

FY2013 Second Quarter Consolidated Financial Results

(April 1, 2013 through September 30, 2013)

November 12, 2013

Company Name: TOWA CORPORATION
 Stock Listings: Tokyo Stock Exchange
 Code Number: 6315
 URL: <http://www.towajapan.co.jp>
 Representative: Hirokazu Okada, President and COO
 Inquiries: Yoshizumi Tamura, Executive Officer
 Division Manager of Administration Div.
 Telephone Number: (075)692-0251
 Quarterly Report Filing Date (as planned): November 13, 2013
 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 2013 (April 1, 2013 through September 30, 2013)

(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 FY2013	8,328	-22.3	67	-95.7	100	-93.4	52	-96.4
2Q FY2012	10,715	37.1	1,582	107.1	1,523	166.6	1,468	—

Reference: Comprehensive income at the end of 2Q FY2013: 374 million yen (-63.5%)

Comprehensive income at the end of 2Q FY2012: 1,025 million yen (— %)

	Net income per share	Diluted net income per share
	Yen	Yen
2Q FY2013	2.10	—
2Q FY2012	58.70	—

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio
	Million yen	Million yen	%
2Q FY2013	27,210	17,207	62.4
FY2012	25,896	17,072	65.2

Reference: Equity at the end of 2Q FY2013: 16,967 million yen, Equity at the end of FY2012: 16,871 million yen

2. Cash Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2012	—	0.00	—	10.00	10.00
FY2013	—	0.00			
FY2013(E)			—	10.00	10.00

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

3. Forecast of Consolidated Results for FY2013 (April 1, 2013 through March 31, 2014)

(% 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	17,000	3.3	240	—	270	-59.3	220	-68.2	8.80

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

4. Others

(1) Changes in significant subsidiaries during the Second Quarter of FY2013

(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: None
- 2) Other changes of accounting policies besides 1) above: None
- 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 FY2013 25,021,832 shares, FY2012 25,021,832 shares
- 2) Number of treasury shares:
2Q FY2013 10,179 shares, FY2012 9,923 shares
- 3) Average number of shares outstanding during the quarterly period:
2Q FY2013 25,011,813 shares, 2Q FY2012 25,012,406 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.