

Summary of the first quarter business result for FY March 2005 (Consolidated)

Date: August 12, 2004

Company **Ferrotec Corporation**
Stock Code 6890

Registered on the JASDAQ
Head office location: Tokyo

1. The first quarter business results as of FY March 2005 (April 1, 2004 — June 30, 2004)

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	%
1st quarter, FY March 2005	5,208	50.4	460	1284.9	290	-	109	-
1st quarter, FY March 2004	3,463	-	33	-	-75	-	-248	-
FY March 2004	15,000		615		-177		-645	

(Note) 1. Equity in net earnings of affiliated companies for the fiscal years: ¥-69m in 1Q, FY March 2004, ¥3m in 1Q, FY March 2005
¥-128m in FY March 2004

2. Change in accounting method: None

3. Accounting date of Consolidated subsidiaries (11) and affiliates accounted for by the equity method (2) is March 31, 2004.

(2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets
	¥ Million	¥ Million	%
1st quarter, FY March 2005	29,342	12,333	42.0
1st quarter, FY March 2004	28,939	13,434	46.4
FY March 2004	28,934	12,555	43.4

(3) Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 11 Number of non-consolidated subsidiaries accounted for by the equity method: None

Number of affiliates accounted for by the equity method: 2

(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
1st quarter, FY March 2005	2,578	1,055	1,573
1st quarter, FY March 2004	1,953	925	586
FY March 2004	7,921	3,619	3,458

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

	Net Sales	Operating Income	Recurring Income	Net Income
	¥ Million	¥ Million	¥ Million	¥ Million
Sept. 2004 Interim	9,500	730	540	200
FY March 2005	20,000	1,200	850	350

(Note) Forecast net income per share for the year: 20.45 yen