

FY2015 Second Quarter Consolidated Financial Results

(April 1, 2015 through September 30, 2015)

November 9, 2015

Company Name: TOWA CORPORATION
 Stock Listings: Tokyo Stock Exchange
 Code Number: 6315
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 Quarterly Results Supplemental Materials: Yes
 Quarterly Results Presentation Meeting: Yes

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the Second Quarter of FY 2015 (April 1, 2015 through September 30, 2015)

(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 attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
2Q FY2015	11,124	2.1	1,152	-13.0	1,205	-17.0	1,167	8.3
2Q FY2014	10,893	—	1,324	—	1,452	—	1,077	—

Reference: Comprehensive income at the end of 2Q FY2015: 696 million yen (-50.4%)

Comprehensive income at the end of 2Q FY2014: 1,514 million yen (— %)

	Net income per share	Diluted net income per share
	Yen	Yen
2Q FY2015	46.67	—
2Q FY2014	43.09	—

Note: Year-on-year increases/decreases for the three months ended September 30, 2015, are not stated as changes in accounting policies have been applied retroactively.

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio
	Million yen	Million yen	%
2Q FY2015	30,905	21,491	68.5
FY2014	31,735	21,060	65.4

Reference: Equity at the end of 2Q FY2015: 21,157 million yen, Equity at the end of FY2014: 20,741 million yen

Note: The Company has changed its accounting policies from the first-quarter consolidated account period. To conform to this change, figures for the fiscal year ended March 31, 2015 have been applied retroactively.

2. Cash Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2014	—	0.00	—	10.00	10.00
FY2015	—	0.00			
FY2015(E)			—	10.00	10.00

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

3. Forecast of Consolidated Results for FY2015 (April 1, 2015 through March 31, 2016)

(% of change from 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
Year-end	19,700	-6.9	900	-54.5	900	-60.8	800	-58.6	31.99

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

The Company has changed its accounting policies from the first-quarter consolidated account period.

To conform to this change, Year-on-year change have been calculated using figures applied retroactively.

4. Others

- (1) Changes in significant subsidiaries during the Second Quarter of FY2015
(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: None
- (3) Changes in Accounting Policies, Accounting estimation and Restatement
 - 1) Changes in accounting policies along with changes in accounting standards: Yes
 - 2) Other changes of accounting policies besides 1) above: Yes
 - 3) Changes in accounting estimates: None
 - 4) Restatement: None
- (4) Number of shares issued and outstanding (common stock)
 - 1) Number of shares issued and outstanding (including treasury shares):
2Q FY2015 25,021,832 shares, FY2014 25,021,832 shares
 - 2) Number of treasury shares:
2Q FY2015 11,213 shares, FY2014 11,059 shares
 - 3) Average number of shares outstanding during the quarterly period:
2Q FY2015 25,010,727 shares, 2Q FY2014 25,011,121 shares

* Implementation status of quarterly financial review procedures

This quarterly financial report is not subject to audit procedures by independent auditors under Japan's Financial Instruments and Exchange Law. At the time of release of this report, quarterly financial review procedures under the Financial Instruments and Exchange Law have not been completed.

* 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 the currently available information and actual results could differ from the forecast for various reasons.