



Financial Statements Summary for the Six Months Ended September 30, 2020 [IFRS](Consolidated)

October 26, 2020

Company name: NIDEC CORPORATION URL <https://www.nidec.com/en/>
 Stock listing: Tokyo Stock Exchange - First Section
 Code number: 6594
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 Scheduled date of filing of Japanese quarterly report: November 12, 2020
 Scheduled date of dividend payable: December 1, 2020
 Supplemental materials for quarterly results: Yes
 Quarterly earning presentation held: Yes

(Amount Unit: Yen in Millions, unless otherwise indicated)
 (Amounts are rounded to nearest million yen)

1. Consolidated Financial Results for the six months ended September 30, 2020 (April 1, 2020 to September 30, 2020)

(1) Consolidated Operating Results (Percentage represents year-on-year changes)

	Net sales		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Comprehensive income for the period	
		%		%		%		%		%
For the six months ended September 30, 2020	751,794	0.1	69,180	12.0	66,005	4.2	48,783	79.2	40,554	-
For the six months ended September 30, 2019	751,277	-	61,787	-	63,330	-	27,227	-	(23,098)	-
	Earnings per share attributable to owners of the parent-basic (Yen)				Earnings per share attributable to owners of the parent-diluted (Yen)					
For the six months ended September 30, 2020	83.28								-	
For the six months ended September 30, 2019	46.26								-	

- (Notes) 1. "Earnings per share attributable to owners of the parent-basic" and "Earnings per share attributable to owners of the parent-diluted" have been calculated based on figures of "Profit attributable to owners of the parent".
2. NIDEC finalized a part or all of the provisional accounting treatment for the business combination in the six months ended September 30, 2020. Condensed quarterly consolidated financial statements and consolidated financial statements for the year ended March 31, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination. From the three months ended June 30, 2019, the business of compressor for refrigerator of Secop has been classified as discontinued operations. As a result, the amounts of net sales, operating profit and profit before income taxes no longer include discontinued operations, presenting only the amounts for continuing operations.
3. NIDEC implemented a two-for-one common stock split, effective April 1, 2020. Earnings per share attributable to owners of the parent-basic and Earnings per share attributable to owners of the parent-diluted were calculated on the assumption that the relevant stock split had been implemented at the beginning of the year ended March 31, 2020.

(2) Consolidated Financial Position

	Total assets	Total equity	Total equity attributable to owners of the parent	Ratio of total equity attributable to owners of the parent to total assets
As of September 30, 2020	2,078,544	985,577	966,604	46.5%
As of March 31, 2020	2,122,493	967,633	947,290	44.6%

2. Dividends

	Dividends per share (Yen)				
	1 st quarter end	2 nd quarter end	3 rd quarter end	Fiscal year end	Total
Year ended March 31, 2020	-	55.00	-	60.00	115.00
Year ending March 31, 2021	-	30.00	-	-	-
Year ending March 31, 2021 (Forecast)	-	-	-	30.00	60.00

- (Notes) 1. Revision of previously announced dividend targets during this reporting period: None
2. NIDEC implemented a two-for-one common stock split, effective April 1, 2020. However, the actual amounts of dividends for the year ended March 31, 2020 have not been retroactively adjusted and are shown on a pre-stock split basis.

3. Forecast of Consolidated Financial Performance for the Year ending March 31, 2021 (April 1, 2020 to March 31, 2021)

(Percentage represents year-on-year changes)

	Net sales		Operating profit		Profit before income taxes		Profit attributable to owners of the parent		Earnings per share attributable to owners of the parent-basic
		%		%		%		%	(Yen)
Fiscal year end	1,550,000	1.0	140,000	29.0	136,000	29.3	105,000	79.6	179.26

(Note) Revision of the previously announced financial performance forecast during this reporting period: Yes

Notes

(1) Changes in Significant Subsidiaries during This Period (changes in “specified subsidiaries” (*tokutei kogaisha*) resulting in the change in scope of consolidation) : None

(2) Changes in Accounting Policies and Changes in Accounting Estimates:

1. Changes in accounting policies required by IFRS : None
2. Changes in accounting policies due to other reasons : None
3. Changes in accounting estimates : None

(3) Number of Shares Issued (Ordinary Shares)

1. Number of shares issued at the end of the period (including treasury stock):

As of September 30, 2020: 596,284,468 As of March 31, 2020: 596,284,468

2. Number of treasury stock at the end of the period:

As of September 30, 2020: 10,551,320 As of March 31, 2020: 10,530,534

3. Weighted-average number of shares outstanding during the period:

For the six months ended September 30, 2020: 585,733,592 For the six months ended September 30, 2019: 588,587,131

(Note) NIDEC implemented a two-for-one common stock split, effective April 1, 2020. Number of shares issued (ordinary shares) was calculated on the assumption that the relevant stock split had been implemented at the beginning of the year ended March 31, 2020.

*This quarterly report is not subject to quarterly review procedures by certified public accountants or an auditing firm.

*Explanation for appropriate use of forecast and other notes

Forward-looking statements, such as forecast of consolidated financial performance, stated in this document are based on information currently possessed by NIDEC or certain assumptions that NIDEC has deemed as rational. NIDEC cannot make any assurances that the contents mentioned in these forward-looking statements will ever materialize. Actual financial performance could be significantly different from NIDEC’s expectations as a result of various factors. For the assumptions used and other notes, please refer to “1. Overview of Operating Results, Etc. (3). Explanation Regarding Future Forecast Information of Consolidated Financial Results” on page 12.

In this document, the terms “we”, “us”, “our” and “NIDEC” refer to Nidec Corporation and consolidated subsidiaries or, as the context may require, Nidec Corporation on a non-consolidated basis.

NIDEC finalized the provisional accounting treatment for the business combination in the six months ended September 30, 2020. Condensed quarterly consolidated financial statements and consolidated financial statements for the year ended March 31, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination.

From the three months ended June 30, 2019, the business of compressor for refrigerator of Secop has been classified as discontinued operations. As a result, the amounts of net sales, operating profit and profit before income taxes no longer include discontinued operations, presenting only the amounts for continuing operations.

Investor presentation materials relating to our financial results for the six months ended September 30, 2020 are expected to be published on our corporate website on October 26, 2020.

1. Overview of Operating Results, Etc.

(1) Overview of Operating Results for the Six Months Ended September 30, 2020

1. Overview of Business Environment for the Six Months Ended September 30, 2020

During the six months ended September 30, 2020, the global economy saw the International Monetary Fund (IMF)'s World Economic Outlook (WEO) forecasting a negative growth of 4.4% in 2020 due to the spread of the new coronavirus (COVID-19) infection, an upward revision of 0.8 points from June. Although the extent of deterioration has narrowed due to a huge financial stimulus, it is significantly worse than in 2009 (down 0.1%) during the global financial crisis. Major countries have launched huge fiscal stimulus measures of 12 trillion dollars in total, and the global economy is returning to a recovery trajectory from the July-September period, but the recovery process is expected to be slow as huge public and private debt constrains economic growth. According to WEO, the U.S. hastened to restart its economy, so the number of infected people is the largest in the world, but the economy is expected to recover faster than expected. Meanwhile China is expected to grow by 1.9%, the only country expected to witness a positive growth in 2020. In Japan, an increase in the number of infected people is relatively restrained, and the growth rate in 2020 is -5.3%, which is revised upward by 0.5 points from the forecast as of June, but it is still expected to grow at the same level as in 2009 (down 5.4%) immediately after the global financial crisis.

2. Consolidated Operating Results

Consolidated Operating Results for the Six Months Ended September 30, 2020 (“this six-month period”), Compared to the Six Months Ended September 30, 2019 (“the same period of the prior year”)

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales	751,277	751,794	517	0.1%
Operating profit	61,787	69,180	7,393	12.0%
Operating profit ratio	8.2%	9.2%	-	-
Profit before income taxes	63,330	66,005	2,675	4.2%
Profit for the period from continuing operations	48,371	49,438	1,067	2.2%
Loss for the period from discontinued operations	(19,955)	(99)	19,856	-
Profit attributable to owners of the parent	27,227	48,783	21,556	79.2%

Consolidated net sales from continuing operations increased 0.1% to ¥751,794 million for this six-month period compared to the same period of the prior year. Operating profit increased 12.0% to ¥69,180 million for this six-month period compared to the same period of the prior year mainly due to thorough manufacturing cost improvement, fixed cost rationalization, and others through WPR4 Project.

Profit before income taxes increased 4.2% to ¥66,005 million and profit for the period from continuing operations increased 2.2% to ¥49,438 million compared to the same period of the prior year, respectively.

Profit attributable to owners of the parent, including loss for the period from discontinued operations, increased 79.2% to ¥48,783 million, due to the loss related to sales of the business of compressor for refrigerator of Secop and others of the prior year.

The average exchange rate between the Japanese yen and the U.S. dollar for this six-month period was ¥106.92 to the U.S. dollar, which reflected an approximately 2% appreciation of the Japanese yen against the U.S. dollar, compared to the same period of the prior year. The average exchange rate between the Japanese yen and the Euro for this six-month period was ¥121.30 to the Euro, which reflected a slight appreciation of the Japanese yen against the Euro, compared to the same period of the prior year. The fluctuations of the foreign currency exchange rates had a negative effect on net sales by approximately ¥9,300 million and on operating profit by approximately ¥400 million for this six-month period compared to the same period of the prior year.

NIDEC finalized the provisional accounting treatment for the business combination in the six months ended September 30, 2020. Condensed quarterly consolidated financial statements for the six months ended September 30, 2019 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination. From the three months ended June 30, 2019, the business of compressor for refrigerator of Secop has been classified as discontinued operations. As a result, the amounts of net sales, operating profit and profit before income taxes no longer include discontinued operations, presenting only the amounts for continuing operations.

Operating Results by Product Category for This Six-Month Period Compared to the Same Period of the Previous Year

Small precision motors

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	219,810	223,462	3,652	1.7%
Spindle motors for hard disk drives (HDDs)	77,614	84,206	6,592	8.5%
Other small precision motors	142,196	139,256	(2,940)	(2.1)%
Operating profit	24,989	33,099	8,110	32.5%
Operating profit ratio	11.4%	14.8%	-	-

Net sales of this category increased 1.7% to ¥223,462 million for this six-month period compared to the same period of the prior year. The fluctuations of the foreign currency exchange rates had a negative effect on net sales of this category by approximately ¥2,500 million for this six-month period compared to the same period of the prior year.

Net sales of spindle motors for HDDs increased 8.5% to ¥84,206 million for this six-month period compared to the same period of the prior year. The number of units sold of spindle motors for HDDs decreased approximately 10.2% compared to the same period of the prior year, but the sales increased due to strong sales of HDD motors for data centers and others. Net sales of other small precision motors decreased 2.1% to ¥139,256 million for this six-month period compared to the same period of the prior year.

Operating profit of this category increased 32.5% to ¥33,099 million for this six-month period compared to the same period of the prior year, mainly due to thorough manufacturing cost improvement and others. The fluctuations of the foreign currency exchange rates had a negative effect on operating profit of this category by approximately ¥300 million for this six-month period compared to the same period of the prior year.

Automotive products

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	150,832	149,135	(1,697)	(1.1)%
Operating profit	13,582	4,397	(9,185)	(67.6)%
Operating profit ratio	9.0%	2.9%	-	-

Net sales of this category decreased 1.1% to ¥149,135 million for this six-month period compared to the same period of the previous year. This decrease was due to significant decrease in sales of actuator products of Nidec Motors & Actuators and control valves of Nidec Tosok Corporation and others, while the impact of the acquisition of OMRON Automotive Electronics Co. Ltd. The fluctuations of the foreign currency exchange rates had a negative effect on net sales of this category by approximately ¥1,100 million for this six-month period compared to the same period of the previous year.

Operating profit of this category decreased 67.6% to ¥4,397 million for this six-month period compared to the same period of the previous year, due to the continued inclusion of development costs for traction motor systems (E-Axle) and others, whose demand is expanding rapidly, while improving all manufacturing costs through WPR4 Project with our total efforts. The fluctuations of the foreign currency exchange rates had a positive effect on operating profit of this category by approximately ¥200 million for this six-month period compared to the same period of the previous year.

Appliance, commercial and industrial products

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	270,580	273,334	2,754	1.0%
Operating profit	18,615	22,022	3,407	18.3%
Operating profit ratio	6.9%	8.1%	-	-

Net sales of this category increased 1.0% to ¥273,334 million for this six-month period compared to the same period of the prior year, primarily due to the impact of the acquisition of Embraco. The fluctuations of the foreign currency exchange rates had a negative effect on net sales of this category by approximately ¥4,200 million for this six-month period compared to the same period of the previous year.

Operating profit of this category increased 18.3% to ¥22,022 million for this six-month period compared to the same period of the previous year, mainly due to manufacturing cost improvement and fixed cost rationalization. The fluctuations of the foreign currency exchange rates had a negative effect on operating profit of this category by ¥300 million for this six-month period compared to the same period of the previous year.

Machinery

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	76,980	74,650	(2,330)	(3.0)%
Operating profit	11,189	12,329	1,140	10.2%
Operating profit ratio	14.5%	16.5%	-	-

Net sales of this category decreased 3.0% to ¥74,650 million for this six-month period compared to the same period of the previous year, due to lower sales in card readers and speed reducers and other factors.

Operating profit of this category increased 10.2% to ¥12,329 million for this six-month period compared to the same period of the previous year, due to the effect of manufacturing cost improvement and fixed cost rationalization, despite a decrease in profit due to the decrease in sales.

Electronic and optical components

(Yen in millions)

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	30,805	29,607	(1,198)	(3.9)%
Operating profit	2,388	3,317	929	38.9%
Operating profit ratio	7.8%	11.2%	-	-

Net sales of this category decreased 3.9% to ¥29,607 million for this six-month period compared to the same period of the previous year.

Operating profit of this category increased 38.9% to ¥3,317 million for this six-month period compared to the same period of the previous year, due to manufacturing cost improvement.

Other products*(Yen in millions)*

	For the six months ended September 30,		Increase or decrease	Ratio of change
	2019	2020		
Net sales to external customers	2,270	1,606	(664)	(29.3)%
Operating profit	332	181	(151)	(45.5)%
Operating profit ratio	14.6%	11.3%	-	-

Net sales of this category decreased 29.3% to ¥1,606 million and operating profit of this category decreased 45.5% to ¥181 million for this six-month period compared to the same period of the prior year.

**Consolidated Operating Results for the Three Months Ended September 30, 2020 (“2Q”),
Compared to the Previous Three Months Ended June 30, 2020 (“1Q”)**

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales	336,876	414,918	78,042	23.2%
Operating profit	27,793	41,387	13,594	48.9%
Operating profit ratio	8.3%	10.0%	-	-
Profit before income taxes	27,410	38,595	11,185	40.8%
Profit for the period from continuing operations	20,461	28,977	8,516	41.6%
Loss for the period from discontinued operations	(74)	(25)	49	-
Profit attributable to owners of the parent	20,058	28,725	8,667	43.2%

Consolidated net sales from continuing operations increased 23.2% to ¥414,918 million for 2Q compared to 1Q, renewing the highest record of the quarterly consolidated accounting period. Operating profit increased 48.9% to ¥41,387 million for 2Q compared to 1Q due to thorough manufacturing cost improvement, fixed cost rationalization, and others through WPR4 Project. The operating profit ratio recovered to double digits at 10.0%. Profit before income taxes increased 40.8% to ¥38,595 million and profit for the period from continuing operations increased 41.6% to ¥28,977 million for 2Q compared to 1Q.

Profit attributable to owners of the parent, including loss for the period from discontinued operations, increased 43.2% to ¥28,725 million for 2Q compared to 1Q.

The average exchange rate between the Japanese yen and the U.S. dollar for 2Q was ¥106.22 to the U.S. dollar, which reflected an approximately 1% appreciation of the Japanese yen against the U.S. dollar, compared to 1Q. The average exchange rate between the Japanese yen and the Euro for 2Q was ¥124.11 to the Euro, which reflected an approximately 5% depreciation of the Japanese yen against the Euro, compared to 1Q. The fluctuations of the foreign currency exchange rates had a negative effect on net sales by approximately ¥1,000 million and a negative effect on operating profit by approximately ¥500 million for 2Q compared to 1Q.

NIDEC finalized the provisional accounting treatment for the business combination in the six months ended September 30, 2020. Condensed quarterly consolidated financial statements for the three months ended June 30, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination. From the three months ended June 30, 2019, the business of compressor for refrigerator of Secop has been classified as discontinued operations. As a result, the amounts of net sales, operating profit and profit before income taxes no longer include discontinued operations, presenting only the amounts for continuing operations.

Operating Results by Product Category for 2Q Compared to 1Q

Small precision motors

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	104,418	119,044	14,626	14.0%
Spindle motors for hard disk drives (HDDs)	37,043	47,163	10,120	27.3%
Other small precision motors	67,375	71,881	4,506	6.7%
Operating profit	14,283	18,816	4,533	31.7%
Operating profit ratio	13.7%	15.8%	-	-

Net sales of this category increased 14.0% to ¥119,044 million and the impact of foreign exchange rates decreased sales by approximately ¥700 million for 2Q compared to 1Q.

Net sales of spindle motors for HDDs increased 27.3% to ¥47,163 million for 2Q compared to 1Q. The number of units sold of spindle motors for HDDs increased approximately 25.4% for 2Q compared to 1Q. Net sales of other small precision motors increased 6.7% to ¥71,881 million for 2Q compared to 1Q.

Operating profit of this category increased 31.7% to ¥18,816 million for 2Q compared to 1Q, due to the increase in sales and others. The impact of foreign exchange rates decreased operating profit by approximately ¥200 million for 2Q compared to 1Q.

Automotive products

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	56,797	92,338	35,541	62.6%
Operating profit (loss)	(258)	4,655	4,913	-
Operating profit ratio	(0.5)%	5.0%	-	-

Net sales of this category increased 62.6% to ¥92,338 million for 2Q compared to 1Q, mainly due to an increase in sales of automotive electronics components and actuator products. The fluctuations of the foreign currency exchange rates had a positive effect on net sales of this category by approximately ¥900 million for 2Q compared to 1Q.

Operating profit of this category increased ¥4,913 million to ¥4,655 million for 2Q compared to 1Q due to the improvement of all manufacturing costs through WPR4 project with our total efforts, while continually including development costs for traction motor system (E-Axle) and others, whose demand is expanding rapidly. Operating profit ratio of existing products other than traction motors recovered to double digits due to the increase in sales and manufacturing cost improvements through the WPR4 project. The fluctuations of the foreign exchange rates had a positive effect on operating profit of this category by approximately ¥200 million for 2Q compared to 1Q.

Appliance, commercial and industrial products

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	125,096	148,238	23,142	18.5%
Operating profit	8,967	13,055	4,088	45.6%
Operating profit ratio	7.2%	8.8%	-	-

Net sales of this category increased 18.5% to ¥148,238 million for 2Q compared to 1Q, mainly due to the recovery of global demand. The fluctuations of the foreign currency exchange rates had a negative effect on net sales of this category by approximately ¥1,000 million for 2Q compared to 1Q.

Operating profit of this category increased 45.6% to ¥13,055 million for 2Q compared to 1Q, mainly due to an increasing sales, manufacturing cost improvement and fixed cost rationalization. The fluctuations of the foreign currency exchange rates had a negative effect on operating profit of this category by approximately ¥200 million for 2Q compared to 1Q.

Machinery

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	35,729	38,921	3,192	8.9%
Operating profit	6,181	6,148	(33)	(0.5)%
Operating profit ratio	17.3%	15.8%	-	-

Net sales of this category increased 8.9% to ¥38,921 million for 2Q compared to 1Q, mainly due to an increase in sales of LCD panel handling robots and others. Operating profit of this category decreased 0.5% to ¥6,148 million for 2Q compared to 1Q due to a deterioration in the product mix and other factors, despite an increase in profit due to the increase in sales.

Electronic and optical components

(Yen in millions)

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	14,086	15,521	1,435	10.2%
Operating profit	1,496	1,821	325	21.7%
Operating profit ratio	10.6%	11.7%	-	-

Net sales of this category increased 10.2% to ¥15,521 million for 2Q compared to 1Q and operating profit of this category increased 21.7% to ¥1,821 million for 2Q compared to 1Q, mainly due to an increasing sales.

Other products*(Yen in millions)*

	For the three months ended		Increase or decrease	Ratio of change
	June 30, 2020	September 30, 2020		
Net sales to external customers	750	856	106	14.1%
Operating profit	84	97	13	15.5%
Operating profit ratio	11.2%	11.3%	-	-

Net sales of this category increased 14.1% to ¥856 million for 2Q compared to 1Q and operating profit of this category increased 15.5% to ¥97 million for 2Q compared to 1Q.

(2) Financial Position

(Yen in millions)

	As of March 31, 2020	As of September 30, 2020	Increase or decrease
Total assets	2,122,493	2,078,544	(43,949)
Total liabilities	1,154,860	1,092,967	(61,893)
Total equity attributable to owners of the parent	947,290	966,604	19,314
Interest-bearing debt *1	599,951	577,944	(22,007)
Net interest-bearing debt *2	392,965	402,090	9,125
Debt ratio (%) *3	28.3	27.8	(0.5)
Debt to equity ratio (“D/E ratio”) (times) *4	0.63	0.60	(0.03)
Net D/E ratio (times) *5	0.41	0.42	0.01
Ratio of total equity attributable to owners of the parent to total assets (%) *6	44.6	46.5	1.9

(Notes) *1. Interest-bearing debt: The sum of “short term borrowings”, “long term debt due within one year” and “long term debt” on the consolidated statements of financial position

*2. Net interest-bearing debt: Interest-bearing debt less “cash and cash equivalents”

*3. Debt ratio: Interest-bearing debt divided by total assets

*4. D/E ratio: Interest-bearing debt divided by total equity attributable to owners of the parent

*5. Net D/E ratio: Net interest-bearing debt divided by total equity attributable to owners of the parent

*6. Ratio of total equity attributable to owners of the parent to total assets: Total equity attributable to owners of the parent divided by total assets

Total assets decreased ¥43,949 million to ¥2,078,544 million as of September 30, 2020 compared to March 31, 2020. This was mainly due to decreases of ¥31,132 million in cash and cash equivalents, and ¥9,751 million in inventories.

Total liabilities decreased ¥61,893 million to ¥1,092,967 million as of September 30, 2020 compared to March 31, 2020. This was mainly due to decreases of ¥31,827 million in trade and other payables, and ¥22,007 million in interest-bearing debt. Specifically, short term borrowings decreased ¥11,242 million to ¥105,712 million, long term debt due within one year decreased ¥13,267 million to ¥98,607 million and long term debt increased ¥2,502 million to ¥373,625 million as of September 30, 2020 compared to March 31, 2020.

As a result, net interest-bearing debt increased to ¥402,090 million as of September 30, 2020 from ¥392,965 million as of March 31, 2020. The debt ratio that includes lease liabilities decreased to 27.8% as of September 30, 2020 from 28.3% as of March 31, 2020. The D/E ratio decreased to 0.60 times as of September 30, 2020 from 0.63 times as of March 31, 2020. The net D/E ratio increased to 0.42 times as of September 30, 2020 from 0.41 times as of March 31, 2020.

Total equity attributable to owners of the parent increased ¥19,314 million to ¥966,604 million as of September 30, 2020 compared to March 31, 2020. Ratio of total equity attributable to owners of the parent to total assets increased to 46.5% as of September 30, 2020 from 44.6% as of March 31, 2020. This was mainly due to an increase in retained earnings of ¥32,507 million, though there was a decrease in other components of equity of ¥9,419 million caused mainly by foreign currency translation adjustments.

NIDEC finalized the provisional accounting treatment for the business combination in the six months ended September 30, 2020. Consolidated financial statements for the year ended March 31, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination.

Overview of Cash Flow

(Yen in millions)

	For the six months ended September 30,		Increase or decrease
	2019	2020	
Net cash provided by operating activities	73,848	76,114	2,266
Net cash used in investing activities	(180,360)	(52,287)	128,073
Free cash flow *1	(106,512)	23,827	130,339
Net cash (used in) provided by financing activities	74,157	(53,062)	(127,219)

(Note) *1. Free cash flow: The sum of “net cash provided by operating activities” and “net cash used in investing activities”.

Cash flows from operating activities for this six-month period came to a net cash inflow of ¥76,114 million. Compared to the same period of the prior year, the cash inflow from operating activities for this six-month period increased ¥2,266 million. This increase was mainly due to increases in profit for the period of ¥20,923 million and in inventories net changes year on year of ¥7,052 million. On the other hand, there was a decrease in loss from sales of discontinued operations of ¥18,282 million, and an increase in accounts receivable net changes year on year of ¥8,260 million.

Cash flows from investing activities for this six-month period came to a net cash outflow of ¥52,287 million. Compared to the same period of the prior year, the net cash outflow from investing activities for this six-month period decreased ¥128,073 million mainly due to decreases in acquisitions of business, net of cash acquired of ¥106,740 million, and in additions to property, plant and equipment of ¥24,203 million.

As a result, we had a positive free cash flow of ¥23,827 million for this six-month period, an increase of ¥130,339 million compared to a negative free cash flow of ¥106,512 million for the same period of the prior year.

Cash flows from financing activities for this six-month period came to a net cash outflow of ¥53,062 million. Compared to the same period of the prior year, the net cash outflow from financing activities for this six-month period increased ¥127,219 million mainly due to a decrease in proceeds from issuance of bonds of ¥50,000 million, an increase of redemption of bonds of ¥35,000 million, and a decrease of short term borrowings net changes year on year of ¥35,906 million.

As a result of the foregoing factors and the impact of foreign exchange fluctuations, the balance of cash and cash equivalents as of September 30, 2020 decreased ¥31,132 million to ¥175,854 million from March 31, 2020. All the above amounts include discontinued operations.

(3) Explanation Regarding Future Forecast Information of Consolidated Financial Results

Though the trend of the world economy is returning to a recovery trajectory by large-scale fiscal stimulus mainly in developed countries, it is expected that the unpredictable situation will continue due to the risk factors such as the spread of COVID-19 infection in the Americas, South Asia, Africa and others, the arrival of the second wave in Europe, deterioration of corporate performance, the U.S.-China tension, and the prospect of the U.S. presidential election.

Under such an environment, as the business forecasts in the six months ended September 30, 2020 was stronger than our expectations underlying our previous forecasts announced on July 21, 2020, we are revising our business forecasts for the year ending March 31, 2021.

The forecasts for the year ending March 31, 2021 described below are prepared based on an assumption that exchange rates are US\$1 = ¥105 and €1 = ¥117.

Forecast of Consolidated Financial Performance for the Year Ending March 31, 2021

Net sales	¥1,550,000 million	(101.0% compared to the previous fiscal year)
Operating profit	¥140,000 million	(129.0% compared to the previous fiscal year)
Profit before income taxes	¥136,000 million	(129.3% compared to the previous fiscal year)
Profit attributable to owners of the parent	¥105,000 million	(179.6% compared to the previous fiscal year)

(Notes) 1. Consolidated performance is based on IFRS.

2. The calculations for the conversion of Asian currencies into Japanese yen also used the exchange rates, US\$1 = ¥105 and €1 = ¥117.

Cautionary Note Regarding Forward-Looking Statements

Forward-looking statements, such as forecast of consolidated financial performance, stated in this document are based on information currently possessed by NIDEC or certain assumptions that NIDEC has deemed as rational. NIDEC cannot make any assurances that the contents mentioned in these forward-looking statements will ever materialize. Actual financial performance could be significantly different from NIDEC's expectations as a result of various factors.

2. Condensed Quarterly Consolidated Financial Statements and Other Information

(1) Condensed Quarterly Consolidated Statements of Financial Position

(Yen in millions)

	As of March 31, 2020	As of September 30, 2020
Assets		
Current assets		
Cash and cash equivalents	206,986	175,854
Trade and other receivables	394,259	402,872
Other financial assets	913	2,619
Income tax receivables	12,885	9,231
Inventories	278,185	268,434
Other current assets	40,309	40,269
Total current assets	933,537	899,279
Non-current assets		
Property, plant and equipment	633,604	634,371
Goodwill	310,487	307,248
Intangible assets	191,653	189,327
Investments accounted for using the equity method	3,294	3,065
Other investments	14,479	15,071
Other financial assets	6,888	6,672
Deferred tax assets	18,274	13,624
Other non-current assets	10,277	9,887
Total non-current assets	1,188,956	1,179,265
Total assets	2,122,493	2,078,544

(Yen in millions)

	As of March 31, 2020	As of September 30, 2020
Liabilities		
Current liabilities		
Short term borrowings	116,954	105,712
Long term debt due within one year	111,874	98,607
Trade and other payables	345,193	313,366
Other financial liabilities	9,109	4,938
Income tax payables	18,726	17,572
Provisions	30,430	31,288
Other current liabilities	64,884	64,175
Total current liabilities	697,170	635,658
Non-current liabilities		
Long term debt	371,123	373,625
Other financial liabilities	4,085	1,948
Retirement benefit liabilities	31,077	31,514
Provisions	942	724
Deferred tax liabilities	45,830	44,530
Other non-current liabilities	4,633	4,968
Total non-current liabilities	457,690	457,309
Total liabilities	1,154,860	1,092,967
Equity		
Common stock	87,784	87,784
Additional paid-in capital	114,754	111,086
Retained earnings	924,293	956,800
Other components of equity	(115,791)	(125,210)
Treasury stock	(63,750)	(63,856)
Total equity attributable to owners of the parent	947,290	966,604
Non-controlling interests	20,343	18,973
Total equity	967,633	985,577
Total liabilities and equity	2,122,493	2,078,544

**(2) Condensed Quarterly Consolidated Statements of Income
and Condensed Quarterly Consolidated Statements of Comprehensive Income**

For the six month ended September 30, 2019 and 2020

Condensed Quarterly Consolidated Statements of Income

(Yen in millions)

	For the six months ended September 30,	
	2019	2020
Continuing operations		
Net Sales	751,277	751,794
Cost of sales	(582,773)	(585,079)
Gross profit	168,504	166,715
Selling, general and administrative expenses	(69,664)	(66,293)
Research and development expenses	(37,053)	(31,242)
Operating profit	61,787	69,180
Financial income	6,050	2,230
Financial expenses	(5,514)	(3,202)
Derivative gain (loss)	(1,730)	(620)
Foreign exchange differences	3,530	(1,303)
Share of net profit (loss) from associate accounting using the equity method	(793)	(280)
Profit before income taxes	63,330	66,005
Income tax expenses	(14,959)	(16,567)
Profit for the period from continuing operations	48,371	49,438
Discontinued operations		
Loss for the period from discontinued operations	(19,955)	(99)
Profit for the period	28,416	49,339
Profit for the period attributable to:		
Owners of the parent	27,227	48,783
Non-controlling interests	1,189	556
Profit for the period	28,416	49,339

Condensed Quarterly Consolidated Statements of Comprehensive Income
(Yen in millions)

	For the six months ended September 30,	
	2019	2020
Profit for the period	28,416	49,339
Other comprehensive income, net of taxation		
Items that will not be reclassified to net profit or loss:		
Remeasurement of defined benefit plans	(972)	(21)
Fair value movements on FVTOCI equity financial assets	(8)	478
Items that may be reclassified to net profit or loss:		
Foreign currency translation adjustments	(49,423)	(13,363)
Effective portion of net changes in fair value of cash flow hedges	(1,115)	4,096
Fair value movements on FVTOCI debt financial assets	4	25
Total other comprehensive income for the period, net of taxation	(51,514)	(8,785)
Comprehensive income for the period	(23,098)	40,554
Comprehensive income for the period attributable to:		
Owners of the parent	(22,868)	39,814
Non-controlling interests	(230)	740
Comprehensive income for the period	(23,098)	40,554

For the three months ended September 30, 2019 and 2020

Condensed Quarterly Consolidated Statements of Income

(Yen in millions)

	For the three months ended September 30,	
	2019	2020
Continuing operations		
Net Sales	390,403	414,918
Cost of sales	(301,628)	(321,369)
Gross profit	88,775	93,549
Selling, general and administrative expenses	(36,221)	(36,015)
Research and development expenses	(18,399)	(16,147)
Operating profit	34,155	41,387
Financial income	3,059	806
Financial expenses	(3,213)	(1,523)
Derivative gain (loss)	(676)	(455)
Foreign exchange differences	(432)	(1,511)
Share of net profit (loss) from associate accounting using the equity method	(498)	(109)
Profit before income taxes	32,395	38,595
Income tax expenses	(7,701)	(9,618)
Profit for the period from continuing operations	24,694	28,977
Discontinued operations		
Loss for the period from discontinued operations	(174)	(25)
Profit for the period	24,520	28,952
Profit for the period attributable to:		
Owners of the parent	23,943	28,725
Non-controlling interests	577	227
Profit for the period	24,520	28,952

Condensed Quarterly Consolidated Statements of Comprehensive Income

(Yen in millions)

	For the three months ended September 30,	
	2019	2020
Profit for the period	24,520	28,952
Other comprehensive income, net of taxation		
Items that will not be reclassified to net profit or loss:		
Remeasurement of defined benefit plans	11	27
Fair value movements on FVTOCI equity financial assets	307	(38)
Items that may be reclassified to net profit or loss:		
Foreign currency translation adjustments	(15,625)	(10,211)
Effective portion of net changes in fair value of cash flow hedges	(995)	1,394
Fair value movements on FVTOCI debt financial assets	3	8
Total other comprehensive income for the period, net of taxation	(16,299)	(8,820)
Comprehensive income for the period	8,221	20,132
Comprehensive income for the period attributable to:		
Owners of the parent	8,330	19,771
Non-controlling interests	(109)	361
Comprehensive income for the period	8,221	20,132

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

For the six months ended September 30, 2019

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common Stock	Additional paid-in capital	Retained earnings	Other components of equity	Treasury stock	Total		
Balance at April 1, 2019	87,784	118,314	900,768	(64,775)	(45,296)	996,795	22,834	1,019,629
Changes in accounting policies			(407)			(407)		(407)
Balance after restatement	87,784	118,314	900,361	(64,775)	(45,296)	996,388	22,834	1,019,222
Comprehensive income								
Profit for the period			27,227			27,227	1,189	28,416
Other comprehensive income				(50,095)		(50,095)	(1,419)	(51,514)
Total comprehensive income						(22,868)	(230)	(23,098)
Transactions with owners directly recognized in equity:								
Purchase of treasury stock					(10)	(10)	-	(10)
Dividends paid to the owners of the parent			(16,186)			(16,186)	-	(16,186)
Dividends paid to non-controlling interests						-	(744)	(744)
Share-based payment transactions		135				135	-	135
Transfer to retained earnings			(980)	980		-	-	-
Changes in equity by purchase of shares of consolidated subsidiaries		(1,449)				(1,449)	(564)	(2,013)
Other		8	66	(1)	4	77	101	178
Balance at September 30, 2019	87,784	117,008	910,488	(113,891)	(45,302)	956,087	21,397	977,484

For the six months ended September 30, 2020

(Yen in millions)

	Total equity attributable to owners of the parent						Non-controlling interests	Total equity
	Common Stock	Additional paid-in capital	Retained earnings	Other components of equity	Treasury stock	Total		
Balance at April 1, 2020	87,784	114,754	924,293	(115,791)	(63,750)	947,290	20,343	967,633
Comprehensive income								
Profit for the period			48,783			48,783	556	49,339
Other comprehensive income				(8,969)		(8,969)	184	(8,785)
Total comprehensive income						39,814	740	40,554
Transactions with owners directly recognized in equity:								
Purchase of treasury stock					(110)	(110)	-	(110)
Dividends paid to the owners of the parent			(17,573)			(17,573)	-	(17,573)
Dividends paid to non-controlling interests						-	(645)	(645)
Share-based payment transactions		81				81	-	81
Transfer to retained earnings			450	(450)		-	-	-
Changes in equity by purchase of shares of consolidated subsidiaries		(3,748)				(3,748)	(1,506)	(5,254)
Other		(1)	847		4	850	41	891
Balance at September 30, 2020	87,784	111,086	956,800	(125,210)	(63,856)	966,604	18,973	985,577

(4) Condensed Quarterly Consolidated Statements of Cash Flows*(Yen in millions)*

	For the six months ended September 30,	
	2019	2020
Cash flows from operating activities:		
Profit for the period from continuing operations	48,371	49,438
Profit (loss) for the period from discontinued operations	(19,955)	(99)
Profit for the period	28,416	49,339
Adjustments to reconcile profit for the period to net cash provided by operating activities		
Depreciation and amortization	40,127	47,990
Loss (gain) from sales, disposal or impairment of property, plant and equipment	958	1,578
Loss from sales of discontinued operations	18,381	99
Financial expenses (income)	(716)	1,135
Share of net loss (profit) from associate accounting using the equity method	793	280
Deferred income taxes	2,253	1,315
Current income taxes	14,347	15,252
Foreign currency adjustments	(2,205)	(4,704)
Increase (decrease) in retirement benefit liability	1,249	524
Decrease (increase) in accounts receivable	(8,464)	(16,724)
Decrease (increase) in inventories	747	7,799
Increase (decrease) in accounts payable	1,920	(1,979)
Other, net	(13,781)	(12,054)
Interests and dividends received	5,834	1,911
Interests paid	(5,361)	(2,944)
Income taxes paid	(10,650)	(12,703)
Net cash provided by operating activities	73,848	76,114

(Yen in millions)

For the six months ended September 30,

	2019	2020
Cash flows from investing activities:		
Additions to property, plant and equipment	(71,732)	(47,529)
Proceeds from sales of property, plant and equipment	1,005	1,513
Additions to intangible assets	(5,477)	(6,829)
Proceeds from sales of discontinued operations	5,771	2,650
Acquisitions of business, net of cash acquired	(109,597)	(2,857)
Other, net	(330)	765
Net cash used in investing activities	(180,360)	(52,287)
Cash flows from financing activities:		
Increase (decrease) in short term borrowings	24,232	(11,674)
Proceeds from issuance of long term debt	2,746	-
Repayments of long term debt	(18,663)	(17,679)
Proceeds from issuance of bonds	100,000	50,000
Redemption of bonds	(15,000)	(50,000)
Payments for acquisition of interests in subsidiaries from noncontrolling interests	(2,035)	(5,310)
Purchase of treasury stock	(10)	(110)
Dividends paid to the owners of the parent	(16,186)	(17,573)
Other, net	(927)	(716)
Net cash (used in) provided by financing activities	74,157	(53,062)
Effect of exchange rate changes on cash and cash equivalents	(16,628)	(1,897)
Net increase (decrease) in cash and cash equivalents	(48,983)	(31,132)
Cash and cash equivalents at beginning of period	242,267	206,986
Cash and cash equivalents at end of period	193,284	175,854

(5) Notes to Condensed Quarterly Consolidated Financial Statements

Notes Regarding Going Concern Assumption

Not applicable.

Notes to Condensed Quarterly Consolidated Financial Statements

1. Reporting entity

Nidec Corporation (the “Company”) is a corporation located in Japan, whose shares are listed on the Tokyo Stock Exchange.

The registered addresses of headquarters and principal business offices are available on the Company’s website (<https://www.nidec.com/en/>).

Condensed quarterly consolidated financial statements as of September 30, 2020 and for the six months then ended consist of the Company and its consolidated subsidiaries (“NIDEC”) and interests in associates of NIDEC.

NIDEC mainly designs, develops, produces, and sells products as described below:

- 1) Small precision motors, which include spindle motors for hard disk drives, brushless motors, fan motors, vibration motors, brush motors and motor applications.
- 2) Automotive products, which include automotive motors and components.
- 3) Appliance, commercial and industrial products, which include home appliance, commercial and industrial motors and related products.
- 4) Machinery, which includes industrial robots, card readers, test systems, press machines and power transmission drives.
- 5) Electronic and optical components, which include switches, trimmer potentiometers, lens units and camera shutters.
- 6) Others, which include services.

2. Basis of preparation

(1) Compliance with International Financial Reporting Standards (IFRS)

The condensed quarterly consolidated financial statements of NIDEC have been prepared in accordance with IAS 34 “Interim Financial Reporting” pursuant to the provision of article 93 of Regulations for Quarterly Consolidated Financial Statements, as the Company meets the criteria of a “Designated IFRS Specified Company” defined in article 1-2 of the regulations.

The condensed quarterly consolidated financial statements do not include all the information that must be disclosed in the annual consolidated financial statements, and therefore should be used in conjunction with the consolidated financial statements for the year ended March 31, 2020.

(2) Basis of measurement

The condensed quarterly consolidated financial statements have been prepared on a historical cost basis, except for some assets and liabilities, including derivative and other financial instruments measured at fair value.

(3) Presentation currency and level of rounding

The condensed quarterly consolidated financial statements are presented in Japanese Yen, which is also the Company’s functional currency, and figures are rounded to the nearest million yen, unless otherwise indicated.

3. Significant accounting policies

Significant accounting policies adopted in preparation of the condensed quarterly consolidated financial statements are consistent with those used in the preparation of the NIDEC's annual consolidated financial statements for the year ended March 31, 2020.

Income taxes for the six months ended September 30, 2020 are computed using the estimated annual effective tax rate.

4. Significant accounting estimates, judgments and assumptions

The preparation of the condensed quarterly consolidated financial statements requires management to make estimates, judgments and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the end of the reporting period and the reported amounts of income and expenses during the reporting period. Actual results may differ from those estimates.

The estimates and the assumptions are reviewed on an ongoing basis, and the effects resulting from the revisions of accounting estimates are recognized in the period in which the estimates are revised and in future periods.

Significant accounting estimates and judgments that accompany estimates for the condensed quarterly consolidated financial statements as of September 30, 2020 are same as those estimates and judgments for the consolidated financial statements for the year ended March 31, 2020.

5. Business combinations

NIDEC adopts the provisions of IFRS 3 "Business Combinations".

During the three months ended June 30, 2020, NIDEC completed its valuation of the assets acquired and the liabilities assumed upon the acquisition of the compressor business ("Embraco") and Roboteq, Inc. in the previous fiscal year. In addition, during the three months ended September 30, 2020, NIDEC completed its valuation of the assets acquired and the liabilities assumed upon the acquisition of OMRON Automotive Electronics Co. Ltd. (currently, Nidec Mobility Corporation) in the previous fiscal year. NIDEC's consolidated financial statements for the year ended March 31, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination.

Of the assets acquired and the liabilities assumed upon the acquisitions of companies in the six months ended September 30, 2020, the assets and liabilities which are currently under evaluation have been recorded on NIDEC's consolidated statements of financial position based on provisional management estimation as of September 30, 2020.

3. Others

(1) Quarterly Financial Data for the three months ended September 30, 2020 and June 30, 2020

(Yen in millions)

	For the three months ended	
	June 30, 2020	September 30, 2020
Net sales	336,876	414,918
Operating profit	27,793	41,387
Profit before income taxes	27,410	38,595
Profit for the period	20,387	28,952
Profit attributable to owners of the parent	20,058	28,725

(2) Information by Product Category

For the six months ended September 30, 2019

(Yen in millions)

	Small precision motors	Automotive Products	Appliance, commercial and industrial products	Machinery	Electronic and optical components	Others	Total	Eliminations/Corporate	Consolidated
Net sales:									
External sales	219,810	150,832	270,580	76,980	30,805	2,270	751,277	-	751,277
Intersegment	3,262	805	2,608	7,561	3,133	968	18,337	(18,337)	-
Total	223,072	151,637	273,188	84,541	33,938	3,238	769,614	(18,337)	751,277
Operating expenses	198,083	138,055	254,573	73,352	31,550	2,906	698,519	(9,029)	689,490
Operating profit	24,989	13,582	18,615	11,189	2,388	332	71,095	(9,308)	61,787

For the six months ended September 30, 2020

(Yen in millions)

	Small precision motors	Automotive Products	Appliance, commercial and industrial products	Machinery	Electronic and optical components	Others	Total	Eliminations/Corporate	Consolidated
Net sales:									
External sales	223,462	149,135	273,334	74,650	29,607	1,606	751,794	-	751,794
Intersegment	1,577	594	2,699	4,353	1,813	418	11,454	(11,454)	-
Total	225,039	149,729	276,033	79,003	31,420	2,024	763,248	(11,454)	751,794
Operating expenses	191,940	145,332	254,011	66,674	28,103	1,843	687,903	(5,289)	682,614
Operating profit	33,099	4,397	22,022	12,329	3,317	181	75,345	(6,165)	69,180

For the three months ended September 30, 2019

(Yen in millions)

	Small precision motors	Automotive Products	Appliance, commercial and industrial products	Machinery	Electronic and optical components	Others	Total	Eliminations/Corporate	Consolidated
Net sales:									
External sales	111,804	75,344	147,571	38,894	15,635	1,155	390,403	-	390,403
Intersegment	1,347	344	1,331	3,425	1,810	465	8,722	(8,722)	-
Total	113,151	75,688	148,902	42,319	17,445	1,620	399,125	(8,722)	390,403
Operating expenses	98,656	68,873	138,962	36,437	16,348	1,476	360,752	(4,504)	356,248
Operating profit	14,495	6,815	9,940	5,882	1,097	144	38,373	(4,218)	34,155

For the three months ended September 30, 2020

(Yen in millions)

	Small precision motors	Automotive Products	Appliance, commercial and industrial products	Machinery	Electronic and optical components	Others	Total	Eliminations/Corporate	Consolidated
Net sales:									
External sales	119,044	92,338	148,238	38,921	15,521	856	414,918	-	414,918
Intersegment	876	312	1,559	2,198	1,072	196	6,213	(6,213)	-
Total	119,920	92,650	149,797	41,119	16,593	1,052	421,131	(6,213)	414,918
Operating expenses	101,104	87,995	136,742	34,971	14,772	955	376,539	(3,008)	373,531
Operating profit	18,816	4,655	13,055	6,148	1,821	97	44,592	(3,205)	41,387

(Notes) 1. Product categories are classified based on similarities in product type, product attributes, and production and sales methods.

2. Major products of each product category:

- (1) Small precision motors: Spindle motors for HDDs, brushless motors, fan motors, vibration motors, brush motors and motor applications, etc.
- (2) Automotive products: Automotive motors and components.
- (3) Appliance, commercial and industrial products: Home appliance, commercial and industrial motors and related products.
- (4) Machinery: Industrial robots, card readers, test systems, press machines and power transmission drives, etc.
- (5) Electronic and optical components: Switches, trimmer potentiometers, lens units and camera shutters, etc.
- (6) Others: Services, etc.

(3) Sales by Geographic Segment*(Yen in millions)*

	For the six months ended September 30,				Increase or decrease	
	2019		2020			
	Amounts	%	Amounts	%	Amounts	%
Japan	136,739	18.2	125,031	16.6	(11,708)	(8.6)
U.S.A.	144,768	19.3	151,922	20.2	7,154	4.9
Singapore	17,891	2.4	20,192	2.7	2,301	12.9
Thailand	59,683	7.9	68,468	9.1	8,785	14.7
Germany	62,914	8.4	44,808	6.0	(18,106)	(28.8)
China	174,781	23.2	196,306	26.1	21,525	12.3
Others	154,501	20.6	145,067	19.3	(9,434)	(6.1)
Total	751,277	100.0	751,794	100.0	517	0.1

(Yen in millions)

	For the three months ended September 30,				Increase or decrease	
	2019		2020			
	Amounts	%	Amounts	%	Amounts	%
Japan	67,721	17.3	64,795	15.6	(2,926)	(4.3)
U.S.A.	76,194	19.5	88,243	21.2	12,049	15.8
Singapore	9,415	2.4	10,665	2.6	1,250	13.3
Thailand	30,297	7.8	38,507	9.3	8,210	27.1
Germany	31,258	8.0	26,439	6.4	(4,819)	(15.4)
China	91,787	23.5	105,262	25.4	13,475	14.7
Others	83,731	21.5	81,007	19.5	(2,724)	(3.3)
Total	390,403	100.0	414,918	100.0	24,515	6.3

(Note) The sales are classified by domicile of the seller, and the figures exclude intra-segment transactions.

(4) Sales by Region*(Yen in millions)*

	For the six months ended September 30,				Increase or decrease	
	2019		2020			
	Amounts	%	Amounts	%	Amounts	%
North America	162,262	21.6	162,834	21.7	572	0.4
Asia	346,384	46.1	370,613	49.3	24,229	7.0
Europe	128,958	17.2	113,855	15.1	(15,103)	(11.7)
Others	17,722	2.3	17,425	2.3	(297)	(1.7)
Overseas total	655,326	87.2	664,727	88.4	9,401	1.4
Japan	95,951	12.8	87,067	11.6	(8,884)	(9.3)
Total	751,277	100.0	751,794	100.0	517	0.1

(Yen in millions)

	For the three months ended September 30,				Increase or decrease	
	2019		2020			
	Amounts	%	Amounts	%	Amounts	%
North America	80,327	20.6	94,305	22.7	13,978	17.4
Asia	183,847	47.1	196,580	47.4	12,733	6.9
Europe	65,464	16.8	66,122	16.0	658	1.0
Others	12,579	3.2	10,828	2.6	(1,751)	(13.9)
Overseas total	342,217	87.7	367,835	88.7	25,618	7.5
Japan	48,186	12.3	47,083	11.3	(1,103)	(2.3)
Total	390,403	100.0	414,918	100.0	24,515	6.3

(Note) The sales are classified by domicile of the buyer, and the figures exclude intra-segment transactions.



4. Overview of Consolidated Financial Results

October 26, 2020

(1) Summary of Consolidated Financial Performance

(Yen in millions)

	For the six months ended September 30, 2019	For the six months ended September 30, 2020	Increase or decrease	For the three months ended September 30, 2019	For the three months ended September 30, 2020	Increase or decrease
Net Sales	751,277	751,794	0.1 %	390,403	414,918	6.3 %
Operating profit	61,787 8.2 %	69,180 9.2 %	12.0 %	34,155 8.7 %	41,387 10.0 %	21.2 %
Profit before income taxes	63,330 8.4 %	66,005 8.8 %	4.2 %	32,395 8.3 %	38,595 9.3 %	19.1 %
Profit attributable to owners of the parent	27,227 3.6 %	48,783 6.5 %	79.2 %	23,943 6.1 %	28,725 6.9 %	20.0 %
Earnings per share attributable to owners of the parent - basic (Yen)	46.26	83.28		40.67	49.04	
Earnings per share attributable to owners of the parent - diluted (Yen)	-	-		-	-	

(2) Summary of Consolidated Financial Position and Cash Flows

(Yen in millions)

	As of September 30, 2019	As of September 30, 2020	As of March 31, 2020
Total assets	1,989,191	2,078,544	2,122,493
Total equity attributable to owners of the parent	956,087	966,604	947,290
Ratio of total equity attributable to owners of the parent to total asset	48.1%	46.5%	44.6%
	For the six months ended September 30, 2019	For the six months ended September 30, 2020	For the year ended March 31, 2020
Net cash provided by operating activities	73,848	76,114	168,049
Net cash used in investing activities	(180,360)	(52,287)	(311,513)
Net cash (used in) provided by financing activities	74,157	(53,062)	128,546
Cash and cash equivalents at end of period	193,284	175,854	206,986

(3) Dividends

(Yen)

	2nd quarter end	Fiscal year end	Total
Year ended March 31, 2020 (actual)	55.00	60.00	115.00
Year ending March 31, 2021 (actual)	30.00	-	-
Year ending March 31, 2021 (forecast)	-	30.00	60.00

(4) Scope of Consolidation and Application of the Equity Method

Number of consolidated subsidiaries	334
Number of associates accounted for under the equity method	4

	Change from March 31, 2020	Change from September 30, 2019
Number of companies newly consolidated	5	26
Number of companies excluded from consolidation	3	6
Number of companies newly accounted for by the equity method	-	-
Number of companies excluded from accounting by the equity method	-	-

(Notes) 1. The amounts of percentage in “(1) Summary of Consolidated Financial Performance” represent percentage of sales.

2. “Earnings per share attributable to owners of the parent-basic” and “Earnings per share attributable to owners of the parent-diluted” have been calculated based on figures of “Profit attributable to owners of the parent”.

3. NIDEC finalized the provisional accounting treatment for the business combination in the six months ended September 30, 2020.

Condensed quarterly consolidated financial statements and consolidated financial statements for the year ended March 31, 2020 reflect the revision of the initially allocated amounts of acquisition price as NIDEC finalized the provisional accounting treatment for the business combination.

4. From the three months ended June 30, 2019, the business of compressor for refrigerator of Secop has been classified as discontinued operations. As a result, the amounts of net sales, operating profit and profit before income taxes no longer include discontinued operations, presenting only the amounts for continuing operations.

5. NIDEC implemented a two-for-one stock split on our common stock effective April 1, 2020. Earnings per share attributable to owners of the parent-basic and earnings per share attributable to owners of the parent-diluted were calculated on the assumption that the relevant stock split had been implemented at the beginning of the previous fiscal year ended March 31, 2020. On the other hand, we described actual amount of dividends before the stock split for the year ended March 31, 2020.