

Notice Regarding Earnings Forecast Revision for the FY2025

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 Listing: Prime Market of Tokyo Stock Exchange
 Securities code: 6315
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TOWA CORPORATION hereby announces that during today's Board of Directors meeting, based on recent performance trend, it has resolved to revise earnings forecasts for FY2025 announced on May 9, 2025, as follows.

● Regarding Earnings Forecast Revision

Revision of consolidated earnings forecast figures for FY2025
 (From April 1, 2025 to March 31, 2026)

	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
Previous forecast (A)	56,000	9,800	9,800	6,860	91.46
Revised forecast (B)	54,500	7,000	7,000	4,950	65.98
Change (B – A)	-1,500	-2,800	-2,800	-1,910	
Rate of change (%)	-2.7	-28.6	-28.6	-27.8	
(Ref.) Results of previous fiscal year (FY2024)	53,479	8,880	9,400	8,121	108.28

Reasons for Revision

Due to the postponement of the initially expected timing of mass production investments and an increase in the proportion of orders for products with long lead times, such as evaluation equipment, the timing of revenue recognition has been delayed from the initial plan, and net sales are expected to come in below the previous forecast. In addition to the decrease in net sales, impacted by product mix fluctuations and additional costs associated with initial shipments, profit at each stage is also expected to come in below the previous forecast. Although net sales and profit at each stage are expected to be lower than the previous forecast, performance has been in a steady recovery trend since the second quarter of this fiscal year, and net sales are expected to reach a record high.

The current orders environment remains firm, mainly for AI and data center-related applications such as memory. Against this backdrop of demand trends, order backlog has also been steadily accumulating and is expected to contribute to future net sales. Furthermore, orders for compression equipment have been increasing recently, and based on this trend, improvements in the product mix are expected. In addition, the impact of additional costs associated with initial shipments, which are temporary factors, is expected to be mitigated, and profit is also expected to improve.