

Summary of the first quarter business results for FY March 2009 (Consolidated)

Date: August 14, 2008

Company **Ferrotec Corporation** Registered on the JASDAQ
 Stock Code 6890
 U R L <http://www.ferrotec.co.jp>
 Representative Akira Yamamura
 Contact Title of Executive Director
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 Expected date of filing of Quarterly report August 14, 2008

(Amounts are rounded down to the nearest 1 million yen)

1. Consolidated business results for the first quarter ended June 30(From April 1, 2008 to June 30, 2008)

(1) Results of operations(cumulative) (% change from the previous corresponding period)

| 1 st Quarter ended | Net sales | | Operating income | | Ordinary income | |
|-------------------------------|-----------|------|------------------|------|-----------------|------|
| | ¥ Million | % | ¥ Million | % | ¥ Million | % |
| June 30, 2008 | 9,094 | 10.2 | 1,028 | 49.5 | 767 | 35.5 |
| June 30, 2007 | 8,250 | 17.3 | 688 | 57.2 | 566 | 93.0 |

| 1 st Quarter ended | Net income | | Net income per share | Diluted net Income per share |
|-------------------------------|------------|------|----------------------|------------------------------|
| | ¥ Million | % | ¥ | ¥ |
| June 30, 2008 | 570 | 62.4 | 26.87 | 26.63 |
| June 30, 2007 | 351 | 91.3 | 18.83 | 16.64 |

(2) Consolidated Financial Position

| | Total assets | Net assets | Equity ratio | Net assets per Share |
|----------------|--------------|------------|--------------|----------------------|
| | ¥ Million | ¥ Million | % | ¥ |
| June 30, 2008 | 40,722 | 20,177 | 48.6 | 918.07 |
| March 31, 2008 | 40,973 | 21,501 | 52.0 | 1,004.39 |

(Note) Shareholders' equity:

June 30, 2008: ¥ 19,804 million March 31, 2008: ¥ 21,294 million

2. Dividend

| (Record date) | Cash dividend per share | | | | |
|---------------------------|--------------------------------|--------------------------------|--------------------------------|-----------------|--------|
| | End of 1 st Quarter | End of 2 nd Quarter | End of 3 rd Quarter | Fiscal Year-end | Annual |
| March 31, 2008 | — | — | — | 12.00 | 12.00 |
| March 31, 2009 | — | — | — | — | — |
| March 31, 2009 (forecast) | — | — | — | 12.00 | 12.00 |

(Note) Revision of the forecasts during this 1st quarter: None

3. Forecast of consolidated business performance for the fiscal year ending March 31, 2009

(From April 1, 2008 to March 31, 2009)

| | Net sales | | Operating income | | Ordinary income | | Net income | | Net income per share |
|---|-----------|-----|------------------|------|-----------------|------|------------|------|----------------------|
| | ¥ Million | % | ¥ Million | % | ¥ Million | % | ¥ Million | % | ¥ Million |
| 2 nd Quarter ending September 30, 2008(cumulative) | 18,600 | 3.9 | 1,800 | 14.9 | 1,400 | -1.5 | 950 | 4.0 | 44.71 |
| Fiscal Year ending March 31, 2009 | 40,000 | 9.2 | 3,500 | 14.5 | 2,850 | 18.1 | 1,900 | -0.2 | 89.41 |

(Note) Revision of the forecasts during this 1st quarter: Yes

4. Others

- (1) Changes in important subsidiary during the period (changes in specified subsidiary due to changes in the scope of consolidation): None
- (2) Application of simplified accounting procedures and specific accounting procedures for preparing quarterly consolidated financial statements: Applicable
- (3) Changes in accounting policies, procedures and presentation in preparation of the consolidated financial statements
 - a) Changes due to revision of accounting standards: Yes
 - b) Changes other than the above a): None
- (4) Shares outstanding (common shares)
 - a) Number of shares outstanding at end of period (treasury stock included):
 - As of June 30, 2008: 21,665,322 shares
 - As of March 31, 2008: 21,294,922 shares
 - b) Treasury stock at end of period:
 - As of June 30, 2008: 93,264 shares
 - As of March 31, 2008: 93,264 shares
 - c) Weighted average number of shares outstanding during period
 - For the first quarter ended June 30, 2008: 21,250,211 shares
 - For the first quarter ended June 30, 2007: 18,880,406 shares

※ Explanation regarding appropriate use of business forecasts and other special instructions

- (1) The forecasts regarding future performance in this report are based on information currently available to the Company and certain assumptions that the Company deems to be reasonable at the time this report was prepared. Therefore, actual results may differ significantly from the forecasts due to a variety of factors.
- (2) Effective from the first quarter ended June 30, 2008, the “Accounting Standard for Quarterly Financial Reporting” (ASBJ Statement No. 12) and the “Guidance on Accounting Standard for Quarterly Financial Reporting” (ASBJ Guidance No. 14) are applied from the current fiscal year. Also quarterly consolidated financial statements are prepared in accordance with the “Regulation for Quarterly Consolidated Financial Statements.”