

FY2011 First Quarter Consolidated Financial Results

(April 1, 2011 through June 30, 2011)

August 10, 2011

Company Name: TOWA CORPORATION
 Stock Listings: Tokyo Stock Exchange
 Osaka Securities Exchange
 Code Number: 6315
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 Quarterly Report Filing Date (as planned): August 11, 2011
 Quarterly Results Supplemental Materials: Yes
 Quarterly Results Presentation Meeting: None

(Amounts are rounded to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of FY 2011 (April 1, 2011 through June 30, 2011)

(1) Consolidated Financial Results (% 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	%
1Q FY2011	4,009	-24.6	405	-57.0	388	-60.9	385	-59.5
1Q FY2010	5,317	101.3	941	—	993	—	950	—

	Net income per share	Diluted net income per share
	Yen	Yen
1Q FY2011	15.41	—
1Q FY2010	38.02	—

(2) Consolidated Financial Position

	Total assets	Shareholders' equity	Shareholders' equity ratio
	Million yen	Million yen	%
1Q FY2011	26,444	14,835	56.1
FY2010	27,288	14,771	54.1

Reference: Equity at the end of 1Q FY2011: 14,835 million yen, Equity at the end of FY2010: 14,771 million yen

2. Cash Dividends

	Cash dividends per share				
	1st Quarter	2nd Quarter	3rd Quarter	Year-end	Annual
	Yen	Yen	Yen	Yen	Yen
FY2010	—	0.00	—	10.00	10.00
FY2011	—				
FY2011(E)		0.00	—	—	—

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

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	-110	—	-4.40
Year-end	19,000	-15.9	1,300	-68.0	1,200	-70.5	540	-85.6	21.59

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

4. Others

(1) Changes in significant subsidiaries during the First Quarter of FY2011

(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):
1Q FY2011 25,021,832 shares, FY2010 25,021,832 shares
- 2) Number of treasury shares:
1Q FY2011 9,091 shares, FY2010 9,091 shares
- 3) Average number of shares outstanding during the quarterly period:
1Q FY2011 25,012,741 shares, 1Q FY2010 25,013,179 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.