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May 11, 2023

Consolidated Financial Results for the Fiscal Year Ended March 31, 2023 (Under Japanese GAAP)

Company name: TOWA CORPORATION
 Listing: Prime Market of Tokyo Stock Exchange
 Securities code: 6315
 URL: <https://www.towajapan.co.jp/en/>
 Representative: Hirokazu Okada, President and CEO
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 Telephone: +81 75-692-0251
 Scheduled date of annual general meeting of shareholders: June 29, 2023
 Scheduled date to commence dividend payments: June 8, 2023
 Scheduled date to file annual securities report: June 28, 2023
 Preparation of supplementary material on financial results: Yes
 Holding of financial results briefing: May 15, 2023 (for investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	53,822	6.2	10,037	-12.8	10,206	-12.9	7,346	-9.6
March 31, 2022	50,666	70.6	11,505	217.9	11,724	207.0	8,129	205.3

[Note] Comprehensive income: For the fiscal year ended March 31, 2023: ¥7,732 million [-22.8%]
 For the fiscal year ended March 31, 2022: ¥10,018 million [113.9%]

Fiscal year ended	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
	Yen	Yen	%	%	%
March 31, 2023	293.69	-	16.7	14.1	18.6
March 31, 2022	325.08	-	22.6	19.0	22.7

[Reference] Share of profit (loss) of entities accounted for using equity method:

For the fiscal year ended March 31, 2023: ¥ - million

For the fiscal year ended March 31, 2022: ¥ - million

(2) Consolidated Financial Position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2023	73,468	47,623	64.3	1,887.38
March 31, 2022	71,333	41,121	57.1	1,628.59

[Reference] Equity:

As of March 31, 2023: ¥47,221 million

As of March 31, 2022: ¥40,728 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2023	2,831	-2,746	3,962	16,430
March 31, 2022	6,403	-6,600	1,925	12,250

2. Cash Dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
	Yen	Yen	Yen	Yen	Yen	Millions of yen	%	%
Fiscal year ended March 31, 2022	-	0.00	-	50.00	50.00	1,250	15.4	3.5
Fiscal year ended March 31, 2023	-	0.00	-	40.00	40.00	1,000	13.6	2.3
Fiscal year ending March 31, 2024 (Forecast)	-	0.00	-	40.00	40.00		17.5	

[Note] Breakdown of the year-end dividends for the Fiscal year ended March 31, 2022:

Regular dividends	¥40.00
Commemorative dividends	¥10.00

3. Forecast of Consolidated Financial Results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	21,000	-27.0	1,850	-68.4	1,850	-71.5	1,290	-72.9	51.56
Year-end	51,000	-5.2	8,160	-18.7	8,160	-20.0	5,710	-22.3	228.22

※Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): Yes

Establishment of New Subsidiary: TOWA TOOL Sdn. Bhd.

(2) Changes in accounting policies, changes in accounting estimates and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: None
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Retrospective restatement: None

(3) Number of shares outstanding (common shares)

1) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2023	25,033,238 shares
As of March 31, 2022	25,021,832 shares

2) Number of treasury shares at the end of the period

As of March 31, 2023	13,597 shares
As of March 31, 2022	13,221 shares

3) Average number of shares outstanding during the period

Fiscal year ended March 31, 2023	25,015,367 shares
Fiscal year ended March 31, 2022	25,008,840 shares

[Reference] Overview of Non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2023	42,401	-0.3	4,522	-23.3	4,641	-29.8	3,355	-31.1
March 31, 2022	42,527	76.2	5,896	338.8	6,610	323.9	4,871	342.5

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2023	134.13	-
March 31, 2022	194.80	-

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2023	50,617	29,201	57.7	1,167.13
March 31, 2022	50,953	27,025	53.0	1,080.64

[Reference] Equity: As of March 31, 2023: ¥29,201 million

As of March 31, 2022: ¥27,025 million

2. Forecast of Non-consolidated Financial Results for the fiscal year ended March 31, 2024 (from April 1, 2023 to March 31, 2024)

(Percentages indicate year-on-year changes.)

	Net Sales		Ordinary profit		Profit		Basic earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	16,500	-27.5	685	-74.5	475	-75.0	18.99
Year-end	40,500	-4.5	4,015	-13.5	2,805	-16.4	112.11

***Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.**

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

1. The above forecasts reflect the Company's judgments and assumptions based on available information as of the announcement date, and therefore are not guarantees of future performance. Actual results may differ substantially from the forecasts for various reasons.

2. The supplementary material on financial results is posted on our website.