

October 21, 2008

For Immediate Release

Company name: The Furukawa Electric Co., Ltd.  
Code: 5801 (First Section of TSE, OSE and NSE)  
Representative: Masao Yoshida  
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### Notice of Adjustment to Forecasts of Results of Our Consolidated Subsidiary (FCM Co., Ltd.)

The Furukawa Electric Co., Ltd. (the “Company”) announced today an adjustment to the forecasts announced on April 25, 2008 of the results of its consolidated subsidiary FCM Co., Ltd. for the fiscal year ending March 31, 2009, as indicated in the attached material. The impact on the consolidated performances of the Company is minor.

[Material attached]

Disclosed material of FCM Co., Ltd.

October 21, 2008

For Immediate Release:

Company name: FCM Co., Ltd.

President and Representative Director: Ritsuo Ichii

(Code Number: 5758)

Contact: Shinji Kawamori, Senior Managing Director &  
Executive Administrative Division

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### Notice of Adjustment to Forecasts of Results

FCM Co., Ltd. (the "Company") announces the following adjustment to the forecasts announced on April 25, 2008 of its results in light of recent business performance.

Adjustment to forecasts of non-consolidated results for the first half of the fiscal year ending March 31, 2009 (from April 1, 2008 to September 30, 2008)

	Net sales	Operating income	Recurring profit	Quarterly net income	Quarterly net income per share
Previous forecast (A)	Million yen 15000	Million yen 450	Million yen 430	Million yen 258	yen 151.39
Adjusted forecast (B)	12,280	307	284	171	100.89
Change (B-A)	△2,720	△143	△146	△87	-----
Rate of change (%)	△18.1	△31.8	△34.0	△33.7	-----
(Reference) Results for 2nd quarter of previous fiscal year (ended March 31, 2008)	14,953	393	371	226	133.05

Adjustment to forecasts of non-consolidated results for the fiscal year ending March 31, 2009 (from April 1, 2008 to March 31, 2009)

	Net sales	Operating income	Recurring profit	Net income	Net income per share
Previous forecast (A)	Million yen 30,500	Million yen 940	Million yen 900	Million yen 540	yen 316.86
Adjusted forecast (B)	21,100	540	500	300	176.04
Change (B-A)	△9,400	△400	△400	△240	-----

Rate of change (%)	△30.8	△42.6	△44.4	△44.4	———
(Reference) Results for the fiscal year (ended March 31, 2008)	29,170	848	799	484	

#### Reasons for the Adjustment

The turbulence in the financial markets, triggered by the subprime lending problems in the United States, have begun to have serious implications for the real economy, producing increasingly clear signs of a recession. The electronics components, automobiles, and electric wires sectors in which the Company operates have also experienced increasing production and inventory cutbacks as a result of falling sales.

In the Metal based Plating segment, sales of products for automobiles and precision connectors, which had been expected to grow, continued to lag because of sluggish sales of automobiles and slowing sales of cellular phones. In the Film based chemical finishing segment, sales of special function materials, which are mainstay products for the Company, for automotive components and high-polymer capacitors, remained almost unchanged from the corresponding period of the previous year. In the Wiredrawing segment, construction and progress in housing and buildings stalled. Net sales consequently fell short of the target. Meanwhile, investment in personnel, facilities, and R&D proceeded almost as planned. As a result, results for the first half of the fiscal year fell short of forecasts, partly because of soaring prices of natural resources and increased expenses for the development of our internal control systems.

The Company expects that its markets for the third quarter and onward are unlikely to recover, and will remain generally weak and sluggish. Net sales were calculated based on the most recently quoted average copper price of 600 yen/kg, instead of using the copper price of 940 yen/kg set previously. The set copper price had no impact on profit. Nonetheless, the extent of price fluctuations prompted an adjustment to forecasts. Although sales from processing, which the Company uses as a management index, exceeded sales from processing in the year-ago period for the first half of the fiscal year, the Company expects a fall from the third quarter. The Company remains focused on reducing costs, but believes that investing in personnel, facilities, and R&D is essential for future growth. As a consequence, the Company remains committed to its basic policy of investing in these areas, although certain projects in these areas may be postponed.

Because of the reasons described above, the Company has decided to revise the forecasts results for the fiscal year ending March 31, 2009.