

**TDK Corporation**  
 1-13-1, Nihonbashi  
 Chuo-ku, Tokyo  
 103-8272 Japan

**Contacts;**

TDK Corporation(Tokyo)	Corporate Communications Department <b>Michinori Katayama</b>	+81(3)5201-7102
TDK U.S.A. Corporation	<b>Francis J. Sweeney</b>	+1(516)535-2600
TDK UK Limited	<b>Ron Matier</b>	+44(1737)773773

**FOR IMMEDIATE RELEASE**

**TOKYO - October 31, 2002** TDK Corporation today announced its consolidated business results prepared in conformity with accounting principles generally accepted in the United States of America for the first half of fiscal year (FY) 2003 and the 2nd quarter (Qtr.) and nonconsolidated business results for the first half of FY 2003.

**1) Summary**

**Consolidated results (April 1, 2002 - September 30, 2002)**

Term Items	The first half of FY2003 (April 1, 2002 - Sep. 30, 2002)			The first half of FY2002 (April 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Net sales	296,380	100.0	2,409,593	270,786	100.0	25,594	9.5
Operating income (loss)	10,019	3.4	81,455	(2,811)	-1.0	12,830	-
Income (loss) before income taxes	7,636	2.6	62,081	(3,082)	-1.1	10,718	-
Net income	4,645	1.6	37,764	1,832	0.7	2,813	153.5
Net income per common share	Yen 34.98		U.S.\$ 0.28	Yen 13.78			

**(Sales breakdown)**

Term Products	The first half of FY2003 (April 1, 2002 - Sep. 30, 2002)			The first half of FY2002 (April 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Electronic materials and components	234,272	79.0	1,904,650	209,607	77.4	24,665	11.8
Electronic materials	88,918	30.0	722,910	81,367	30.1	7,551	9.3
Electronic devices	59,293	20.0	482,057	54,264	20.0	5,029	9.3
Recording devices	78,173	26.4	635,553	64,022	23.6	14,151	22.1
Semiconductors & others	7,888	2.6	64,130	9,954	3.7	(2,066)	-20.8
Recording media & systems	62,108	21.0	504,943	61,179	22.6	929	1.5
Total sales	296,380	100.0	2,409,593	270,786	100.0	25,594	9.5
Overseas sales	212,091	71.6	1,724,317	185,616	68.5	26,475	14.3

**Notes:**

- The figures for net income per common share are calculated based upon the weighted average number of shares of common stock (the total outstanding number).
- TDK adopted the Emerging Issues Task Force Issue 01-9 ("EITF 01-9"), "Accounting for Consideration Given by a Vendor to a Customer (Including a Reseller of the Vendor's Products)" from the fiscal year beginning April 1, 2002 and the prior year's consolidated financial statements have been restated for the change, accordingly.
- U.S.\$1=Yen 123

## Non-Consolidated results (April 1, 2002 - September 30, 2002)

Term Items	The first half of FY2003 (April 1, 2002 - Sep. 30, 2002)			The first half of FY2002 (April 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Net sales	167,260	100.0	1,359,837	164,023	100.0	3,237	2.0
Operating income (loss)	3,480	2.1	28,292	(319)	-0.2	3,799	-
Current income	6,937	4.1	56,398	13,970	8.5	(7,033)	-50.3
Net income	1,056	0.6	8,585	9,752	5.9	(8,696)	-89.2
Net income per common share	Yen 7.96		U.S.\$ 0.06	Yen 73.22			
Dividends per share	Yen 25.00		U.S.\$ 0.20	Yen 30.00			

## Notes:

1. The figures for net income per common share are calculated based upon the weighted average number of shares of common stock (the total outstanding number).
2. The figure for net income per common share is calculated excluding treasury stock from FY2003.
3. U.S.\$1=Yen 123

## (Sales breakdown)

Term Products	The first half of FY2003 (April 1, 2002 - Sep. 30, 2002)			The first half of FY2002 (April 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Electronic materials and components	146,384	87.5	1,190,113	140,647	85.7	5,737	4.1
Electronic materials	70,620	42.2	574,146	64,624	39.4	5,996	9.3
Electronic devices	45,694	27.3	371,495	39,835	24.3	5,859	14.7
Recording devices	24,055	14.4	195,569	26,486	16.1	(2,431)	-9.2
Semiconductors & others	6,013	3.6	48,886	9,700	5.9	(3,687)	-38.0
Recording media & systems	20,876	12.5	169,723	23,376	14.3	(2,500)	-10.7
Total sales	167,260	100.0	1,359,837	164,023	100.0	3,237	2.0
Overseas sales	90,622	54.2	736,764	82,183	50.1	8,439	10.3

**2nd Qtr. consolidated results**

Consolidated results (July 1, 2002 - September 30, 2002)

Term Items	The 2nd Qtr. of FY2003 (July 1, 2002 - Sep. 30, 2002)			The 2nd Qtr. of FY2002 (July 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Net sales	147,672	100.0	1,200,585	130,542	100.0	17,130	13.1
Operating income (loss)	4,033	2.7	32,789	(5,400)	-4.1	9,433	-
Income (loss) before income taxes	4,333	2.9	35,228	(5,646)	-4.3	9,979	-
Net income	2,484	1.7	20,195	625	0.5	1,859	297.4
Net income per common share	Yen 18.71		U.S.\$ 0.15	Yen 4.71			

(Sales breakdown)

Term Products	The 2nd Qtr. of FY2003 (July 1, 2002 - Sep. 30, 2002)			The 2nd Qtr. of FY2002 (July 1, 2001 - Sep. 30, 2001)		Change	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	%
Electronic materials and components	116,102	78.6	943,918	99,286	76.1	16,816	16.9
Electronic materials	43,058	29.2	350,065	37,467	28.7	5,591	14.9
Electronic devices	29,449	19.9	239,423	25,714	19.7	3,735	14.5
Recording devices	39,832	27.0	323,837	31,188	23.9	8,644	27.7
Semiconductors & others	3,763	2.5	30,593	4,917	3.8	(1,154)	-23.5
Recording media & systems	31,570	21.4	256,667	31,256	23.9	314	1.0
Total sales	147,672	100.0	1,200,585	130,542	100.0	17,130	13.1
Overseas sales	105,900	71.7	860,976	88,871	68.1	17,029	19.2

Notes:

1. The figures for net income per common share are calculated based upon the weighted average number of shares of common stock (the total outstanding number).
2. TDK adopted the Emerging Issues Task Force Issue 01-9 ("EITF 01-9"), "Accounting for Consideration Given by a Vendor to a Customer (Including a Reseller of the Vendor's Products)" from the fiscal year beginning April 1, 2002 and the prior year's consolidated financial statements have been restated for the change, accordingly.
3. U.S.\$1=Yen 123