

This PDF document is an updated note on the company. A comprehensive version of the report on the company, including this latest update, is available on [our website](#) and various professional platforms.

On July 15, 2021, Ferrotec Holdings Corporation announced its expectation to post an extraordinary gain. It also announced revisions to its earnings forecast.

Full-year FY03/22 forecast (revised forecast as of July 15, 2021)

- ▷ Sales: JPY105.0bn (previous forecast: JPY105.0bn)
- ▷ Operating profit: JPY15.0bn (JPY15.0bn)
- ▷ Recurring profit: JPY13.6bn (JPY13.6bn)
- ▷ Net income*: JPY15.3bn (JPY12.3bn)
- ▷ EPS: JPY410.13 (JPY329.71)

*Net income attributable to owners of the parent

Reason for the revision

Hangzhou Semiconductor Wafer Co., Ltd. (hereinafter “CCMC,” previously “FTHW”), an equity-method affiliate of the company, conducted a third-party allocation of new shares (total issue amount: RMB3.3bn), resulting in Ferrotec Holdings recording a gain on equity for its stake in CCMC (approximately JPY3.0bn) to be booked in Q1 FY03/22 or after.

This is the second time that the company has revised its FY03/22 forecast due to a third-party allocation of new shares. The first revision was announced on June 2, 2021 (see release below), and resulted in the company recording a gain on equity due to payments confirmed by May 31, 2021 (approximately JPY4.5bn to be booked in Q1 FY03/22). The current revision is due to the fact that the company expects to post an additional gain on equity of approximately JPY3.0bn associated with the payment confirmed by July 9, 2021 to be booked in Q1 FY03/22 or after. Therefore, as before, net income is the only item the company has revised.

This note is the most recent addition to the [full report](#).

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