

Summary of Business Results for the First Quarter Ended June 30, 2014

[Japan GAAP] (Consolidated)

August 12, 2014

Company **Ferrotec Corporation**
Stock Code 6890 **URL:** <http://www.ferrotec.co.jp>
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 Expected date of filing of quarterly report: August 13, 2014
 Preparation of quarterly supplementary financial document: None
 Quarterly results briefing: None

Stock Exchange Listing: TSE

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Expected starting date of dividend payment: —

(Rounded down to million yen)

1. Consolidated business results for the three months ended June 2014

(April 1, 2014 through June 30, 2014)

(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	%
Three months ended Jun. 2014	14,129	48.1	590	—	190	-60.4	-44	—
Three months ended Jun. 2013	9,538	0.4	-58	—	479	—	418	—

(Note) Comprehensive income

Three months ended June 2014: -1,393 million yen (- %)

Three months ended June 2013: 2,823 million yen (189.5 %)

	Net income per share		Diluted net income per share	
	Yen		Yen	
Three months ended Jun. 2014	-1.44		—	
Three months ended Jun. 2013	13.58		—	

(2) Consolidated financial position

	Total assets		Net assets		Shareholders' equity ratio		Net assets per share	
	Million yen		Million yen		%		Yen	
As of Jun. 2014	73,336		36,499		49.0		1,166.17	
As of Mar. 2014	74,723		38,060		50.2		1,216.76	

(Reference) Shareholders' equity

As of June 2014: 35,930 million yen

As of March 2014: 37,488 million yen

2. Dividends

	Annual dividend				
	End of 1Q	End of 2Q	End of 3Q	Year-end	Total
Year ended Mar. 2014	-	0.00	-	6.00	6.00
Year ending Mar. 2015	-				
Year ending Mar. 2015 (forecast)		0.00	-	8.00	8.00

(Note) Revisions to dividend forecast for the current quarter: None

3. Forecast of consolidated business results for the fiscal year ending March 2015

(April 1, 2014 through March 31, 2015)

(% change from the previous corresponding period)

	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. 2014	25,500	26.1	1,000	528.6	500	-5.7	350	-49.6	11.36
Year ending Mar. 2015	50,000	11.7	1,800	125.5	1,000	-20.8	700	-49.7	22.72

(Note) Revisions to business forecast for the current quarter: None

※Notes

(1) Changes in significant subsidiaries during the period: None

(Note) This item indicates whether there were changes in specified subsidiaries that caused a change in the scope of consolidation during the period.

(2) Applications of simplified accounting procedures and specific accounting procedures: Yes

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

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

(4) Shares outstanding (common stock)

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

As of June 2014	30,903,702 shares
As of March 2014	30,903,702 shares

②Treasury stock at the end of period

As of June 2014	93,424 shares
As of March 2014	93,424 shares

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

Three months ended June 2014	30,810,278 shares
Three months ended June 2013	30,810,278 shares

*Implementation status of quarterly review procedures

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 consolidated financial statements pursuant to the Financial Instruments and Exchange Act have 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. The company does not make promises about the achievements. Actual results may differ significantly from the forecasts due to various factors.