

Summary of Business Result for FY March 2004 (Non-Consolidated)

Date: May 21, 2004

Company **Ferrotec Corporation**
Stock Code 6890

Registered on the JASDAQ
Head office location: Tokyo

Date of the meeting of board of directors May 21, 2004 Interim divided Yes
Date of annual shareholders' meeting June 25, 2004
Trading unit share plan: Yes (100 shares per trading unit share)

1. Business Results as of FY March 2004 (April 1, 2003 — March 31, 2004)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
FY March.2004	7,398	41.6	105	-	177	143.3
FY March 2003	5,225	-19.8	-78	-	72	-75.3

	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.2004	18	-	1.10	1.07	0.1	0.8	2.4
FY March 2003	-75	-	-4.39	-	-0.6	0.4	1.4

(Note) 1. Outstanding averaged number of shares : 17,029,145 shares in March 2004, 17,215,340 shares in March 2003

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.2004	8.00	-	8.00	136	727.2	1.0
FY March 2003	8.00	-	8.00	137	-	1.1

(3) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
FY March.2004	22,840	13,120	57.4	771.28
FY March 2003	21,079	13,014	61.7	759.58

(Note) ①Outstanding shares: 17,011,206 shares in March 2004, 17,134,206 shares in March 2003

②Number of treasury shares: 240,119 shares in March 2004, 117,119 shares in March 2003

2. Forecast of Financial Performance in FY March 2005 (April 1, 2004 — March 31, 2005)

	Net Sales	Operating Income	Recurring Income	Net Income	Annual dividend per share		
					Interim	Year-end	
	¥ Million	¥ Million	¥ Million	¥ Million	¥	¥	¥
Sep.2004 Interim	4,430	100	90	20	0.00	-	-
FY March 2005	8,820	160	400	170	-	8.00	8.00

(Note) Forecast net income per share for the year: 9.99 yen