

October 30, 2015

To whom it may concern,

Company name: Nabtesco Corporation
Representative: Kazuaki Kotani, Representative Director, President & CEO
(Code: 6268, 1st Section of TSE)
Contact: Toshihiro Matsumoto, General Manager, General Administration Dept.
(Telephone: +81-3-5213-1133)

Announcement on Revisions to Financial Forecasts

Nabtesco Corporation (hereinafter, “the Company”) hereby announces that it has revised the full-year financial forecast (consolidated) announced on May 8, 2015 based on recent developments in its business performance. The details are as follows:

1. Revision to financial forecast

(1) Revision to the full-year forecast for consolidated FY 2015 (April 1, 2015 to December 31, 2015)

(Million yen)

	Net sales	Operating income	Ordinary income	Net income attributable to parent company shareholders	Net income per share (Yen)
Previously announced forecast (A) (Announced on May 8, 2015)	200,000	17,900	19,700	13,400	105.88
Revised forecast (B)	191,000	16,200	17,100	11,400	91.59
Change (B-A)	(9,000)	(1,700)	(2,600)	(2,000)	-
Rate of change (%)	(4.5)	(9.5)	(13.2)	(14.9)	-

(2) Reason for the revision

The Company’s sales for China have fallen significantly due to the slowdown of Chinese economy and the stagnation of growth in Southeast Asian countries, while the United States economy has been showing steady growth and European economy has been recovering modestly.

The performance of Aircraft and Hydraulic Equipment Business in particular, was affected for the worse due to extraordinary weakening demand for construction machinery in China, and Transport Equipment Business was also influenced by postponement of some orders received from China high-speed rail projects, etc. As a result, both sales and profits are expected to fall below our previous forecast.

For the above reasons, we have decided to revise our full-year forecast for consolidated FY 2015.

2. Reference

Segment information by business category for the full-year consolidated financial forecast for FY 2015 (April 1, 2015 to December 31, 2015)

[Net sales] (Million yen)

	Precision Equipment	Transport Equipment	Aircraft and Hydraulic Equipment	Industrial Equipment	Total
Previously announced forecast (A) (Announced on May 8, 2015)	46,300	51,700	45,700	56,300	200,000
Revised forecast (B)	46,600	48,300	40,100	56,000	191,000
Change (B-A)	300	(3,400)	(5,600)	(300)	(9,000)
Rate of change (%)	0.6	(6.6)	(12.3)	(0.5)	(4.5)

[Operating income] (Million yen)

	Precision Equipment	Transport Equipment	Aircraft and Hydraulic Equipment	Industrial Equipment	Total
Previously announced forecast (A) (Announced on May 8, 2015)	6,500	9,200	0	2,200	17,900
Revised forecast (B)	7,100	8,600	(2,300)	2,800	16,200
Change (B-A)	600	(600)	(2,300)	600	(1,700)
Rate of change (%)	9.2	(6.5)	—	27.3	(9.5)

(Note) Because the company changes the closing date from March 31 to December 31, the consolidated financial forecast covers a nine-month period (April 1, 2015 to December 31, 2015) for the companies whose closing date was March 31 and a twelve-month period (January 1, 2015 to December 31, 2015) for the companies whose closing date was December 31 as of the past.

(Note) The above figures are forecasts based on the information available to management as of the date hereof. Actual results may differ from these forecasts due to various factors.