

Summary of Interim Business Results for FY March 2008

Date: November 22, 2007

Company **Ferrotec Corporation**
 Stock Code 6890
 U R L <http://www.ferrotec.co.jp>
 Representative Akira Yamamura
 Contact Title of Executive Director
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Registered on the JASDAQ

T E L 03-3281-8186

Reporting date of semiannual security report: December 26, 2007

Starting date of dividend payment: No interim dividend

1. Interim Business Results as of FY March 2008 (April 1, 2007 - September 30, 2007)

(1) Results of Operations

(Note: Rounded down to ¥ Million)

	Net sales		Operating income		Ordinary income	
	¥ Million	%	¥ Million	%	¥ Million	%
Sep. 2007	17,908	20.8	1,565	60.9	1,421	79.1
Sep. 2006	14,819	38.2	973	232.2	793	212.5
March 2007	32,517	35.8	2,288	89.0	2,081	100.0

	Net income		Net income per share	Diluted net income per share
	¥ Million	%	¥	¥
Sep. 2007	913	37.6	48.36	43.06
Sep. 2006	663	61.7	33.31	29.67
March 2007	1,703	140.3	86.38	76.82

(Reference) Earnings/loss on investments in equity-method affiliates

Half year ended in Sep. 2007: ¥ -47 million

Half year ended in Sep. 2006: ¥ -8 million

Fiscal year ended in March 2007: ¥ -14 million

(2) Consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per Share
	¥ Million	¥ Million	%	¥
Sep. 2007	41,770	20,022	47.4	1,038.47
Sep. 2006	36,532	17,471	47.4	868.78
March 2007	38,656	18,270	46.7	956.23

(Note) Shareholders' equity:

Half year ended in Sep. 2007: ¥ 19,732 million

Half year ended in Sep. 2006: ¥ 17,303 million

Fiscal year ended in March 2007: ¥ 18,054 million

(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. 2007	2,550	-1,465	-101	4,354
Sep. 2006	885	-353	677	5,395
March 2007	2,049	-2,665	-487	3,225

2. Dividend

(Record date)	Dividend per share		
	End of interim	Year-end	Annual
March 2007	¥ -	¥ 12.00	¥ 12.00
March 2008 (actual)	-		
March 2008 (forecast)		10.00	

3. Forecast of Financial Performance in FY March 2008 (April 1, 2007 - March 31, 2008)

	Net sales		Operating income		Ordinary income		Net income		Net income per share	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
FY ending Mar. 2008	35,500	9.2	2,800	22.3	2,400	15.3	1,500	-11.9	78.64	

Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in these materials are based on information and assumptions at the time this report was prepared. Therefore, actual results may differ significantly from the forecasts.

4. Others

(1) Changes in important subsidiary during the period (changes in specified subsidiary due to changes in the scope of consolidation): None

(2) Changes in rules, procedures and indication methods of accounting process concerning the preparation of consolidated financial results

Changes due to revision of accounting standards: Yes

Changes other than : None

(3) Shares outstanding (common shares)

Number of shares outstanding at end of period (treasury stock included):

Half year ended in Sep. 2007: 20,156,550 shares

Half year ended in Sep. 2006: 20,156,550 shares

Fiscal year ended in March 2007: 20,156,550 shares

Treasury stock at end of period:

Half year ended in Sep. 2007: 1,083,192 shares

Half year ended in Sep. 2006: 240,144 shares

Fiscal year ended in March 2007: 1,276,144 shares

(Reference) Summary of Non-consolidated Financial Results

1 . Interim Business Results as of FY March 2008 (April 1, 2007 - September 30, 2007)

(1) Results of Operations

	Net sales		Operating income		Ordinary income		Net income	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
Sep. 2007	8,243	21.3	52	50.6	146	142.1	38	-77.7
Sep. 2006	6,795	38.8	34	-	60	535.7	170	-28.5
March 2007	15,123	34.0	269	25.4	662	-1.6	729	52.0

	Net income per share
	¥
Sep. 2007	2.01
Sep. 2006	8.56
March 2007	36.98

(2) Non-consolidated Financial Position

	Total assets	Net assets	Equity ratio	Net assets per share
	¥ Million	¥ Million	%	¥
Sep. 2007	25,159	15,570	61.9	816.35
Sep. 2006	24,823	15,794	63.6	793.04
March 2007	24,266	15,459	63.7	818.79

(Note) Shareholders' equity:

Half year ended in Sep. 2007: ¥ 15,570 million

Half year ended in Sep. 2006: ¥ 15,794 million

Fiscal year ended in March 2007: ¥ 15,459 million

2 . Forecast of Financial Performance in FY March 2008 (April 1, 2007 - March 31, 2008)

	Net sales		Operating income		Ordinary income		Net income		Net income per share	
	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%	¥ Million	%
FY ending Mar. 2008	18,000	19.0	200	-25.9	960	44.9	480	-34.2	25.17	

Explanation regarding appropriate use of business forecasts and other special instructions

Forecasts regarding future performance in these materials are based on information and assumptions at the time this report was prepared. Therefore, actual results may differ significantly from the forecasts.