

Consolidated Statements of Operations

TDK Corporation and Subsidiaries years ended March 31, 2003, 2002 and 2001

	Yen (Millions)			U.S. Dollars (Thousands) (Note 2)
	2003	2002	2001	2003
Revenues:				
Net sales	¥608,880	570,511	679,086	\$5,074,000
Interest and dividend income	1,379	2,033	5,089	11,491
Gain on securities (net of loss) (Note 4)	-	-	13,450	-
Other income	2,017	2,284	2,437	16,809
Total revenues	612,276	574,828	700,062	5,102,300
Costs and expenses:				
Cost of sales	459,616	464,620	496,083	3,830,133
Selling, general and administrative expenses	121,839	123,741	131,074	1,015,325
Restructuring cost (Note 16)	5,345	25,872	-	44,542
Interest expense	577	1,264	490	4,808
Loss on securities (net of gain) (Note 4)	3,298	207	-	27,483
Other deductions	3,520	2,821	7,899	29,334
Total costs and expenses	594,195	618,525	635,546	4,951,625
Income (loss) before income taxes	18,081	(43,697)	64,516	150,675
Income taxes (Note 7)	5,296	(16,994)	19,792	44,133
Income (loss) before minority interests	12,785	(26,703)	44,724	106,542
Minority interests	(766)	932	(741)	(6,384)
Net income (loss)	¥ 12,019	(25,771)	43,983	\$ 100,158
Amounts per share:				
	Yen (except number of common shares outstanding)			U.S. Dollars
Basic net income (loss) per share	¥ 90.56	(193.91)	330.54	\$ 0.75
Diluted net income (loss) per share	90.56	(193.91)	330.54	0.75
Weighted average basic and diluted common shares outstanding (in thousands)	132,716	132,900	133,064	
Cash dividends paid during the year (Note 9)	¥ 45.00	60.00	60.00	\$ 0.38

See accompanying notes to consolidated financial statements.