

# Summary of Interim Business Result for FY March 2007 (Consolidated)

Date: Nov 24, 2006

Company **Ferrotec Corporation**

Stock Code 6890

Date of the meeting of board of directors

Nov 24, 2006

Application of US Accounting Standard

None

Registered on the JASDAQ

Head office location: Tokyo

## 1. Interim Business Results as of FY March 2007 (April 1, 2006 - Sep. 30, 2006)

### (1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net Sales		Operating Income		Recurring Income	
	¥ Million	%	¥ Million	%	¥ Million	%
Sep. 2006	14,819	38.2	973	232.2	793	212.5
Sep. 2005	10,725	0.5	292	72.5	253	73.0
March, 2006	23,946	-	1,210		1,040	-

	Net Income		Net Income Per share	Diluted Net Income per share
	¥ Million	%	¥	¥
Sep. 2006	663	61.7	33.31	29.67
Sep. 2005	410	10.5	20.59	18.35
March, 2006	708		35.59	31.72

(Notes)

- Profit or loss on investment accounted for by equity method: ¥ 8m in half year ended in Sep. 2006, ¥ 10m in half year ended in Sep. 2005, ¥ 79m in year ended in March 2006
- Outstanding averaged number of shares (Consolidated): 19,916,406 shares in Sep. 2006: 19,916,406 in Sep. 2005: 19,916,406 shares in March 2006
- Change in accounting method: Yes
- Percentages for net sales, operating income and net income represent change from the prior-year..

### (2) Financial Position

	Total Assets	Shareholders' Equity	Shareholders' equity to total assets	Shareholders' equity per share
	¥ Million	¥ Million	%	¥
Sep. 2006	36,532	17,471	47.4	868.78
Sep. 2005	32,859	15,682	47.7	787.41
March, 2006	35,039	17,084	48.8	857.81

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

### (3) Results of Cash Flows

	Net cash flows by operating activities	Net cash flows by investment activities	Net cash flows by financial activities	Balance of cash and cash equivalents at the end of year
	¥ Million	¥ Million	¥ Million	¥ Million
Sep. 2006	885	353	677	5,395
Sep. 2005	1,241	1,329	639	3,759
March, 2006	4,133	3,541	162	4,108

### (4) Scope of consolidation and application of equity method

Number of consolidated subsidiaries: 16 Number of non-consolidated subsidiaries accounted for by the equity method: 6

Number of affiliates accounted for by the equity method: 2

### (5) Change in scope of consolidation and equity method application

Consolidated subsidiaries(increase) 3 (decrease) None

Equity method companies(increase) None (decrease) 2

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

	Net Sales	Operating Income	Recurring Income	Net Income
	¥ Million	¥ Million	¥ Million	¥ Million
FY March 2007	29,500	1,800	1,400	980

(Note) Forecast net income per share for the year: 49.21 yen