

(English Translation of the Japanese Press Release)

August 8, 2014

To all related parties:

Name of the Company: TOMY Company, Ltd.
Name of the Representative: Kantaro Tomiyama
President & CEO
(Code No. 7867; The First Section of the Tokyo Stock Exchange)
Further Inquiries: Kazuhiro Kojima
Board Director
Senior Executive Officer
Chief Financial Officer
(TEL: 03-5654-1548)

(Corrections) Notice Concerning Partial Corrections to
“CONSOLIDATED FINANCIAL RESULTS
for the Fiscal Year Ended March 31, 2013 <under Japanese GAAP>”

TOMY Company, Ltd. (hereinafter “Tomy”) has proceeded with operations to revise earnings summaries of previous fiscal years as announced in “Report Concerning Improper Accounting Practices at Tomy’s Consolidated Subsidiary” disclosed today. TOMY has now completed the operations to revise “CONSOLIDATED FINANCIAL RESULTS for the Fiscal Year Ended March 31, 2013 <under Japanese GAAP>” dated May 14, 2013, and it accordingly announces the details of the corrections.

The corrected document is attached and the places in the document where corrections were made are underlined.

End of notice

Translation

Notice: This English version is a translation of the original Japanese document and is only for reference purposes. In the case where any differences occur between the English version and the original Japanese version, the Japanese version will prevail.

[After Correction]



MEMBERSHIP
May 14, 2013

CONSOLIDATED FINANCIAL RESULTS for the Fiscal Year Ended March 31, 2013 <under Japanese GAAP>

Company name: **TOMY COMPANY, LTD.**
Listing: First Section of the Tokyo Stock Exchange
Securities identification code: 7867
URL: <http://www.takaratomy.co.jp/>
Representative: Kantaro Tomiyama, President and CEO
Inquiries: Kazuhiro Kojima, Managing Director, Deputy Head, Corporate Administrations
TEL: +81-3-5654-1548 (from overseas)

Scheduled date of ordinary general meeting of shareholders: June 26, 2013
Scheduled date to commence dividend payments: June 27, 2013
Scheduled date to file securities report: June 27, 2013
Supplementary material on financial results: Yes
Financial results presentation meeting: Yes (for institutional investors and analysts)

(in millions of yen with fractional amounts discarded, unless otherwise noted)

1. Consolidated performance for the fiscal year ended March 31, 2013 (From April 1, 2012 to March 31, 2013)

(1) Consolidated operating results

(Percentages indicate year-on-year changes.)

Fiscal year ended	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
March 31, 2013	<u>178,745</u>	(4.5)	2,547	(75.0)	2,622	(73.3)	<u>(7,173)</u>	-
March 31, 2012	187,265	17.4	10,186	(1.4)	9,823	(3.2)	3,679	(58.8)

Note: Comprehensive income
Fiscal year ended March 31, 2013: (407) million yen [- %]
Fiscal year ended March 31, 2012: 3,607 million yen [(54.5)%]

Fiscal year ended	Net income per share	Diluted net income per share	Net income/equity	Ordinary income/total assets	Operating income/net sales
	yen	yen	%	%	%
March 31, 2013	<u>(76.21)</u>	-	<u>(14.8)</u>	<u>1.7</u>	<u>1.4</u>
March 31, 2012	39.09	32.27	7.6	7.8	5.4

Reference: Equity in earnings of affiliates
Fiscal year ended March 31, 2013: - million yen
Fiscal year ended March 31, 2012: - million yen

(2) Consolidated financial position

	Total assets	Net assets	Equity ratio	Net assets per share
As of	Millions of yen	Millions of yen	%	yen
March 31, 2013	<u>152,732</u>	<u>49,692</u>	<u>31.2</u>	<u>506.41</u>
March 31, 2012	156,654	51,805	31.6	525.46

Reference: Equity
As of March 31, 2013: 47,670 million yen
As of March 31, 2012: 49,465 million yen

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Period-end cash and cash equivalents
Fiscal year ended	Millions of yen	Millions of yen	Millions of yen	Millions of yen
March 31, 2013	6,701	(3,414)	(8,494)	32,583
March 31, 2012	16,046	(38,048)	29,718	36,522

2. Cash dividends

	Annual dividends					Total cash dividends (Total)	Dividend payout ratio (Consolidated)	Ratio of dividends to net assets (Consolidated)
	First quarter-end	Second quarter-end	Third quarter-end	Year-end	Total			
Fiscal year ended	yen	yen	yen	yen	yen	Millions of yen	%	%
March 31, 2012	–	7.00	–	7.00	14.00	1,317	35.8	2.7
March 31, 2013	–	7.00	–	3.00	10.00	941	–	<u>1.9</u>
Fiscal year ending March 31, 2014 (Forecast)	–	5.00	–	5.00	10.00		42.8	

3. Consolidated earnings forecasts for the fiscal year ending March 31, 2014 (From April 1, 2013 to March 31, 2014)

(Percentages indicate year-on-year changes.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	yen
Six months ending September 30, 2013 (cumulative)	88,000	<u>5.5</u>	2,000	<u>80.7</u>	1,700	<u>118.5</u>	500	–	5.31
Fiscal year ending March 31, 2014	183,000	<u>2.4</u>	5,000	96.3	4,400	67.8	2,200	–	23.37

* 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 of prior period financial statements after error corrections**
 - A. Changes in accounting policies due to revisions to accounting standards: Yes
 - B. Changes in accounting policies due to other reasons: None
 - C. Changes in accounting estimates: Yes
 - D. Restatement of prior period financial statements after error corrections: None

(Note) These items fall in those set forth in Article 14-7 (When it is difficult to distinguish between a change in an accounting policy and a change in an accounting estimate) of the Ordinance on Terminology, Forms, and Preparation Methods of Consolidated Financial Statements.

(3) Number of issued shares (common stock)

- A. Total number of issued shares at the end of the period (including treasury stock)

As of March 31, 2013	96,290,850 shares
As of March 31, 2012	96,290,850 shares

- B. Number of treasury shares at the end of the period

As of March 31, 2013	2,156,023 shares
As of March 31, 2012	2,154,371 shares

C. Average number of shares during the period

Fiscal year ended March 31, 2013	94,135,858 shares
Fiscal year ended March 31, 2012	94,137,332 shares

* Indication regarding execution of audit procedures

The completion of audit procedures in accordance with the Financial Instruments and Exchange Act is not required for preparing this financial results report. At the time of disclosure of this financial results report, the audit procedures in accordance with the Financial Instruments and Exchange Act were incomplete.

Consolidated Financial Statements
(1) Consolidated balance sheets

(Millions of yen)

	As of March 31, 2012	As of March 31, 2013
Assets		
Current assets		
Cash and deposits	37,684	33,764
Notes and accounts receivable-trade	23,597	<u>23,892</u>
Securities	264	64
Merchandise and finished goods	15,850	19,214
Work in process	328	368
Raw materials and supplies	845	759
Deferred tax assets	3,165	2,057
Other	5,388	6,178
Allowance for doubtful accounts	(221)	(158)
Total current assets	<u>86,904</u>	<u>86,142</u>
Noncurrent assets		
Property, plant and equipment		
Buildings and structures	13,223	13,634
Accumulated depreciation	(7,515)	(7,935)
Accumulated impairment loss	(353)	(456)
Buildings and structures, net	<u>5,355</u>	<u>5,242</u>
Machinery, equipment and vehicles	1,750	2,038
Accumulated depreciation	(865)	(1,117)
Accumulated impairment loss	(0)	(0)
Machinery, equipment and vehicles, net	<u>884</u>	<u>920</u>
Tools, furniture and fixtures	25,192	25,608
Accumulated depreciation	(22,461)	(22,491)
Accumulated impairment loss	(83)	(273)
Tools, furniture and fixtures, net	<u>2,647</u>	<u>2,843</u>
Land	4,861	4,729
Lease assets	2,994	5,374
Accumulated depreciation	(1,432)	(2,182)
Lease assets, net	<u>1,562</u>	<u>3,192</u>
Construction in progress	185	243
Total property, plant and equipment	<u>15,498</u>	<u>17,172</u>
Intangible assets		
Goodwill	23,388	25,174
Right of using trademark	14,067	9,674
Other	7,023	7,532
Total intangible assets	<u>44,478</u>	<u>42,382</u>
Investments and other assets		
Investment securities	2,574	3,056
Deferred tax assets	2,774	517
Other	4,663	3,699
Allowance for doubtful accounts	(299)	(276)
Total investments and other assets	<u>9,713</u>	<u>6,998</u>
Total noncurrent assets	<u>69,689</u>	<u>66,552</u>

(Millions of yen)

	As of March 31, 2012	As of March 31, 2013
Deferred assets		
Bond issuance cost	60	37
Total deferred assets	60	37
Total assets	156,654	<u>152,732</u>
Liabilities		
Current liabilities		
Notes and accounts payable-trade	11,374	<u>10,655</u>
Short-term loans payable	3,798	5,971
Current portion of long-term loans payable	5,510	5,497
Current portion of bonds	1,050	990
Lease obligations	1,213	1,935
Accounts payable-other	4,864	6,479
Accrued expenses	5,627	5,439
Income taxes payable	579	478
Provision for sales returns	253	375
Allowance for recall	84	57
Provision for directors' bonuses	269	418
<u>Provision for contingent loss</u>	=	<u>53</u>
Other	601	1,023
Total current liabilities	35,226	39,376
Noncurrent liabilities		
Bonds payable	990	-
Bonds with subscription rights to shares	12,300	12,300
Long-term loans payable	45,166	41,534
Lease obligations	506	1,186
Deferred tax liabilities	4,992	2,800
Deferred tax liabilities for land revaluation	553	551
Provision for retirement benefits	2,947	2,982
Provision for directors' retirement benefits	245	228
Allowance for investment loss	10	10
Other	1,910	2,069
Total noncurrent liabilities	69,623	63,663
Total liabilities	104,849	103,039

(Millions of yen)

	As of March 31, 2012	As of March 31, 2013
Net assets		
Shareholders' equity		
Capital stock	3,459	3,459
Capital surplus	6,744	6,744
Retained earnings	44,336	<u>35,840</u>
Treasury stock	(1,321)	(1,322)
Total shareholders' equity	<u>53,219</u>	<u>44,722</u>
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities	222	529
Deferred gains or losses on hedges	41	828
Revaluation reserve for land	63	68
Foreign currency translation adjustment	(4,081)	1,522
Total accumulated other comprehensive income	<u>(3,754)</u>	<u>2,948</u>
Subscription rights to shares	594	729
Minority interests	1,745	<u>1,292</u>
Total net assets	<u>51,805</u>	<u>49,692</u>
Total liabilities and net assets	<u>156,654</u>	<u>152,732</u>

**(2) Consolidated statements of income and consolidated statements of comprehensive income
(Consolidated statements of income)**

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Net sales	187,265	<u>178,745</u>
Cost of sales	126,127	<u>123,585</u>
Gross profit	61,137	55,160
Selling, general and administrative expenses		
Packing and transportation expenses	2,692	2,877
Warehousing expenses	3,667	4,213
Advertising expenses	8,918	9,600
Directors' compensations	807	821
Salaries, allowances and bonuses	14,952	14,146
Provision for directors' bonuses	168	236
Retirement benefit expenses	1,089	1,220
Provision for directors' retirement benefits	63	77
Depreciation	2,491	2,609
Research and development expenses	2,540	2,709
Commission fee	2,665	2,578
Provision of allowance for doubtful accounts	(167)	(25)
Other	11,062	11,545
Total selling, general and administrative expenses	50,951	52,613
Operating income	10,186	2,547
Non-operating income		
Interest and dividends income	107	130
Amortization of negative goodwill	390	58
Rent income	170	195
Purchase discounts	66	90
Foreign exchange gains	-	358
Other	153	304
Total non-operating income	889	1,136
Non-operating expenses		
Interest expenses	734	830
Sales discounts	8	9
Amortization of bond issuance cost	27	22
Foreign exchange losses	246	-
Other	236	199
Total non-operating expenses	1,253	1,061
Ordinary income	9,823	2,622

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Extraordinary income		
Gain on sales of noncurrent assets	124	6
Gain on sales of investment securities	14	–
Insurance income	669	197
Gain on bargain purchase	–	318
Other	2	29
Total extraordinary income	811	551
Extraordinary loss		
Loss on sales of noncurrent assets	60	2
Loss on retirement of noncurrent assets	103	114
Loss on sales of investment securities	52	–
Loss on valuation of investment securities	482	9
Impairment loss	130	6,233
Loss on disaster	1,259	–
Business structure improvement expenses	569	487
Special extra retirement payments	–	860
<u>Loss from fraud</u>	=	<u>80</u>
Other	–	232
Total extraordinary losses	2,658	8,019
Income (loss) before income taxes and minority interests	7,976	(4,846)
Income taxes-current	859	503
Refund of income taxes	(872)	(7)
Income taxes-deferred	4,273	1,764
Total income taxes	4,260	2,259
Income (loss) before minority interests	3,715	(7,106)
Minority interests in income	36	67
Net income (loss)	3,679	(7,173)

(Consolidated statements of comprehensive income)

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Income (loss) before minority interests	3,715	<u>(7,106)</u>
Other comprehensive income		
Valuation difference on available-for-sale securities	250	307
Deferred gains or losses on hedges	413	787
Revaluation reserve for land	75	–
Foreign currency translation adjustment	(848)	5,603
Total other comprehensive income	<u>(108)</u>	<u>6,698</u>
Comprehensive income	<u>3,607</u>	<u>(407)</u>
Comprehensive income attributable to		
Comprehensive income attributable to owners of the parent	3,569	<u>(475)</u>
Comprehensive income attributable to minority interests	37	<u>68</u>

(3) Consolidated statements of changes in net assets

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Shareholders' equity		
Capital stock		
Balance at the beginning of current period	3,459	3,459
Balance at the end of current period	3,459	3,459
Capital surplus		
Balance at the beginning of current period	6,744	6,744
Changes of items during the period		
Disposal of treasury stock	(0)	(0)
Total changes of items during the period	(0)	(0)
Balance at the end of current period	6,744	6,744
Retained earnings		
Balance at the beginning of current period	41,970	44,336
Changes of items during the period		
Dividends from surplus	(1,317)	(1,317)
Net income (loss)	3,679	<u>(7,173)</u>
Reversal of revaluation reserve for land	4	(4)
Total changes of items during the period	2,366	<u>(8,496)</u>
Balance at the end of current period	44,336	<u>35,840</u>
Treasury stock		
Balance at the beginning of current period	(1,320)	(1,321)
Changes of items during the period		
Purchase of treasury stock	(1)	(1)
Disposal of treasury stock	0	0
Total changes of items during the period	(0)	(0)
Balance at the end of current period	(1,321)	(1,322)
Total shareholders' equity		
Balance at the beginning of current period	50,854	53,219
Changes of items during the period		
Dividends from surplus	(1,317)	(1,317)
Net income (loss)	3,679	<u>(7,173)</u>
Purchase of treasury stock	(1)	(1)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	4	(4)
Total changes of items during the period	2,365	<u>(8,496)</u>
Balance at the end of current period	53,219	<u>44,722</u>

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Accumulated other comprehensive income		
Valuation difference on available-for-sale securities		
Balance at the beginning of current period	(27)	222
Changes of items during the period		
Net changes of items other than shareholders' equity	249	306
Total changes of items during the period	249	306
Balance at the end of current period	222	529
Deferred gains or losses on hedges		
Balance at the beginning of current period	(372)	41
Changes of items during the period		
Net changes of items other than shareholders' equity	413	787
Total changes of items during the period	413	787
Balance at the end of current period	41	828
Revaluation reserve for land		
Balance at the beginning of current period	(7)	63
Changes of items during the period		
Net changes of items other than shareholders' equity	71	4
Total changes of items during the period	71	4
Balance at the end of current period	63	68
Foreign currency translation adjustment		
Balance at the beginning of current period	(3,233)	(4,081)
Changes of items during the period		
Net changes of items other than shareholders' equity	(848)	5,603
Total changes of items during the period	(848)	5,603
Balance at the end of current period	(4,081)	1,522
Total accumulated other comprehensive income		
Balance at the beginning of current period	(3,639)	(3,754)
Changes of items during the period		
Net changes of items other than shareholders' equity	(114)	6,702
Total changes of items during the period	(114)	6,702
Balance at the end of current period	(3,754)	2,948
Subscription rights to shares		
Balance at the beginning of current period	409	594
Changes of items during the period		
Net changes of items other than shareholders' equity	185	135
Total changes of items during the period	185	135
Balance at the end of current period	594	729
Minority interests		
Balance at the beginning of current period	1,120	1,745
Changes of items during the period		
Net changes of items other than shareholders' equity	624	(452)
Total changes of items during the period	624	(452)
Balance at the end of current period	1,745	1,292

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Total net assets		
Balance at the beginning of current period	48,744	51,805
Changes of items during the period		
Dividends from surplus	(1,317)	(1,317)
Net income (loss)	3,679	<u>(7,173)</u>
Purchase of treasury stock	(1)	(1)
Disposal of treasury stock	0	0
Reversal of revaluation reserve for land	4	(4)
Net changes of items other than shareholders' equity	695	<u>6,384</u>
Total changes of items during the period	3,060	<u>(2,112)</u>
Balance at the end of current period	51,805	<u>49,692</u>

(4) Consolidated statements of cash flows

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Net cash provided by (used in) operating activities		
Income (loss) before income taxes and minority interests	7,976	<u>(4,846)</u>
Depreciation and amortization	5,692	6,275
Impairment loss	130	6,233
Loss on disaster	1,259	–
Loss (gain) on valuation of investment securities	482	9
Amortization of goodwill	1,266	1,424
Amortization of negative goodwill	(390)	(58)
Gain on bargain purchase	–	(318)
Increase (decrease) in allowance for doubtful accounts	(207)	(104)
Increase (decrease) in provision for retirement benefits	52	17
Interest and dividends income	(107)	(130)
Interest expenses	734	830
Loss (gain) on sales of property, plant and equipment	(64)	(3)
Decrease (increase) in notes and accounts receivable-trade	1,113	<u>835</u>
Decrease (increase) in inventories	2,791	(2,029)
Decrease (increase) in accounts receivable-other	(424)	527
Increase (decrease) in notes and accounts payable-trade	(293)	<u>(1,213)</u>
Increase (decrease) in accounts payable-other	(2,617)	1,277
Increase (decrease) in accrued expenses	(1,182)	(663)
Other, net	1,308	<u>79</u>
Subtotal	<u>17,518</u>	<u>8,142</u>
Interest and dividends income received	103	114
Interest expenses paid	(720)	(794)
Income taxes paid	(854)	(761)
Net cash provided by (used in) operating activities	<u>16,046</u>	<u>6,701</u>
Net cash provided by (used in) investing activities		
Payments into time deposits	(847)	(111)
Purchase of property, plant and equipment	(2,531)	(2,457)
Proceeds from sales of property, plant and equipment	825	155
Purchase of intangible assets	(773)	(920)
Purchase of investment securities	(7)	(12)
Proceeds from sales of investment securities	206	2
Purchase of investments in subsidiaries	(33,579)	(8)
Purchase of treasury stock of subsidiaries in consolidation	–	(280)
Other, net	(1,340)	217
Net cash provided by (used in) investing activities	<u>(38,048)</u>	<u>(3,414)</u>

(Millions of yen)

	Fiscal year ended March 31, 2012	Fiscal year ended March 31, 2013
Net cash provided by (used in) financing activities		
Net increase (decrease) in short-term loans payable	(669)	1,827
Proceeds from long-term loans payable	35,259	–
Repayment of long-term loans payable	(870)	(5,522)
Redemption of bonds	(1,250)	(1,050)
Cash dividends paid	(1,318)	(1,313)
Repayments of finance lease obligations	(1,425)	(2,430)
Other, net	(6)	(5)
Net cash provided by (used in) financing activities	29,718	(8,494)
Effect of exchange rate change on cash and cash equivalents	(232)	1,267
Net increase (decrease) in cash and cash equivalents	7,484	(3,939)
Cash and cash equivalents at beginning of period	29,038	36,522
Cash and cash equivalents at end of period	36,522	32,583