

## FY2020 First Quarter Consolidated Financial Results

(April 1, 2020 through June 30, 2020)

August 6, 2020

Company name: TOWA CORPORATION  
Stock exchange listings: First Section of Tokyo Stock Exchange  
Code number: 6315  
URL: <https://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: August 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 First Quarter of FY2020 (April 1, 2020 through June 30, 2020)

#### (1) Consolidated Financial Results for the three 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                                 | % |
| 1Q FY2020 | 5,770       | 22.0  | 275              | - | 283             | - | 206   | - |
| 1Q FY2019 | 4,731       | -37.8 | -575             | - | -655            | - | -498  | - |

[Note] Comprehensive income: Three months ended June 30, 2020; 399 million yen ( - %)  
Three months ended June 30, 2019; -984 million yen ( - %)

|           | Net income per share | Diluted net income per share |
|-----------|----------------------|------------------------------|
|           | Yen                  | Yen                          |
| 1Q FY2020 | 8.26                 | -                            |
| 1Q FY2019 | -19.92               | -                            |

#### (2) Consolidated Financial Position

|                      | Total assets | Net assets  | Equity ratio |
|----------------------|--------------|-------------|--------------|
|                      | Million yen  | Million yen | %            |
| As of June 30, 2020  | 42,567       | 27,081      | 63.3         |
| As of March 31, 2020 | 43,124       | 27,017      | 62.4         |

[Reference] Equity: As of June 30, 2020; 26,927 million yen  
As of March 31, 2020; 26,925 million yen

## 2. Cash Dividends

|           | Cash Dividends per share |             |             |          |        |
|-----------|--------------------------|-------------|-------------|----------|--------|
|           | 1st Quarter              | 2nd Quarter | 3rd Quarter | Year-end | Annual |
|           | Yen                      | Yen         | Yen         | Yen      | Yen    |
| FY2019    | -                        | 0.00        | -           | 16.00    | 16.00  |
| FY2020    | -                        |             |             |          |        |
| FY2020(E) |                          | 0.00        | -           | 16.00    | 16.00  |

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

## 3. Forecast of Consolidated Financial Results for FY2020 (April 1, 2020 through March 31, 2021)

(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 |       | Net income per share |
|----------|-------------|------|------------------|-------|-----------------|-------|---|-------|----------------------|
|          | Million Yen | %    | Million Yen      | %     | Million Yen     | %     | Million Yen                                 | %     | Yen                  |
| Interim  | 14,000      | 20.3 | 780              |       | 780             |       | 530   |       | 21.19                |
| Year-end | 29,000      | 14.8 | 2,000            | 146.2 | 2,000           | 209.1 | 1,360                                       | 268.8 | 54.38                |

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

### Notes

- (1) Changes in significant subsidiaries during the first quarter of FY2020  
(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 in accounting policies, changes in accounting estimates and retrospective restatement
  - 1) Changes in accounting policies along with revisions of accounting standards etc.: None
  - 2) Changes in accounting policies other than 1): None
  - 3) Changes in accounting estimates: None
  - 4) Retrospective restatement: None
- (4) Number of shares outstanding (common shares)
  - 1) Number of shares outstanding (including treasury stock) as of June 30, 2020: 25,021,832 shares  
as of March 31, 2020: 25,021,832 shares
  - 2) Number of treasury stock as of June 30, 2020: 12,620 shares  
as of March 31, 2020: 12,620 shares
  - 3) Average number of shares outstanding during the three months ended June 30, 2020: 25,009,212 shares  
during the three months ended June 30, 2019: 25,009,280 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.