

August 7, 2020

**Notice of Revision to Business Forecasts for the Second Quarter
of the Fiscal Year Ending March 2021**

Ferrotec Holdings Corporation announces that the Company has revised its consolidated business forecasts for the second quarter of the fiscal year ending March 2021 that were announced on June 16, 2020. Details are as follows.

1. Revision to consolidated business forecasts for the cumulative second quarter of the fiscal year ending March 2020
(April 1, 2020 to September 30, 2020)

| | Net sales | Operating income | Ordinary income | Net income attributable to owners of parent | Net income per share |
|--|-----------------------|----------------------|----------------------|---|----------------------|
| Previous forecasts (A) | Million yen 40,000 | Million yen 3,000 | Million yen 2,500 | Million yen 1,500 | Yen 40.41 |
| Revised forecasts (B) | 40,000 | 3,000 | 2,500 | 0 | 0.00 |
| Change (B-A) | 0 | 0 | 0 | -1,500 | |
| Change rate (%) | 0.0 | 0.0 | 0.0 | -100.0 | |
| (Reference) Previous results (FY3/20 2Q) | 41,849 | 3,566 | 2,472 | 1,539 | 41.54 |

2. Reasons for the Revision to the Consolidated Business Forecasts for the Second Quarter of the Fiscal Year Ending March 2021

There are no revisions to the business forecasts for net sales, operating income, and ordinary income. Regarding net income attributable to owners of parent, due to the ending of the business of multi-crystal ingot for solar cells, which had formerly been supplied to specific customers on an OEM basis, we expect to record an impairment loss of approximately 1,200 million yen on manufacturing equipment, and we are also forecasting a loss of 1,500 million yen, including the disposal of other fixed assets, in the first quarter of the fiscal year ending March 2021. We apologize for the inconvenience and concern to all of our shareholders and stakeholders, but we would like to ask for your kind understanding in this matter as it is the result of our efforts to liquidate unprofitable businesses.

(Note) The above forecasts are based on information available as of the date of announcement of this document. Actual results may differ from the forecasts due to various factors.