

# Summary of Business Result for FY March 2006 (Non-Consolidated)

Date: May 22, 2006

Company **Ferrotec Corporation** Registered on the JASDAQ  
 Stock Code 6890 Head office location: Tokyo  
 Date of the meeting of board of directors May 22, 2006 Interim divided Yes  
 Date of the dividend payment June 26, 2006 Date of annual shareholders' meeting June 23, 2006  
 Trading unit share plan: Yes (100 shares per trading unit share)

## 1. Business Results as of FY March 2006 (April 1, 2005 - March 31, 2006)

### (1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
FY March 2006	11,288	26.4	215	39.0	673	4.4
FY March 2005	8,927	20.7	352	235.7	645	263.3

	Net Income		Net Income Per Share	Net Income Per Share(diluted)	Return on Equity	Ratio of ordinary income to total assets	Ratio of ordinary income to sales
	¥ Million					%	¥
FY March 2006	479	108.2	24.09	21.49	3.1	2.8	6.0
FY March 2005	230	-	13.34	11.75	1.6	2.8	7.2

(Note) 1. Outstanding averaged number of shares: 19,916,406 shares in March 2006, 17,274,075 shares in March 2005

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 2006	8.00	-	8.00	Million yen 159	% 33.2	% 1.0
FY March 2005	8.00	-	8.00	159	60.0	1.0

### (3) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
FY March 2006	25,108	15,993	63.7	803.05
FY March 2005	22,854	15,326	67.1	769.54

(Note) Outstanding shares: 19,916,406 shares in March 2006, 19,916,406 shares in March 2005

Number of treasury shares: 240,144 shares in March 2006, 240,144 shares in March 2005

## 2. Forecast of Financial Performance in FY March 2007 (April 1, 2006 - March 31, 2007)

	Net Sales	Operating Income	Recurring Income	Net Income	Annual dividend per share		
					Interim	Year-end	
	¥ Million	¥ Million	¥ Million	¥ Million	¥	¥	¥
Sep. 2006 Interim	6,300	40	7	2	0.00	-	-
FY ending March 2006	12,500	130	330	170	-	8.00	8.00

(Note) Forecast net income per share for the year: 8.54 yen