

(Notes)

1. The consolidated financial statements are prepared in conformity with the U.S. GAAP.
2. During this consolidated accounting period, TDK had 71 subsidiaries (20 in Japan and 51 overseas). TDK also had 8 affiliates (5 in Japan and 3 overseas) whose financial statements are accounted for by the equity method.
3. Comprehensive income comprises net income and other comprehensive income. Other comprehensive income includes changes in foreign currency translation adjustments, minimum pension liability adjustments and net unrealized gains (losses) on securities. The net income, other comprehensive income (loss) and total comprehensive income for the three months ended June 30, 2004 and 2003 were as follows;

Item	Term	The 1st Qtr. of FY2005		The 1st Qtr. of FY2004
		(April 1, 2004 - June 30, 2004)		(April 1, 2003 - June 30, 2003)
		(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income		10,163	94,102	8,025
Other comprehensive income (loss), net of tax:				
Foreign currency translation adjustments		5,464	50,593	717
Minimum pension liability adjustments		5,518	51,092	(1,485)
Net unrealized gains (losses) on securities		(366)	(3,389)	395
Total comprehensive income		20,779	192,398	7,652

Note: U.S.\$1=Yen 108