

Summary of the first quarter business result for FY March 2004 (Consolidated)

Date: August 7, 2003

Company **Ferrotec Corporation** Registered on the JASDAQ
 Stock Code 6890 Head office location: Tokyo
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1. The first quarter business results as of FY March 2004 (April 1, 2003 — June 30, 2003)

Notes 1. This report is non-audited.

Notes 2. Tax effect accounting and other accounting adjustments are not implemented.

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income		Net Income	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
First quarter, FY03/2004	3,463	-	33	-	-75	-	-248	-
First quarter, FY03/2003								

(Note) 1. Equity in net earnings of affiliated companies for the fiscal years: ¥69m in 1Q, FY March 2004, None in 1Q, FY March 2003

2. Change in accounting method: None

(2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets
	¥ Million	¥ Million	%
First quarter, FY03/2004	28,939	13,434	46.4
First quarter, FY03/2003	-	-	-

(3) Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 10 Number of non-consolidated subsidiaries accounted for by the equity method: None

Number of affiliates accounted for by the equity method: 1

(4) Change in scope of consolidation and equity method application

Consolidated subsidiaries(increase) None (decrease) None

Equity method companies(increase) None (decrease) None

2. Sales by segments

	Equipment-related business	Electronic-devices business	CMS business
	¥ Million	¥ Million	¥ Million
First quarter, FY03/2004	1,953	925	586
First quarter, FY03/2003			

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

	Net Sales	Operating Income	Recurring Income	Net Income
	¥ Million	¥ Million	¥ Million	¥ Million
Sept. 2003 Interim	7,000	20	-180	-500
FY ended Mar. 2004	16,000	690	400	10

(Note) Forecast net income per share for the year: 0.58 yen

Cautionary Statement

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