

## TOWA Announces Revised Forecast for the Fiscal Year 2006

Company Name: TOWA CORPORATION  
 Stock Listings: First Section of Tokyo Stock Exchange  
 First Section of Osaka Securities Exchange  
 Code Number: 6315  
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TOWA CORPORATION announced today a revision of its financial forecast for the first half of the fiscal year (from April 1, 2006 to September 30, 2006) and the one for the complete fiscal year ending March 31, 2007 (from April 1, 2006 to March 31, 2007) from those issued on May 30, 2006.

### 1. Revision of forecast for the first half of the fiscal year (from April 1, 2006 to September 30, 2006)

#### (1) Consolidated forecast

(In millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecast (A)	11,000	80	50
Revised forecast (B)	12,400	500	380
Difference (B-A)	1,400	420	330
Percentage change (%)	12.7	525.0	660.0
First half of FY2005 (ended March 31, 2006)	6,498	- 1,388	- 4,557

#### (2) Non-Consolidated forecast

(In millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecast (A)	9,000	330	330
Revised forecast (B)	10,200	1,000	350
Difference (B-A)	1,200	670	20
Percentage change (%)	13.3	203.0	6.1
First half of FY2005 (ended March 31, 2006)	5,088	- 1,480	- 4,838

## 2. Revision of forecast for the complete fiscal year (from April 1, 2006 to, March 31, 2007)

### (1) Consolidated forecast

(In millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecast (A)	20,000	250	130
Revised forecast (B)	22,000	800	700
Difference (B-A)	2,000	550	570
Percentage change (%)	10.0	220.0	438.5
Complete FY2005 (ended March 31, 2006)	19,641	- 2,778	- 5,923

### (2) Non-Consolidated forecast

(In millions of yen)

	Net Sales	Ordinary Income	Net Income
Previous forecast (A)	17,000	550	540
Revised forecast (B)	19,000	1,300	550
Difference (B-A)	2,000	750	10
Percentage change (%)	11.8	136.4	1.9
Complete FY2005 (ended March 31, 2006)	16,277	- 1,363	- 5,846

### 3. Reason for Revision

For the first half of the fiscal year, due to the positive capital expenditure of semiconductor companies for expanding the production capacity, it has done well on order entry especially in domestic market. Therefore, net sales, ordinary income and net income are estimated to exceed the initial forecast. Also, for the second half of the fiscal year, it is estimated that the order entry remains firm despite the concerning factors such as soaring cost of raw material.

\* The above statements and any others in this document that refer to plans and expectations for the first half of the fiscal year and the complete fiscal year involve a number of risks and uncertainties. Many factors could cause the Company's actual results to differ materially from current expectations.