

Summary of Business Results for the Second Quarter Ended September 30, 2011

[Japan GAAP] (Consolidated)

November 14, 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: November 14, 2011
 Expected starting date of dividend payment: —
 Preparation of quarterly supplementary financial document: Yes
 Quarterly results briefing: Yes For institutional investors and analysts

Stock Exchange Listing: OSE JASDAQ market

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(Rounded down to million yen)

1. Consolidated business results for the six months ended September 2011

(April 1, 2011 through September 30, 2011)

(1) Consolidated results of operations (Percentage figures represent year-on-year changes)

	Net sales		Operating income		Ordinary income		Net income	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Six months ended Sept. 2011	35,737	50.4	3,564	58.9	3,138	65.8	1,968	46.3
Six months ended Sept. 2010	23,765	77.0	2,243	—	1,893	—	1,344	—

(Note) Comprehensive income:

Six months ended September 2011: 2,136 million yen (424.0%)

Six months ended September 2010: 407 million yen (—%)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Six months ended Sept. 2011	71.88		—	
Six months ended Sept. 2010	54.22		—	

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio
	Million yen	Million yen	%
As of Sept. 2011	77,059	34,630	43.8
As of Mar. 2011	61,499	25,564	40.1

(Reference) Shareholders' equity:

As of September 2011: 33,747 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	—	0.00	—	—	—
Year ending Mar. 2012 (forecast)	—	—	—	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 30th 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
Year ending Mar. 2012	63,000	8.8	5,200	(25.0)	4,200	(33.2)	2,700	(39.8)	93.16

(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 the end of period (treasury stock included) | |
| As of September 2011 | 30,507,624 shares |
| Year ended March 2011 | 25,088,592 shares |
| ② Treasury stock at the end of period | |
| As of September 2011 | 93,344 shares |
| Year ended March 2011 | 93,344 shares |
| ③ Average number of stock during period (quarterly cumulative period) | |
| Six months ended September 2011 | 27,380,113 shares |
| Six months ended September 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

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.

(Presentation material)

The Company plans to hold results briefing for institutional investors and analysts on November 24, 2011 (Thu.).

After the results briefing, we will promptly post the presentation material used at the results briefing on our website.