

October 26, 2006
FDK CORPORATION

Announcement of the Revised Financial Forecast

Tokyo, October 26, 2006 - FDK CORPORATION (TSE:6955) announced today a revision of its consolidated and non-consolidated financial forecasts for the first half of FY2006 and the full year of FY 2006 from those announced on April 27, 2006.

1. Consolidated basis

1) The first half of FY2006 (from Apr.1, 2006 to Sept. 30, 2006) (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
April 27, 2006 (A)	61,400	850	(700)
October 26, 2006 (B)	62,043	86	(358)
Difference (B)-(A)	643	(764)	342
Rate of difference (%)	1.0%	(89.9%)	-
(Ref.): Achievements of 1H/FY2005	57,307	418	(833)

2) The full year of FY 2006 (from Apr.1, 2006 to Mar. 31, 2007) (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
April 27, 2006 (A)	129,000	3,200	200
October 26, 2006 (B)	125,400	2,200	200
Difference (B)-(A)	(3,600)	(1,000)	-
Rate of difference (%)	(2.8%)	(31.3%)	-
(Ref.): Achievements of fiscal year 2005	118,109	967	(3,326)

2. Non-consolidated basis

1) The first half of FY2006 (from Apr.1, 2006 to Sept. 30, 2006) (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
April 27, 2006 (A)	30,400	(400)	(1,480)
October 26, 2006 (B)	31,783	(647)	(834)
Difference (B)-(A)	1,383	(247)	646
Rate of difference (%)	4.5%	-	-
(Ref.): Achievements of 1H/FY2005	29,388	(388)	(1,131)

2) The full year of FY 2006 (from Apr.1, 2006 to Mar. 31, 2007) (Million yen)

Forecast as of...	Net Sales	Operating Income (Loss)	Net Income (Loss)
April 27, 2006 (A)	61,000	500	(1,500)
October 26, 2006 (B)	60,200	(200)	(1,500)
Difference (B)-(A)	(800)	(700)	-
Rate of difference (%)	(1.3%)	-	-
(Ref.): Achievements of fiscal year 2005	57,984	(761)	(3,140)

3. Reasons for revision

In the financial forecast for the first half of FY2006, net sales achieved the forecasted amount. However, FDK's profit was greatly affected by the appreciation of material costs and falling prices on LCD-related products. In addition to a cut in non-operating expenses, FDK posted 599 million yen as extraordinary profit(from the sales of stocks in the consolidated subsidiary, etc.) and 132 million yen as extraordinary loss(from liquidation of the non-consolidated subsidiary). As a result, net loss is expected to be reduced for the first half of FY2006.

For the second half of FY2006, FDK expects to achieve its planned performance. Thus, net income in FY 2006 will be secured for the originally expected amount.

(Remarks)

The revised forecast indicated above is calculated based on the information which is obtainable at present, and it may contain many indefinite elements. Therefore, please understand that the actual results may differ greatly from the indicated forecasts of this release due to changes in business conditions.