

News Release
Nov. 22,2005

FERROTEC CORPORATION

Revisions to Estimates for Business Results

FERROTEC CORP. is revising its estimates for operating results for the first half ending Sep. 30, 2005(April 1,2005 – Sep. 30,2005). These revised estimates replace the forecasts released on May 23,2005.

1. Revisions to consolidated estimates for the first half ending Sep.30, 2005
(April 1,2005 ~ September 30,2005)

	Net Sales	Operating profits	Ordinary profits	Net income
Previous estimate (A)	10,100	340	170	90
Revised Estimate (B)	10,720	290	250	410
Change (B - A)	620	50	80	320
Percentage change	6.1%	14.7%	47.1%	355.6%
First half of previous fiscal year (ended Sep. 30, 2004)	10,783	1,063	940	458

Unit: Yen in millions

2. Reasons for revisions consolidated estimates

First half consolidated net sales are expected to exceed the plan mainly due to strong demand for CMS business in China and each products of equipment related business, and thermo module in electric device business.

Operating profits are expected to finish below the plan due to decrease of profit margin of equipment related business, caused by the change of product mix and increase of small lot orders. The increase of material cost of thermo module and development cost of new products in electrical device business also pushed down operating profits below the plan.

Ordinary profits are expected to exceed the plan due to currency gain caused by yen denomination.

Net income of the 1st half are expected to exceed the plan due to the increase of the recurring profits and extraordinary profits caused by the compensation payment, coming from midterm cancellation of consignment of business activities

3. Revisions to non-consolidated estimates for the first half ending Sep. 30, 2005
(April 1,2005 ~ September 30,2005)

	Net Sales	Operating profits	Ordinary profits	Net income
Previous estimate (A)	5,200	170	160	90
Revised estimate (B)	4,890	50	10	230
Change (B - A)	310	220	150	140
Percentage change	6.0%	-	93.8%	155.6%
First half of previous fiscal year (ended Sep. 30, 2004)	4,625	267	296	83

Unit: Yen in millions

4. Reasons for revisions to non-consolidated estimates

First half non-consolidated net sales, operating profits, and ordinary profits are expected to finish below the plan mainly due to the delay of shipment of products in CMS business and development costs of new products.

Net income of the 1st half are expected to exceed the plan due to extraordinary profits caused by the compensation payment, coming from midterm cancellation of consignment of business activities

The end of first half: Ferrotec Corporation Sep. 30, Consolidated subsidiaries June 30

Both of consolidated and non-consolidated Forecasts above are not audited. These forecasts are based on the information available today. Actual results may change from these forecasts.