

6) Segment Information

The following industry and geographic segment information are required by the Japanese Securities Exchange Law.

1. Industry segment information

Product	Term		The 1st Qtr. of FY2006			The 1st Qtr. of FY2005		Change	
			(April 1, 2005 - June 30, 2005)			(April 1, 2004 - June 30, 2004)			
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	Change(%)		
Electronic materials and components									
Net sales	143,328	100.0	1,291,243	129,804	100.0	13,524	10.4		
Unaffiliated customers	143,328		1,291,243	129,804		13,524	10.4		
Intersegment	-		-	-		-	-		
Operating expenses	127,931	89.3	1,152,531	114,536	88.2	13,395	11.7		
Operating income	15,397	10.7	138,712	15,268	11.8	129	0.8		
Recording media									
Net sales	24,094	100.0	217,063	27,423	100.0	(3,329)	-12.1		
Unaffiliated customers	24,094		217,063	27,423		(3,329)	-12.1		
Intersegment	-		-	-		-	-		
Operating expenses	26,602	110.4	239,658	28,329	103.3	(1,727)	-6.1		
Operating income (loss)	(2,508)	-10.4	(22,595)	(906)	-3.3	(1,602)	176.8		
TOTAL									
Net sales	167,422	100.0	1,508,306	157,227	100.0	10,195	6.5		
Unaffiliated customers	167,422		1,508,306	157,227		10,195	6.5		
Intersegment	-		-	-		-	-		
Operating expenses	154,533	92.3	1,392,189	142,865	90.9	11,668	8.2		
Operating income	12,889	7.7	116,117	14,362	9.1	(1,473)	-10.3		

Note: U.S.\$1=Yen 111

2. Geographic segment information

Region	Term		The 1st Qtr. of FY2006			The 1st Qtr. of FY2005		Change	
			(April 1, 2005 - June 30, 2005)			(April 1, 2004 - June 30, 2004)			
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	Change(%)		
Japan	Net sales	80,794	100.0	727,874	86,661	100.0	(5,867)	-6.8	
	Operating income	4,236	5.2	38,162	5,783	6.7	(1,547)	-26.8	
Americas	Net sales	22,936	100.0	206,630	21,853	100.0	1,083	5.0	
	Operating income	2,657	11.6	23,937	631	2.9	2,026	321.1	
Europe	Net sales	15,723	100.0	141,649	17,266	100.0	(1,543)	-8.9	
	Operating income (loss)	(1,737)	-11.0	(15,649)	(269)	-1.6	(1,468)	-545.7	
Asia and others	Net sales	110,121	100.0	992,081	93,440	100.0	16,681	17.9	
	Operating income	8,221	7.5	74,063	8,955	9.6	(734)	-8.2	
Intersegment eliminations	Net sales	62,152		559,928	61,993		159		
	Operating income	488		4,396	738		(250)		
Total	Net sales	167,422	100.0	1,508,306	157,227	100.0	10,195	6.5	
	Operating income	12,889	7.7	116,117	14,362	9.1	(1,473)	-10.3	

Notes:

- Net sales in each geographic area are based on the location of TDK entities where the sales are generated.
- U.S.\$1=Yen 111

3. Sales by region

Region	Term		The 1st Qtr. of FY2006			The 1st Qtr. of FY2005		Change	
			(April 1, 2005 - June 30, 2005)			(April 1, 2004 - June 30, 2004)			
	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	%	(Yen millions)	Change(%)		
Americas	18,579	11.1	167,378	20,267	12.9	(1,688)	-8.3		
Europe	15,746	9.4	141,856	17,224	11.0	(1,478)	-8.6		
Asia and others	88,984	53.2	801,658	76,969	48.9	12,015	15.6		
Overseas sales total	123,309	73.7	1,110,892	114,460	72.8	8,849	7.7		
Japan	44,113	26.3	397,414	42,767	27.2	1,346	3.1		
Net sales	167,422	100.0	1,508,306	157,227	100.0	10,195	6.5		

Notes:

- Overseas sales are based on the location of the customers.
- U.S.\$1=Yen 111