

(4) Notes Concerning Going Concern Assumptions

Nothing to report.

(5) Segment Information

TDK has three reporting segments: Passive Components, Magnetic Application Products and Film Application Products, as well as Other, which includes products not included in these three reporting segments.

In accordance with the provisions of ASC No.205-20, "Presentation of Financial Statements – Discontinued Operations", the figures relating to the data tape business are excluded from FY2014. The prior year's figures are also excluded to conform to the presentation used for FY2014.

Film Application Products included the data tape business in past financial statements.

For details of net sales, refer to page 18.

[9-month-period results]

Net sales by industry segment

		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(%)
Passive Components	External customers	275,231	44.0	353,568	47.5	3,367,314	78,337	28.5
	Intersegment	2,483		2,224		21,181	(259)	-10.4
	Total	277,714		355,792		3,388,495	78,078	28.1
Magnetic Application Products	External customers	255,827	40.9	274,789	37.0	2,617,038	18,962	7.4
	Intersegment	241		336		3,200	95	39.4
	Total	256,068		275,125		2,620,238	19,057	7.4
Film Application Products	External customers	78,299	12.5	101,565	13.7	967,286	23,266	29.7
	Intersegment	2,203		2,208		21,028	5	0.2
	Total	80,502		103,773		988,314	23,271	28.9
Other	External customers	15,997	2.6	13,453	1.8	128,124	(2,544)	-15.9
	Intersegment	14,022		6,662		63,448	(7,360)	-52.5
	Total	30,019		20,115		191,572	(9,904)	-33.0
Intersegment eliminations		(18,949)		(11,430)		(108,857)	7,519	
Total		625,354	100.0	743,375	100.0	7,079,762	118,021	18.9

Segment profit (loss) by industry segment

		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(%)
Passive Components		(7,118)	-2.6	15,117	4.3	143,972	22,235	-
Magnetic Application Products		35,252	13.8	22,692	8.3	216,114	(12,560)	-35.6
Film Application Products		10,625	13.6	11,606	11.4	110,533	981	9.2
Other		(1,437)	-9.0	(2,434)	-18.1	(23,181)	(997)	-
Sub total		37,322	6.0	46,981	6.3	447,438	9,659	25.9
Corporate and Eliminations		(11,994)		(12,629)		(120,276)	(635)	
Operating income		25,328	4.1	34,352	4.6	327,162	9,024	35.6

Note:

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

[3rd quarter results]

Net sales by industry segment

		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(%)
Passive Components	External customers	93,135	43.7	117,137	45.3	1,115,591	24,002	25.8
	Intersegment	976		690		6,571	(286)	-29.3
	Total	94,111		117,827		1,122,162	23,716	25.2
Magnetic Application Products	External customers	84,215	39.5	95,739	37.0	911,800	11,524	13.7
	Intersegment	34		15		143	(19)	-55.9
	Total	84,249		95,754		911,943	11,505	13.7
Film Application Products	External customers	30,932	14.5	41,439	16.0	394,657	10,507	34.0
	Intersegment	701		754		7,181	53	7.6
	Total	31,633		42,193		401,838	10,560	33.4
Other	External customers	5,034	2.3	4,332	1.7	41,257	(702)	-13.9
	Intersegment	4,789		2,229		21,229	(2,560)	-53.5
	Total	9,823		6,561		62,486	(3,262)	-33.2
Intersegment eliminations		(6,500)		(3,688)		(35,124)	2,812	
Total		213,316	100.0	258,647	100.0	2,463,305	45,331	21.3

Segment profit (loss) by industry segment

		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(%)
Passive Components		(1,752)	-1.9	6,084	5.2	57,943	7,836	-
Magnetic Application Products		7,524	8.9	10,256	10.7	97,676	2,732	36.3
Film Application Products		3,556	11.5	6,471	15.6	61,629	2,915	82.0
Other		(551)	-10.9	(796)	-18.4	(7,581)	(245)	-
Sub total		8,777	4.1	22,015	8.5	209,667	13,238	150.8
Corporate and Eliminations		(3,745)		(4,433)		(42,219)	(688)	
Operating income		5,032	2.4	17,582	6.8	167,448	12,550	249.4

Note:

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

(6) Notes Concerning Significant Changes in Stockholders' Equity

Nothing to report.