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Summary of Consolidated Financial Statements for the First Quarter of Fiscal Year Ending December 31, 2026 (IFRS)



April 30, 2026

Name of listed company: Nabtesco Corporation

Code number: 6268

Representative: Title: Representative Director

Inquiries: Title: General Manager, Corporate Communication Dept.

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 FY2026 (January 1, 2026 to March 31, 2026)

(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, FY2026	83,032	16.9	8,209	68.3	9,613	105.5	5,712	57.1	5,483	67.0	7,352	-
First three-month period, FY2025	71,039	-	4,877	-	4,679	-	3,635	-	3,283	-	(438)	-

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
First three-month period, FY2026	46.78		46.78	
First three-month period, FY2025	27.33		27.33	

* 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, following the classification of the hydraulic equipment business as a discontinued operation in the previous fiscal year, the amounts of continuing operations excluding discontinued operations are presented for net sales, operating income, and profit before income taxes for the first quarter of the previous fiscal year. Quarterly income and profit attributable to owners of the parent are presented as the sum of continuing operations and discontinued operations. As a result, year-on-year changes from the same quarter of the previous fiscal year are not shown.

(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, 2026	444,613		286,046		274,130		61.7	
As of December 31, 2025	463,991		288,834		271,932		58.6	

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Year end	Full year
	Yen	Yen	Yen	Yen	Yen
FY2025	-	40.00	-	40.00	80.00
FY2026	-	-	-	-	-
FY2026 (Forecast)	-	41.00	-	41.00	82.00

(Note) Revisions to the latest dividend forecasts: None

3. Forecast of Consolidated Operating Results for FY2026 (January 1, 2026 to December 31, 2026)

(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, 2026	157,400	9.9	11,200	21.8	12,000	40.4	6,300	(3.3)	53.76
Full-year	327,000	6.2	27,700	33.6	28,600	32.1	18,600	18.5	158.72

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

* 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. In addition, following the classification of the hydraulic equipment business as a discontinued operation in the previous fiscal year, the rate of change in net sales, operating income, and profit before income taxes for the second quarter of the previous fiscal year and the full fiscal year have been reclassified into the amount of continuing operations, excluding discontinued operations.

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※ Matters of note:

(1) Changes in significant subsidiaries during the first three-month period of FY2026: None

Newly added: 0 (Company name: –) Excluded: 3 (Company name: Comtesco Corporation
Shanghai Nabtesco Hydraulic Co., Ltd.
Nabtesco Power Control (Thailand) Co., Ltd.)

(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, 2026	118,064,699	As of December 31, 2025	118,064,699
2)	As of March 31, 2026	870,654	As of December 31, 2025	880,176
3)	January 1, 2026 to March 31, 2026	117,190,315	January 1, 2025 to March 31, 2025	120,139,498

※ Review by a certified public accountant or auditing firm of the attached quarterly consolidated financial statements: None

※ 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.

Please refer to "1. Qualitative Information on Quarterly Financial Results, (3) Explanation of Consolidated Earnings Forecasts and Other Forward-looking Statements" on page 6 for the assumptions on which the forecasts are based and notes for using the forecasts.

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1. Qualitative Information on Consolidated Operating Results for the Three Months Ended March 31, FY2026

(1) Analysis of Consolidated 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 Nabtesco Corporation, hereinafter “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, following the classification of the hydraulic equipment business as a discontinued operation in the previous fiscal year, the amounts of continuing operations excluding discontinued operations are presented for net sales, operating income, and profit before income taxes for the first quarter of the previous fiscal year. Quarterly income and profit attributable to owners of the parent are presented as the sum of continuing operations and discontinued operations.

In the first quarter of the current fiscal year, net sales of the Group was ¥83,032 million, due to a recovery in demand for precision reduction gears as well as increased demand in automatic doors and marine vessels equipment. Operating income was ¥8,209 million due to higher income from increased sales steady progress by execution of “Project 10”, an initiative to improving profitability. Quarterly income before taxes was ¥9,613 million and quarterly income attributable to owners of the parent was ¥5,483 million.

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

Orders received in the first quarter of the current fiscal year increased by ¥21,744 million, or 28.4%, year-on-year to ¥98,257 million. Sales increased by ¥11,993 million or 16.9% to ¥83,032 million, and operating income increased by ¥3,332 million or 68.3% to ¥8,209 million. The ratio of operating income to net sales was 9.9%.

Operating results by business segment were as follows:

[Amount of orders received]

Business Segment	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)	Change (%)
Component Solutions	18,153	22,796	25.6
Transport Solutions	27,524	39,148	42.2
Accessibility Solutions	26,782	31,121	16.2
Others	4,054	5,192	28.1
Total	76,513	98,257	28.4

[Net Sales]

Business Segment	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)	Change (%)
Component Solutions	17,422	22,259	27.8
Transport Solutions	21,901	24,891	13.6
Accessibility Solutions	28,176	32,186	14.2
Others	3,540	3,696	4.4
Total	71,039	83,032	16.9

[Operating income (loss)]

Business Segment	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)	Change (%)
Component Solutions	398	1,969	394.5
Transport Solutions	3,258	4,074	25.1
Accessibility Solutions	3,373	4,107	21.8
Others	285	168	(41.1)
Corporate or elimination	(2,437)	(2,109)	-
Total	4,877	8,209	68.3

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[Component Solutions Business]

Orders received for component solutions increased by ¥4,643 million, or 25.6%, year-on-year to ¥22,796 million. Net sales increased by ¥4,836 million, or 27.8% to ¥22,259 million and operating income increased by ¥1,571 million or 394.5% to ¥1,969 million.

Sales of precision reduction gears increased significantly year-on-year due to an increase in sales for industrial robots caused by a recovery in capital investment mainly from automobile manufacturers in China and South Korea, as well as a recovery in demand for products for general industries.

[Transport Solutions Business]

Orders received for transport solutions increased by ¥11,625 million, or 42.2%, year-on-year to ¥39,148 million. Net sales increased by ¥2,989 million, or 13.6% to ¥24,891 million and operating income increased by ¥816 million, or 25.1% to ¥4,074 million.

Sales of railroad vehicle equipment decreased year-on-year due to a decline in demand for MRO (Maintenance, Repair and Overhaul) for high-speed railway in China, while sales for subway in China increased.

Sales of aircraft equipment increased year-on-year due to the demand expansion by MOD budget increase.

Sales of marine vessels equipment increased year-on-year due to favorable demand for new shipbuilding primarily in China and MRO.

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

[Accessibility Solutions Business]

Orders received for accessibility solutions increased by ¥4,339 million, or 16.2% year-on-year to ¥31,121 million. Net sales increased by ¥4,010 million, or 14.2% to ¥32,186 million and operating income increased by ¥734 million, or (21.8%) to ¥4,107 million.

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

[Others]

Orders received increased by ¥1,138 million, or 28.1% year-on-year to ¥5,192 million. Net sales increased by ¥156 million, or 4.4% to ¥3,696 million and operating income decreased by ¥117 million, or (41.1%) to ¥168 million.

Sales of packaging machines increased year-on-year due to steady demand for equipment upgrades by food manufacturers in Japan.

Reference: Information by region

[Net sales]

	(Million yen)		
	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)	Change (%)
Japan	36,277	43,116	18.9
China	9,735	10,749	10.4
Other Asia	4,307	4,935	14.6
North America	5,925	6,269	5.8
Europe	14,353	17,007	18.5
Other regions	442	956	116.2
Total	71,039	83,032	16.9

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

2) Income before tax

Financial income was ¥266 million mainly due to foreign exchange gains. Financial costs amounted to ¥255 million. Equity in earnings of affiliates was ¥1,393 million. As a result, quarterly income before tax increased by ¥4,935 million year-on-year to ¥9,613 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 ¥3,901 million and quarterly income attributable to non-controlling interests of ¥229 million, increased by ¥2,200 million year-on-year to ¥5,483 million.

Basic quarterly earnings per share increased by ¥19.46 to ¥46.78.

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(2) Analysis of Financial Position

1) Assets, liabilities and equity

	(Million yen)		
	As of the end of the previous consolidated fiscal year (December 31, 2025)	As of the end of the first quarter of the current consolidated fiscal year (March 31, 2026)	Change
Total assets	463,991	444,613	(19,378)
Liabilities	175,157	158,567	(16,590)
Equities	288,834	286,046	(2,788)

[Assets]

At the end of the first quarter, current assets were ¥229,274 million and non-current assets were ¥215,339 million. As a result, total assets decreased by ¥19,378 million from the end of the previous fiscal year to ¥444,613 million. The main components of the increase were an increase of ¥7,300 million in cash and cash equivalents, an increase of ¥8,555 million in other receivables, an increase of ¥3,907 million in inventories, and an increase of ¥8,871 million in investments accounted for using the equity method resulting from the sale of 70% of the issued shares of Comtesco Corporation and its classification as an equity method affiliate. The main factors for the decrease were a decrease of ¥43,665 million in assets held for sale due to the sale of 70% of the issued shares of Comtesco Corporation and a decrease of ¥7,239 million in trade receivables.

[Liabilities]

At the end of the first quarter, current liabilities were ¥128,208 million and non-current liabilities were ¥30,359 million. As a result, total liabilities decreased by ¥16,590 million from the end of the previous fiscal year to ¥158,567 million. The main factor for the increase were an increase of ¥7,521 million in borrowings under current liabilities and an increase of ¥5,199 million in other payables. The main decreasing factors were a decrease of ¥4,960 million in trade payables, a decrease of ¥12,256 in liabilities directly related to assets held for sale associated with the sale of 70% of the issued shares of Comtesco Corporation, a decrease of ¥10,005 million in borrowings under non-current liabilities, and a decrease of ¥2,041 million in income taxes payable.

[Equity]

Total equity at the end of the first quarter of the current fiscal year was ¥286,046 million. Total equity attributable to owners of the parent was ¥274,130 million, a decrease of ¥2,198 million from the end of the previous fiscal year. The main factors for the increase were quarterly income attributable to owners of the parent of ¥5,483 million and an increase of ¥3,201 million in other components of equity due to exchange differences on translating foreign operations. The main factors for the decrease were a decrease of ¥4,706 million in retained earnings due to dividends and a decrease of ¥1,870 million in other components of equity related to disposal group held for sale.

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2) Status of cash flows

(Million yen)

	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)
Cash flow from operating activities	7,314	4,634
Cash flow from investing activities	(7,352)	10,076
Free cash flow	(37)	14,710
Cash flow from financing activities	5,152	(8,115)

Cash and cash equivalents (hereinafter, "cash") on a consolidated basis as of March 31, 2026 totaled ¥80,640 million, an increase of ¥7,300 million from December 31, 2025, as cash gained from operating activities and proceeds from the sale of a 70% stake in Comtesco Corporation was mainly appropriated to capital expenditure, repayment of borrowings, and dividend payments.

[Cash flows from operating activities]

Net cash generated from operating activities for the first three-month period of the current fiscal year totaled ¥4,634 million. The main factors for increases were non-cash profit and loss items such as quarterly income, depreciation and amortization, and a decrease in trade receivables. The main factors for decreases were included an increase in inventories, and a decrease in operating payables.

[Cash flows from investing activities]

Net cash used in investing activities for the first three-month period of the current fiscal year amounted to ¥10,076 million. The main factor in the increase was sales of 70% of the stock of Comtesco Corporation. The main factors for decreases were included purchase of property, plant, and equipment and an increase in time deposits.

[Cash flows from financing activities]

Net cash used in financing activities for the first three-month period of the current fiscal year totaled ¥8,115 million. The main factors for decreases were dividend payments and repayment of short-term loans.

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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, 2026 and future trends, the Company has decided to revise the forecasts for the second quarter and full year of the fiscal year ending December 31, 2026, which were announced on February 12, 2026.

For details, please refer to the "Notice of Revision to Consolidated Financial Forecasts for the First Six Months FY2026 and for the Full-year FY2026" announced on April 30, 2026.

Given the continued uncertainty surrounding geopolitical tensions in the Middle East, the Company has not incorporated any such impact into its consolidated financial forecast for the FY2026.

Differences from the consolidated earnings forecast announced on February 12, 2026 are as follows.

1. Revision of consolidated financial forecasts for the first six months of the fiscal year ending June 30, 2026
(January 1, 2026 to June 30, 2026)

	Sales	Operating income	Income before tax	Net income attributable to owners of the parent	Total Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous announced forecasts (A) (April 30, 2026)	157,400	11,200	11,400	4,600	39.25
Current forecasts (B)	157,400	11,200	12,000	6,300	53.76
Change (B-A)	-	-	600	1,700	-
Rate of Change (%)	-	-	5.3	37.0	-
(Reference) Results for the previous fiscal year	143,272	9,194	8,544	6,513	54.20

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, following the classification of the hydraulic equipment business as a discontinued operation in the previous fiscal year, the amount of continuing operations excluding discontinued operations is presented for net sales, operating income, and profit before income taxes for the second quarter of the previous fiscal year. Interim profit attributable to owners of the parent is the sum of continuing operations and discontinued operations.

2. Revision to the forecasts for the full-year ending December 31, 2026 (January 1, 2026 to December 31, 2026)

	Sales	Operating income	Income before tax	Net income attributable to owners of the parent	Total Basic earnings per share
	Million yen	Million yen	Million yen	Million yen	Yen
Previous announced forecasts (A) (April 30, 2026)	327,000	27,700	28,000	17,600	150.19
Current forecasts (B)	327,000	27,700	28,600	18,600	158.72
Change (B-A)	-	-	600	1,000	-
Rate of Change (%)	-	-	2.1	5.7	-
(Reference) Results for the previous fiscal year	307,912	20,726	21,656	15,695	131.56

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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 FY2025 (as of December 31, 2025)	End of the first three-month period of consolidated FY2026 (as of March 31, 2026)
Assets			
Current assets			
Cash and cash equivalents		73,340	80,640
Trade receivables		75,421	68,181
Contract assets		3,207	3,686
Other receivables		1,524	10,079
Inventories		52,838	56,745
Other financial assets		715	2,924
Other current assets		5,715	7,019
Subtotal		212,761	229,274
Assets held for sale		43,665	—
Total current assets		256,426	229,274
Non-current assets			
Property, plant and equipment		101,683	100,195
Intangible assets		13,477	12,989
Right-of-use asset		12,822	12,769
Goodwill		25,817	25,922
Investment real estate		9,143	9,863
Investments accounted for using the equity method		21,469	30,340
Other financial assets		17,082	17,653
Deferred tax assets		5,247	4,662
Other non-current assets		826	946
Total non-current assets		207,566	215,339
Total assets		463,991	444,613

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	Note No.	End of consolidated FY2025 (as of December 31, 2025)	End of the first three-month period of consolidated FY2026 (as of March 31, 2026)
Liabilities and equity			
Liabilities			
Current liabilities			
Operating payables		45,161	40,201
Contract liabilities		13,111	12,422
Borrowings		34,946	42,467
Other payables		6,848	12,048
Income taxes payables		6,599	4,558
Provision		2,116	2,053
Lease liabilities		3,609	3,526
Other financial liabilities		29	36
Other current liabilities		10,278	10,896
Subtotal		122,699	128,208
Liabilities directly associated with assets held for sale		12,256	-
Total current liabilities		134,955	128,208
Non-current liabilities			
Borrowings		10,039	35
Lease liabilities		11,202	11,186
Liabilities concerning retirement benefit		6,454	6,457
Deferred tax liabilities		7,058	7,162
Other financial liabilities		898	880
Provision		-	140
Other non-current liabilities		4,551	4,501
Total non-current liabilities		40,202	30,359
Total liabilities		175,157	158,567
Equity			
Capital stock		10,000	10,000
Share premium		14,969	15,020
Retained earnings		217,946	218,729
Treasury shares		(3,008)	(2,975)
Other components of equity		30,155	33,356
Other components of equity related to disposal groups held for sale		1,870	-
Equity attributable to owners of the parent		271,932	274,130
Non-controlling interests		16,902	11,916
Total equity		288,834	286,046
Total liabilities and equity		463,991	444,613

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(2) Summary of Quarterly Consolidated Statements of Income and Consolidated Statements of Comprehensive IncomeSummary of Consolidated Statements of Income
First Three-month Period

(Million yen)

	Note No.	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)
Continuing Operations			
Net sales	4	71,039	83,032
Cost of sales		(49,837)	(56,169)
Gross profit		21,202	26,863
Other income		226	776
Selling, general and administrative expense		(16,496)	(19,269)
Other expenses		(55)	(162)
Operating income	4	4,877	8,209
Financial income		168	266
Financial cost		(709)	(255)
Equity in earnings of affiliates		343	1,393
Income before tax		4,679	9,613
Income tax expenses		(1,485)	(3,901)
Income from continuing operations		3,194	5,712
Discontinued operations			
Income from discontinued operations	5	441	-
Net income		3,635	5,712

Net income attributable to			
Owners of the parent		3,283	5,483
Non-controlling interests		353	229
Net income		3,635	5,712

Net income per share			
Basic earnings per share (Yen)			
Continuing operations		25.16	46.78
Discontinued operations		2.17	—
Basic earnings per share (Yen)		27.33	46.78
Diluted earnings per share (Yen)			
Continuing operations		25.16	46.78
Discontinued operations		2.17	—
Diluted earnings per share (Yen)		27.33	46.78

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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 FY2025 (January 1, 2025 to March 31, 2025)	First three-month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)
Net income (loss)		3,635	5,712
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		(47)	185
Total components that will not be reclassified to profit or loss		(47)	185
Components that will be reclassified to profit or loss			
Exchange differences on foreign operations		(4,027)	1,456
Total components that will be reclassified to profit or loss		(4,027)	1,456
Total other comprehensive income after taxes		(4,074)	1,641
Total comprehensive income		(438)	7,352
Comprehensive income attributable to			
Owners of the parent		(74)	6,825
Non-controlling interests		(364)	528
Total comprehensive income		(438)	7,352

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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, 2025 to March 31, 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		10,000	14,998	223,333	(3,638)
Net income (loss)		-	-	3,283	-
Other comprehensive income		-	-	-	-
Total comprehensive income		-	-	3,283	-
Acquisition, sales, etc. of treasury shares		-	-	(3)	71
Dividends		-	-	(4,826)	-
Change in the scope of consolidation		-	-	-	-
Change in interest in a controlled subsidiary		-	28	-	-
Transfer from other components of equity to retained earnings		-	-	68	-
Share-based compensation transactions		-	(24)	-	-
Total transactions with owners, etc.		-	4	(4,761)	71
Balance as of March 31, 2025		10,000	15,002	221,854	(3,567)

	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		20,653	4,747	25,400	270,093	17,185	287,278
Net income (loss)		-	-	-	3,283	353	3,635
Other comprehensive income		(3,310)	(47)	(3,357)	(3,357)	(716)	(4,074)
Total comprehensive income		(3,310)	(47)	(3,357)	(74)	(364)	(438)
Acquisition, sales, etc. of treasury share		-	-	-	67	-	67
Dividends		-	-	-	(4,826)	(52)	(4,878)
Change in the scope of consolidation		-	-	-	-	130	130
Change in interest in a controlled subsidiary		-	-	-	28	(67)	(39)
Transfer from other components of equity to retained earnings		-	(68)	(68)	-	-	-
Share-based compensation Transactions		-	-	-	(24)	-	(24)
Total transactions with owners, etc.		-	(68)	(68)	(4,755)	11	(4,744)
Balance as of March 31, 2025		17,343	4,632	21,975	265,264	16,832	282,096

(Translation)

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First three-month period of current consolidated fiscal year (January 1, 2026 to March 31, 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		10,000	14,969	217,946	(3,008)	24,339	5,816
Net income (loss)		-	-	5,483	-	-	-
Other comprehensive income		-	-	-	-	1,158	185
Total comprehensive income		-	-	5,483	-	1,158	185
Acquisition, sales, etc. of treasury shares		-	-	(5)	33	-	-
Dividends		-	-	(4,706)	-	-	-
Change in the scope of consolidation		-	-	-	-	-	-
Other components of equity related to disposal groups held for sale		-	-	-	-	1,870	-
Transfer from other components of equity to retained earnings		-	-	11	-	-	(11)
Share-based compensation Transactions		-	51	-	-	-	-
Total transactions with owners, etc.		-	51	(4,700)	33	1,870	(11)
Balance as of March 31, 2026		10,000	15,020	218,729	(2,975)	27,366	5,990

	Note No.	Equity attributable to owners of the parent			Non-controlling interests	Total equity
		Other components of equity	Other components of equity related to disposal groups held for sale	Total equity attributable to owners of the parent		
		Total				
Balance as of January 1, 2026		30,155	1,870	271,932	16,902	288,834
Net income		-	-	5,483	229	5,712
Other comprehensive income		1,342	-	1,342	298	1,641
Total comprehensive income		1,342	-	6,825	528	7,352
Acquisition, sales, etc. of treasury shares		-	-	28	-	28
Dividends		-	-	(4,706)	(58)	(4,764)
Change in the scope of consolidation		-	-	-	(5,456)	(5,456)
Other components of equity related to disposal groups held for sale		1,870	(1,870)	-	-	-
Transfer from other components of equity to retained earnings		(11)	-	-	-	-
Share-based compensation Transactions		-	-	51	-	51
Total transactions with owners, etc.		1,859	(1,870)	(4,627)	(5,514)	(10,141)
Balance as of March 31, 2026		33,356	-	274,130	11,916	286,046

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(4) Summary of Quarterly Consolidated Statements of Cash Flows

(Million yen)

	Note No.	First three-month period of consolidated FY2025 (January 1, 2025 to March 31, 2025)	First three -month period of consolidated FY2026 (January 1, 2026 to March 31, 2026)
Cash flow from operating activities			
Net income (loss)		3,194	5,712
Net income from discontinued operations		441	-
Depreciation and amortization		4,385	4,372
Increase (decrease) in assets and liabilities concerning retirement benefits		74	(51)
Interest and dividend income		(70)	(81)
Interest expenses		181	255
Loss (gain) on valuation of investment securities		(108)	(18)
Equity in (earnings) losses of affiliates		(343)	(1,393)
Loss (gain) on sales and disposal of non-current Assets		1	12
Income tax expense		1,632	3,901
Decrease (increase) in trade receivables, contract assets and contract liabilities		9,892	6,754
Decrease (increase) in inventories		(4,047)	(3,551)
Increase (decrease) in trade payables		(4,768)	(5,475)
Increase (decrease) in consumption taxes receivable or payable		(1,367)	(915)
Other		(97)	745
Subtotal		9,000	10,266
Interest received		88	91
Dividend received		16	14
Interest paid		(167)	(285)
Income taxes paid		(1,623)	(5,453)
Cash flow from operating activities		7,314	4,634
Cash flow from investing activities			
Decrease (increase) in time deposits		(1,650)	(2,031)
Purchase of property, plant and equipment		(4,948)	(1,098)
Purchase of intangible assets		(617)	(659)
Payments for acquisition of shares of subsidiaries resulting in change in the scope of consolidation		(269)	-
Proceeds from acquisition of shares of subsidiaries resulting in change in the scope of consolidation		-	14,217
Other		133	(352)
Cash flow from investing activities		(7,352)	10,076
Cash flow from financing activities			
Net increase (decrease) in short-term loans payable		10,780	(2,529)
Repayment of long-term loans payable		(58)	(7)
Payments for lease liabilities		(988)	(1,109)
Net decrease (increase) in treasury shares		19	26
Dividends paid		(4,535)	(4,453)
Dividends paid to non-controlling interests		(27)	(43)
Other		(39)	-
Cash flow from financing activities		5,152	(8,115)
Increase (decrease) in cash and cash equivalents		5,114	6,595
Cash and cash equivalents at beginning of the term		74,476	73,340
Effect of exchange rate changes on cash and cash equivalents		(1,779)	705
Cash and cash equivalents at end of the term		77,812	80,640

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(5) Notes on the Summary of Consolidated Financial Statements for the First Three-month Period

1. Notes Relating to the Going Concern Assumption

None

2. Critical Accounting Policies

The accounting policies that our group applies in this quarterly consolidated financial statements are the same as those applied in the consolidated financial statements for the previous fiscal year, except for the following:

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

3. Changes in presentation

In accordance with IFRS 5, the Company has classified the hydraulic equipment business as a discontinued operation. AS a result, certain reclassifications have been made to the consolidated statements of operations, consolidated statements of cash flows and related notes to the consolidated financial statements for the first quarter of the previous fiscal year.

4. 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.
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

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(2) Information on reportable segments

I. For the three-month ended March 31, 2025 (January 1, 2025 to March 31, 2025)

(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	17,422	21,901	28,176	67,500	3,540	71,039	-	71,039
Inter-segment sales	124	380	2	506	7	512	(512)	-
Total sales	17,546	22,282	28,178	68,005	3,547	71,552	(512)	71,039
Segment income (Operating income)	398	3,258	3,373	7,029	285	7,314	(2,437)	4,877
Financial income				-				168
Financial costs				-				(709)
Equity in earnings of affiliates				-				343
Income before tax				-				4,679

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.

II. For the three-month ended March 31, 2026 (January 1, 2026 to March 31, 2026)

(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	22,259	24,891	32,186	79,336	3,696	83,032	-	83,032
Inter-segment sales	174	375	3	551	7	558	(558)	-
Total sales	22,432	25,266	32,189	79,887	3,703	83,590	(558)	83,032
Segment income (Operating income)	1,969	4,074	4,107	10,150	168	10,319	(2,109)	8,209
Financial income				-				266
Financial costs				-				(255)
Equity in earnings of affiliates				-				1,393
Income before tax				-				9,613

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 because 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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5. Discontinued operations

(1) Overview 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 first quarter of the previous fiscal year.

(2) Profit and loss of discontinued operations

(Million yen)

	Previous fiscal year (January 1, 2025 to March 31, 2025) (Consolidated basis)	Current fiscal year (January 1, 2026 to March 31, 2026) (Consolidated basis)
Discontinued operations		
Revenue	10,103	-
Expense	(9,514)	-
Pre-tax profit from discontinued operations	589	-
Income tax expense	(148)	-
Net income from discontinued operations	441	-

(3) Attribution of net income

(Million yen)

	Previous fiscal year (January 1, 2025 to March 31, 2025) (Consolidated basis)	Current fiscal year (January 1, 2026 to March 31, 2026) (Consolidated basis)
Owners of the parent company		
Net income from continuing operations	3,022	5,483
Net income from discontinued operations	261	-
Total	3,283	5,483
Minority interest		
Net income from continuing operations	172	229
Net income from discontinued operations	181	-
Total	353	229

(4) Cash flows of discontinued operations

(Million yen)

	Previous fiscal year (January 1, 2025 to March 31, 2025) (Consolidated basis)	Current fiscal year (January 1, 2026 to March 31, 2026) (Consolidated basis)
Cash flows from operating activities	998	-
Cash flows from investing activities	(1,169)	-
Cash flows from financing activities	(3)	-
Total	(173)	-

6. Significant subsequent events

None

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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 FY2025 (March 31, 2025)		As of the end of the first three-month period of consolidated FY2026 (March 31, 2026)	
	Amount (million yen)	% of total	Amount (million yen)	% of total
Component Solutions Business	15,715	9.3	20,203	10.3
Transport Solutions Business	96,950	57.5	114,457	58.6
Accessibility Solutions Business	45,932	27.2	46,737	23.9
Others	10,020	5.9	13,883	7.1
Total	168,617	100.0	195,280	100.0

Note: 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, given that the hydraulic equipment business was classified as discontinued operations in the previous fiscal year, the amount of continuing operations, excluding discontinued operations, is presented for the order backlog at the end of the first quarter of the previous fiscal year.