

9-Feb-05

Name of company: The Furukawa Electric Co., Ltd.
 Company Representative: President, CEO & COO Hiroshi Ishihara
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Notice of Revision to Financial Forecasts for the Fiscal Year Ending March 31, 2005

Based on recent earnings trends, Furukawa Electric Co., Ltd. has revised its consolidated and non-consolidated forecasts for the fiscal year ending March 31, 2005, that were announced along with interim results on November 11, 2004.

Notes

1. Revision to the consolidated financial forecast for the year ending March 31, 2005 (April 1, 2004 - March 31, 2005): (Unit: Million yen, %)

	Net Sales	Recurring Income(loss)	Net Income(loss)
Previous forecast (A) (announced on November 11, 2004)	756,800	19,000	23,000
Adjusted/changed (B)	766,000	15,000	12,300
Changes (B-A)	9,200	-4,000	-10,700
Changes in %	1.2	-21	-47
The year ended March 31, 2004	739,867	-15,774	-140,128

2. Revision to the non-consolidated financial forecast for the year ending March 31, 2005 (April 1, 2004 - March 31, 2005): (Unit: Million yen, %)

	Net Sales	Recurring Income(loss)	Net Income(loss)
Previous forecast (A) (announced on November 11, 2004)	328,500	0	21,000
Adjusted/changed (B)	328,500	0	11,000
Changes (B-A)	-	-	-10,000
Changes in %	-	-	-48
The year ended March 31, 2004	381,282	-2,594	-136,229

3. Reason

The consolidated sales forecast for the copper products segment, centered on copper foil, has been reduced because of weak demand for electronics-related materials. The sales forecasts for the aluminum products segment and electronics and automotive systems segment have been increased because of strong sales in the third quarter. The sales forecast for the energy & industrial products segment has been raised in light of a sharp increase in the price of copper. As a result, the Company has increased its forecast for consolidated net sales.

The consolidated operating income forecast has been left basically unchanged. However, the forecast for recurring profit has been reduced to factor in a projected fourth-quarter foreign exchange loss of approximately 5 billion yen related to yen-denominated loan at overseas subsidiaries. The net income forecast has been sharply reduced to account for certain extraordinary losses, including a 3.6 billion yen bad-debt loss to a sales agency, which has filed for application of the Civil Rehabilitation Law, and a loss of 3.2 billion yen associated with an increase in pension liabilities at overseas subsidiaries.

(Remarks on estimated figures)

Estimated figures, including net sales and net income, are based on the assumption and judgment by the Furukawa Group, based on the currently available information on the economic conditions including the industry trends related to the respective businesses of the Group and its subsidiaries, as well as currency rate fluctuations and other factors which may affect the performance of our businesses.