

Financial Results for the First Quarter Ended June 30, 2007

August 6, 2007

Company Name: TOWA CORPORATION
 Stock Listings: First Section of Tokyo Stock Exchange
 First Section of Osaka Securities Exchange
 Code Number: 6315
 URL: <http://www.towajapan.co.jp>
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(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of FY2007

(1) Consolidated Financial Results

(%of change from previous-year period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY2007	6,090	(9.0)	470	(143.5)	583	(356.5)	562	(600.3)
1Q FY2006	5,589	(183.6)	193	(-)	127	(-)	80	(-)
FY 2006	25,159		1,224		1,289		1,038	

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY2007	22.48	-
1Q FY2006	3.23	-
FY 2006	41.59	-

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
1Q FY2007	33,611	15,364	45.7	614.20
1Q FY2006	37,357	13,841	37.1	553.32
FY 2006	34,925	14,941	42.8	597.27

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

(% of change from previous year)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	11,500	(-6.9)	750	(34.0)	700	(32.4)	700	(75.0)	27.98
Year-end	26,000	(3.3)	1,900	(55.2)	1,700	(31.8)	1,500	(44.4)	59.96

3. Others

- (1) Changes in significant subsidiaries during the First Quarter : None
 (Changes in specified subsidiaries resulting in changes in scope of consolidation)
- (2) Adoption of simplified accounting policies : Applicable
- (3) Changes on accounting policies : None

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the First Quarter of FY2007 (April 1, 2007 through June 30, 2007)

(1) Non-Consolidated Financial Results

(%of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
1Q FY2007	5,021	(11.2)	317	(32.0)	410	(102.6)	405	(106.0)
1Q FY2006	4,517	(259.2)	240	(-)	202	(-)	196	(-)
FY 2006	20,444		1,644		1,689		573	

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity
	Million yen	Million yen
1Q FY2007	31,260	13,653
1Q FY2006	31,773	12,917
FY 2006	32,308	13,250

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

(% of change from previous year)

	Net Sales		Operating income		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	10,500	(3.1)	600	(-39.7)	500	(-52.8)	500	(42.0)	19.99
Year-end	25,000	(22.3)	1,700	(3.4)	1,500	(-11.2)	1,400	(143.9)	55.97