

# Summary of Business Results for the First Quarter Ended June 30, 2011

## [Japan GAAP] (Consolidated)

August 12, 2011

Company **Ferrotec Corporation**  
 Stock Code 6890 URL: <http://www.ferrotec.co.jp>  
 Representative Akira Yamamura, Representative Director and President  
 Contact Takeru Yamamura, Director  
 Expected date of filing of quarterly report: August 12, 2011  
 Expected starting date of dividend payment: —  
 Preparation of quarterly supplementary financial document: None  
 Quarterly results briefing: None

Stock Exchange Listing: OSE JASDAQ market

TEL: +81-3-3281-8186

(Rounded down to million yen)

### 1. Consolidated business results for the three months ended June 2011

(April 1, 2011 through June 30, 2011)

#### (1) 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	%
Three months ended Jun. 2011	18,810	75.8	2,381	141.5	2,360	158.2	1,547	135.3
Three months ended Jun. 2010	10,698	64.2	986	—	914	—	657	—

(Note) Comprehensive income:

Three months ended June 2011: 2,264 million yen (255.6%)

Three months ended June 2010: 636 million yen (—%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended Jun. 2011	60.25	—
Three months ended Jun. 2010	26.52	—

#### (2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of Jun. 2011	69,356	28,327	39.4
As of Mar. 2011	61,499	25,564	40.1

(Reference) Shareholders' equity

As of June 2011: 27,336 million yen

As of March 2011: 24,660 million yen

### 2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended Mar. 2011	—	0.00	—	20.00	20.00
Year ending Mar. 2012	—	—	—	—	—
Year ending Mar. 2012 (forecast)	—	0.00	—	20.00	20.00

(Note) Revisions to recent dividend forecast: None

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 year ending March 2012

(April 1, 2011 through 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
For the six months ending Sept. 2011	35,000	47.3	4,000	78.3	3,700	95.4	2,400	78.4	82.64
Year ending Mar. 2012	70,000	20.9	7,500	8.2	7,200	14.5	5,000	11.5	172.16

(Note) Revisions to recent business forecast: Yes

#### 4. Others

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries accompanying changes in the scope of consolidation): None

(2) Application of accounting procedures specific to preparation of the consolidated quarterly financial statements:  
Yes

(3) Changes in accounting policies, accounting estimates and restatement

- |  |        |
|--|--------|
| ① Changes in accounting policies associated with revision of accounting standards: | : None |
| ② Changes in accounting policies other than ①                                      | : None |
| ③ Changes in accounting estimates  | : None |
| ④ Restatement  | : None |

(4) Shares outstanding (common stock)

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

As of June 2011	26,046,446 shares
Year ended March 2011	25,088,592 shares

② Treasury stock at the end of period

As of June 2011	93,344 shares
Year ended March 2011	93,344 shares

③ Average number of stock during period (quarterly cumulative period)

Three months ended June 2011	25,689,955 shares
Three months ended June 2010	24,803,678 shares

#### \* Implementation status of quarterly review procedure

This financial summary is not subject to the quarterly review procedures pursuant to the Financial Instruments and Exchange Act. At the time of disclosure of this report, the procedures for review of financial statements pursuant to the Financial Instruments and Exchange Act have been completed.

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

1. 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.

2. Net income per share in the “3. Forecast of consolidated business results for the year ending March 2012” are calculated by including 4,000,000 shares of new stock issued through public offering in July 2011 and 198,039 shares of new stock issued through exercise of the first issue of unsecured convertible bonds with stock acquisition rights.