

### 3. Consolidated Financial Statements

#### (1) Balance Sheets

ASSETS						
Term  Item	As of March 31, 2017		As of June 30, 2017			Change
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)
Current assets	866,136	52.0	952,954	49.8	8,508,518	86,818
Cash and cash equivalents	330,388		305,130		2,724,375	(25,258)
Short-term investments	56,131		77,116		688,536	20,985
Marketable securities	-		3,793		33,866	3,793
Net trade receivables	254,909		290,346		2,592,375	35,437
Inventories	154,499		186,921		1,668,937	32,422
Other current assets	70,209		89,648		800,429	19,439
Noncurrent assets	798,197	48.0	960,014	50.2	8,571,553	161,817
Investments in securities	161,825		153,259		1,368,384	(8,566)
Net property, plant and equipment	464,667		503,040		4,491,428	38,373
Goodwill	61,031		188,624		1,684,143	127,593
Other assets	110,674		115,091		1,027,598	4,417
<b>TOTAL</b>	<b>1,664,333</b>	<b>100.0</b>	<b>1,912,968</b>	<b>100.0</b>	<b>17,080,071</b>	<b>248,635</b>

LIABILITIES AND EQUITY						
Term  Item	As of March 31, 2017		As of June 30, 2017			Change
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)
Current liabilities	477,594	28.7	654,813	34.2	5,846,545	177,219
Short-term debt	77,680		185,082		1,652,518	107,402
Current installments of long-term debt	42,517		71,197		635,688	28,680
Trade payables	176,644		199,985		1,785,580	23,341
Accrued expenses	148,609		160,909		1,436,688	12,300
Other current liabilities	32,144		37,640		336,071	5,496
Noncurrent liabilities	384,621	23.1	448,303	23.4	4,002,705	63,682
Long-term debt,						
excluding current installments	213,935		273,230		2,439,553	59,295
Retirement and severance benefits	125,202		127,798		1,141,054	2,596
Other noncurrent liabilities	45,484		47,275		422,098	1,791
<b>Total liabilities</b>	<b>862,215</b>	<b>51.8</b>	<b>1,103,116</b>	<b>57.6</b>	<b>9,849,250</b>	<b>240,901</b>
Common stock	32,641		32,641		291,438	-
Additional paid-in capital	15,349		15,385		137,366	36
Legal reserve	37,727		37,060		330,893	(667)
Retained earnings	833,884		837,934		7,481,553	4,050
Accumulated						
other comprehensive income (loss)	(108,575)		(104,464)		(932,715)	4,111
Treasury stock	(17,412)		(17,359)		(154,991)	53
<b>Total TDK stockholders' equity</b>	<b>793,614</b>	<b>47.7</b>	<b>801,197</b>	<b>41.9</b>	<b>7,153,544</b>	<b>7,583</b>
Noncontrolling interests	8,504	0.5	8,655	0.5	77,277	151
<b>Total equity</b>	<b>802,118</b>	<b>48.2</b>	<b>809,852</b>	<b>42.4</b>	<b>7,230,821</b>	<b>7,734</b>
<b>TOTAL</b>	<b>1,664,333</b>	<b>100.0</b>	<b>1,912,968</b>	<b>100.0</b>	<b>17,080,071</b>	<b>248,635</b>

**Note:**

U.S.\$1=Yen 112, for convenience only.