

FY2008 Consolidated Financial Results

(April 1, 2008 through March 31, 2009)

May 14, 2009

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:	Yoichi Kawahara, President and COO
Inquiries:	Hisao Nishimura, Director and Senior Executive Officer Department Manager of Corporate Planning Dept.
Telephone Number:	(075)692-0251
Date of general shareholders' meeting:	June 26, 2009
Payment date of cash dividends:	—
Filing date of financial statements	June 29, 2009

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the FY 2008 (April 1, 2008 through March 31, 2009)

(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	%
FY2008	11,577	-55.0	-3,337	—	-3,677	—	-4,163	—
FY2007	25,753	2.4	2,381	94.5	2,125	64.8	2,118	104.0

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Ordinary income to net sales
	Yen	Yen	%	%	%
FY2008	-166.45	—	-30.3	-11.8	-28.8
FY2007	84.70	—	13.5	6.1	9.2

Reference: Equity in earnings of affiliates: -63 million yen (For FY2008), 331 million yen (For FY2007)

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2008	27,949	11,089	39.7	443.34
FY2007	34,360	16,394	47.7	655.40

Reference: Equity at the end of FY2008: 11,089 million yen, Equity at the end of FY2007: 16,394 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
FY2008	606	-1,490	1,972	4,399
FY2007	2,587	-1,083	-1,947	3,351

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)
	Interim	Year-end	Annual			
	Yen	Yen	Yen	Million yen	%	%
FY2007	0.00	10.00	10.00	250	11.8	1.6
FY2008	0.00	0.00	0.00	—	—	—
FY2009(E)	0.00	—	—	—	—	—

The dividend forecast for the fiscal year ending March 31, 2010 has not been decided.

3. Forecast of Consolidated Results for FY2009 (April 1, 2009 through March 31, 2010)

(% 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	4,800	-43.7	-500	—	-500	—	-500	—	-19.99
Year-end	11,500	-0.7	100	—	100	—	100	—	4.00

4. Others

(1) Changes in significant subsidiaries during FY2008

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

(2) Changes in Accounting Principles, Procedures and the Presentation of the Consolidated Financial Statements

① Changes based on revisions of accounting standard: Yes

② Changes other than ① above: 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):

FY2008 25,021,832 shares, FY2007 25,021,832 shares

② Number of treasury shares at the end of each fiscal year:

FY2008 8,116 shares, FY2007 7,362 shares

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the FY 2008 (April 1, 2008 through March 31, 2009)

(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	%
FY2008	11,256	-52.3	-3,478	—	-3,741	—	-4,121	—
FY2007	23,576	15.3	1,641	-0.2	1,234	-26.9	1,256	118.9

	Net income per share	Diluted net income per share
	Yen	Yen
FY2008	-164.77	—
FY2007	50.21	—

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2008	26,293	9,469	36.0	378.58
FY2007	32,366	14,093	43.5	563.40

Reference: Equity at the end of FY2008: 9,469 million yen, Equity at the end of FY2007: 14,093 million yen

2. Forecast of Non-Consolidated Results for FY2009 (April 1, 2009 through March 31, 2010)

(% 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	4,800	-41.4	-400	—	-400	—	-400	—	-15.99
Year-end	11,000	-2.3	100	—	100	—	100	—	4.00