

# CONSOLIDATED STATEMENTS OF INCOME

TDK Corporation and Subsidiaries years ended March 31, 2002, 2001 and 2000

	Yen (Millions)	2001	2000	U.S. Dollars (Thousands) (Note 2)
	<b>2002</b>			<b>2002</b>
<b>Revenues:</b>				
Net sales . . . . .	<b>¥575,029</b>	689,911	674,464	<b>\$4,323,526</b>
Interest and dividend income . . . . .	<b>2,033</b>	5,089	5,227	<b>15,286</b>
Gain on securities (net of loss) (Note 4) . . . . .	–	13,450	1,452	–
Other income . . . . .	<b>2,284</b>	2,437	3,027	<b>17,173</b>
Total revenues . . . . .	<b>579,346</b>	710,887	684,170	<b>4,355,985</b>
<b>Costs and expenses:</b>				
Cost of sales . . . . .	<b>464,620</b>	496,083	475,340	<b>3,493,384</b>
Selling, general and administrative expenses . . . . .	<b>128,259</b>	141,899	124,517	<b>964,353</b>
Restructuring cost (Note 16) . . . . .	<b>25,872</b>	–	–	<b>194,526</b>
Interest expense . . . . .	<b>1,264</b>	490	568	<b>9,504</b>
Loss on securities (net of gain) (Note 4) . . . . .	<b>207</b>	–	–	<b>1,556</b>
Other deductions . . . . .	<b>2,821</b>	7,899	10,331	<b>21,211</b>
Total costs and expenses . . . . .	<b>623,043</b>	646,371	610,756	<b>4,684,534</b>
Income (loss) before income taxes . . . . .	<b>(43,697)</b>	64,516	73,414	<b>(328,549)</b>
Income taxes (Note 7) . . . . .	<b>(16,994)</b>	19,792	22,245	<b>(127,774)</b>
Income (loss) before minority interests . . . . .	<b>(26,703)</b>	44,724	51,169	<b>(200,775)</b>
Minority interests . . . . .	<b>932</b>	(741)	(439)	<b>7,008</b>
Net income (loss) . . . . .	<b>¥ (25,771)</b>	43,983	50,730	<b>\$ (193,767)</b>
Yen (except number of common shares outstanding)				
U.S. Dollars				
<b>Amounts per share:</b>				
Basic and diluted net income (loss) per share . . . . .	<b>¥(193.91)</b>	330.54	380.89	<b>\$ (1.46)</b>
Weighted average and diluted common shares outstanding in thousands . . . . .	<b>132,900</b>	133,064	133,190	
Cash dividends paid during the year (Note 9) . . . . .	<b>¥ 60.00</b>	60.00	65.00	<b>\$ 0.45</b>

See accompanying notes to consolidated financial statements.