

FY2010 Consolidated Financial Results

(April 1, 2010 through March 31, 2011)

May 13, 2011

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
Representative:	Hisao Nishimura, President and COO
Inquiries:	Masatoshi Kishimoto, Executive Officer Division Manager of Administration Div.
Telephone Number:	(075)692-0251
Date of general shareholders' meeting:	June 29, 2011
Payment date of cash dividends:	June 30, 2011
Filing date of financial statements	June 24, 2011
Financial Results Supplemental Materials:	Yes
Financial Results Presentation Meeting:	None

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the FY 2010 (April 1, 2010 through March 31, 2011)

(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	%
FY2010	22,592	58.3	4,067	—	4,064	—	3,751	—
FY2009	14,274	23.3	-338	—	-345	—	-330	—

Note: Comprehensive income: 3,679 million yen(—%) (For FY2010), 2 million yen(—%) (For FY2009)

	Net income per share	Diluted net income per share	Return on equity	Ordinary income to total assets	Ordinary income to net sales
	Yen	Yen	%	%	%
FY2010	150.00	—	29.0	15.0	18.0
FY2009	-13.19	—	-3.0	-1.3	-2.4

Reference: Equity in earnings of affiliates: 186 million yen (For FY2010), 22 million yen (For FY2009)

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2010	27,288	14,771	54.1	590.54
FY2009	26,738	11,091	41.5	443.43

Reference: Equity at the end of FY2010: 14,771 million yen, Equity at the end of FY2009: 11,091 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 end of period
	Million yen	Million yen	Million yen	Million yen
FY2010	5,571	-620	-3,808	4,933
FY2009	2,494	-290	-2,733	3,836

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)
	Interim	Year-end	Annual			
	Yen	Yen	Yen	Million yen	%	%
FY2009	0.00	0.00	0.00	—	—	—
FY2010	0.00	10.00	10.00	250	6.7	1.7
FY2011(E)	0.00	—	—		—	

The dividend forecast for the fiscal year ending March 31, 2012 has not been decided.

3. Forecast of Consolidated Results for FY2011 (April 1, 2011 through March 31, 2012)

(% 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	9,000	-28.3	550	-79.6	500	-81.0	450	-82.1	18.00
Year-end	19,000	-15.9	1,300	-68.0	1,200	-70.5	1,100	-70.7	43.98

4. Others

(1) Changes in significant subsidiaries during FY2010

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

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

① Changes based on revisions of accounting standard: Yes

② Changes other than ① above: 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):

FY2010 25,021,832 shares, FY2009 25,021,832 shares

② Number of treasury shares at the end of each fiscal year:

FY2010 9,091 shares, FY2009 8,653 shares

③ Average number of outstanding stock for each fiscal year:

FY2010 25,013,078 shares, FY2009 25,013,494 shares

(Preference) Outline of Non-Consolidated Financial Results

1. Non-Consolidated Financial Results for the FY 2010 (April 1, 2010 through March 31, 2011)

(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	%
FY2010	21,688	60.9	3,066	—	2,977	—	2,988	—
FY2009	13,481	19.8	-572	—	-451	—	-371	—

	Net income per share	Diluted net income per share
	Yen	Yen
FY2010	119.46	—
FY2009	-14.87	—

(2) Non-Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
FY2010	24,622	12,520	50.9	500.57
FY2009	24,717	9,421	38.1	376.65

Reference: Equity at the end of FY2010: 12,520 million yen, Equity at the end of FY2009: 9,421 million yen

2. Forecast of Non-Consolidated Results for FY2011 (April 1, 2011 through March 31, 2012)

(% of change from previous year)

	Net Sales		Ordinary income		Net income		Net income per share
	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	8,600	-28.9	250	-87.7	230	-89.0	9.20
Year-end	18,200	-16.1	600	-79.9	550	-81.6	21.99

*** 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.