

Summary of Consolidated Financial Statements for the Third Quarter of Fiscal Year Ending December 31, 2021 (IFRS)



October 29, 2021

Name of listed company: Nabtesco Corporation

Stock listed on: First Section of the Tokyo Stock Exchange

Code number: 6268

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Scheduled date for filing of quarterly report: November 12, 2021

Scheduled dividend payment date: –

Quarterly material to supplement the financial results: Yes

Quarterly financial results conference: Yes (Teleconference for institutional investors and financial analysts)

(Amounts rounded to the nearest million)

1. Consolidated Results for the First Nine-month Period of FY 2021 (January 1, 2021 to September 30, 2021)

(1) Consolidated Operating Results

(Percentages indicate year-on-year change)

	Net sales		Operating income		Income before tax		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 nine-month period, FY 2021	214,117	7.2	20,808	10.5	101,743	390.6	65,435	341.6	63,078	384.4	69,438	403.9
First nine-month period, FY 2020	199,800	(5.5)	18,838	2.5	20,739	5.9	14,819	8.3	13,022	6.3	13,780	17.7

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
First nine-month period, FY 2021	518.71		518.61	
First nine-month period, FY 2020	104.90		104.86	

(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 September 30, 2021	482,978	248,572	234,718	48.6
As of December 31, 2020	351,723	211,641	198,031	56.3

2. Dividends

	Dividends per share				
	First quarter	Second quarter	Third quarter	Year end	Full year
	Yen	Yen	Yen	Yen	Yen
FY 2020	–	41.00	–	34.00	75.00
FY 2021	–	38.00	–		
FY 2021 (Forecast)				39.00	77.00

(Note) Revisions to the latest dividend forecasts: None

3. Forecast of Consolidated Operating Results for FY 2021 (January 1, 2021 to December 31, 2021)

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

Full Year	Net 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
	306,000	9.5	33,000	15.7	169,000	401.2	110,800	440.4	914.30

(Note) Revisions to the latest forecast of operating results: None

The valuation gain due to the exclusion of Harmonic Drive Systems Inc. from application of the equity-method in the forecast of consolidated operating results as noted above has not changed from the previously announced forecast, which was described in "Summary of Consolidated Financial Statements for the Second Quarter of Fiscal Year Ending December 31, 2021 (IFRS)" dated July 30, 2021 because it is difficult to predict the stock price as of the end of December 2021.

* Matters of note:

(1) Changes in significant subsidiaries during the first nine-month period of FY 2021 (Changes in specified subsidiaries resulting in a change in the scope of consolidation): None

Newly added: 0 (Company name: –) Excluded: 0 (Company name: –)

(2) Changes in accounting policies and accounting estimates

1) Changes in accounting policies required by IFRS: None

2) Other changes in accounting policies: None

3) Changes in accounting estimates: None

(3) Shares outstanding (Common shares)

1) Number of shares outstanding (including treasury stock) as of the end of the term

2) Amount of treasury stock

3) Average number of shares during the term

1)	As of September 30, 2021	121,064,099	As of December 31, 2020	125,133,799
2)	As of September 30, 2021	1,090,791	As of December 31, 2020	990,749
3)	January 1, 2021 to September 30, 2021	121,605,124	January 1, 2020 to September 30, 2020	124,135,100

* Current status of audit procedures

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

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

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

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1. Qualitative Information on Consolidated Operating Results for the Nine Months Ended September 30, 2021

(1) Analysis of Consolidated Operating Results

During the nine-month period under review, the Group saw a decrease in demand for aircraft equipment and railroad vehicle equipment, due to the continued effects of restrictions on movement around the world due to the COVID-19 pandemic. On the other hand, demand for precision reduction gears for industrial robots remained strong on the back of the expansion of capital investment mainly for automobiles. Sales of hydraulic equipment for construction machinery also remained robust, mainly reflecting overseas demand.

As a result, the Group's net sales and operating income were ¥214,117 million and ¥20,808 million, respectively. Income before tax was ¥101,743 million, reflecting the valuation gain due to the exclusion of Harmonic Drive Systems Inc. (hereinafter, "Harmonic") from application of the equity method. Net income attributable to owners of the parent was ¥63,078 million.

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

The amount of orders received for the period under review increased by ¥15,559 million, or 7.5% year on year, to ¥223,110 million. Net sales increased by ¥14,316 million, or 7.2% year on year, to ¥214,117 million. Operating income rose by ¥1,970 million, or 10.5% year on year, to ¥20,808 million. The ratio of operating income to net sales was 9.7%.

Operating results by business segment were as follows:

[Amount of orders received]

	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)	Change (%)
Component Solutions	76,979	104,795	36.1
Transport Solutions	60,201	45,958	(23.7)
Accessibility Solutions	57,954	55,981	(3.4)
Others	12,417	16,375	31.9
Total	207,551	223,110	7.5

[Net sales]

	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)	Change (%)
Component Solutions	77,582	100,198	29.2
Transport Solutions	57,306	47,869	(16.5)
Accessibility Solutions	53,046	52,913	(0.3)
Others	11,866	13,137	10.7
Total	199,800	214,117	7.2

[Operating income]

	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)	Change (%)
Component Solutions	11,867	16,703	40.7
Transport Solutions	4,720	3,728	(21.0)
Accessibility Solutions	4,913	5,193	5.7
Others	1,148	1,801	56.8
Corporate or elimination	(3,810)	(6,617)	—
Total	18,838	20,808	10.5

[Component solutions business]

The amount of orders received for component solutions increased by ¥27,815 million, or 36.1% year on year, to ¥104,795 million. Net sales rose by ¥22,615 million, or 29.2% year on year, to ¥100,198 million, and operating income soared by ¥4,836 million, or 40.7% year on year, to ¥16,703 million.

Sales of precision reduction gears recorded a year-on-year increase as demand for industrial robots remained brisk, reflecting strong global capital investment mainly in the automotive industry, as well as an increase in demand from the general industry.

Sales of hydraulic equipment for construction machinery saw a year-on-year increase as the U.S., European, and Southeast Asian markets continued to improve, on top of robust demand witnessed in China during the first quarter of the current fiscal year.

[Transport solutions business]

The amount of orders received for transport solutions shrank by ¥14,242 million, or 23.7% year on year, to ¥45,958 million. Net sales decreased by ¥9,437 million, or 16.5% year on year, to ¥47,869 million, and operating income fell by ¥992 million, or 21.0% year on year, to ¥3,728 million.

Railroad vehicle equipment saw a year-on-year decrease in sales due to a delay in bidding for overseas projects as well as sluggish demand for new vehicles and MRO (Maintenance, Repair, Overhaul) in Japan as a result of COVID-19.

Sales of aircraft equipment posted a year-on-year decrease as demand stagnated reflecting the off-season period of defense equipment procurement plans in addition to a significant decline in production of private-sector aircraft.

Sales of commercial vehicle equipment were at the level of the same period last year reflecting continued strong demand both in Japan and abroad.

Marine vessel equipment saw a year-on-year increase in sales as demand for MRO remained robust both in Japan and abroad.

[Accessibility solutions business]

The amount of orders received for accessibility solutions decreased by ¥1,972 million, or 3.4% year on year, to ¥55,981 million. Net sales dropped by ¥133 million, or 0.3% year on year, to ¥52,913 million, while operating income increased by ¥280 million, or 5.7% year on year, to ¥5,193 million.

Sales from the automatic door business remained virtually unchanged from the same period last year, reflecting strong demand in Japan and overseas for building doors despite the impact of postponed investments in automatic platform doors by domestic railway business operators.

[Others]

The amount of orders received for others rose by ¥3,958 million, or 31.9% year on year, to ¥16,375 million. Net sales increased by ¥1,271 million, or 10.7% year on year, to ¥13,137 million, while operating income grew by ¥653 million, or 56.8% year on year, to ¥1,801 million.

Sales of packaging machines recorded a year-on-year increase on the back of a rise in overseas demand, despite sluggish demand in Japan due to a decline in demand from the food service industry.

[Corporate or elimination]

Operating income included in corporate or elimination decreased by ¥2,807 million year on year, to (¥6,617) million reflecting an increase in pro-forma standard taxation arising from the increase in profits during the nine-month period under review, in addition to non-existence of gain on sale of real estate for non-business purpose (investment property) of ¥1,575 million which had been recorded in the same period last year.

Reference: Information by region

[Net sales]

(Million yen)

	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)	Change (%)
Japan	112,371	115,609	2.9
China	36,251	42,956	18.5
Other Asia	11,511	13,360	16.1
North America	11,805	11,522	(2.4)
Europe	26,453	29,128	10.1
Other areas	1,408	1,543	9.5
Total	199,800	214,117	7.2

(Note) Net sales are classified by country or region based on the location of the buyer.

2) Income before tax

Financial income was ¥126,622 million, mainly reflecting a valuation gain of ¥125,107 million due to the exclusion of Harmonic from application of the equity method. Financial costs were ¥47,187 million mainly arising from ¥44,519 million in the valuation loss on Harmonic's shares based on the stock price as of the end of the period under review, and ¥2,546 million in reversal of valuation gain associated with share acquisition rights recorded in the previous fiscal year. Equity in earnings of affiliates was ¥1,500 million. As a result, income before tax ended at ¥101,743 million, an increase of ¥81,004 million (390.6%) on a year-on-year basis.

3) Net income attributable to owners of the parent

In total, net income attributable to owners of the parent was ¥63,078 million, an increase of ¥50,056 million (384.4%) year on year, net of income tax expenses of ¥36,308 million and net income attributable to non-controlling interests of ¥2,357 million.

Total basic earnings per share were ¥518.71, an increase of ¥413.81 year on year.

(2) Analysis of Financial Position

1) Assets, liabilities and equity

(Million yen)

	As of the end of the previous consolidated fiscal year (December 31, 2020)	As of the end of the first nine-month period of the current consolidated fiscal year (September 30, 2021)	Change
Assets	351,723	482,978	131,254
Liabilities	140,083	234,405	94,323
Equity	211,641	248,572	36,932

[Assets]

Total assets as of September 30, 2021 were ¥482,978 million, an increase of ¥131,254 million from December 31, 2020, consisting of ¥288,419 million in current assets and ¥194,558 million in non-current assets. The key contributing positive factor was an increase of ¥158,450 million in assets reflecting the valuation gain on the exclusion of Harmonic from application of the equity method, and receipt of proceeds on partial sale of its shares, comprising ¥77,862 million in cash and cash equivalents, ¥49,465 million in assets held for sale, ¥49,465 million in other financial assets, and a negative ¥18,341 million in investments accounted for using the equity method.

Partial sale of the shares of Harmonic (9,160,200 shares) as of February 10, 2021 is represented as assets held for sale since the transfer of risk and economic value to the buyer is scheduled to be completed within one year from the end of the period under review.

[Liabilities]

Total liabilities as of September 30, 2021 were ¥234,405 million, an increase of ¥94,323 million from December 31, 2020, reflecting ¥194,744 million in current liabilities and ¥39,661 million in non-current liabilities. The main contributing positive factors included the posting of ¥77,862 million from the receipt of proceeds on the aforementioned partial sale of the shares of Harmonic in other financial liabilities because the transfer of risk and economic value to the buyer has not been substantially completed as of the end of the period under review, and a rise of ¥11,077 million in income taxes payable. The main contributing negative factors included a decrease of ¥13,158 million in bonds and borrowings.

[Equity]

Total equity as of September 30, 2021 stood at ¥248,572 million. Equity attributable to owners of the parent was ¥234,718 million, an increase of ¥36,687 million from December 31, 2020. The key contributing positive factor was the increase in retained earnings arising from net income attributable to owners of the parent of ¥63,078 million. Meanwhile, the main contributing negative factors included a decrease of ¥18,394 million in retained earnings due to cancellation of treasury shares and a decrease of ¥8,800 million in retained earnings due to dividend payment.

2. Summary of Quarterly Consolidated Financial Statements and Notes Thereto

(1) Summary of Quarterly Consolidated Statements of Financial Position

(Million yen)

	Note No.	End of consolidated FY 2020 (as of December 31, 2020)	End of the first nine-month period of consolidated FY 2021 (as of September 30, 2021)
Assets			
Current assets			
Cash and cash equivalents		64,665	115,335
Trade receivables		74,632	62,593
Contract assets		1,230	1,266
Other receivables		1,114	911
Inventories		36,505	45,690
Other financial assets		2,582	9,427
Other current assets		2,382	3,733
Total		183,110	238,954
Assets held for sale		—	49,465
Total current assets		183,110	288,419
Non-current assets			
Property, plant and equipment		89,522	88,646
Intangible assets		3,905	3,999
Right-of-use assets		7,558	7,292
Goodwill		14,658	14,933
Investment property		2,192	2,151
Investments accounted for using the equity method		34,887	14,923
Other financial assets		12,646	59,498
Deferred tax assets		2,016	2,088
Other non-current assets		1,230	1,028
Total non-current assets		168,614	194,558
Total assets		351,723	482,978

(Million yen)

	Note No.	End of consolidated FY 2020 (as of December 31, 2020)	End of the first nine-month period of consolidated FY 2021 (as of September 30, 2021)
Liabilities and equity			
Liabilities			
Current liabilities			
Operating payables		44,838	48,892
Contract liabilities		5,763	5,835
Bonds and borrowings		37,001	23,843
Other payables		9,723	7,754
Income taxes payable		6,700	17,776
Provisions		1,065	1,321
Lease liabilities		2,209	2,056
Other financial liabilities		—	77,879
Other current liabilities		6,362	9,387
Total current liabilities		113,662	194,744
Non-current liabilities			
Bonds and borrowings		2,865	2,865
Lease liabilities		6,291	6,099
Liabilities concerning retirement benefit		10,211	10,487
Deferred tax liabilities		4,949	18,384
Other financial liabilities		69	—
Other non-current liabilities		2,035	1,826
Total non-current liabilities		26,421	39,661
Total liabilities		140,083	234,405
Equity			
Capital stock		10,000	10,000
Share premium		14,998	14,904
Retained earnings		173,988	211,682
Treasury shares		(2,471)	(4,782)
Other components of equity		1,515	2,914
Equity attributable to owners of the parent		198,031	234,718
Non-controlling interests		13,610	13,855
Total equity		211,641	248,572
Total liabilities and equity		351,723	482,978

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

(Million yen)

	Note No.	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)
Net sales	2	199,800	214,117
Cost of sales		(146,890)	(155,532)
Gross profit		52,911	58,585
Other income		2,730	866
Selling, general and administrative expense		(36,396)	(38,318)
Other expenses		(407)	(324)
Operating income	2	18,838	20,808
Financial income		197	126,622
Financial costs		(683)	(47,187)
Equity in earnings of affiliates		2,387	1,500
Profit before tax		20,739	101,743
Income tax expense		(5,920)	(36,308)
Net income		14,819	65,435

Net income attributable to			
Owners of the parent		13,022	63,078
Non-controlling interests		1,797	2,357
Net income		14,819	65,435

(Yen)

Net income per share			
Basic earnings per share		104.90	518.71
Diluted earnings per share		104.86	518.61

Summary of Consolidated Statements of Comprehensive Income
First Nine-month Period

(Million yen)

	Note No.	First nine-month period of consolidated FY 2020 (January 1, 2020 to September 30, 2020)	First nine-month period of consolidated FY 2021 (January 1, 2021 to September 30, 2021)
Net income		14,819	65,435
Other comprehensive income			
Items that will not be reclassified to profit or loss			
Remeasurements of the net defined benefit liability (asset)		4	—
Net changes in financial assets measured at fair value through other comprehensive income		(802)	454
Share of other comprehensive income for equity method affiliates		199	—
Total components that will not be reclassified to profit or loss		(599)	454
Components that will be reclassified to profit or loss			
Exchange differences on foreign operations		(440)	3,549
Total components that will be reclassified to profit or loss		(440)	3,549
Other comprehensive income after taxes		(1,039)	4,003
Total comprehensive income		13,780	69,438
Comprehensive income attributable to			
Owners of the parent		12,153	66,310
Non-controlling interests		1,627	3,128
Total comprehensive income		13,780	69,438

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

First nine-month period of current consolidated fiscal year (January 1, 2020 to September 30, 2020)

(Million yen)

	Note No.	Capital stock	Share premium	Retained earnings	Treasury shares	Other components of equity	
						Exchange differences on foreign operations	Valuation difference due to change in fair value
Balance as of January 1, 2020		10,000	14,932	163,794	(2,536)	(3,639)	4,847
Net income		—	—	13,022	—	—	—
Other comprehensive income		—	—	—	—	(270)	(572)
Total comprehensive income		—	—	13,022	—	(270)	(572)
Acquisition, sales, etc. of treasury shares		—	—	—	66	—	—
Dividends		—	—	(9,700)	—	—	—
Transfer from other components of equity to retained earnings		—	—	(28)	—	—	2
Share-based compensation transactions		—	33	—	—	—	—
Total transactions with owners, etc.		—	33	(9,728)	66	—	2
Balance as of September 30, 2020		10,000	14,965	167,088	(2,470)	(3,909)	4,277

	Note No.	Other components of equity		Total equity attributable to owners of the parent	Non-controlling interests	Total equity
		Remeasurements of net defined benefit liability (asset)	Total			
Balance as of January 1, 2020		—	1,208	187,398	11,735	199,133
Net income		—	—	13,022	1,797	14,819
Other comprehensive income		(27)	(869)	(869)	(170)	(1,039)
Total comprehensive income		(27)	(869)	12,153	1,627	13,780
Acquisition, sales, etc. of treasury shares		—	—	66	—	66
Dividends		—	—	(9,700)	(1,215)	(10,914)
Transfer from other components of equity to retained earnings		27	28	—	—	—
Share-based compensation transactions		—	—	33	—	33
Total transactions with owners, etc.		27	28	(9,601)	(1,215)	(10,816)
Balance as of September 30, 2020		—	367	189,950	12,147	202,097

First nine-month period of current consolidated fiscal year (January 1, 2021 to September 30, 2021)

(Million yen)

	Note No.	Capital stock	Share premium	Retained earnings	Treasury shares	Other components of equity	
						Exchange differences on foreign operations	Valuation difference due to change in fair value
Balance as of January 1, 2021		10,000	14,998	173,988	(2,471)	(3,348)	4,863
Net income		—	—	63,078	—	—	—
Other comprehensive income		—	—	—	—	2,784	448
Total comprehensive income		—	—	63,078	—	2,784	448
Acquisition, sales, etc. of treasury shares		—	—	(23)	(20,706)	—	—
Cancellation of treasury shares		—	—	(18,394)	18,394	—	—
Dividends		—	—	(8,800)	—	—	—
Transfer from other components of equity to retained earnings		—	—	1,833	—	—	(1,833)
Share-based compensation transactions		—	(94)	—	—	—	—
Total transactions with owners, etc.		—	(94)	(25,385)	(2,311)	—	(1,833)
Balance as of September 30, 2021		10,000	14,904	211,682	(4,782)	(564)	3,478

	Note No.	Other components of equity		Total equity attributable to owners of the parent	Non-controlling interests	Total equity
		Remeasurements of net defined benefit liability (asset)	Total			
Balance as of January 1, 2021		—	1,515	198,031	13,610	211,641
Net income		—	—	63,078	2,357	65,435
Other comprehensive income		—	3,232	3,232	771	4,003
Total comprehensive income		—	3,232	66,310	3,128	69,438
Acquisition, sales, etc. of treasury shares		—	—	(20,728)	—	(20,728)
Cancellation of treasury shares		—	—	—	—	—
Dividends		—	—	(8,800)	(2,883)	(11,684)
Transfer from other components of equity to retained earnings		—	(1,833)	—	—	—
Share-based compensation transactions		—	—	(94)	—	(94)
Total transactions with owners, etc.		—	(1,833)	(29,623)	(2,883)	(32,506)
Balance as of September 30, 2021		—	2,914	234,718	13,855	248,572

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

1. Notes Relating to the Going Concern Assumption

None

2. Business Segments

(1) Summary of reportable segments

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

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

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

Business segment	Main lines of business
Component Solutions Business	The design, manufacture, sale, maintenance and repair of industrial robot components and equipment for construction machinery and its components
Transport Solutions Business	The design, manufacture, sale, maintenance and repair of brake systems and automatic door operating systems for railroad vehicles, aircraft components, brake systems and drive control units for vehicles, control systems for marine vessels, and components thereof
Accessibility Solutions Business	The design, manufacture, sale, installation, maintenance and repair of automatic door operating systems for buildings and general industry, platform safety systems, and components thereof

(2) Information on reportable segments

I. For the nine months ended September 30, 2020 (January 1, 2020 to September 30, 2020)

(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	77,582	57,306	53,046	187,934	11,866	199,800	—	199,800
Inter-segment sales	1,519	813	8	2,340	181	2,521	(2,521)	—
Total sales	79,101	58,119	53,053	190,274	12,047	202,321	(2,521)	199,800
Segment income (Operating income)	11,867	4,720	4,913	21,500	1,148	22,649	(3,810)	18,838
Finance income				—				197
Finance costs				—				(683)
Equity in earnings of affiliates				—				2,387
Income before tax				—				20,739

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, machine tools, 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 nine months ended September 30, 2021 (January 1, 2021 to September 30, 2021)

(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	100,198	47,869	52,913	200,980	13,137	214,117	—	214,117
Inter-segment sales	1,849	853	2	2,705	295	3,000	(3,000)	—
Total sales	102,047	48,722	52,915	203,684	13,432	217,116	(3,000)	214,117
Segment income (Operating income)	16,703	3,728	5,193	25,625	1,801	27,425	(6,617)	20,808
Financial income	—							126,622
Financial costs	—							(47,187)
Equity in earnings of affiliates	—							1,500
Income before tax	—							101,743

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, machine tools, 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.

3. Other Information

(1) Order Backlog by Business Segment

Business segment	As of the end of the first nine-month period of consolidated FY 2020 (September 30, 2020)		As of the end of the first nine-month period of consolidated FY 2021 (September 30, 2021)	
	Amount (million yen)	% to total	Amount (million yen)	% to total
Component Solutions	27,144	20.6	36,132	25.8
Transport Solutions	59,237	44.9	52,000	37.2
Accessibility Solutions	37,012	28.1	41,400	29.6
Others	8,521	6.4	10,406	7.4
Total	131,914	100.0	139,937	100.0