

News Release
Nov. 24,2006

FERROTEC CORPORATION

Revisions to Estimates for Business Results

FERROTEC CORP. is revising its estimates for operating results for the first half ending Sep. 30, 2006(April 1,2006 – Sep. 30,2006), and the current fiscal year ending March 31,2007(April 1,2006 – March 31,2007). These revised estimates replace the forecasts released on Oct. 23,2006.

1. Revisions to consolidated estimates for the fiscal year ending March 2007

(1) The first half ending Sep.30, 2006

(April 1,2006 ~ September 30,2006)

	Net Sales	Operating income	Ordinary income	Net income
Previous estimate (A)	14,000	880	680	480
Revised Estimate (B)	14,819	973	793	663
Change (B - A)	819	93	113	183
Percentage change	5.8%	10.5%	16.6%	38.1%
First half of previous fiscal year (Ended Sep. 30,2005)	10,725	292	253	410

Unit: Yen in millions

(2) Reason of revisions

Net income is expected to exceed the estimate because the actual tax amount will decrease after the year-end audit.

(3) The fiscal Year ending March 31,2007

(April 1,2006 ~ March 31,2007)

	Net Sales	Operating income	Ordinary income	Net income
Previous estimate (A)	27,400	1,600	1,200	810
Revised estimate (B)	29,500	1,800	1,400	980
Change (B - A)	2,100	200	200	170
Percentage change	7.6%	12.5%	16.6%	20.9%
Previous fiscal year (Ended March 31,2006)	23,946	1,210	1,040	708

Unit: Yen in millions

(4) Reason of revisions

The company revised the fiscal year estimate according to the revision of the first half.

2. Revisions to non-consolidated estimates for the fiscal year ending March 2007

(1) The first half ending Sep. 30, 2006

(April 1,2006 ~ September 30,2006)

	Net Sales	Operating income	Ordinary income	Net income
Previous estimate (A)	6,790	35	50	130
Revised Estimate (B)	6,795	34	60	170
Change (B - A)	5	1	10	40
Percentage change	0.07%	2.9%	20.0%	30.7%
First half of previous fiscal year (Ended Sep. 30,2005)	4,894	54	9	238

Unit: Yen in millions

(2) Reason of revisions

Net income is expected to exceed the estimate because the actual tax amount will decrease after the year-end audit.

(3) The fiscal year ending March 31,2005

(April 1,2006 ~ March 31,2007)

	Net Sales	Operating income	Ordinary income	Net income
Previous estimate (A)	12,990	125	373	298
Revised estimate (B)	13,500	70	370	290
Change (B - A)	510	55	3	8
Percentage change	3.9%	44.0%	0.9%	2.7%
Previous fiscal year (Ended March 31,2006)	11,288	215	673	479

Unit: Yen in millions

(4) Reason of revisions

The company revised the fiscal year estimate according to the revision of the first half.

Both consolidated and non-consolidated forecasts have not been audited.