

# Summary of Business Results for the Fiscal Year Ended March 31, 2011

## [Japan GAAP] (Consolidated)

May 20, 2011

**Company** Ferrotec Corporation  
**Stock Code** 6890 <http://www.ferrotec.co.jp>  
**Representative** Akira Yamamura, Representative Director and President  
**Contact** Takeru Yamamura, Director  
 Expected date of annual shareholders' meeting: June 27, 2011  
 Expected date of filing of annual securities report: June 28, 2011  
 Preparation of supplementary financial document: Yes  
 Results briefing: Yes For institutional investors and analysts

Stock Exchange Listing: OSE JASDAQ market

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Expected starting date of dividend payment: June 28, 2011

(Rounded down to million yen)

### 1. Consolidated business results for the fiscal year ended March 2011 (April 1, 2010 - March 31, 2011)

#### (1) Consolidated results of operations (% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 2011	57,880	83.5	6,931	885.4	6,290	—	4,483	—
March 2010	31,541	(13.9)	703	(74.8)	524	(75.0)	156	(79.0)

#### (Note) Comprehensive income:

Fiscal year ended March 2011: 2,726 million yen (310.8%)

Fiscal year ended March 2010: 663 million yen (—)

	Net income per share	Diluted net income per share	Return on equity	Ratio of ordinary income to total assets	Ratio of operating income to net sales
	Yen	Yen	%	%	%
March 2011	180.63	175.66	19.2	11.5	12.0
March 2010	6.58	—	0.8	1.1	2.2

#### (Reference) Investment earnings/loss on equity-method:

Fiscal year ended March 2011: 37 million yen

Fiscal year ended March 2010: 0 million yen

#### (2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 2011	61,499	25,564	40.1	986.60
March 2010	47,963	22,581	46.1	892.19

#### (Reference) Shareholders' equity:

Fiscal year ended March 2011: 24,660 million yen

Fiscal year ended March 2010: 22,129 million yen

#### (3) Consolidated results of cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Cash and cash equivalents at the end of period
	Million yen	Million yen	Million yen	Million yen
March 2011	1,832	(4,419)	4,505	7,310
March 2010	2,374	(1,521)	(459)	5,867

## 2. Dividends

	Annual dividend					Total dividend (Total)	Dividend payout ratio (Consolidated)	Rate of total dividend to net assets (Consolidated)
	End of 1Q	End of 2Q	End of 3Q	Year-end	Annual			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Fiscal year ended Mar. 2010	—	0.00	—	12.00	12.00	297	182.4	1.4
Fiscal year ended Mar. 2011	—	0.00	—	20.00	20.00	499	11.1	2.1
Fiscal year ending Mar. 2012 (forecast)	—	0.00	—	20.00	20.00		10.4	

(Note) Breakdown of year-end dividend for fiscal 2011 Ordinary dividend: ¥18.00 Commemorative dividend for the 30<sup>th</sup> anniversary of our establishment: ¥2.00

### 3. Forecast of consolidated business results for the fiscal year ending March 2012

(April 1, 2011 - March 31, 2012)

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
First half	33,600	41.4	3,680	64.0	3,500	84.9	2,400	78.4	92.47
Full year	70,000	20.9	7,500	8.2	7,200	14.5	5,000	11.5	192.66

### 4. Others

(1) Changes in significant subsidiary during the period (changes in specified subsidiary accompanying changes in the scope of consolidation): Yes

New: 1 (company name) Hangzhou Solartech Co., Ltd. Excluded: —

(2) Changes in rules, procedures and indication methods of accounting process

① Changes due to revision of accounting standards: Yes

② Changes other than ①: None

(3) Shares outstanding (common stock)

① Number of shares outstanding at the end of period (treasury stock included)

Fiscal year ended March 2011 25,088,592 shares

Fiscal year ended March 2010 24,897,022 shares

② Treasury stock at the end of period:

Fiscal year ended March 2011 93,344 shares

Fiscal year ended March 2010 93,344 shares

③ Average number of stock during period (cumulative period)

Fiscal year ended March 2011 24,820,473 shares

Fiscal year ended March 2010 23,754,394 shares

### (Reference) Summary of non-consolidated business results

#### 1. Non-consolidated business results for the fiscal year ended March 2011

(April 1, 2010 - March 31, 2011)

(1) Non-consolidated results of operations

(% change from the previous year)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
March 2011	19,300	27.1	1,166	781.7	1,979	126.9	1,421	126.1
March 2010	15,181	10.0	132	—	872	(23.9)	628	74.5

	Net income per share	Diluted net income per share
	Yen	Yen
March 2011	57.26	55.93
March 2010	26.47	—

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
March 2011	36,834	22,743	61.7	909.90
March 2010	31,015	21,424	69.1	863.76

(Reference) Shareholders' equity:

Fiscal year ended March 2011: 22,743 million yen

Fiscal year ended March 2010: 21,424 million yen

**\* Implementation status of auditing procedure**

This financial summary is not subject to auditing procedure pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the auditing procedure of financial statements pursuant to the Financial Instruments and Exchange Act has not been completed.

**\* Explanation regarding appropriate use of business forecasts and other special instructions)**

Forecasts regarding future performance in this material are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Actual results may differ significantly from the forecasts due to various factors.