

(2) Statements of Income and Statements of Comprehensive Income

[9-month-period results]

Statements of Income

Term Item	The 9-month-period of FY2013 (April 1, 2012 - December 31, 2012)		The 9-month-period of FY2014 (April 1, 2013 - December 31, 2013)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	625,354	100.0	484,728	100.0	4,616,457	(140,626)	-22.5
Cost of sales	491,125	78.5	378,516	78.1	3,604,914	(112,609)	-22.9
Gross profit	134,229	21.5	106,212	21.9	1,011,543	(28,017)	-20.9
Selling, general and administrative expenses	108,901	17.4	89,442	18.5	851,829	(19,459)	-17.9
Operating income	25,328	4.1	16,770	3.5	159,714	(8,558)	-33.8
Other income (deductions):							
Interest and dividend income	2,168		1,403		13,362	(765)	
Interest expense	(2,142)		(1,678)		(15,981)	464	
Foreign exchange gain (loss)	(852)		201		1,914	1,053	
Other-net	(3,158)		1,024		9,752	4,182	
Total other income (deductions)	(3,984)	-0.7	950	0.2	9,048	4,934	-
Income from continuing operations before income taxes	21,344	3.4	17,720	3.7	168,762	(3,624)	-17.0
Income taxes	8,301	1.3	7,143	1.5	68,029	(1,158)	-14.0
Income from continuing operations	13,043	2.1	10,577	2.2	100,733	(2,466)	-18.9
Loss from discontinued operations	(99)	-0.0	(3,551)	-0.7	(33,819)	(3,452)	-
Net income	12,944	2.1	7,026	1.4	66,914	(5,918)	-45.7
Less: Net income attributable to noncontrolling interests	2,800	0.5	622	0.1	5,923	(2,178)	-77.8
Net income attributable to TDK	10,144	1.6	6,404	1.3	60,990	(3,740)	-36.9

Notes:

1. U.S.\$1=Yen 105, for convenience only.
2. Operating results relating to the data tape business are separately presented as discontinued operations in consolidated statements of income for the 9-month-period of FY2014. Also reclassifications have been made to the consolidated statements of income for the 9-month-period of FY2013 to conform to the presentation used for the 9-month-period of FY2014.

Statements of Comprehensive Income

Term Item	The 9-month-period of FY2013 (April 1, 2012 - December 31, 2012)	The 9-month-period of FY2014 (April 1, 2013 - December 31, 2013)		Change
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	12,944	7,026	66,914	(5,918)
Other comprehensive income (loss), net of taxes:				
Foreign currencies translation adjustments	29,423	28,756	273,867	(667)
Pension liability adjustments	1,382	1,091	10,390	(291)
Net unrealized gains (losses) on securities	(1,670)	3,131	29,819	4,801
Total other comprehensive income (loss)	29,135	32,978	314,076	3,843
Comprehensive income	42,079	40,004	380,990	(2,075)
Comprehensive income attributable to noncontrolling interests	3,642	1,439	13,705	(2,203)
Comprehensive income attributable to TDK	38,437	38,565	367,286	128

Note:

U.S.\$1=Yen 105, for convenience only.

[3rd quarter results]

Statements of Income

Term Item	3Q of FY2013 (October 1, 2012 - December 31, 2012)		3Q of FY2014 (October 1, 2013 - December 31, 2013)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	213,316	100.0	258,647	100.0	2,463,305	45,331	21.3
Cost of sales	170,021	79.7	195,979	75.8	1,866,467	25,958	15.3
Gross profit	43,295	20.3	62,668	24.2	596,838	19,373	44.7
Selling, general and administrative expenses	38,263	17.9	45,086	17.4	429,390	6,823	17.8
Operating income	5,032	2.4	17,582	6.8	167,448	12,550	249.4
Other income (deductions):							
Interest and dividend income	712		985		9,381	273	
Interest expense	(683)		(855)		(8,143)	(172)	
Foreign exchange gain (loss)	(577)		(902)		(8,591)	(325)	
Other-net	(1,526)		382		3,638	1,908	
Total other income (deductions)	(2,074)	-1.0	(390)	-0.2	(3,715)	1,684	-
Income from continuing operations before income taxes	2,958	1.4	17,192	6.6	163,733	14,234	481.2
Income taxes	1,528	0.7	6,070	2.3	57,809	4,542	297.3
Income from continuing operations	1,430	0.7	11,122	4.3	105,924	9,692	677.8
Income (loss) from discontinued operations	2	0.0	(979)	-0.4	(9,324)	(981)	-
Net income	1,432	0.7	10,143	3.9	96,600	8,711	608.3
Less: Net income attributable to noncontrolling interests	1,013	0.5	834	0.3	7,943	(179)	-17.7
Net income attributable to TDK	419	0.2	9,309	3.6	88,657	8,890	-

Notes:

1. U.S.\$1=Yen 105, for convenience only.
2. Operating results relating to the data tape business are separately presented as discontinued operations in consolidated statements of income for the third quarter of FY2014. Also reclassifications have been made to the consolidated statements of income for the third quarter of FY2013 to conform to the presentation used for the third quarter of FY2014.

Statements of Comprehensive Income

Term Item	3Q of FY2013 (October 1, 2012 - December 31, 2012)	3Q of FY2014 (October 1, 2013 - December 31, 2013)		Change
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	1,432	10,143	96,600	8,711
Other comprehensive income (loss), net of taxes:				
Foreign currencies translation adjustments	62,433	50,668	482,552	(11,765)
Pension liability adjustments	454	505	4,810	51
Net unrealized gains (losses) on securities	261	857	8,162	596
Total other comprehensive income (loss)	63,148	52,030	495,524	(11,118)
Comprehensive income	64,580	62,173	592,124	(2,407)
Comprehensive income attributable to noncontrolling interests	2,454	2,034	19,372	(420)
Comprehensive income attributable to TDK	62,126	60,139	572,752	(1,987)

Note:

U.S.\$1=Yen 105, for convenience only.