January 1, 2026. As a result, Comtesco Corporation became our equity-method affiliate.

In addition, the amounts of continuing operations excluding discontinued operations are presented for net sales, operating income, and profit before income taxes. The amounts of interim income and profit attributable to owners of the parent are presented as the sum of continuing operations and discontinued operations.

In the course of the interim review process by the independent auditors, in calculating the equity in earnings (losses) of affiliates accounted for by the equity method in certain of our equity-method affiliates, the financial figures obtained from such affiliates were calculated based on changes in the amount of net assets of the parent based on changes in the amount of net assets of the consolidated subsidiaries including those of the equity-method affiliates. As a result, it was found that the amounts of "Equity in earnings of affiliates" in our consolidated statements of income and "Investments accounted for using the equity method" in the consolidated statements of financial position had been continuously understated from the past fiscal years.

The Company has determined that it is necessary to retroactively adjust the aforementioned errors based on the indication by the independent auditor, and have restated the condensed interim consolidated financial statements for the previous interim consolidated accounting period and the consolidated financial statements for the previous consolidated accounting year. In addition, other errors have been restated. Figures for the first half of the 23rd fiscal year and the consolidated fiscal year have been restated to reflect these figures.

For further details, please refer to “No.4 [Accounting Status], 1 The Summary of Interim Consolidated Financial Statements, Notes to the Interim Consolidated Financial Statements, 4. Restatement of Prior Period Errors.”

(Sales and Operating Income)

In the first half of the current fiscal year, net sales of the Group increased by 16.8% year-on-year to ¥167,401 million due to the increase in sales in all segments. Operating income increased 69.4% to ¥15,759 million due to higher income from increased sales in component solutions, transport solutions and accessibility solutions business, as well as effects of profitability improvement activities under Project 10. The ratio of operating income to net sales was 9.4%.

Operating results by business segment were as follows:

① Component Solutions Business

Sales increased by ¥8,700 million, or 23.6% to ¥45,521 million and operating income increased by ¥2,985 million or 160.8% to ¥4,841 million.

Sales of precision reduction gears increased year-on-year due to favorable demand for industrial robots mainly from automobile manufacturers in China and South Korea and general industries.

② Transport Solutions Business

Sales increased by ¥7,955 million, or 17.1% to ¥54,422 million and operating income increased by ¥2,144 million, or 29.8% to ¥9,349 million.

Sales of railroad vehicle equipment remained at the same level as the same period of the previous fiscal year due to steady demand in the domestic market and for subway in China, despite a decrease in European sales due to the sale of a subsidiary in Europe.

Sales of aircraft equipment increased year-on-year due to an increase in demand for commercial aircraft.

Sales of marine vessels equipment increased significantly year-on-year due to strong demand for new vessels, particularly in China, and MRO (Maintenance, Repair and Overhaul) demand.

Sales of commercial vehicle equipment increased year on year due to a gradual recovery in the domestic market.

③ Accessibility Solutions Business

Sales increased by ¥6,413 million, or 12.2% to ¥58,998 million and operating income increased by ¥1,429 million, or 33.6% to ¥5,675 million.

Sales of the automatic doors business increased year-on-year due to strong demand for doors for overseas buildings and domestic platform doors, as well as the effect of foreign exchange rates.

④ Others

Sales decreased by ¥1,061 million, or 14.3% to ¥8,459 million and operating income decreased by ¥207 million, or 29.7% to ¥490 million.

Sales of Packaging Machines increased year-on-year due to steady demand for capital investment primarily among domestic food manufacturers.

(Income before tax)

Financial income came to ¥749 million mainly due to foreign exchange gains, etc. Financial costs were ¥637 million mainly due to interest expenses. Equity in earnings of affiliates was ¥1,488 million. As a result, interim profit before tax increased by ¥8,613 million year-on-year to ¥17,359 million.

(Net income attributable to owners of the parent)

As a result, net income attributable to owners of the parent which is related to the continued operations, after deducting income tax expense of ¥5,670 million and net income attributable to non-controlling interests of ¥53 million, increased by ¥5,814 million year-on-year to ¥12,515million.

Basic earnings per share decreased by ¥51.02 to ¥106.78.

(2) Analysis of Financial Position

(Million yen)

	As of the end of the previous consolidated fiscal year (December 31, 2025)	As of the end of the first six-month period of the current consolidated fiscal year (June 30, 2026)	Change
	(After Restatement)		
Total assets	466,632	456,867	(9,765)
Liabilities	176,264	160,025	(16,239)
Equities	290,368	296,842	6,473

① Assets

Total assets as of June 30, 2026 were ¥456,867 million, a decrease of ¥9,765 million from December 31, 2025, consisting of ¥237,533 million in current assets and ¥219,334 million in non-current assets. The key contributing positive factors were an increase of ¥26,243 million in cash and cash equivalents, an increase of ¥8,947 million in investments accounted for using the equity method, and an increase of ¥5,031 in inventories. The main contributing negative factor were a decrease of ¥43,665 million in assets held for sale and a decrease of ¥9,658 in trade receivables.

② Liabilities

Total liabilities as of June 30, 2026 were ¥160,025 million, a decrease of ¥16,239 million from December 31, 2025, reflecting ¥128,071 million in current liabilities and ¥31,955 million in non-current liabilities. The main contributing positive factor was an increase of ¥8,451 million in borrowings under current assets. The main contributing negative factors were a decrease of ¥12,256 million in liabilities directly related to assets held for sale, a decrease of \10,009 million in borrowings under long-term liabilities, and a decrease of \5,199 million in operating payables.

③ Equity

Total equity as of June 30, 2026 stood at ¥296,842 million. Equity attributable to owners of the parent was ¥284,971 million, an increase of ¥11,505 million from December 31, 2025. The main contributing positive factors were the net income attributable to owners of the parent of ¥12,515 million and an increase of ¥4,829 million in other components of equity due to exchange differences on foreign operations. Meanwhile, the main decreasing factor was a decrease in retained earnings of ¥4,706 million due to dividend payment and a decrease of ¥1,297 million in other components of equity related to the disposal group held for sale.

(3) Status of cash flows

(Million yen)

	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
Cash flow from operating activities	20,327	22,029
Cash flow from investing activities	(10,253)	5,202
Free cash flow	10,074	27,231
Cash flow from financing activities	4,509	(8,460)

Cash and cash equivalents (hereinafter, "cash") on a consolidated basis as of June 30, 2026 totaled ¥99,583 million, an increase of ¥26,243 million from December 31, 2025, as cash gained from operating activities and proceeds from sales of shares of subsidiaries resulting in change in the scope of consolidation was mainly appropriated to capital expenditure and dividend payments.

① Cash flow from operating activities

Net cash generated from operating activities for the first six-month period of the current fiscal year totaled ¥22,029 million. The main factors for increases were non-interest income items such as interim income, depreciation and amortization, and a decrease in trade receivables. The main factors for decreases were an increase in inventories, a decrease in trade payables, and the payment of the income tax.

② Cash flow from investing activities

Net cash used in investing activities for the first six-month period of the current fiscal year amounted to ¥5,202 million. The main factors for increases were proceeds from sales of shares of subsidiaries resulting in change in scope of consolidation.

③ Cash flow from financing activities

Net cash used in financing activities for the first six-month period of the current fiscal year totaled ¥8,460 million. The main factors for decrease was dividend payments.

(4) Issues to be addressed in Business and Finance

During the first six-month period of the fiscal year under review, there were no significant changes or new issues to be addressed by the Group.

(5) R&D activities

Research and development expenses for the first six-month period of the current fiscal year were ¥6,151 million.

(6) Number of employees

The exclusion of Comtesco Corporation and its subsidiaries from the scope of consolidation following the transfer of 70% of the shares of Comtesco Corporation resulted in a decrease of 647 employees of the Group.

The number of employees, excluding employees seconded from our group to outside of our group, is the number of employees employed, including those seconded from outside of our group to our group.

3 【Significant Contracts】

During the first six-month period of the fiscal year, there were no major decisions or conclusions of significant management agreements.

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No.3【Status of the Company Submitting the Report】

1【Status of Shares】

(1)【Total Number of Shares】

①【Total number of shares】

Type	Total number of authorized shares (Share)
Common stock	400,000,000
Total	400,000,000

②【Shares outstanding】

Type	Number of shares outstanding (shares) As of June 30, 2026	Number of shares outstanding (shares) as of the date of filing As of August 14, 2026	Name of stock exchange listings	Content
Common shares	118,064,699	118,064,699	Tokyo Stock Exchange Prime section	The number of shares per unit is 100 shares.
Total	118,064,699	118,064,699	—	—

(NOTE) The "Number of shares outstanding as of the filing date" column does not include the number of shares issued upon the exercise of stock acquisition rights to shares from August 1, 2026 to the filing date of this Semiannual Report.

(2)【Status of Stock Acquisition Rights】

①【Details of stock option plan】

Not applicable.

②【Status of other stock acquisition rights】

Not applicable.

(3)【Status of Exercise of Bonds with Stock Acquisition Rights with Exercise Price Adjustment, etc.】

Not applicable.

(4)【Changes in the number of issued shares, capital stock, etc.】

Date	Number of shares outstanding increase/decrease	Number of shares outstanding as the end of therm.	Change in capital (Million yen)	Balance of capital (Million yen)	Change in legal capital surplus (Million yen)	Balance of legal capital surplus (Million yen)
June 30, 2026	—	118,064,699	—	10,000	—	26,274

(5) 【Major Shareholders】

As of June 30, 2026

Shareholders	Address	Number of Shares Held (thousands shares)	Shareholding ratio to number of shares outstanding (excluding treasury stock) (%)
The Master Trust Bank of Japan (Trust Account)	8-1 Akasaka 1-chome, Minato-ku, Tokyo AKASAKA INTERCITY AIR	18,368	15.61
Custody Bank of Japan (Trust Account)	8-12 Harumi 1-chome, Chuo-ku, Tokyo	11,668	9.92
Central Japan Railway Company	1-4 Meieki 1-chome, Nakamura-ku, Nagoya-shi, Aichi	5,171	4.40
FANUC CORPORATION	3580 Shibokusa, Oshinomura, Minamitsuru-gun, Yamanashi	3,760	3.20
BBH (LUX) FOR FIDELITY FUNDS-GLOBAL TECHNOLOGY POOL (Standing agent) MUFG Bank, Ltd.	2A RUE ALBERT BORSCHETTE LUXEMBOURG L-1246 4-5 Marunouchi 1-chome, Chiyoda-ku, Tokyo	3,556	3.02
GOLDMAN SACHS INTERNATIONAL (Standing agent) Goldman Sachs Japan Co., Ltd.	PLUMTREE COURT, 25 SHOE LANE, LONDON EC4A 4AU, U.K. 6-1 Toranomon 2-chome, Minato-ku, Tokyo Toranomon Hills Station Tower	2,953	2.51
BNYMSANV AS AGENT/CLIENTS 10 PERCENT (Standing agent) MUFG Bank, Ltd.	240 GREENWICH STREET, NEW YORK, NEW YORK 10286 U.S.A. 4-5 Marunouchi 1-chome, Chiyoda-ku, Tokyo	2,563	2.18
BNYM AS AGENT/CLIENTS NON TREATY JASDEC (Standing agent) MUFG Bank, Ltd.	240 GREENWICH STREET, NEW YORK, NEW YORK 10286 U.S.A. 4-5 Marunouchi 1-chome, Chiyoda-ku, Tokyo	2,099	1.78
STATE STREET BANK AND TRUST COMPANY 505001 (Standing agent) Mizuho Bank, Ltd.	ONE CONGRESS STREET, SUITE 1, BOSTON, MASSACHUSETTS 15-1, Konan 2-chome, Minato-ku, Tokyo Shinagawa Intercity Tower A	1,636	1.39
JP MORGAN CHASE BANK 385781 (Standing agent) Mizuho Bank, Ltd.	25 BANK STREET, CANARY WHARF, LONDON, E14 5JP, UNITED KINGDOM 15-1, Konan 2-chome, Minato-ku, Tokyo Shinagawa Intercity Tower A	1,587	1.35
Total	―	53,362	45.35

(NOTE) 1 Number of shares held is rounded to the nearest thousand.
2 The following corporation submitted a report on the change of 5,047 thousand shares by a company on June 12, 2026. However, as the number of shares beneficially owned in the name of the said corporation cannot be confirmed as of June 30, 2026, it is not included in the above "Status of Major Shareholders."
1) FIL Investments (Japan) Limited
2) FIL Investments International

(6) 【Status of voting rights】

① 【Shares outstanding】

As of June 30, 2026

Classification	Number of shares	Number of voting rights	Content
Non-voting stock	—	—	—
Shares with restricted voting rights (Treasury stocks)	—	—	—
Shares with restricted voting rights (other)	—	—	—
Shares with full voting rights (treasury stock, etc.)	(Treasury stock held) Common shares 417,000	—	—
	(Mutually Held Shares) Common shares 15,000	—	—
Shares with full voting rights (other)	Common shares 117,436,900	1,174,369	—
Shares less than one unit	Common shares 195,799	—	Shares less than one unit (100 shares)
Number of shares outstanding	118,064,699	—	—
Voting rights of all shareholders	—	1,174,369	—

(NOTE) 1 Common shares in the "Shares less than one unit" column include 22 shares of treasury stock owned by the Company and 40 shares of our stock owned by Japan Custody Bank, Ltd. (Trust Account E) as trust assets under the "Stock Benefit Trust (BBT)" plan.

2 "Shares with full voting rights (other)" column includes 6,000 shares (60 voting rights) in the name of the Japan Securities Depository Center, Inc. and 433,400 shares (4,334 voting rights) of ours owned by the Japan Custody Bank, Ltd. (Trust Account E) as trust assets for the "Stock Benefit Trust (BBT)" plan. The 4,334 voting rights are not exercised.

② 【Treasury stock】

As of June 30, 2026

Owner's name	Address of the holder	Number of treasury stock	Number of shares held in the name of others	Total number of shares to be own	Ratio of shares held to total number of shares outstanding (%)
(Treasury stock held) Nabtesco Corporation	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo	417,000	—	417,000	0.35
(Mutually Held Shares) Kyokko Denki Co., Ltd.	2-4 Aratacho 1-chome, Hyogo-ku, Kobe-shi, Hyogo	15,000	—	15,000	0.01
Total	—	432,000	—	432,000	0.37

(NOTE) The above numbers of shares held do not include 433,400 shares of our company owned by Japan Custody Bank, Ltd. (Trust Account E) as trust assets under the "Stock Benefit Trust (BBT)" plan.

2 【Status of Management】

Not applicable.

No.4 【Accounting Status】

1. Preparation of summary of interim consolidated financial statements

(1) In accordance with the provisions of Article 312 of the Ordinance on Terminology, Forms, and Preparation Methods of Consolidated Financial Statements (Ordinance of the Ministry of Finance No. 28 of 1976; hereinafter referred to as the "Ordinance on Consolidated Financial Statements"), we have prepared the interim consolidated financial statements in accordance with International Accounting Standards No. 34, "Interim Financial Reporting" (hereinafter referred to as "IAS No. 34") because they meet all of the requirements of "Designated International Accounting Standards Designated Companies" stipulated in Article 1-2, Item 2 of the Ordinance on Consolidated Financial Statements. Our summary of interim consolidated financial statements are Class one interim consolidated financial statements.

(2) The summary of interim consolidated financial statements has been rounded to the nearest unit.

2. Restatement for Correction of Prior Period Errors

As described in Note 4, “Restatement of Prior Period Errors,” to the Condensed Interim Consolidated Financial Statements, the Company determined that retrospective corrections were required for certain items, including its Equity in earnings of affiliates, and accordingly restated the comparative information.

The condensed consolidated financial statements and related notes for the interim consolidated accounting period and consolidated fiscal year of the 23rd term presented below reflect such restatements.

3. Audit Certification

Pursuant to Article 193-2-1 of the Financial Instruments and Exchange Act, we have received an interim review of the summary of interim consolidated financial statements for the first six-month of fiscal year (January 1, 2026 to June 30, 2026) by KPMG AZSA LLC.

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1 【Summary of Interim Consolidated Financial Statement】

(1) 【Summary of Interim Consolidated Financial Position】

(Million yen)

	Note No.	End of consolidated FY2025 (as of December 31, 2025)	End of the first six-month period of consolidated FY2026 (as of June 30, 2026)
		(After Restatement)	
Assets			
Current assets			
Cash and cash equivalents		73,340	99,583
Trade receivables		75,421	65,763
Contract assets		3,207	3,303
Other receivables		1,524	2,467
Inventories		52,838	57,870
Other financial assets	11	715	3,843
Other current assets		5,715	4,704
Subtotal		212,761	237,533
Assets held for sale		43,665	—
Total current assets		256,426	237,533
Non-current assets			
Property, plant and equipment		101,683	99,601
Intangible assets		13,477	12,735
Right-of-use asset		12,822	12,367
Goodwill		25,817	26,111
Investment property		9,143	9,793
Investments accounted for using the equity method		24,976	33,924
Other financial assets	11	17,082	20,051
Deferred tax assets		4,381	3,742
Other non-current assets		826	1,009
Total non-current assets		210,206	219,334
Total assets		466,632	456,867

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(Million yen)

	Note No.	End of consolidated FY2025 (as of December 31, 2025)	End of the first six-month period of consolidated FY2026 (as of June 30, 2026)
		(After Restatement)	
Liabilities and equity			
Liabilities			
Current liabilities			
Operating payables		45,161	39,961
Contract liabilities		13,111	11,842
Borrowings	11	34,946	43,397
Other payables		6,848	12,713
Income taxes payables		6,462	5,352
Provision		3,497	2,417
Lease liabilities		3,609	3,535
Other financial liabilities	11	29	27
Other current liabilities		8,757	8,827
Subtotal		122,421	128,071
Liabilities directly associated with assets held for sale		12,256	—
Total current liabilities		134,677	128,071
Non-current liabilities			
Borrowings	11	10,039	30
Lease liabilities		11,202	10,729
Liabilities concerning retirement benefit		6,454	6,460
Deferred tax liabilities		8,303	8,224
Other financial liabilities	11	898	852
Provision		140	140
Other non-current liabilities		4,551	5,519
Total non-current liabilities		41,587	31,955
Total liabilities		176,264	160,025
Equity			
Capital stock		10,000	10,000
Share premium		14,969	15,011
Retained earnings		219,443	227,275
Treasury shares		△3,008	△2,908
Other components of equity		30,764	35,592
Other components of equity related to disposal groups held for sale		1,297	—
Total equity attributable to owners of the parent		273,466	284,971
Non-controlling interests		16,902	11,870
Total equity		290,368	296,842
Total liabilities and equity		466,632	456,867

(2) 【Summary of Interim Consolidated Statements of Income】

【First six-month of consolidated financial period】

(Million yen)

	Note No.	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
		(After Restatement)	
Continuing operations			
Net sales	7,8	143,272	167,401
Cost of sales		(100,298)	(115,180)
Gross profit		42,975	52,221
Other income		656	1,289
Selling, general and administrative expense		(34,215)	(37,314)
Other expenses		(110)	(438)
Operating income	7	9,305	15,759
Financial income		223	749
Financial costs		(833)	(637)
Equity in earnings of affiliates		50	1,488
Profit (loss) before tax		8,745	17,359
Income tax expenses		(2,423)	(5,670)
Income from continuing operations		6,323	11,689
Discontinued operations			
Income from discontinued operations	13	1,122	1,359
Net income (loss)		7,445	13,047

Net income (loss) attributable to			
Owners of the parent		6,701	12,515
Non-controlling interests		744	533
Net income (loss)		7,445	13,047

Net income (loss) per share			
Basic earnings (loss) per share (Yen)			
Continuing operations		49.86	95.19
Discontinued operations		5.90	11.59
Basic earnings per share (Yen)	10	55.76	106.78
Diluted earnings per share (Yen)			
Continuing operations		49.86	95.19
Discontinued operations		5.90	11.59
Diluted earnings (loss) per share (Yen)	10	55.76	106.78

(3) 【Summary of Interim Consolidated Statement of Comprehensive Income】

【First six-month of consolidated financial period】

(Million yen)

	Note No.	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
		(After Restatement)	
Net income (loss)		7,445	13,047
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		890	2,322
Total components that will not be reclassified to profit or loss		890	2,322
Components that will be reclassified to profit or loss			
Exchange differences on foreign operations		(3,211)	1,772
Total components that will be reclassified to profit or loss		(3,211)	1,772
Other comprehensive income after taxes		(2,321)	4,093
Total comprehensive income		5,124	17,141

Comprehensive income attributable to			
Owners of the parent		5,400	16,073
Non-controlling interests		(276)	1,067
Total comprehensive income		5,124	17,141

(Translation)
This document has been translated from the Japanese original for the convenience of overseas stakeholders. In the event of any discrepancy between this document and the Japanese original, the original shall prevail.

(4) 【Summary of Interim Consolidated Statement of Changes in Equity for the First Six-month Period】

First six-month period of current consolidated fiscal year (January 1, 2025 to June 30, 2025)

(Million yen)

	Note No.	Equity attributable to owners of the parent			
		Capital stock	Share premium	Retained earnings	Treasury shares
Balance as of January 1, 2025 (After Restatement)		10,000	14,998	225,269	(3,638)
Net income (loss)		—	—	6,701	—
Other comprehensive income		—	—	—	—
Total comprehensive income		—	—	6,701	—
Acquisition, sales, etc. of Treasury shares		—	—	△3	204
Dividends	9	—	—	(4,826)	—
Change in scope of consolidation		—	—	—	—
Change in interest in a controlled subsidiary		—	28	—	—
Transfer from other components of equity to retained earnings		—	—	204	—
Share-based compensation transactions		—	51	—	—
Total transactions with owners, etc.		—	79	(4,626)	204
Balance as of June 30, 2025		10,000	15,077	227,344	(3,434)

	Note No.	Equity attributable to owners of the parent				Non-controlling interests	Total equity
		Other components of equity			Total equity attributable to owners of the parent		
		Exchange differences on foreign operations	Valuation difference due to change in fair value	Total			
Balance as of January 1, 2025 (After Restatement)		21,183	4,747	25,930	272,559	17,185	289,744
Net income (loss)		—	—	—	6,701	744	7,445
Other comprehensive income		(2,183)	882	(1,301)	(1,301)	(1,020)	(2,321)
Total comprehensive income		(2,183)	882	(1,301)	5,400	(276)	5,124
Acquisition, sales, etc. of Treasury shares		—	—	—	200	—	200
Dividends	9	—	—	—	(4,826)	(720)	(5,546)
Change in scope of consolidation		—	—	—	—	130	130
Change in interest in a controlled subsidiary		—	—	—	28	(67)	(39)
Transfer from other components of equity to retained earnings		—	(204)	(204)	—	—	—
Share-based compensation transactions		—	—	—	51	—	51
Total transactions with owners, etc.		—	(204)	(204)	(4,546)	(657)	(5,203)
Balance as of June 30, 2025		19,000	5,425	24,425	273,412	16,252	289,665

First six-month period of current consolidated fiscal year (January 1, 2026 to June 30, 2026)

(Million yen)

	Note No.	Equity attributable to owners of the parent					
		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, 2026 (After Restatement)		10,000	14,969	219,443	(3,008)	24,948	5,816
Net income (loss)		—	—	12,515	—	—	—
Other comprehensive income		—	—	—	—	1,237	2,321
Total comprehensive income		—	—	12,515	—	1,237	2,321
Acquisition, sales, etc. of Treasury shares		—	—	(5)	100	—	—
Dividends	8	—	—	(4,706)	—	—	—
Change in scope of consolidation		—	—	—	—	1,297	—
Transfer from other components of equity to retained earnings		—	—	27	—	—	(27)
Share-based compensation transactions		—	42	—	—	—	—
Total transactions with owners etc.		—	42	(4,683)	100	1,870	(27)
Balance as of June 30, 2026		10,000	15,011	227,275	(2,908)	27,482	8,110

	Note No	Equity attributable to owners of the parent			Non-controlling interests	Total equity
		Other components of equity	Other components of equity related to the disposal group held for sale	Total equity attributable to owners of the parent		
		Total				
Balance as of January 1, 2026 (After Restatement)		30,764	1,297	273,466	16,902	290,368
Net income (loss)		—	—	12,515	533	13,047
Other comprehensive income		3,558	—	3,558	535	4,093
Total comprehensive income		3,558	—	16,073	1,067	17,141
Acquisition, sales, etc. of Treasury shares		—	—	96	—	96
Dividends	8	—	—	(4,706)	(614)	(5,320)
Change in scope of consolidation		1,297	(1,297)	—	(5,485)	(5,485)
Transfer from other components of equity to retained earnings		(27)	—	—	—	—
Share-based compensation transactions		—	—	42	—	42
Total transactions with owners etc.		1,270	(1,297)	(4,568)	(6,099)	(10,667)
Balance as of June 30, 2026		35,592	—	284,971	11,870	296,842

(5) 【Summary of Consolidated Statements of Cash Flows for the First Six-month Period】

(Million yen)

	Note No.	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
		(After Restatement)	
Cash flow from operating activities			
Net income (loss)		6,323	11,689
Income from discontinued operations		1,122	1,359
Depreciation and amortization		8,837	8,583
Increase (decrease) in assets and liabilities concerning retirement benefits		(24)	(33)
Interest and dividend income		(246)	(267)
Interest expenses		383	554
Loss (gain) on valuation of investment securities		3	(67)
Equity in (earnings) losses of affiliates		(50)	(1,488)
Loss (gain) on sales and disposal of non-current assets		2	27
Income tax expense		2,810	6,268
Decrease (increase) in trade receivables, contract assets and contract liabilities		14,871	9,388
Decrease (increase) in inventories		(5,645)	(4,557)
Increase (decrease) in trade payables		(5,683)	(6,000)
Increase/decrease in consumption taxes payable/consumption taxes refund receivable		886	1,251
Other		(1,094)	1,919
Subtotal		22,495	27,626
Interest received		178	176
Dividend received		437	598
Interest paid		(363)	(522)
Income taxes paid		—	1,070
Income taxes refunded (paid)		(2,420)	(6,919)
Cash flow from operating activities		20,327	22,029
Cash flow from investing activities			
Decrease (increase) in time deposits		(2,005)	(2,896)
Purchase of property, plant and equipment		(7,020)	(2,400)
Purchase of intangible assets		(1,309)	(1,239)
Payments for acquisition of subsidiaries resulting in change in the scope of consolidation		(269)	—
Proceeds from sale of subsidiaries resulting in change in the scope of consolidation	12	—	11,930
Other		350	(193)
Cash flow from investing activities		(10,253)	5,202
Cash flow from financing activities			
Net increase (decrease) in short-term loans payable		12,088	(1,651)
Repayment of long-term loans payable		(117)	(14)
Payments for lease liabilities		(1,941)	(2,079)
Net decrease (increase) in treasury shares		66	54
Dividends paid		(4,824)	(4,705)
Dividends paid to non-controlling interests		(678)	(64)
Other		(86)	—
Cash flow from financing activities		4,509	(8,460)
Increase (decrease) in cash and cash equivalents		14,583	18,771
Cash and cash equivalents at beginning of term		74,476	73,340
Effect of exchange rate changes on cash and cash equivalents		(1,885)	1,197
Increase (decrease) in cash and cash equivalents included in disposal groups classified as held for sale		—	6,274
Cash and cash equivalents at end of term		87,174	99,583

【Notes on the Summary of Interim Consolidated Financial Statements】

1. Reporting company

Nabtesco Corporation (the “Company”) is a company located in Japan. Our summary of interim consolidated financial statements are composed of the interests in us and our subsidiaries (together, the "Group") and affiliates, with an ended date of June 30, 2026. Our main businesses are Component Solutions Business, Transport Solutions Business, and Accessibility Solutions Business. The details are described in Note "7. Business Segments."

2. Basis of preparation

(1) Compliance with IFRS

The condensed interim consolidated financial statements have been prepared in accordance with IAS No. 34 under the provisions of Article 312, as they meet all the requirements of "Designated International Accounting Standards Designated Companies" stipulated in Article 1-2, Item 2 of the Regulations for Consolidated Financial Statements.

The summary of interim consolidated financial statements were approved by Kazumasa Kimura, representative director, on August 14, 2026.

(2) Basis for measurement

The summary of interim consolidated financial statements of our group have been prepared on a historical cost basis, except for financial instruments measured at fair value, as described in Note 3, "Significant Accounting Policies," below.

(3) Functional and presentation currencies

The summary of interim consolidated financial statements of our group represent the Japanese yen, which is our functional currency.

3. Important accounting policies

The significant accounting policies that our group applies in this condensed interim consolidated financial statements are the same as those applied in the consolidated financial statements for the previous fiscal year.

Income tax expense for the first six-month of the current fiscal year is calculated using the estimated average annual effective tax rate.

(Translation)
This document has been translated from the Japanese original for the convenience of overseas stakeholders. In the event of any discrepancy between this document and the Japanese original, the original shall prevail.

4. Restatement for Correction of Prior Period Errors

(1) Detail of restatement

In the course of the interim review process by the independent auditors, in calculating the equity in earnings (losses) of affiliates accounted for by the equity method in certain of our equity-method affiliates, the financial figures obtained from such affiliates were calculated based on the changes in the amount of net assets of the parent based on the changes in the amount of net assets of the consolidated subsidiaries including those of the equity-method affiliates. As a result, it was found that the amounts of "Equity in earnings of affiliates" in our consolidated statements of income and "Investments accounted for using the equity method" in the consolidated statements of financial position had been continuously understated from the past fiscal years.
The Company has determined that it is necessary to retroactively adjust the aforementioned errors based on the indication by the accounting auditor, and have restated the condensed interim consolidated financial statements for the previous interim consolidated accounting period and the consolidated financial statements for the previous consolidated accounting year.
In addition, other errors have been restated.
The main impact compared to before the restatement was an increase of ¥90 million in "Equity in earnings of affiliates" in the condensed interim consolidated statement of income for the previous interim consolidated accounting period, and an increase of ¥3,507 million in "Investment accounted for using the equity method" in the consolidated statement of financial position for the previous fiscal year.

(2) Major effect of restatement

Fiscal period		First six-month of 23rd consolidated fiscal period (From January 1, 2025 to June 30, 2025)		Variance
		(Before Restatement)	(After Restatement)	
Net sales	(Million yen)	143,272	143,272	—
Income before income taxes	(Million yen)	8,544	8,745	+201
Net income attributable to owners of the parent	(Million yen)	6,513	6,701	+188
Net income	(Million yen)	7,257	7,445	+188
Comprehensive income attributable to owners of the parent	(Million yen)	5,388	5,400	+12
Comprehensive income	(Million yen)	5,112	5,124	+12
Basic earnings per share	(Yen)	54.20	55.76	+1.56
Diluted earnings per share	(Yen)	54.20	55.76	+1.56
Cash flows from operating activities	(Million yen)	20,327	20,327	—
Cash flows from investing activities	(Million yen)	(10,253)	(10,253)	—
Cash flows from financing activities	(Million yen)	4,509	4,509	—
Cash and cash equivalents at fiscal year or interim end	(Million yen)	87,174	87,174	—

Note From the first six-month period of consolidated FY2025, the hydraulic equipment business has been classified as a discontinued operation. Accordingly, net sales and profit before tax are presented for continuing operations only, excluding the discontinued operation.

回次		First six-month of 23rd consolidated fiscal period (From January 1, 2025 to June 30, 2025)		Variance
		(Before Restatement)	(After Restatement)	
Equity attributable to owners of the parent	(Million yen)	271,932	273,466	1,534
Total assets	(Million yen)	463,991	466,632	2,641
Ratio of equity attributable to owners of the parent	(%)	58.6	58.6	—

(3) Adjustment at the Beginning of the Earliest Period Presented

As a cumulative effect of the retrospective correction of the above errors, retained earnings at the beginning of the previous fiscal year increased by ¥1,937 million

(4) Other outstanding matters

The Company plans to file amendments to its annual securities reports for prior fiscal years by September 30, 2026, following the completion of its investigation into the above errors. Accordingly, as of the date of this report, no amendments have been made to the annual securities reports and other filings for prior periods.

5. Critical accounting judgments, estimates and assumptions

The preparation of summary of interim consolidated financial statements in conformity with IFRS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, revenues and expenses. Actual results could differ from those estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Changes in accounting estimates are recognized in the period in which the estimates change and in future periods affected.

Judgments that involve significant accounting estimates and estimates in these summary of interim consolidated financial statements are, in principle, the same as the consolidated financial statements for the previous fiscal year.

6. Change in presentation

In accordance with IFRS 5, the Group classified the hydraulic equipment business as a discontinued operation. As a result, certain items in the consolidated statement of profit or loss, the consolidated statement of cash flows, and related notes to the consolidated financial statements for the previous consolidated fiscal year have been reclassified and presented accordingly.

7. 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
Component Solutions Business	Design, manufacture, sale, maintenance and repair of industrial robot 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

The accounting policies of the reportable segments are the same as the accounting policies of our group described in "3. Important accounting policies "in the notes.

Intersegment sales and transfers are based on prevailing market prices.

I. First six-month period ended June 30, 2025 (January 1, 2025 to June 30, 2025)

(Million yen)

(After Restatement)	Reportable Segments				Others	Total	Adjustments	Amount stated in summary of consolidated statements of income
	Component Solutions	Transport Solutions	Accessibility Solutions	Total				
Net sales								
Sales to external customers	36,821	46,467	52,585	135,873	7,399	143,272	—	143,272
Inter-segment sales	270	805	2	1,077	12	1,090	(1,090)	—
Total sales	37,091	47,272	52,587	136,951	7,411	144,362	(1,090)	143,272
Segment income (Operating income)	1,856	7,205	4,247	13,308	697	14,005	(4,700)	9,305
Financial income								223
Financial costs								(833)
Equity in earnings of affiliates								50
Income before tax								8,745

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 machines, 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.

First six-month period ended June 30, 2026 (January 1, 2026 to June 30, 2026)

(Million yen)

	Reportable Segments				Others	Total	Adjustments	Amount stated in summary of consolidated statements of income
	Component Solutions	Transport Solutions	Accessibility Solutions	Total				
Net sales								
Sales to external customers	45,521	54,422	58,998	158,942	8,459	167,401	—	167,401
Inter-segment sales	416	963	7	1,386	9	1,395	(1,395)	—
Total sales	45,937	55,385	59,006	160,328	8,468	168,796	(1,395)	167,401
Segment income (Operating income)	4,841	9,349	5,675	19,865	490	20,356	(4,597)	15,759
Financial income	-							749
Financial costs	-							(637)
Equity in earnings of affiliates	-							1,488
Income before tax	-							17,359

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 machines, three-dimensional model production devices 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.

7. Revenue from contracts with customers

Our businesses are comprised of Component Solutions Business, Transport Solutions Business, Accessibility Solutions Business and Other Businesses, and are subject to periodic review by our Board of Directors to determine the allocation of management resources and assess performance.

In our group, revenues earned through these businesses are presented as net sales. Net sales are broken down by major products. The relation between these disaggregated net sales and net sales by segment as described in Note "7. Business Segments" is as follows:

There is no obligation to perform as an agent for our group.

(Million yen)

Business segment	Major products	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
Component Solutions Business	Precision Reduction Gears	36,490	45,146
	Other	330	375
	Subtotal	36,821	45,521
Transport Solutions Business	Railroad Vehicle Equipment	14,365	14,104
	Aircraft Equipment	11,417	13,846
	Commercial Vehicle Equipment	6,025	6,625
	Marine Vessels Equipment	11,507	15,340
	Others	3,154	4,508
	Subtotal	46,467	54,422
Accessibility Solutions Business	Automatic Door	52,585	58,998
	Subtotal	52,585	58,998
Others	Packaging Machines	7,091	8,179
	Others	308	281
	Subtotal	7,399	8,459
Total		143,272	167,401

(NOTE) Amounts are expressed as external sales.

9. Cash dividends

(1) Cash dividends paid were as follows:

Previous interim consolidated fiscal year (January 1, 2025, to June 30, 2025)

Resolution	Total dividends (Millions of yen)	Dividends per share (yen)	Record Date	Effective date
March 26, 2025 Annual Shareholders' Meeting	4,826	40	December 31, 2024	March 27, 2025

(NOTE) The total amount of dividends declared by resolution of the Ordinary General Meeting of Shareholders on March 26, 2025 includes dividends of 21 million yen on our shares held by the trust account (re-trustee: Japan Custody Bank, Ltd. (Trust Account E)) of Mizuho Trust & Banking Co., Ltd. related to the stock benefit trust (BBT).

Current interim consolidated fiscal year (January 1, 2026, to June 30, 2026)

Resolution	Total dividends (Millions of yen)	Dividends per share (yen)	Record Date	Effective date
March 26, 2026 Annual Shareholders' Meeting	4,706	40	December 31, 2025	March 27, 2026

(NOTE) The total amount of dividends declared by resolution of the Ordinary General Meeting of Shareholders on March 26, 2026 includes dividends of 18 million yen on our shares held by the trust account (re-trustee: Japan Custody Bank, Ltd. (Trust Account E)) of Mizuho Trust & Banking Co., Ltd. related to the stock benefit trust (BBT).

(2) Dividends for which the base date belongs to the current interim consolidated fiscal year and for which the effective date of distribution falls in the end of interim consolidated fiscal year

Previous interim consolidated fiscal year (January 1, 2025, to June 30, 2025)

Resolution	Total dividends (Millions of yen)	Dividends per share (yen)	Record Date	Effective date
July 31, 2025 Board of Directors’ Meeting	4,826	40	June 30, 2025	August 29, 2025

(NOTE) Total dividends declared by resolution of the Board of Directors on July 31, 2025 include dividends of 18 million yen on our shares held by the Trust Account (re-trustee: Japan Custody Bank, Ltd. (Trust Account E)) of Mizuho Trust & Banking Co., Ltd. related to the Share Benefit Trust (BBT).

Current interim consolidated fiscal year (January 1, 2026, to June 30, 2026)

Resolution	Total dividends (Millions of yen)	Dividends per share (yen)	Record Date	Effective date
July 31, 2026 Board of Directors’ Meeting	4,824	41	June 30, 2026	August 31, 2026

(NOTE) Total dividends declared by resolution of the Board of Directors on July 31, 2026 include dividends of 18 million yen on our shares held by the Trust Account (re-trustee: Japan Custody Bank, Ltd. (Trust Account E)) of Mizuho Trust & Banking Co., Ltd. related to the Share Benefit Trust (BBT).

10. Earnings per shares

(1) Basis for calculating basic earnings per share (first six-month period)

Basic earnings per share and the calculation basis are as follows:

(First six-month of consolidated financial period)

		First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
		(After Restatement)	
Profit attributable to owners of the parent	(Millions of yen)	6,701	12,515
Weighted average number of shares of common stock	(Thousands of shares)	120,159	117,201
Basic earnings per share	(Yen)	55.76	106.78

(2) Basis for calculating diluted earnings per share

Diluted earnings per share and the calculation basis are as follows:

(First six-month of consolidated financial period)

		First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
		(After Restatement)	
Diluted net income attributable to owners of the parent	(Millions of yen)	6,701	12,515
Weighted average number of shares of common stock	(Thousands of shares)	120,159	117,201
Effect of stock options using the stock acquisition rights method	(Thousands of shares)	2	—
Diluted weighted average shares for common stock	(Thousands of shares)	120,161	117,201
Diluted earnings per share	(Yen)	55.76	106.78

11. Financial instruments

(1) Fair Value Measurements

① Financial assets measured at amortized cost

Other financial assets

Fair values of other financial assets are primarily valued based on the present value of these assets discounted at a rate adjusted for credit risk, segregated by certain time periods.

② Financial assets measured at fair value through profit or loss

a Golf membership

The fair value of golf memberships is valued based on quoted prices and other factors. Golf membership is included in "Other Financial Assets" in the Summary of Interim Consolidated Statements of Financial Position

b Investment securities

Debt instruments, which consist primarily of corporate bonds held for non-trading purposes, are calculated using valuation techniques based on quoted market prices of similar companies. Investment securities are included in "other financial assets" in the Summary of Interim Consolidated Financial Statement.

③ Financial assets measured at fair value through other comprehensive income

Investment securities

Equity instruments consisting primarily of stocks held for non-trading purposes. Listed stocks are calculated using quoted market prices on exchanges, and unlisted stocks are calculated using valuation techniques based on market prices of similar companies and valuation techniques based on net asset value. Investment securities are included in "other financial assets" in the Summary of Interim Consolidated Financial Statement.

④ Financial liabilities measured at amortized cost

Borrowings

The fair value of borrowings is calculated based on the present value of the sum of principal and interest discounted at the interest rate assumed for new similar borrowings.

⑤ Financial liabilities measured at fair value through profit or loss

a Derivative financial liabilities

The fair value of foreign currency forward contracts is calculated based on forward exchange rates and other factors. The fair values of foreign currency swap agreements and interest rate swap agreements are calculated based on prices provided by counterparty financial institutions, etc. Derivative financial liabilities are included in "Other financial liabilities" in the summary of interim consolidated statements of financial position.

b Contingent consideration

The fair value of the financial liabilities for contingent consideration is calculated based on the present value of future payments calculated using a Monte Carlo simulation, primarily based on forecasts of performance and other factors. Financial liabilities related to contingent consideration are included in "Other financial liabilities" in the Summary of Interim Consolidated Statements of Financial Position.

(2) Carrying amounts and fair values of each class of financial instruments

The carrying amounts and fair values of financial assets and financial liabilities in the summary of interim consolidated statements of financial position are as follows:

(Million yen)

	End of consolidated FY2025 (as of December 31, 2025)		End of the first six-month period of consolidated FY2026 (as of June 30, 2026)	
	Book value	Fair value	Book value	Fair value
Financial assets				
Financial assets measured at amortized cost				
Other financial assets	3,467	3,467	6,163	6,163
Total financial assets measured at amortized cost	3,467	3,467	6,163	6,163
Financial assets measured at fair value through profit or loss				
Golf membership	157	157	157	157
Investment securities	320	320	343	343
Total financial assets measured at fair value through profit or loss	477	477	500	500
Financial assets measured at fair value through other comprehensive income				
Investment securities	13,855	13,855	17,231	17,231
Total financial assets measured at fair value through other comprehensive income	13,855	13,855	17,231	17,231
Total of financial assets	17,799	17,799	23,894	23,894
Financial Liabilities				
Financial liabilities measured at amortized cost				
Borrowings	44,985	44,837	43,427	43,426
Total financial liabilities measured at amortized cost	44,985	44,837	43,427	43,426
Financial Liabilities measure at fair value through profit or loss				
Derivative financial liabilities	911	911	863	863
Contingent consideration	17	17	17	17
Total financial liabilities measure at fair value through profit or loss	927	927	880	880
Total financial liabilities	45,913	45,765	44,307	44,306

At initial recognition, the Company did not hold any financial assets or financial liabilities that were irrevocably elected to be designated as financial assets and financial liabilities measured at fair value through profit or loss. Cash and cash equivalents, trade receivables, contract assets, other receivables, trade payables, and other payables, which are financial instruments measured at amortized cost, are not included in the table above because their carrying amounts approximate fair value due to their short-term maturities.

(3) Level-based classification of the fair value hierarchy

The recurring fair values of financial assets and financial liabilities are measured and analyzed as follows: These fair value amounts are categorized into three fair value hierarchies (levels 1 through 3) based on the inputs to the valuation techniques used (available market data). Each level is defined as follows:

Level 1: Fair values measured at quoted prices in actively traded markets

Level 2: Fair values calculated using observable prices, either directly or indirectly, other than Level 1

Level 3: Fair values derived from valuation techniques that include unobservable inputs

Transfers between levels of the fair value hierarchy are recognized on the date that the events or changes in circumstances that give rise to the transfer occur.

The following table presents the fair value hierarchy for financial assets and financial liabilities measured at fair value on a recurring basis:

(Million yen)

End of the previous consolidated fiscal year (As of December 31, 2025)	Level 1	Level 2	Level 3	Total
Other financial assets				
Financial assets to be measured at fair value through profit or loss	—	157	320	477
Financial assets measured at fair value through other comprehensive income	6,323	—	7,532	13,855
Other financial liabilities				
Financial liabilities measured at fair value through profit or loss	—	911	17	927

(Million yen)

End of the first six-month period of consolidated FY2026 (as of June 30, 2026)	Level 1	Level 2	Level 3	Total
Other financial assets				
Financial assets to be measured at fair value through profit or loss	—	157	343	500
Financial assets measured at fair value through other comprehensive income	8,542	—	8,689	17,231
Other financial liabilities				
Financial liabilities measured at fair value through profit or loss	—	863	17	880

The fair value hierarchy for financial instruments measured at amortized cost, which is disclosed in "(2) Carrying amounts and fair values of each class of financial instruments," is categorized principally in Level 3.

There were no transfers between Levels 1 and 2 and 3 in the previous fiscal year or the first three-month of current fiscal year.

There were no significant assets or liabilities measured at fair value on a nonrecurring basis at the end of the previous or first six-month of current fiscal year.

(4) Information on Level 3 fair value measurements

① Valuation techniques and inputs

Level 3 other financial assets and other financial liabilities consist primarily of unlisted equity securities and contingent consideration. The fair value of unlisted equity securities is determined using valuation techniques based on quoted market prices for comparable companies and valuation techniques based on net asset value. The fair value of the financial liabilities for contingent consideration is calculated based on the present value of future payments calculated using a Monte Carlo simulation, primarily based on forecasts of performance and other factors.

② Evaluation process

Fair value measurements for Level 3 financial instruments are performed in accordance with relevant internal rules. When measuring fair value, the Company uses valuation techniques and inputs that most appropriately reflect the nature, characteristics and risks of the underlying financial instruments.

③ Level 3 sensitivity information for recurring fair value measurements

Significant unobservable inputs for measuring the fair value of Level 3 financial instruments measured at fair value on a recurring basis are EBIT multiples, illiquidity discounts, and other inputs based on financial projections. Fair value is increased (decreased) by an increase (decrease) in EBIT multiples and decreased (increased) by an increase (decrease) in illiquidity discounts.

For instruments classified as Level 3, the increase or decrease in fair value of the change in the inputs that are not observable to reasonably possible alternative assumptions would not be material.

④ Reconciliation of financial instruments classified as Level 3 from the beginning of the period to the ending balance

(Million yen)

	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)		First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)	
	Financial assets	Financial Liabilities	Financial assets	Financial Liabilities
Balance at beginning of period	6,723	30	7,852	17
Total gains and losses	157	1	827	(0)
Net Income (Loss) (Note 1)	(3)	1	22	(0)
Other comprehensive income (Note 2)	160	—	805	—
Purchase	101	—	353	—
Sale	—	—	(0)	—
Balance at end of period	6,981	31	9,032	17

(NOTE) 1 Gains and losses recognized in profit or loss primarily represent unrealized gains and losses on financial instruments sold in the first six-month of current fiscal year and are included in "Financial income and loss" in the Summary of Interim Consolidated Statements of Income.

2 Gains and losses recognized in other comprehensive income are included in "Net changes in financial assets measured at fair value through other comprehensive income" in the summary of Interim Consolidated Statements of Comprehensive Income.

12. Loss of control over subsidiary

First six-month period of consolidated FY2025 (From January 1, 2025 to June 30, 2025)

Not applicable.

First six-month period of consolidated FY2026 (From January 1, 2026 to June 30, 2026)

Not applicable.

(1) Overview of the Transaction

On July 31, 2025, in accordance with the share transfer agreement concluded with Comer Industries S.p.A. for the hydraulic equipment business of the Company and its consolidated subsidiaries, on December 31, 2025, we consolidated the business into a newly established wholly owned subsidiary (Comtesco Corporation) through an absorption-type company split, and completed the transfer of 70% of the outstanding shares of Comtesco Corporation on January 1, 2026. As a result, Comtesco Corporation became our equity-method affiliate.

During the current interim consolidated accounting period, the gain recognized on the change in ownership interest due to the loss of control of a consolidated subsidiary was 1,957 million yen, including the realization of exchange differences on translating foreign operations, and is included in "Interim income from discontinued operations" in the condensed interim consolidated statements of income. The portion of the gain attributable to the measurement of the residual investment held in the former subsidiary at fair value as of the date of loss of control is immaterial.

(2) Proceeds from sale of subsidiaries

(Million yen)

Item	Amount
Cash consideration received	17,724
Cash and cash equivalents held at the time of loss of control	(6,194)
Proceeds from sale of subsidiaries (net of cash disposed)	11,530

The consideration of 11,530 million yen for the transfer of the Hydraulic Equipment Business conducted in January 2026 was received during the current interim consolidated accounting period and recorded in "Cash flow from investing activities" in the Summary of Interim Consolidated Statements of Cash Flows.

(3) Assets and liabilities at the time of loss of control

(Million yen)

Item	Amount
Current assets	26,626
Non-current assets	14,498
Total assets	41,125
Current liabilities	9,573
Non-current liabilities	969
Total current liabilities	10,541

13. Discontinued operations

(1) Summary of discontinued operations

On July 31, 2025, in accordance with the share transfer agreement concluded with Comer Industries S.p.A. for the hydraulic equipment business of the Company and its consolidated subsidiaries, on December 31, 2025, we consolidated the business into a newly established wholly owned subsidiary (Comtesco Corporation) through an absorption-type company split, and completed the transfer of 70% of the outstanding shares of Comtesco Corporation on January 1, 2026. Accordingly, the hydraulic equipment business has been classified as discontinued operations for the previous interim consolidated accounting period..

(2) Profit (loss) from discontinued operations

(Million yen)

	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
Discontinued operations		
Income	21,295	1,957
Costs	(19,785)	—
Profit (loss) before tax from discontinued operations	1,510	1,957
Income tax expenses	(388)	(598)
Income from discontinued operations	1,122	1,359

(NOTE) In the current interim consolidated accounting period, income of ¥1.869 billion recognized mainly from the realization of exchange differences on translating foreign operations associated with the transfer of shares of Comer Industries S.p.A. is included.

(3) Net income (loss) attributable to

(Million yen)

	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
Owners of the parent		
Income from continuing operations	5,992	11,156
Income from discontinued operations	709	1,359
Total	6,701	12,515
Non-controlling interests		
Income from continuing operations	331	533
Income from discontinued operations	413	—
Total	744	533

(4) Cash flows from discontinued operations

(Million yen)

	First six-month period of consolidated FY2025 (January 1, 2025 to June 30, 2025)	First six-month period of consolidated FY2026 (January 1, 2026 to June 30, 2026)
Cash flows from operating activities	1,762	—
Cash flows from investing activities	(1,310)	11,530
Cash flows from financing activities	(411)	—
Total	41	11,530

14. Commitment

Significant commitments contractually committed to the acquisition of property, plant and equipment are as follows:

(Million yen)

	End of consolidated FY2025 (as of December 31, 2025)	End of consolidated FY2026 (as of June 30, 2026)
Commitment	2,803	2,097

15. Significant subsequent events

(Purchase and retirement of treasury stock)

The Company resolved at its Board of Directors, at a meeting held on July 31, 2026, to set the maximum allowance for acquisition of own shares, pursuant to Article 156 of the Companies Act as applied pursuant to Article 165, Paragraph 3 of the same act and to cancel treasury shares pursuant to Article 178 of the Companies Act.

(1) Reason for Conducting the Share Repurchase

We will increase shareholder value per share and repurchase and retire treasury stock to improve capital efficiency.

(2) Contents of matters pertaining to the acquisition

① Class of shares to be acquired: Our common share of the Company

② Total number of shares which can be acquired: Up to 4 million shares

(Percentage of the total number of issued shares (excluding treasury stare) 3.40%)

③ Total amount of shares acquisition cost: Up to 15 billion yen

④ Acquisition period: August 3, 2026 to November 30, 2026

⑤ Method of acquisition: Open market purchase on the Tokyo Stock Exchange

(3) Details of retirement

① Class of shares to be cancelled: Our common share of the Company

② Number of shares to be cancelled: All the shares acquired as per 2 above

③ Scheduled date for the cancellation: December 15, 2026

2 【Others】

With regard to the interim dividend for the 24th fiscal period (from January 1, 2026 to December 31, 2026), at the Board of Directors meeting held on July 31, 2026, the Company resolved to pay an interim dividend to shareholders or registered pledgees of record as of June 30, 2026 as follows.

①	Total interim dividend	¥4,824 million
②	Dividend for first six-month	41 yen
③	Effective Date and Commencement Date of Payment	August 31, 2026

Part two 【Information on Assurance Companies, etc. of Submitting Companies】

Not applicable.

(Translation)
This document has been translated from the Japanese original for the convenience of overseas stakeholders. In the event of any discrepancy between this document and the Japanese original, the original shall prevail.

SEMIANNUAL REVIEW REPORT ON CONSOLIDATED FINANCIAL STATEMENTS OF INDEPENDENT AUDITORS

August 14, 2026

Nabtesco Corporation

To the Board of Directors

KPMG AZSA LLC.
Tokyo Office

Designated Limited Liability Partners Partners administering the affairs	Certified Public Accountant	Takeharu Kirikae
Designated Limited Liability Partners Partners administering the affairs	Certified Public Accountant	Daisuke Toyama

Auditor's conclusion

Pursuant to the provisions of Article 193-2-1 of the Financial Instruments and Exchange Act, we have reviewed the Nabtesco Corporation's interim consolidated financial statements for the period from January 1, 2026 to December 31, 2026 (January 1, 2026 to June 30, 2026), which consist of the summary of interim consolidated statements of financial position, summary of interim consolidated statements of income, summary of interim consolidated statements of comprehensive income, condensed interim consolidated statements of changes in equity, summary of interim consolidated statements of cash flows and notes thereto, all of which are listed in "Accounting."

In our review of the period, we did not believe in all material respects that the condensed interim consolidated financial statements referred to above did not present fairly, in all material respects, the financial position of Nabtesco Corporation and its consolidated subsidiaries as of June 30, 2026, the results of their operations for the interim period then ended, and their cash flows for the interim period in accordance with International Accounting Standards 34, Interim Financial Reporting, as defined by Section 312 of the Regulations Concerning Terminology, Forms and Preparation Methods of Consolidated Financial Statements.

Basis for the auditor's conclusion

We conducted our interim review in accordance with the standards of the interim review generally accepted in our country. Our responsibility under the criteria for the interim review is set forth under the caption "Auditor's Responsibility in Review of Condensed Interim Consolidated Financial Statements." We are independent of the Company and its consolidated subsidiaries in accordance with the provisions of the Code of Professional Ethics in Japan, which include the provisions applicable to the audit of financial statements of entities with high social impact, and we fulfill our other ethical responsibilities as an auditor. We believe that the evidence upon which we base our conclusions is obtained.

Emphasis of Matter

As described in Note 4, “Restatement of Prior Period Errors,” to the Condensed Interim Consolidated Financial Statements, an error was identified in the accounting treatment relating to certain equity-method affiliates. The Company concluded that retrospective correction of the accounting treatment was required and, accordingly, restated the comparative information. The cumulative effect of the restatement has been reflected in retained earnings at the beginning of the previous fiscal year.

As of the date of this report, amendments to the annual securities reports and other filings for prior periods have not yet been submitted.

Responsibility of Management, Audit & Supervisory Board Members and Audit & Supervisory Board for the Summary of Interim Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the summary of interim consolidated financial statements in accordance with International Accounting Standards 34, Interim Financial Reporting. This includes establishing and operating such internal control as management deems necessary for the preparation and fair presentation of the summary of interim consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the summary of interim consolidated financial statements, management is responsible for evaluating whether it is appropriate to prepare the summary of interim consolidated financial statements based on the going concern assumption and for disclosing matters related to a going concern in accordance with International Accounting Standards No. 1, Presentation of Financial Statements, Item 4.

The responsibility of the Audit & Supervisory Board Members and Audit & Supervisory Board is to monitor the execution of directors' duties in the development and operation of the financial reporting process.

Auditor's Responsibility for Review of Summary of Interim Consolidated Financial Statements during the Period

The auditor's responsibility is to independently express a conclusion on the condensed interim consolidated financial statements in the interim review report based on the interim review performed by the auditor.

In accordance with the standards of the interim review generally accepted in Japan, the auditor shall, through the course of the medium-term review, make judgments as a professional expert and conduct the following with professional skepticism:

・Conduct questions, analytical procedures, and other interim review procedures primarily for management, financial, and accounting personnel. The interim review procedures are limited compared with the audits of financial statements for the fiscal year conducted in accordance with auditing standards generally accepted in Japan.

・If the auditor determines that there is significant uncertainty with respect to events or circumstances that raise substantial doubt about the Company's ability to continue as a going concern, the auditor will conclude, based on the evidence obtained, whether there are any matters in the summary of interim consolidated financial statements that would cause the auditor to believe that they are not fairly presented in accordance with International Accounting Standards No. 1, Presentation of Financial Statements, Item 4. In addition, if there is material uncertainty regarding the Company's ability to continue as a going concern, the auditor is required to alert the notes to the summary of interim consolidated financial statements in the Review Report during the period, or if the notes to the summary of interim consolidated financial statements for material uncertainty are not appropriate, to express a limited conclusion or a negative conclusion on the summary of interim consolidated financial statements. The auditor's conclusion is based on evidence obtained through the date of the interim review report; however, future events and circumstances may prevent the entity from continuing as a going concern

・Evaluate whether the presentation, composition and content of the summary interim consolidated financial statements, including the related notes, as well as whether there are any matters that cause the auditor to believe that the presentation and notes to the interim consolidated financial statements are not in accordance with International Accounting Standards 34, Interim Financial Reporting, and whether there are any matters that cause the auditor to believe that the summary of interim consolidated financial statements do not fairly present the underlying transactions and accounting events.

・Obtain evidence regarding the financial information of the Company and its consolidated subsidiaries that forms the basis for expressing a conclusion on the condensed interim consolidated financial statements. The auditor is responsible for directing, supervising and inspecting the interim review of the summary of interim consolidated financial statements. The auditor is solely responsible for the auditor's conclusions.

The auditor shall report to the Audit & Supervisory Board Members and Audit & Supervisory Board on the scope of the planned interim review and the timing of its implementation, as well as important findings for the interim review.

The auditors shall report to the Audit & Supervisory Board Members and Audit & Supervisory Board on compliance with the provisions of professional ethics in Japan regarding independence, matters that are reasonably likely to affect the auditor's independence, and in cases where countermeasures are taken to eliminate impediments or safeguards are applied to reduce the impediments to an acceptable level.

Interest

There is no interest between the Company and its Consolidated Subsidiaries and the Auditing Corporation or its Operating Partners that should be stated pursuant to the provisions of the Certified Public Accountants Act.

Notes to the Reader of Independent Auditor’s Report:

The Independent Auditor’s Report herein is the English translation of the Independent Auditor’s Report as required by the Financial Instruments and Exchange Act.

The end

(NOTE) 1 The original report of the above interim review report is maintained separately by the Company (the company submitting the interim report).

2 XBRL are not included in the scope of auditing.

(Translation)
This document has been translated from the Japanese original for the convenience of overseas stakeholders. In the event of any discrepancy between this document and the Japanese original, the original shall prevail.

[Cover]

[Filing]	Confirmation Report
[Articles of Basis]	Item 1 on the table in Article 24-5-1 of the Financial Instruments and Exchange Act
[Submit to]	Kanto Finance Bureau
[Submission date]	August 14, 2026
[Company name]	Nabtesco Corporation
[English translation name]	Nabtesco Corporation
[Name of Representative]	Kazumasa Kimura, representative director
[Name of Chief Financial Officer]	Not applicable.
[Near contact location]	7-9, Hirakawacho 2-chome, Chiyoda-ku, Tokyo
[Locations for Public Inspection]	Tokyo Stock Exchange, Inc.

(Translation)
This document has been translated from the Japanese original for the convenience of overseas stakeholders. In the event of any discrepancy between this document and the Japanese original, the original shall prevail.

1. [Matters Concerning the Adequacy of the Content of the Semiannual Report]

Kazumasa Kimura, the representative director of our company, has confirmed that the content of the semiannual report for the first six months of 24th accounting period (from January 1, 2026, to June 30, 2026) is accurately stated in accordance with the Financial Instruments and Exchange Act. 2

2. [Special Matters] There are no notable matters to report upon confirmation.