August 13, 2010

Notice of Revisions to Business Forecasts

In view of recent trends in operating results, Ferrotec Corporation has revised its forecasts as follows. The revised forecasts replace the forecasts that were announced on May 20, 2010.

• Revisions to business forecasts

Revisions to consolidated forecasts for the six month ending September 2010

(April 1, 2010 to September 30, 2010) Unit: Yen in millions

	Net sales	Operating	Ordinary	Net	Net income per
		income	income	income	share (yen)
Previous forecasts (A)	18,780	1,390	1,170	700	28.22
Revised forecasts (B)	21,000	1,750	1,300	830	33.46
Increase/decrease (B-A)	2,220	360	130	130	
Percentage change (%)	11.8	25.9	11.1	18.5	
(Reference)Previous 2Q results					
(2Q of the year ended Sept. 2009)	13,423	(543)	(504)	(437)	(19.28)

Reason for revisions

Regarding consolidated business results for the six months ending September 2010, Ferrotec expects net sales and all incomes to exceed the previous forecasts as the performance for the three months ended June 2010 was strong.

There are no revisions to the previously announced figures in the full year business forecasts because the outlook for the economic environment including the economy and currency movement remains uncertain.

^{*} These forecasts are based on information that was available when these revisions were announced. Actual results may differ from these forecasts for a number of reasons.