

# Notice of Revisions to Consolidated and Non-consolidated Interim and Full Year Business Forecasts for FY March 2008

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C o m p a n y	<b>Ferrotec Corporation</b>	Registered on the JASDAQ
Stock Code	6890	
U R L	<a href="http://www.ferrotec.co.jp">http://www.ferrotec.co.jp</a>	
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C o n t a c t	Title of Executive Director	
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Ferrotec Corporation is revising its business forecasts for interim and full year of FY March 2008 (from April 1, 2007 to March 31, 2008). These revised forecasts replace the forecasts released on May 25, 2007.

## 1. Revisions to consolidated business forecasts for FY March 2008

### (1) Interim (from April 1, 2007 to September 30, 2007)

(Unit: Yen in millions)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	16,980	1,230	1,130	690
Revised forecast (B)	17,908	1,565	1,421	913
Increase/decrease (B-A)	928	335	291	223
Percentage change (%)	5.4%	27.2%	25.7%	32.3%
(Reference) Previous results	14,819	973	793	663

### (2) Full year (from April 1, 2007 to March 31, 2008)

(Unit: Yen in millions)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	33,500	2,350	2,150	1,350
Revised forecast (B)	35,500	2,800	2,400	1,500
Increase/decrease (B-A)	2,000	450	250	150
Percentage change (%)	5.9%	19.1%	11.6%	11.1%
(Reference) Previous results	32,517	2,288	2,081	1,703

## 2. Revisions to non-consolidated business forecasts for FY March 2008

### (1) Interim (from April 1, 2007 to September 30, 2007)

(Unit: Yen in millions)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	7,600	180	130	65
Revised forecast (B)	8,243	52	146	38
Increase/decrease (B-A)	643	-128	16	-27
Percentage change (%)	8.4%	-71.1%	12.3%	-41.5%
(Reference) Previous results	6,795	34	60	170

### (2) Full year (from April 1, 2007 to March 31, 2008)

(Unit: Yen in millions)

	Net sales	Operating income	Ordinary income	Net income
Previous forecast (A)	15,300	490	915	515
Revised forecast (B)	18,000	200	960	480
Increase/decrease (B-A)	2,700	-290	45	-35
Percentage change (%)	17.6%	-59.1%	4.9%	-6.7%
(Reference) Previous results	15,123	269	662	729

## 3. Reason for revisions

Interim consolidated sales is expected to exceed the original forecast owing to the good sales of vacuum feedthrough and quartz products required in the manufacturing process of semiconductor device makers which boast continued operating rate. Interim consolidated incomes increased due to the good sales of US subsidiary, improvement in yield ratio and cost reduction efforts of Chinese subsidiary. Overall, operating income, ordinary income and net income are expected to exceed the initial forecast. Furthermore, the full year forecasts are revised as set out above based on the revised interim

forecasts.

Interim non-consolidated sales is expected exceed the original forecast. However, Operating and net income are expected to fall short of the original forecast due to the increase of SG&A expenses. Moreover, the full year forecasts are revised as set out above based on the revised interim forecasts.

The above forecasts are based on information available at the time this report was released. The company makes no guarantees regarding the completeness and accuracy of them. Therefore, actual results may differ significantly from the forecasts.