

Summary of Business Result for FY March 2003 (Non-Consolidated)

Date: May 21, 2003

Company **Ferrotec Corporation**
Stock Code 6890

Registered on the JASDAQ
Head office location: Tokyo

Date of the meeting of board of directors May 21, 2003 Interim dividend Yes
Date of annual shareholders' meeting June 24, 2003
Trading unit share plan: Yes (100 shares per trading unit share)

1. Business Results as of FY March 2003 (April 1, 2002 – March 31, 2003)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
FY March.2003	5,225	-19.8	-78	-	72	-75.3
FY March 2002	6,517	-25.3	68	-90	295	-65.7

	Net Income		Net Income Per Share	Net Income Per Share(diluted)	Retrun on Equity	Ratio of ordinary income to total assets	Ratio of ordinary income to sales
	¥ Million	%				%	¥
FY March.2003	-75	-	-4.39	-	-0.6	0.4	1.4
FY March 2002	-639	-	-48.08	-	-5.5	1.7	4.5

(Note) 1. Outstanding averaged number of shares : 17,215,340 shares in March 2003, 13,295,424 shares in March 2002

2. Change in accounting method: None

3. Percentages for net sales, operating income and net income represent change from the prior-year..

(2) Dividend

	Annual dividend per share			Annual total dividend	Payout ratio	Dividend rate on stockholders' equity
	Yen	Interim	Year-end			
FY March.2003	8.00	-	8.00	137	-	1.1
FY March 2002	10.00	-	10.00	172	-	1.3

FY March 2002: Ordinary dividend ¥8.00 Memorial dividend ¥2.00

(3) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
FY March.2003	21,079	13,014	61.7	759.58
FY March 2002	19,345	13,351	69.0	774.09

(Note) ①Outstanding shares: 17,134,206 shares in March 2003, 17,248,275 shares in March 2002

②Number of treasury shares: 117,119 shares in March 2003, 50 shares in March 2002

2. Forecast of Financial Performance in FY March 2004 (April 1, 2003 – March 31, 2003)

	Net Sales	Operating Income	Recurring Income	Net Income	Annual dividend per share		
					Interim	Year-end	
	¥ Million	¥ Million	¥ Million	¥ Million	¥	¥	¥
Sep.2003 Interim	3,420	10	25	-60	0.00	-	-
FY March 2004	7,640	45	230	55	-	8.00	8.00

(Note) Forecast net income per share for the year: 3.21 yen