

## FY2013 Consolidated Financial Results

(April 1, 2013 through March 31, 2014)

May 12, 2014

Company Name: TOWA CORPORATION  
 Stock Listings: First Section of Tokyo Stock Exchange  
 Code Number: 6315  
 URL: <http://www.towajapan.co.jp>  
 Representative: Hirokazu Okada, President and COO  
 Inquiries: Yoshizumi Tamura, Director, Executive Officer  
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 Telephone Number: (075)692-0251  
 Date of general shareholders' meeting: June 27, 2014  
 Payment date of cash dividends: June 30, 2014  
 Filing date of financial statements: June 26, 2014  
 Financial Results Supplemental Materials: Yes  
 Financial Results Presentation Meeting: Yes

(Amounts are rounded to the nearest million yen)

### 1. Consolidated Financial Results for the FY 2013 (April 1, 2013 through March 31, 2014)

#### (1) Consolidated Financial Results

(%of change from previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
FY2013	17,165	4.3	457	—	666	0.6	568	-17.8
FY2012	16,454	-4.0	-439	—	663	-60.3	691	-28.6

Note: Comprehensive income: 1,041 million yen(-3.6%) (For FY2013), 1,080 million yen(-23.1%) (For FY2012)

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Ordinary income to net sales
	Yen	Yen	%	%	%
FY2013	22.72	—	3.3	2.4	2.7
FY2012	27.64	—	4.2	2.5	-2.7

Reference: Equity in earnings of affiliates: 12 million yen (For FY2013), 22 million yen (For FY2012)

#### (2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2013	29,132	17,909	60.6	705.77
FY2012	25,896	17,072	65.2	674.56

Reference: Equity at the end of FY2013: 17,652 million yen, Equity at the end of FY2012: 16,871 million yen

#### (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 the end of period
	Million yen	Million yen	Million yen	Million yen
FY2013	935	-1,553	819	5,533
FY2012	2,710	-1,083	-817	5,266

## 2. Cash Dividends

	Cash dividends per share					Total amount of cash dividends (annual)	Dividends payout ratio (Consolidated)	Ratio of total amount of dividends to shareholders' equity (consolidated)
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
FY2012	—	0.00	—	10.00	10.00	250	36.2	1.5
FY2013	—	0.00	—	10.00	10.00	250	44.0	1.4
FY2014(E)	—	0.00	—	10.00	10.00		31.3	

## 3. Forecast of Consolidated Results for FY2014 (April 1, 2014 through March 31, 2015)

(% 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	10,000	20.1	850	—	800	696.7	750	—	29.99
Year-end	18,000	4.9	1,000	118.5	900	35.0	800	40.8	31.99

## 4. Others

### (1) Changes in significant subsidiaries during FY2013

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

### (2) 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: None
- ③ Changes in accounting estimates: None
- ④ Restatement: None

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

- ① Number of shares issued and outstanding at the end of each fiscal year (including treasury shares):  
FY2013 25,021,832 shares, FY2012 25,021,832 shares
- ② Number of treasury shares at the end of each fiscal year:  
FY2013 10,633 shares, FY2012 9,923 shares
- ③ Average number of outstanding stock for each fiscal year:  
FY2013 25,011,610 shares, FY2012 25,012,244 shares

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the FY 2013 (April 1, 2013 through March 31, 2014)

(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	%
FY2013	16,239	3.6	237	322.7	386	12.1	394	-0.4
FY2012	15,680	-4.4	56	-94.6	344	-79.4	395	-82.3

	Net income per share	Diluted net income per share
	Yen	Yen
FY2013	15.76	—
FY2012	15.82	—

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2013	25,576	14,909	58.3	596.12
FY2012	22,836	14,648	64.1	585.67

Reference: Equity at the end of FY2013: 14,909 million yen, Equity at the end of FY2012: 14,648 million yen

2. Forecast of Non-Consolidated Results for FY2014 (April 1, 2014 through March 31, 2015)

(% of change from previous year)

	Net Sales		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	9,700	23.0	200	—	190	—	7.60
Year-end	17,500	7.8	230	-40.4	210	-46.7	8.40

**\* Implementation status of audit procedures**

This consolidated financial results 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, audit 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.