

Summary of Business Results for the Year Ended March 31, 2016

[Japan GAAP] (Consolidated)

May 13, 2016

Company Ferrotec Corporation
Stock Code 6890 URL: <http://www.ferrotec.co.jp>
Representative Akira Yamamura, Representative Director and President
Contact Takeru Yamamura, Executive Vice President
Expected date of annual shareholders' meeting: June 28, 2016
Expected date of filing of annual securities report: June 29, 2016
Preparation of supplementary financial document: Yes
Results briefing: Yes (For institutional investors and analysts)

Stock Exchange Listing: TSE
 TEL: +81-3-3281-8186
 Expected starting date of dividend payment: June 29, 2016

(Rounded down to million yen)

1. Consolidated business results for the fiscal year ended March 2016

(April 1, 2015 through March 31, 2016)

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

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent	
	Million yen	%	Million yen	%	Million yen	%	Million yen	%
Year ended Mar. 2016	69,463	17.6	4,024	140.8	3,822	88.2	2,162	-
Year ended Mar. 2015	59,078	32.0	1,671	109.4	2,030	60.9	-2,132	-

(Note) Comprehensive income:

Year ended March 2016: -11 million yen (- %)

Year ended March 2015: 1,534 million yen (-80.9 %)

	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	%	%	%
Year ended Mar. 2016	70.18	69.93	5.58	4.83	5.79
Year ended Mar. 2015	-69.21	-	-5.59	2.63	2.83

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

Year ended March 2016: 142 million yen

Year ended March 2015: 176 million yen

(2) Consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2016	78,769	39,488	49.1	1,255.55
As of Mar. 2015	79,410	39,431	48.9	1,260.82

(Reference) Shareholders' equity:

As of March 2016: 38,683 million yen

As of March 2015: 38,846 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
Year ended Mar. 2016	4,642	-4,023	-520	10,038
Year ended Mar. 2015	7,829	-3,552	-2,111	10,517

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	Total			
	Yen	Yen	Yen	Yen	Yen	Million yen	%	%
Year ended Mar. 2015	-	0.00	-	8.00	8.00	246	-	0.7
Year ended Mar. 2016	-	0.00	-	10.00	10.00	308	14.3	0.8
Year ending Mar. 2017 (forecast)	-	6.00	-	6.00	12.00		12.3	

3. Forecast of consolidated business results for the fiscal year ending March 2017

(April 1, 2016 through March 31, 2017)

(% change from the previous corresponding period)

	Net sales		Operating income		Ordinary income		Net income attributable to owners of parent		Net income per share
	Million yen	%	Million yen	%	Million yen	%	Million yen	%	Yen
For the six months ending Sept. 30, 2016	37,000	10.1	2,370	22.0	1,740	-7.9	1,250	4.0	40.57
Year ending Mar. 2017	75,000	8.0	5,000	24.2	4,200	9.9	3,000	38.8	97.37

*Notes

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

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

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

(3) Shares outstanding (common stock)

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

As of March 2016 30,903,702 shares
 As of March 2015 30,903,702 shares

② Treasury stock at the end of period:

As of March 2016 93,424 shares
 As of March 2015 93,424 shares

③ Average number of stock during period

Year ended March 2016 30,810,278 shares
 Year ended March 2015 30,810,278 shares

(Reference) Summary of non-consolidated business results

1. Non-consolidated business results for the fiscal year ended March 2016

(April 1, 2015 through March 31, 2016)

(1) Non-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	%
Year ended Mar. 2016	19,770	-4.7	330	-13.3	3,872	76.6	1,044	-40.6
Year ended Mar. 2015	20,738	21.8	380	374.4	2,191	4.8	1,757	-43.6

	Net income per share	Diluted net income per share
	Yen	Yen
Year ended Mar. 2016	33.91	33.79
Year ended Mar. 2015	57.04	57.04

(2) Non-consolidated financial position

	Total assets	Net assets	Shareholders' equity ratio	Net assets per share
	Million yen	Million yen	%	Yen
As of Mar. 2016	46,753	33,234	71.0	1,077.90
As of Mar. 2015	46,845	32,547	69.5	1,056.08

(Reference) Shareholders' equity:

As of March 2016: 33,210 million yen

As of March 2015: 32,538 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.

After the results briefing, the company will promptly post the presentation material on its website.