

Name of listed company: The Furukawa Electric Co., Ltd.
 Code No.: 5801 5801
 (URL <http://www.furukawa.co.jp/>)
 Stock Listings: Tokyo, Osaka, Nagoya
 Location of the Head Office Tokyo
 Company Representative: (Title) President (Name) Hiroshi Ishihara
 Inquiries: (Title) Director and CFO (Name) Hideo Sakura TEL (03) 3286 - 3050
 Date of Board of Directors' Meeting for Consolidated Settlement: May 11, 2005
 U.S.GAAP: Not used

1. Consolidated financial results for the year ended March 31, 2006 (April 1, 2005 through March 31, 2006)

(1) Consolidated operating results Note: Amounts less than one million have been omitted except for the per share data.

	Net sales		Operating Income		Recurring profit	
	Million yen	%	Million yen	%	Million yen	%
The year ended March 31, 2006	872,535	12.5	37,430	57.7	46,966	190.4
The year ended March 31, 2005	775,894	4.9	23,736	—	16,174	—

	Net income		Net income per share	Fully diluted net income per share	Net return on shareholders' equity	Recurring profit as a percentage of total assets	Recurring profit as a percentage of net sales
	Million yen	%	Yen	Yen	%	%	%
The year ended March 31, 2006	25,508	61.4	36.98	36.95	12.8	4.6	5.4
The year ended March 31, 2005	15,805	—	24.11	22.59	9.2	1.5	2.1

Notes

① Profit (loss) from investments in subsidiaries and affiliates accounted for by the equity method:

The year ended March 31, 2006 1,544 million yen The year ended March 31, 2005 1,065 million yen

② Average number of shares outstanding in each period (consolidated):

The year ended March 31, 2006 Ordinary share 689,856,972 shares Subordinated share — shares
 The year ended March 31, 2005 Ordinary share 655,505,363 shares Subordinated share 333,333 shares

③ Changes in accounting method: Yes

④ % change for net sales, operating profit, recurring profit, and net income is presented in comparison with previous fiscal year.

(2) Consolidated financial status

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
The year ended March 31, 2006	1,052,256	223,243	21.2	316.27
The year ended March 31, 2005	991,358	175,845	17.7	268.24

(Note) The number of shares outstanding at the end of each period (consolidated):

The year ended March 31, 2006 Ordinary share 705,857,229 shares Subordinated share — shares
 The year ended March 31, 2005 Ordinary share 655,505,287 shares Subordinated share 4,000,000 shares

(3) Consolidated cash flows

	Cash flows from operating activities	Cash flows from investing activities	Cash flows from financing activities	Balance of cash and cash equivalents at end of year
	Million yen	Million yen	Million yen	Million yen
The year ended March 31, 2006	22,719	11,133	△ 46,782	41,566
The year ended March 31, 2005	32,600	40,360	△ 84,578	50,587

(4) The scope of consolidation and application of the equity method:

Number of consolidated subsidiaries: 97

Number of unconsolidated subsidiaries accounted for by the equity method: —

Number of affiliates accounted for by the equity method: 13

(5) Changes in the scope of consolidation and application of the equity method:

Consolidated: (new) 11 (Deleted) 11

Equity method: (new) 1 (Deleted) 1

2. Estimates of consolidated operating results for the fiscal year ending March 31, 2007 (April 1, 2006 - March 31, 2007):

	Net sales	Recurring profit	Net income
	Million yen	Million yen	Million yen
For the six months ending September 30, 2006	472,000	11,200	7,200
For the year ending March 31, 2007	950,000	32,000	15,000

(Reference) Estimated net income per share for the year ending March 31, 2007: ¥21.25

※ The above estimates have been made based on the information available as of the date of their release and certain assumptions as of this day regarding uncertain factors which may affect operating results of the Company and its consolidated subsidiaries in the future. Actual results could significantly differ from the above estimates because of the subsequent changes in circumstance. Please refer to Section 3 (2) Projections for the year to March 31, 2007, in the accompanying materials with respect to those assumptions and other related matters used for the estimate.