

Summary of Interim Business Result for FY March 2004 (Consolidated)

Date: Nov 26, 2003

Company **Ferrotec Corporation**

Stock Code 6890

Date of the meeting of board of directors

Nov 26, 2003

Application of US Accounting Standard

None

Registered on the JASDAQ

Head office location: Tokyo

1. Interim Business Results as of FY March 2004 (Apr.1, 2003 - Sep. 30, 2003)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
Sep. 2003	6,824	9.0	16	-94.8	-267	-
Sep. 2002	6,262	-28.2	324	-68.4	-87	-
March, 2003	12,845	-	111		-626	-

	Net Income		Net Income Per share	Diluted Net Income per share
	¥ Million	%	¥	¥
Sep. 2003	-499	-	-29.33	-
Sep. 2002	-168	-	-9.78	-
March, 2003	-899		-52.23	-

(Notes) 1. Profit or loss on investment accounted for by equity method: ¥-81m in half year ended in Sep. 2003, - in half year ended in Sep. 2002,

¥-53m in year ended in March 2003

2. Outstanding averaged number of shares (Consolidated): 17,047,084 shares in Sep. 2003: 17,249,802 in Sep. 2002:

17,215,340 shares in March 2003

3. Change in accounting method: None

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

(2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
Sep. 2003	28,075	13,391	47.7	787.21
Sep. 2002	27,020	14,564	53.9	844.25
March, 2003	28,279	13,824	48.9	806.82

(Note) Outstanding shares (Consolidated): 17,011,206 shares in Sep. 2003: 17,251,206 shares in Sep. 2002: 17,134,206 shares in March, 2003

(3) Results of Cash Flows

	Net cash flows by operating activities	Net cash flows by investment activities	Net cash flows by financial activities	Balance of cash and cash equivalents at the end of year
	¥ Million	¥ Million	¥ Million	¥ Million
Sep. 2003	701	-1,293	69	2,336
Sep. 2002	-135	-1,218	1,572	3,967
March, 2003	-321	-3,494	2,827	2,812

(4) 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

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

Consolidated subsidiaries(increase) None (decrease) None

Equity method companies(increase) None (decrease) None

2. 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
FY March 2004	15,700	450	-230	-620

(Note) Forecast net income per share for the year:-36.45 yen