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TDK Corporation
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Amendments of FY March 2005 Earnings Release (Consolidated Results)

TDK Corporation has revised its consolidated results for fiscal 2005, ended March 31, 2005, and announced on April 27, 2005.

1. Reasons for Amendments

Amendment to Fiscal 2005 Net Income

On June 29, 2005, TDK received a notice of tax assessment under the Transfer Pricing Taxation from the Tokyo Regional Tax Bureau (Nihonbashi Tax Office) asserting that the price of transactions between TDK and its overseas subsidiaries was different from the arm's length price for TDK's five tax years from March 1999 to March 2003.

The total additional income in Japan assessed by the Bureau amounts to Yen 21,301 million resulting incremental charges, including taxes, penalties and interests, of Yen 11,960 million, which TDK paid the amount in full. TDK recorded Yen 11,648 million as incremental expenses, net of related tax effects, in the consolidated statements of income.

TDK disagrees with this assessment and will file an appeal to the Tokyo Regional Tax Bureau to challenge the assessment.

TDK is an SEC-registered company listed on the New York Stock Exchange. Because the additional taxes under the transfer pricing taxation are regarded as an important subsequent event that occurred before the submission of its Form 20-F for fiscal 2005, TDK has partially amended its consolidated earnings release for fiscal 2005.

2. Amendments

<Original>

Term Item	FY2005 (April 1, 2004 - March 31, 2005)			FY2004 (April 1, 2003 - March 31, 2004)	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%
Net sales	657,853	100.0	6,148,159	655,792	100.0
Operating income	59,830	9.1	559,159	56,510	8.6
Income from continuing operations before income taxes	62,072	9.4	580,112	55,712	8.5
Income taxes	12,980	1.9	121,308	12,490	1.9
Net income	44,948	6.8	420,075	42,101	6.4

<Amendments>

Term Item	FY2005 (April 1, 2004 - March 31, 2005)			FY2004 (April 1, 2003 - March 31, 2004)	
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%
Net sales	657,853	100.0	6,148,159	655,792	100.0
Operating income	59,830	9.1	559,159	56,510	8.6
Income from continuing operations before income taxes	<u>60,728</u>	<u>9.2</u>	<u>567,551</u>	<u>55,847</u>	8.5
Income taxes	<u>23,284</u>	<u>3.5</u>	<u>217,607</u>	<u>12,133</u>	<u>1.8</u>
Net income	<u>33,300</u>	<u>5.1</u>	<u>311,215</u>	42,101	6.4

Term Item	Amendments As of March 31, 2005			Original As of March 31, 2005		
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(U.S.\$ thousands)
Current assets	<u>510,603</u>	63.2	<u>4,771,990</u>	510,291	63.2	4,769,074
Other current assets	<u>34,563</u>		<u>323,019</u>	34,251		320,103
TOTAL ASSETS	<u>808,001</u>	100.0	<u>7,551,411</u>	807,689	100.0	7,548,495
Current liabilities	<u>130,857</u>	<u>16.2</u>	<u>1,222,963</u>	118,897	14.7	1,111,187
Accrued expenses	<u>43,980</u>		<u>411,028</u>	42,636		398,467
Income taxes payables	<u>19,283</u>		<u>180,215</u>	8,667		81,000
Total liabilities	<u>163,772</u>	<u>20.3</u>	<u>1,530,580</u>	151,812	18.8	1,418,804
Retained earnings	<u>585,557</u>		<u>5,472,495</u>	597,205		5,581,355
Total stockholders' equity	<u>639,067</u>	<u>79.1</u>	<u>5,972,589</u>	650,715	80.6	6,081,449
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>808,001</u>	100.0	<u>7,551,411</u>	807,689	100.0	7,548,495

Other changes resulting from these amendments are underlined in the corresponding pages.

- (1) Summary (Page 1)
- (2) Business Results and Financial Position (Page 6, 9, 10, 11)
- (3) Statements of income (Page 13)
- (4) Balance sheets (Page 14)
- (5) Statements of stockholders' equity (Page 15)
- (6) Statements of cash flows (Page 16)
- (7) Summary of Significant Accounting Policies (Page 17)
- (8) Supplementary Information (Consolidated) (Page 21)