

## TOWA Announces Revised Forecast for the Fiscal Year 2008

Company Name: TOWA CORPORATION  
 Representative: Yoichi Kawahara, President and COO  
 Code Number: 6315  
 Inquiries: Hisao Nishimura, Director & Senior Executive Officer  
 Department Manager of Corporate Planning Dept.  
 Telephone Number: (075)692-0251

TOWA CORPORATION announced today a revision of its financial forecast for the first half of the fiscal year (from April 1, 2008 to September 30, 2008) and the one for the complete fiscal year ending March 31, 2009 (from April 1, 2008 to March 31, 2009) from those issued on May 21, 2008.

### 1. Revision of Consolidated forecast

#### (1) The first half of the fiscal year (from April 1, 2008 to September 30, 2008)

(In millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast (A)	10,000	400	300	200	8.00
Revised forecast (B)	9,200	- 500	- 500	- 500	- 19.98
Difference (B-A)	- 800	- 900	- 800	- 700	—
Percentage change (%)	- 8.0	—	—	—	—
First half of FY2007 (ended September 30, 2007)	11,460	803	824	885	35.41

#### (2) The complete fiscal year (from April 1, 2008 to, March 31, 2009)

(In millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast (A)	24,000	2,500	2,400	2,200	87.95
Revised forecast (B)	22,000	1,200	1,200	1,200	47.96
Difference (B-A)	- 2,000	- 1,300	- 1,200	- 1,000	—
Percentage change (%)	- 8.3	- 52.0	- 50.0	- 45.5	—
FY2007 (ended March 31, 2008)	25,753	2,381	2,125	2,118	84.70

## 2. Revision of Non-Consolidated forecast

(1) The first half of the fiscal year (from April 1, 2008 to September 30, 2008)

(In millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast (A)	9,800	270	190	120	4.80
Revised forecast (B)	8,700	- 500	- 500	- 500	- 19.98
Difference (B-A)	- 1,100	- 770	- 690	- 620	—
Percentage change (%)	- 11.2	—	—	—	—
First half of FY2007 (ended September 30, 2007)	10,615	684	550	539	21.58

(2) The complete fiscal year (from April 1, 2008 to, March 31, 2009)

(In millions of yen)

	Net Sales	Operating Income	Ordinary Income	Net Income	Net Income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous forecast (A)	23,500	1,700	1,500	1,300	51.97
Revised forecast (B)	21,000	1,000	1,000	1,000	39.97
Difference (B-A)	- 2,500	- 700	- 500	- 300	—
Percentage change (%)	- 10.6	- 41.2	- 33.3	- 23.1	—
FY2007 (ended March 31, 2008)	25,576	1,641	1,234	1,256	50.21

## 3. Reason for Revision

As stated above, the forecast for the Fiscal Year 2008 has revised due to the harsh financial results for the first quarter of FY 2008 and the prediction of the trend that semiconductor manufacturer would hold down the investment for capital expenditure will continue for some time.

\* 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.