

Company Name: TOPY INDUSTRIES, LIMITED
 Representative: President and CEO, Yasuo Fujii
 (Code: 7231 Tokyo, Osaka and Nagoya Stock Exchange; first section)

Announcement Concerning Adjustment of financial and Dividend Forecasts

This announcement is with regards to the decision made by the Board of Directors Meeting held on September 21, 2012 to adjust the consolidated and non-consolidated financial forecasts for Fiscal 2012(Apr. 1, 2012 - Mar.31, 2013), and the dividends forecast per share, originally announced on May 10, 2012 to reflect recent performance trends.

●Adjustment of Financial Forecasts

Consolidated Financial Forecasts for Second Quarter of Fiscal 2012(Apr. 1, 2012 - Sept. 30, 2012)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous Forecast (A) (Announced May 10, 2012)	123,000	5,400	4,900	2,600	10.96
Adjusted Forecast (B)	116,000	3,700	3,200	1,900	8.01
Difference in Forecast (B - A)	(7,000)	(1,700)	(1,700)	(700)	
Percentage Difference (%)	(5.7%)	(31.5%)	(34.7%)	(26.9%)	
(Ref.) Previous Second Quarter Results (Second Quarter of Fiscal 2011)	113,692	3,314	2,845	1,383	5.83

Consolidated Financial Forecasts for Fiscal 2012 (Apr. 1, 2012 - Mar. 31, 2013)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous Forecast (A) (Announced May 10, 2012)	253,000	11,500	10,500	5,700	24.03
Adjusted Forecast (B)	236,000	7,000	6,200	3,300	13.91
Difference in Forecast (B - A)	(17,000)	(4,500)	(4,300)	(2,400)	
Percentage Forecast (%)	(6.7%)	(39.1%)	(41.0%)	(42.1%)	
(Ref.) Previous Year Results (Fiscal 2011)	240,534	10,554	7,304	3,918	16.52

Non-Consolidated Financial Forecasts for Second Quarter of Fiscal 2012 (Apr. 1, 2012 - Sept. 30, 2012)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous Forecast (A) (Announced May 10, 2012)	79,600	3,400	3,500	1,900	8.01
Adjusted Forecast (B)	74,600	2,400	2,700	1,700	7.17
Difference in Forecast (B - A)	(5,000)	(1,000)	(800)	(200)	
Percentage Difference (%)	(6.3%)	(29.4%)	(22.9%)	(10.5%)	
(Ref.) Previous Second Quarter Results (Second Quarter of Fiscal 2011)	76,831	1,953	2,104	1,326	5.59

Non-Consolidated Financial Forecasts for Fiscal 2012 (Apr. 1, 2012 - Mar. 31, 2013)

	Net sales	Operating income	Ordinary income	Net income	Net income per share
	Million Yen	Million Yen	Million Yen	Million Yen	Yen
Previous Forecast (A) (Announced May 10, 2012)	160,900	6,700	7,100	4,200	17.71
Adjusted Forecast (B)	147,000	3,800	4,800	3,200	13.49
Difference in Forecast (B - A)	(13,900)	(2,900)	(2,300)	(1,000)	
Percentage Difference (%)	(8.6%)	(43.3%)	(32.4%)	(23.8%)	
(Ref.) Previous Year Results (Fiscal 2011)	161,788	6,179	6,452	1,780	7.50

Reason for Adjustment

With regards to forecasts for Fiscal 2012 steady sales are expected for trucks and passenger car wheels in the Automobile / Industrial Machinery Components Business. However, due to slow recovery of the Chinese construction machinery market and mining machinery demand, sales of construction machinery undercarriage parts are expected to fall below the initial estimate level. Furthermore, manufacture volume of steel for construction machinery undercarriage component parts to be supplied to the Automobile / Industrial Machinery Components Business are expected to decline despite securing sales volume for steel in the construction and building sectors. This is due to slowdown of the steel market in the Steel Business. Under such conditions, it is expected that forecast values will fall below those values announced on May 10, 2012, and thus has been adjusted as above.

●Adjustment of Dividends Forecast

	Dividends per share				
	End of first quarter	E n d o f s e c o n d q u a r t e r	End of third quarter	E n d o f fiscal year	Full fiscal y e a r
	Yen	Yen	Yen	Yen	Yen
Previous Forecast (Announced May 10, 2012)	—	3.00	—	3.00	6.00
Adjusted Forecast	—	2.00	—	2.00	4.00
Current Forecast	—	—	—		
Previous Year Results (Fiscal 2011)	—	2.00	—	2.00	4.00

Reason for Adjustment

The basic policy regarding profit allocation at Topy Industries, Limited is to return profit to our shareholders appropriately according to consolidated business results, to retain earnings for future business development, and for strengthening our corporate structure. Distribution of surplus will be decided upon significant consideration for a stable and continued dividend.

Based on the overall consideration of the basic policy and financial forecasts, the dividends forecast at Second Quarter end is 2 Yen per share, and the dividend per share forecast at fiscal year end is 2 Yen. Therefore dividend per share is 4 Yen.