

## FY2007 First Half Consolidated Financial Results

(Six months ended September 30, 2007)

November 14, 2007

Company Name:	TOWA CORPORATION
Stock Listings:	First Section of Tokyo Stock Exchange First Section of Osaka Securities Exchange
Code Number:	6315
URL:	<a href="http://www.towajapan.co.jp">http://www.towajapan.co.jp</a>
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Scheduled submission date for the Semi-Annual Report:	December 25, 2007

( Amounts are rounded to the nearest million yen )

### 1. Consolidated Financial Results for FY2007 First Half period (April 1, 2007 through September 30, 2007)

#### (1) Consolidated Operating Financial Results (% of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2007 1 <sup>st</sup> half	11,460	-7.2	803	43.6	824	56.0	885	121.5
FY2006 1 <sup>st</sup> half	12,346	90.0	559	-	528	-	400	-
FY2006	25,159		1,224		1,289		1,038	

	Net income per share	Diluted net income per share
	Yen	Yen
FY2007 1 <sup>st</sup> half	35.41	-
FY2006 1 <sup>st</sup> half	16.05	-
FY2006	41.59	-

<Reference> Equity in earnings of affiliates: 194 million yen (FY2007 1<sup>st</sup> Half), 9 million yen (FY2006 1<sup>st</sup> Half)  
256 million yen (FY2006)

#### (2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2007 1 <sup>st</sup> half	33,594	15,971	47.5	638.49
FY2006 1 <sup>st</sup> half	36,478	14,036	38.5	561.12
FY2006	34,925	14,941	42.8	597.27

<Reference> Equity: 15,971 million yen (FY2007 1<sup>st</sup> Half), 14,036 million yen (FY2006 1<sup>st</sup> Half),  
14,941 million yen (FY2006)

#### (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
FY2007 1 <sup>st</sup> half	1,293	-623	-1,236	2,970
FY2006 1 <sup>st</sup> half	963	-256	-455	3,813
FY2006	1,894	252	-2,203	3,542

## 2. Cash Dividends

	Cash dividends per share		
	at 1 <sup>st</sup> half end	at fiscal year-end	Annual
FY2006	Yen -	Yen 5.00	Yen 5.00
FY2007	-		10.00
FY2007 (forecast)		10.00	

## 3. Forecast of Consolidated Operating Results for FY2007 (April 1, 2007 through March 31, 2008)

(% of change from previous year)

	Net Sales		Operating income		Ordinary income		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2007 (forecast)	26,000	3.3	1,900	55.2	1,800	39.6	1,800	73.3

	Net income per share
FY2007 (forecast)	Yen 71.96

## 4. Others

### (1) Changes in significant subsidiaries during FY2007

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

### (2) Changes in Accounting Principles, Procedures and the Presentation for Interim Consolidated Financial Statements

Changes based on revisions of accounting standard: Yes

Changes other than above: None

### (3) Number of shares issued and outstanding (common stock)

Number of shares issued and outstanding at the end of each fiscal year (including treasury shares):

FY2007 1<sup>st</sup> half 25,021,832 shares, FY2006 1<sup>st</sup> half 25,021,832 shares,

FY2006 25,021,832 shares

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

FY2007 1<sup>st</sup> half 7,094 shares, FY2006 1<sup>st</sup> half 6,014 shares,

FY2006 6,418 shares

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the FY 2007 First Half period (April 1, 2007 through September 30, 2007)

(1) Non-Consolidated Operating Financial Results (% of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2007 1 <sup>st</sup> half	10,615	4.2	684	-31.2	550	-48.1	539	53.3
FY2006 1 <sup>st</sup> half	10,185	100.2	994	-	1,059	-	352	-
FY2006	20,444		1,644		1,689		573	

	Net income per share
	Yen
FY2007 1 <sup>st</sup> half	21.58
FY2006 1 <sup>st</sup> half	14.13
FY2006	22.98

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2007 1 <sup>st</sup> half	31,714	13,665	43.1	546.29
FY2006 1 <sup>st</sup> half	32,563	13,070	40.1	522.47
FY2006	32,308	13,250	41.0	529.71

<Reference> Equity: 13,665 million yen (FY2007 1<sup>st</sup> half), 13,070 million yen (FY2006 1<sup>st</sup> half), 13,250 million yen (FY2006)

2. Forecast of Non-Consolidated Operating Results for FY2007 (April 1, 2007 through March 31, 2008)

(% of change from previous year)

	Net Sales		Operating income		Ordinary income		Net income	
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%
FY2007 (forecast)	25,000	22.3	1,700	3.4	1,500	-11.2	1,400	143.9

	Net income per share
	Yen
FY2007 (forecast)	55.97