

FY2011 Consolidated Financial Results

(April 1, 2011 through March 31, 2012)

May 11, 2012

Company Name:	TOWA CORPORATION
Stock Listings:	First Section of Tokyo Stock Exchange First Section of Osaka Securities Exchange
Code Number:	6315
URL:	http://www.towajapan.co.jp
Representative:	Hirokazu Okada, President and COO
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Date of general shareholders' meeting:	June 28, 2012
Payment date of cash dividends:	June 29, 2012
Filing date of financial statements	June 27, 2012
Financial Results Supplemental Materials:	Yes
Financial Results Presentation Meeting:	Yes

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the FY 2011 (April 1, 2011 through March 31, 2012)

(1) Consolidated Financial Results (%of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2011	17,140	-24.1	1,476	-63.7	1,672	-58.9	968	-74.2
FY2010	22,592	58.3	4,067	—	4,064	—	3,751	—

Note: Comprehensive income: 1,405 million yen(-61.8%) (For FY2011), 3,679 million yen(—%) (For FY2010)

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Ordinary income to net sales
	Yen	Yen	%	%	%
FY2011	38.71	—	6.3	6.2	8.6
FY2010	150.00	—	29.0	15.0	18.0

Reference: Equity in earnings of affiliates: 30 million yen (For FY2011), 186 million yen (For FY2010)

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2011	26,817	15,926	59.4	636.74
FY2010	27,288	14,771	54.1	590.54

Reference: Equity at the end of FY2011: 15,926 million yen, Equity at the end of FY2010: 14,771 million yen

(3) Consolidated Situation of a Cash Flow

	Cash flow from sales activities	Cash flow from investing activities	Cash flow from financing activities	Cash and cash equivalents at end of period
	Million yen	Million yen	Million yen	Million yen
FY2011	1,897	-112	-2,280	4,395
FY2010	5,571	-620	-3,808	4,933

2. Cash Dividends

	Cash dividends per share					Total amount of cash dividends (annual)	Dividends payout ratio (Consolidated)	Ratio of total amount of dividends to shareholders' equity (consolidated)
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2010	—	0.00	—	10.00	10.00	250	6.7	1.9
FY2011	—	0.00	—	5.00	5.00	125	12.9	0.8
FY2012(E)	—	0.00	—	10.00	10.00		16.7	

3. Forecast of Consolidated Results for FY2012 (April 1, 2012 through March 31, 2013)

(% of change from previous year)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	8,500	8.8	660	-13.6	560	-2.0	510	—	20.39
Year-end	18,000	5.0	1,800	21.9	1,600	-4.3	1,500	54.9	59.97

4. Others

(1) Changes in significant subsidiaries during FY2011

(Changes in specified subsidiaries resulting in changes in scope of consolidation) : None

(2) Changes in Accounting Policies, Accounting estimation and Restatement

- ① Changes in accounting policies along with changes in accounting standards: None
- ② Other changes of accounting policies besides ① above: None
- ③ Changes in accounting estimates: None
- ④ Restatement: None

(3) Number of shares issued and outstanding (common stock)

- ① Number of shares issued and outstanding at the end of each fiscal year (including treasury shares):
FY2011 25,021,832 shares, FY2010 25,021,832 shares
- ② Number of treasury shares at the end of each fiscal year:
FY2011 9,381 shares, FY2010 9,091 shares
- ③ Average number of outstanding stock for each fiscal year:
FY2011 25,012,617 shares, FY2010 25,013,078 shares

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the FY 2011 (April 1, 2011 through March 31, 2012)

(1) Non-Consolidated Financial Results

(%of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2011	16,396	-24.4	1,034	-66.3	1,674	-43.8	2,233	-25.3
FY2010	21,688	60.9	3,066	—	2,977	—	2,988	—

	Net income per share	Diluted net income per share
	Yen	Yen
FY2011	89.28	—
FY2010	119.46	—

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2011	24,722	14,483	58.6	579.05
FY2010	24,622	12,520	50.9	500.57

Reference: Equity at the end of FY2011: 14,483 million yen, Equity at the end of FY2010: 12,520 million yen

2. Forecast of Non-Consolidated Results for FY2012 (April 1, 2011 through March 31, 2012)

(% of change from previous year)

	Net Sales		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	8,300	11.7	340	-58.3	290	-78.7	11.59
Year-end	17,500	6.7	1,000	-40.3	900	-59.7	35.98

*** Implementation status of audit procedures**

This consolidated financial results report is not subject to audit procedures by independent auditors under Japan's Financial Instruments and Exchange Law. At the time of release of this report, audit procedures under the Financial Instruments and Exchange Law have not been completed.

*** Explanation on the appropriate use of future earnings projections and other special instructions**

The above forecasts reflect the Company's judgments and assumptions based on the currently available information and actual results could differ from the forecast for various reasons.