

Notice of recording the extraordinary loss
relating to presentation of “Founder Merit Bonus”

Company Name:	TOWA CORPORATION
Representative:	Hirokazu Okada, President and CEO
Code Number:	6315
Inquiries:	Yoshizumi Tamura, Director, Executive Officer Division Manager of Administration Div.
Telephone Number:	(075)692-0251

We herein notify that at the board of directors' meeting on Sept. 26, 2014, we will submit a resolution to present a “Founder Merit Bonus” to late Kazuhiko Bandoh who passed away suddenly on June 22, 2014, and to record the amount corresponding to this “Founder Merit Bonus” as the extraordinary loss in the account settlement for the second quarter closing in March of 2015.

1. Occurrence of extraordinary loss and its content

Occurrence of extraordinary loss relating to presentation of “Founder Merit Bonus”

In order to reward late Kazuhiko Bandoh for his services and labors who founded TOWA in 1979 and since then managed the company for a long time of 35 years, we would like to present a “Founder Merit Bonus”. Thus, we will record three hundred million yen corresponding to “Founder Merit Bonus” as the extraordinary loss in the account settlement for the second quarter closing in March, 2015.

About this matter, it is assumed to obtain an approval of our company's 37th annual meeting of stockholders to be held in June, 2015 and to present to late Kazuhiko Bandoh's bereaved family.

2. Influence on company's achievement

About an influence of this matter on company's achievement as of closing in March, 2015, we are now precisely investigating. If it is decided to remediate the earnings forecast, we will announce it immediately.