

## **FY2019 Third Quarter Consolidated Financial Results**

(April 1, 2019 through December 31, 2019)

February 6, 2020

Company name: TOWA CORPORATION  
Stock exchange listings: First Section of Tokyo Stock Exchange  
Code number: 6315  
URL: <http://www.towajapan.co.jp>  
Representative: Hirokazu Okada, President and CEO  
Contact person: Nobutaka Shibahara, Executive Officer and Corporate Planning  
Div. Manager Tel. +81 75-692-0251  
Scheduled filing date of Quarterly Report: February 7, 2020  
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 FY2019 (April 1, 2019 through December 31, 2019)

#### (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 FY2019	18,801	- 11.9	194	- 67.9	158	- 73.9	79	- 85.4
3Q FY2018	21,341	- 5.9	606	- 81.2	606	- 81.0	540	- 75.5

[Note] Comprehensive income: Nine months ended on December 31, 2019; 281 million yen ( — %)   
Nine months ended on December 31, 2018; - 501 million yen ( — %)

	Net income per share		Diluted net income per share	
	Yen		Yen	
3Q FY2019	3.17		—	
3Q FY2018	21.62		—	

#### (2) Consolidated Financial Position

	Total assets		Net assets		Equity ratio	
	Million yen		Million yen		%	
As of Dec. 31, 2019	43,563		27,758		63.5	
As of March 31, 2019	43,968		27,722		62.8	

[Reference] Equity: December 31, 2019; 27,659 million yen   
March 31, 2019; 27,616 million yen

## 2. Cash Dividends

	Cash Dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2018	—	0.00	—	16.00	16.00
FY2019	—	0.00	—	—	—
FY2019(E)	—	—	—	16.00	16.00

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

## 3. Forecast of Consolidated Financial Results for FY2019 (April 1, 2019 through March 31, 2020)

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

	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
Year-end	25,741	- 9.0	718	- 23.4	616	- 34.4	438	- 50.1	17.51

[Note] Revisions to the latest forecast of financial results: None

## 4. Other information

- (1) Changes in significant subsidiaries during the nine months ended December 31, 2019  
(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.: Yes
  - 2) Changes of accounting policies other than 1): None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None

[Note] The Company has adopted IFRS 16 “Leases” for an overseas subsidiary from the first quarter of FY2019.
- (4) Number of shares outstanding (common shares)
  - 1) Number of shares outstanding (including treasury stock) as of Dec. 31, 2019: 25,021,832 shares  
as of March 31, 2019: 25,021,832 shares
  - 2) Number of treasury stock as of Dec. 31, 2019: 12,600 shares  
as of March 31, 2019: 12,526 shares
  - 3) Average number of shares outstanding during the nine months ended Dec. 31, 2019: 25,009,263 shares  
during the nine months ended Dec. 31, 2018: 25,009,485 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**

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.