

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 Settlement: May 11, 2005

Date of General Shareholders' Meeting: June 29, 2006

Dividend will be paid on or after: June 30, 2006

Interim dividend payment system: Adopted

Minimum trading unit system: Adopted

Number of shares per unit: 1000 shares

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

(1) 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	382,468	12.1	11,381	—	14,017	1,506.3
The year ended March 31, 2005	341,077	△ 10.5	△ 1,888	—	872	—

	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	9,360	△ 13.4	13.57	13.56	6.5	2.4	3.7
The year ended March 31, 2005	10,810	—	16.49	15.45	8.4	0.1	0.3

## Notes

## ① Average number of shares outstanding in each period:

The year ended March 31, 2006	Ordinary share	689,856,972 shares	Subordinated share	— shares
The year ended March 31, 2005	Ordinary share	655,566,362 shares	Subordinated share	333,333 shares

## ② Changes in accounting method:

Yes

## ③ % change for net sales, operating profit, recurring profit, and net income is presented in comparison with previous fiscal year.

## (2) Dividend

	Annual dividend per share			Total dividends	Payout ratio	The ratio of dividends to shareholders' equity
	Yen	Yen	Yen			
The year ended March 31, 2006	3.00	0.00	3.00	2,117	22.1	1.3
The year ended March 31, 2005	0.00	0.00	0.00	—	—	—

## (3) Financial status

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
The year ended March 31, 2006	588,262	158,877	27.0	225.08
The year ended March 31, 2005	559,652	129,863	23.2	198.10

## (Note)

## ① The number of shares outstanding at the end of each period:

The year ended March 31, 2006	Ordinary share	705,857,229 shares	Subordinated share	— shares
The year ended March 31, 2005	Ordinary share	655,550,287 shares	Subordinated share	4,000,000 shares

## ② The number of shares treasury at the end of each period:

The year ended March 31, 2006	Ordinary share	100,950 shares	Subordinated share	— shares
The year ended March 31, 2005	Ordinary share	90,315 shares	Subordinated share	— shares

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

	Net sales	Recurring profit	Net income	Annual dividend per share		
				Interim	Year-end	
	Million yen	Million yen	Million yen	Yen	Yen	Yen
For the six months ending September 30, 2006	200,000	4,800	3,300	2.50	—	—
For the year ending March 31, 2007	410,000	10,000	7,000	—	2.50	5.00

(Reference) Estimated net income per share for the year ending March 31, 2007: ¥9.92

※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 in the future. Actual results could significantly differ from the above estimates because of the subsequent changes in circumstance.