

FY2008 Second Quarter Consolidated Financial Results

(April 1, 2008 through September 30, 2008)

November 14, 2008

Company Name:	TOWA CORPORATION
Stock Listings:	Tokyo Stock Exchange Osaka Securities Exchange
Code Number:	6315
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Filling date of quarterly consolidated financial statements	November 14, 2008

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter of FY 2008 (April 1, 2008 through September 30, 2008)

(1) Consolidated Financial Results for the six-month period (% of change from the same quarter of the prior fiscal year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2Q FY2008	8,527	—	-1,051	—	-1,116	—	-1,238	—
2Q FY2007	11,460	-7.2	803	43.6	824	56.0	885	121.5

	Net income per share	Diluted net income per share
	Yen	Yen
2Q FY2008	-49.49	—
2Q FY2007	35.41	—

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
2Q FY2008	32,617	14,574	44.7	582.65
FY2007	34,360	16,394	47.7	655.40

Reference: Equity at the end of 2Q FY2008: 14,574 million yen, Equity at the end of FY2007: 16,394 million yen

2. Cash Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2007	—	—	—	10.00	10.00
FY2008	—	—	—	—	—
FY2008(E)	—	—	—	—	—

Note: Revisions to forecast of dividends in this quarter: None

3. Forecast of Consolidated Results for FY2008 (April 1, 2008 through March 31, 2009)

(% 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
Year-end	18,500	-28.2	-1,000	—	-1,150	—	-1,250	—	-49.97

Note: Revisions to forecast of financial results in this quarter: None

4. Others

(1) Changes in significant subsidiaries during the Second Quarter of FY2008

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

(2) Simplified accounting procedures and adoption of special accounting methods for preparation of Quarterly Financial Statements: Yes

(3) Changes in Accounting Principles, Procedures and the Presentation of the Quarterly Consolidated Financial Statements

1) Changes based on revisions of accounting standard: Yes

2) Changes other than 1) above: None

(4) Number of shares issued and outstanding (common stock)

1) Number of shares issued and outstanding (including treasury shares):

2Q FY2008 25,021,832 shares, FY2007 25,021,832 shares

2) Number of treasury shares:

2Q FY2008 7,736 shares, FY2007 7,362 shares

3) Average number of shares outstanding during the six-month period:

2Q FY2008 25,014,331 shares, 2Q FY2007 25,015,086 shares

* The forecast of consolidated financial results for FY 2008 which TOWA announced on August 11 was revised on October 21st of 2008.