

□ CONSOLIDATED STATEMENTS OF STOCKHOLDERS' EQUITY

TDK Corporation and Subsidiaries years ended March 31, 2005, 2004, and 2003

	2005	Yen (Millions) 2004	2003	U.S. Dollars (Thousands) (Note 2) 2005
Common stock:				
Balance at beginning of period	¥ 32,641	32,641	32,641	\$ 305,056
Balance at end of period	32,641	32,641	32,641	305,056
Additional paid-in capital:				
Balance at beginning of period	63,051	63,051	63,051	589,262
Balance at end of period	63,051	63,051	63,051	589,262
Legal reserve (Note 9):				
Balance at beginning of period	16,497	15,953	15,683	154,177
Transferred from retained earnings	421	544	270	3,935
Balance at end of period	16,918	16,497	15,953	158,112
Retained earnings (Note 9):				
Balance at beginning of period	560,756	525,919	520,143	5,240,710
Net income	33,300	42,101	12,019	311,215
Cash dividends	(7,938)	(6,625)	(5,973)	(74,187)
Losses on sales of treasury stock	(140)	(95)	-	(1,308)
Transferred to legal reserve	(421)	(544)	(270)	(3,935)
Balance at end of period	585,557	560,756	525,919	5,472,495
Accumulated other comprehensive income (loss)				
(Notes 7, 8 and 11):				
Balance at beginning of period	(90,387)	(78,824)	(43,999)	(844,738)
Other comprehensive income (loss) for the period, net of tax	38,730	(11,563)	(34,825)	361,962
Balance at end of period	(51,657)	(90,387)	(78,824)	(482,776)
Treasury stock (Note 10):				
Balance at beginning of period	(6,339)	(4,855)	(3,592)	(59,243)
Acquisition of treasury stock	(1,672)	(1,865)	(1,263)	(15,626)
Exercise of stock option	568	381	-	5,309
Balance at end of period	(7,443)	(6,339)	(4,855)	(69,560)
Total stockholders' equity	¥639,067	576,219	553,885	\$5,972,589
Disclosure of comprehensive income (loss):				
Net income for the period	¥ 33,300	42,101	12,019	\$ 311,215
Other comprehensive income (loss) for the period, net of tax (Note 11)	38,730	(11,563)	(34,825)	361,962
Total comprehensive income (loss) for the period	¥ 72,030	30,538	(22,806)	\$ 673,177

See accompanying notes to consolidated financial statements.