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May 12, 2022

Consolidated Financial Results for the Fiscal Year Ended March 31, 2022 (Under Japanese GAAP)

Company name: TOWA CORPORATION
Listings: Prime Market of Tokyo Stock Exchange
Securities code: 6315
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Representative: Hirokazu Okada, President and CEO
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Telephone: +81 75-692-0251
Scheduled date of annual general meeting of shareholders: June 29, 2022
Scheduled date to commence dividend payments: June 30, 2022
Scheduled date to file annual securities report: June 28, 2022
Preparation of supplementary material on financial results: Yes
Holding of financial results briefing: May 16, 2022 (via online for investors and analysts)

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Consolidated Operating Results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2022	50,666	70.6	11,505	217.9	11,724	207.0	8,129	205.3
March 31, 2021	29,706	17.6	3,618	345.6	3,818	490.2	2,663	622.1

[Note] Comprehensive income:

For the fiscal year ended March 31, 2022: ¥10,018 million [113.9%]
For the fiscal year ended March 31, 2021: ¥4,684 million [—%]

	Basic earnings per share	Diluted earnings per share	Return on equity	Ratio of ordinary profit to total assets	Ratio of operating profit to net sales
Fiscal year ended	Yen	Yen	%	%	%
March 31, 2022	325.08	—	22.6	19.0	22.7
March 31, 2021	106.49	—	9.2	8.0	12.2

[Reference] Share of profit (loss) of entities accounted for using equity method:

For the fiscal year ended March 31, 2022: ¥—million
For the fiscal year ended March 31, 2021: ¥—million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	Yen
March 31, 2022	71,333	41,121	57.1	1,628.59
March 31, 2021	51,790	31,503	60.2	1,246.80

[Reference] Equity: As of March 31, 2022: ¥40,728 million
As of March 31, 2021: ¥31,181 million

(3) Consolidated Cash Flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at end of period
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2022	6,403	-6,600	1,925	12,250
March 31, 2021	5,311	-2,768	-2,240	10,268

2. Cash Dividends

	Annual dividends per share					Total cash dividends (Total)	Payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total			
Fiscal year ended March 31, 2021	Yen —	Yen 0.00	Yen —	Yen 16.00	Yen 16.00	Millions of yen 400	% 15.0	% 1.4
Fiscal year ended March 31, 2022	—	0.00	—	50.00	50.00	1,250	15.4	3.5
Fiscal year ending March 31, 2023 (Forecast)	—	0.00	—	40.00	40.00		11.8	

[Note] Breakdown of the year-end dividends for the Fiscal year ended March 31, 2022:

Regular dividends	¥40.00
Commemorative dividends	¥10.00

3. Forecast of Consolidated Financial Results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net Sales		Operating profit		Ordinary profit		Profit attributable to owners of parent		Basic earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	27,000	11.0	6,030	6.3	6,030	5.7	4,220	1.8	168.74
Year-end	55,000	8.6	12,200	6.0	12,200	4.1	8,500	4.6	339.88

※Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in the change in scope of consolidation): None

(2) Changes in accounting policies, changes in accounting estimates and restatement

- 1) Changes in accounting policies due to revisions to accounting standards and other regulations: Yes
- 2) Changes in accounting policies due to other reasons: None
- 3) Changes in accounting estimates: None
- 4) Retrospective restatement: None

(3) Number of shares outstanding (common shares)

1) Total number of issued shares at the end of the period (including treasury shares)

As of March 31, 2022	25,021,832 shares
As of March 31, 2021	25,021,832 shares

2) Number of treasury shares at the end of the period

As of March 31, 2022	13,221 shares
As of March 31, 2021	12,806 shares

3) Average number of shares outstanding during the period

Fiscal year ended March 31, 2022	25,008,840 shares
Fiscal year ended March 31, 2021	25,009,115 shares

[Reference] Overview of Non-consolidated financial results

1. Non-consolidated financial results for the fiscal year ended March 31, 2022 (from April 1, 2021 to March 31, 2022)

(1) Non-consolidated operating results

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Ordinary profit		Profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Fiscal year ended								
March 31, 2022	42,527	76.2	5,896	338.8	6,610	323.9	4,871	342.5
March 31, 2021	24,132	18.4	1,343	—	1,559	—	1,100	—

Fiscal year ended	Basic earnings per share	Diluted earnings per share
	Yen	Yen
March 31, 2022	194.80	—
March 31, 2021	44.02	—

(2) Non-consolidated financial position

As of	Total assets	Net assets	Equity-to-asset ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
March 31, 2022	50,953	27,025	53.0	1,080.64
March 31, 2021	38,646	22,488	58.2	899.20

[Reference] Equity: As of March 31, 2022: ¥27,025 million

As of March 31, 2021: ¥22,488 million

2. Forecast of Non-consolidated Financial Results for the fiscal year ended March 31, 2023 (from April 1, 2022 to March 31, 2023)

(Percentages indicate year-on-year changes.)

	Net Sales		Ordinary profit		Profit		Basic earnings per share
	Million Yen	%	Million Yen	%	Million Yen	%	Yen
Interim	22,000	7.9	3,100	14.3	2,150	14.4	85.97
Year-end	44,000	3.5	6,200	-6.2	4,300	-11.7	171.94

***Financial results reports are exempt from audit conducted by certified public accountants or an audit corporation.**

*** 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 available information as of the announcement date, and therefore are not guarantees of future performance. Actual results may differ substantially from the forecasts for various reasons.