

FY2020 Third Quarter Consolidated Financial Results

(April 1, 2020 through December 31, 2020)

February 5, 2021

Company name: TOWA CORPORATION
Stock exchange listings: First Section of Tokyo Stock Exchange
Code number: 6315
URL: <https://www.towajapan.co.jp>
Representative: Hirokazu Okada, President and CEO
Contact person: Nobutaka Shibahara, Executive Officer and Corporate Planning
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Scheduled filing date of Quarterly Report: February 8, 2021
Scheduled dividend payment date: -
Presentation meeting on Quarterly Results: None

(Monetary amounts are rounded to the nearest million yen.)

1. Consolidated Financial Results for the Third Quarter of FY2020 (April 1, 2020 through December 31, 2020)

(1) Consolidated Financial Results for the nine months period

(The percentage figures represent the percentage of increase or decrease against the same period of the previous year.)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
3Q FY2020	20,715	10.2	2,327	-	2,427	-	1,771	-
3Q FY2019	18,801	- 11.9	194	- 67.9	158	- 73.9	79	- 85.4

[Note] Comprehensive income: Nine months ended on December 31, 2020; 2,806 million yen (896.1%)
Nine months ended on December 31, 2019; 281 million yen (- %)

	Net income per share		Diluted net income per share	
	Yen		Yen	
3Q FY2020	70.84		-	
3Q FY2019	3.17		-	

[Note] The increase rate of 3Q FY2020's operating income, ordinary income and net income attributable to owners of parent against the same period of the previous year (3Q FY2019) had topped 1,000%, so the percentage figures of those incomes are expressed as blank " - " in accordance with rule.

(2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio	
	Million yen		Million yen		%	
As of Dec. 31, 2020	46,808		29,603		62.6	
As of March 31, 2020	43,124		27,017		62.4	

[Reference] Equity: December 31, 2020; 29,321 million yen
March 31, 2020; 26,925 million yen

Cash Dividends

	Cash Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2019	-	0.00	-	16.00	16.00
FY2020	-	0.00	-		
FY2020(E)				16.00	16.00

[Note] Revisions to the latest forecast of cash dividends: None

2. Forecast of Consolidated Financial Results for FY2020 (April 1, 2020 through March 31, 2021)

(The percentage figures represent the percentage of increase or decrease against the previous fiscal year.)

Year-end	Net Sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
	29,000	14.8	3,300	306.3	3,400	425.5	2,450	564.3	97.96

[Note] Revisions to the latest forecast of financial results: Yes

Regarding the revision of the forecast of consolidated financial results, please refer “Revisions of Year-end forecast for FY2020” announced today (February 5, 2021).

3. Other information

(1) Changes in significant subsidiaries during the nine months ended December 31, 2020

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

(2) Application of accounting methods specific to the preparation of quarterly consolidated financial statements: None

(3) Changes of accounting policies, changes in accounting estimates and retrospective restatement

- 1) Changes of accounting policies accompanied by revision of accounting standard etc.: None
- 2) Changes of accounting policies other than 1): None
- 3) Changes in accounting estimates: None
- 4) Retrospective restatement: None

(4) Number of shares outstanding (common shares)

- 1) Number of shares outstanding (including treasury stock) as of Dec. 31, 2020: 25,021,832 shares
as of March 31, 2020: 25,021,832 shares
- 2) Number of treasury stock as of Dec. 31, 2020: 12,806 shares
as of March 31, 2020: 12,620 shares
- 3) Average number of shares outstanding during the nine months ended Dec. 31, 2020: 25,009,144 shares
during the nine months ended Dec. 31, 2019: 25,009,263 shares

*** This financial results report is not subject to audit by a certified public accountant 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 Company hereby revises the forecast of financial results announced on November 9, 2020.