

Fiscal Year Ending March 31, 2006
Interim Results (Consolidated)

November 9, 2005

Name of listed company: **The Furukawa Electric Co., Ltd.**
(URL <http://www.furukawa.co.jp/>)
Code No.: 5801
Stock Listings: Tokyo, Osaka, Nagoya
Location of the Head Office: Tokyo
Company Representative: (Title) President and CEO (Name) Hiroshi Ishihara
Inquiries: (Title) Director and CFO (Name) Hideo Sakura TEL: (03) 3286-3050
Date of Board of Directors' Meeting for Interim Consolidated Settlement: November 9, 2005
U.S.GAAP: Not used

1. Earnings for the first half of the fiscal year ending March 31, 2006 (April 1, 2005 through September 30, 2005)

(1) Business results for the first half (April 1 through September 30)

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	%
First half of the fiscal year ending March 31, 2006	403,236	7.1	15,244	35.7	22,566	108.1
First half of the fiscal year ended March 31, 2005	376,534	5.6	11,229	—	10,844	—
The fiscal year ended March 31, 2005	775,894		23,736		16,174	

	Net income		Net income per share	Fully diluted net income per share
	Million yen	%	Yen	Yen
First half of the fiscal year ending March 31, 2006	2,630	△82.5	3.90	3.90
First half of the fiscal year ended March 31, 2005	14,999	—	22.88	22.88
The fiscal year ended March 31, 2005	15,805		24.11	22.59

Notes:

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

Fiscal 2006 semi-annual 1,063 million yen
Fiscal 2005 semi-annual 812 million yen
Fiscal 2005 1,065 million yen

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

Fiscal 2006 semi-annual Ordinary share 674,029,221 shares Subordinated share 2,520,500 shares
Fiscal 2005 semi-annual Ordinary share 655,509,286 shares Subordinated share — shares
Fiscal 2005 Ordinary share 655,505,363 shares Subordinated share 333,333 shares

(3) Changes in accounting method: Yes

(4) The percentages represent a comparison with the figures for the corresponding period of the previous fiscal year.

(2) Consolidated financial status as at the end of the first half (September 30)

	Total assets	Shareholders' equity	Shareholders' equity ratio	Shareholders' equity per share
	Million yen	Million yen	%	Yen
First half of the fiscal year ending March 31, 2006	1,008,598	194,248	19.3	275.32
First half of the fiscal year ended March 31, 2005	1,043,570	163,538	15.7	249.48
The fiscal 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)

Fiscal 2006 semi-annual Ordinary share 705,523,722 shares Subordinated share — shares
Fiscal 2005 semi-annual Ordinary share 655,503,730 shares Subordinated share — shares
Fiscal 2005 Ordinary share 655,550,287 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
First half of the fiscal year ending March 31, 2006	5,816	△ 7,129	△ 6,022	45,916
First half of the fiscal year ended March 31, 2005	2,802	16,406	△ 30,468	52,077
The fiscal 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: 12

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

Consolidated (new) 3 (deletions) 3

Equity method (new) None (deletions) 1

2. Estimates of consolidated operating results for the fiscal year ending March 31, 2006 (April 1, 2005 – March 31, 2006):

	Net sales	Recurring profit	Net income
	Million yen	Million yen	Million yen
For the year ending March 31, 2006	825,000	36,000	15,000

(Reference) Estimated net income per share for the year ending March 31, 2006: ¥21.26

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-(3) Projections for the year to March 31, 2006, in the accompanying materials with respect to those assumptions and other related matters used for the estimate.