

Business Results for the Third Quarter of Fiscal Year Ending March 31, 2009 (Nine Months ended December 31, 2008)

Company name: Ferrotec Corporation Stock exchange listing: JASDAQ Stock code: 6890 URL: http://www.ferrotec.co.jp

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(All amounts are rounded down to the nearest million yen)

1. Consolidated Financial Results for the Nine Months Ended December 31, 2008 (April 1, 2008 – December 31, 2008)

(1) Consolidated results of operations

(Percentages represent year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Net income | |
|-----------------------------|-------------|------|------------------|------|-----------------|------|-------------|------|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % |
| Nine months ended Dec. 2008 | 32,019 | - | 3,393 | - | 2,895 | - | 1,707 | - |
| Nine months ended Dec. 2007 | 26,708 | 13.0 | 2,172 | 42.6 | 1,831 | 45.5 | 1,117 | 25.0 |

| | Net income per share | Diluted net income per share | | | |
|-----------------------------|----------------------|------------------------------|--|--|--|
| | Yen | Yen | | | |
| Nine months ended Dec. 2008 | 79.35 | 78.89 | | | |
| Nine months ended Dec. 2007 | 58.65 | 52.23 | | | |

(2) Consolidated financial position

| | Total assets | Net assets | Equity ratio | Net assets per share | |
|---------------|--------------|-------------|--------------|----------------------|--|
| | Million yen | Million yen | % | Yen | |
| Dec. 31, 2008 | 53,369 | 22,349 | 40.8 | 1,002.16 | |
| Mar. 31, 2008 | 40,973 | 21,501 | 52.0 | 1,004.39 | |

Reference) Shareholders' equity

Dec. 31, 2008: 21,750 million yen

Mar. 31, 2008: 21,294 million yen

2. Dividends

| | Dividend per share | | | | | | | |
|---|--------------------|--------|--------|----------|--------|--|--|--|
| (Record date) | 1Q-end | 2Q-end | 3Q-end | Year-end | Annual | | | |
| | Yen | Yen | Yen | Yen | Yen | | | |
| Fiscal year ended Mar. 2008 | - | 0.00 | - | 12.00 | 12.00 | | | |
| Fiscal year ending Mar. 2009 | - | 0.00 | - | - | - | | | |
| Fiscal year ending Mar. 2009 (forecast) | - | ı | - | 12.00 | 12.00 | | | |

Note) Revision of dividend forecast during the period: None

3. Consolidated Forecast for the Fiscal Year Ending March 31, 2009 (April 1, 2008 – March 31, 2009)

(Percentages represent year-on-year changes)

| | Net sales | | Operating income | | Ordinary income | | Net income | | Net income per share | |
|-----------|-------------|-----|------------------|-------|-----------------|--------|-------------|--------|----------------------|--|
| | Million yen | % | Million yen | % | Million yen | % | Million yen | % | Yen | |
| Full year | 38,000 | 3.8 | 3,000 | (1.9) | 2,100 | (13.0) | 1,100 | (42.2) | 50.68 | |

Note) Revision of consolidated forecast during the period: Yes

4. Others

- (1) Changes in consolidated subsidiaries during the period (changes in scope of consolidation): None
- (2) Application of simplified accounting methods and special accounting methods in the preparation of quarterly consolidated financial statements: Yes
- (3) Changes in accounting principles, procedures and presentation methods for preparation of quarterly consolidated financial statements
 - 1) Changes caused by revision of accounting standards: Yes
 - 2) Other changes: None
- (4) Number of shares outstanding (common shares)

1) Number of shares outstanding at end of period (including treasury stock)

Dec. 31, 2008: 21,796,422 shares Mar. 31, 2008: 21,294,922 shares

2) Number of treasury stock at end of period

Dec. 31, 2008: 93,344 shares Mar. 31, 2008: 93,264 shares

3) Average number of shares outstanding during the period

Nine months ended Mar. 2009:21,519,158 shares

Nine months ended Mar. 2008:18,883,388 shares

*Cautionary statement with respect to forward-looking statements

- 1. 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 from these forecasts for a number of factors.
- 2. Effective from the current fiscal year, the Company has adopted "Accounting Standard for Quarterly Financial Reporting" (ASBJ Statement No. 12) and "Guidance on Accounting Standard for Quarterly Financial Reporting" (ASBJ Guidance No. 14). In addition, the quarterly consolidated financial statements are prepared in accordance with "Regulations for Quarterly Consolidated Financial Statements."