[Summary Information and Financial Statements]
1. Summary Information Regarding Consolidated Business Results

Consolidated results for the first half of fiscal 2009, the six-month period from April 1, 2008 through September 30, 2008, were as follows:

The first half of fiscal 2009 in the electronics market, which has a large bearing on the Company's consolidated performance, saw a year-on-year rise in production of flat-screen TVs, home game consoles, notebook PCs, HDDs and mobile phones, in particular. However, demand softened for finished products with sophisticated features such as flat-screen TVs and mobile phones, particularly in industrialized nations. Because the production of high-performance products had largely driven demand for electronic components, electronic component demand also dropped as consumer appetite for high-performance products faded. This in turn led to further erosion in prices for electronic components.

TDK posted consolidated net sales of ¥396,537 million (U.S.$3,812,856 thousand), down 8.4% year on year from ¥433,088 million in the first half of fiscal 2008. Operating income fell 69.5% from ¥47,145 million to ¥14,381 million (U.S.$138,279 thousand). Income before income taxes declined 69.3% from ¥48,362 million to ¥14,826 million (U.S.$142,558 thousand). Net income declined 65.7% from ¥34,626 million to ¥11,868 million (U.S.$114,115 thousand). Basic net income per common share was ¥92.02 (U.S.$0.88), compared with ¥266.16 in the first half of fiscal 2008.

Average first-half yen exchange rates for the U.S. dollar and euro were ¥106.12 and ¥162.80, respectively, as the yen appreciated 11.1% versus the U.S. dollar and depreciated 0.3% against the euro, compared with the first half (April 1 to September 30) of the previous fiscal year. This lowered net sales by approximately ¥38.3 billion and operating income by approximately ¥12.7 billion.

(Sales by Sector)
TDK’s net sales are made up of four product sectors: (1) electronic materials, (2) electronic devices, (3) recording devices, and (4) others. Recording media sales have dropped sharply due to the August 2007 transfer of the TDK brand recording media sales business. Because recording media sales accounted for less than 10% of total net sales in the first half of fiscal 2009, these sales were included in the “others” sector. Sector sales were as follows.

(1) Electronic materials
This sector is broken down into two product categories: capacitors, and ferrite cores and magnets.
Sales in the electronic materials sector dropped 10.3% from ¥102,766 million to ¥92,188 million (U.S.$886,423 thousand).

[Capacitors] Sales decreased year on year. This reflected lower sales of multilayer ceramic chip capacitors, the main product in the capacitors category, particularly for use in PCs. Falling prices and the yen’s appreciation against the U.S. dollar were other factors behind the decrease in overall sales.

[Ferrite cores and magnets] Sales of ferrite cores and magnets rose year on year, with higher magnet sales outweighing lower ferrite core sales.
(2) Electronic devices
This sector has three product categories: inductive devices, high-frequency components and other products.
Sales in the electronic devices sector declined 5.5% from ¥104,436 million to ¥98,728 million (U.S.$949,308 thousand).
[Inductive devices] Sales of inductive devices decreased year on year, the result mainly of lower sales of signal line coils for the auto market, multilayer products for flat-screen TVs, and transformers for home appliances.
[High-frequency components] Sales of high-frequency components increased year on year, the result mainly of higher sales for PC applications.
[Other products] Sales of other products were down year on year, with higher sensor and actuator sales unable to fully compensate for lower sales due to the termination of some power supply products and falling sales to the semiconductor market.

(3) Recording devices
This sector has two product categories: HDD heads and other.
Sector sales decreased 4.4% from ¥156,920 million to ¥150,069 million (U.S.$1,442,971 thousand).
[HDD heads] Sales decreased year on year. While the TDK Group’s HDD head sales volume increased on the back of higher demand for HDD heads in line with rising HDD unit production, overall sales were reduced by the impact of falling prices and the yen’s appreciation against the U.S. dollar.
[Other] Category sales increased year on year, mainly because sales of an HDD suspension assembly business that became a subsidiary in November 2007 contributed to first-half results for the first time.

(4) Others
This sector includes all TDK products not included in the three sectors above. The main products in the others sector are recording media, anechoic chambers, mechatronics (production equipment) and energy devices (rechargeable batteries).
Sector sales declined 19.5% from ¥68,966 million to ¥55,552 million (U.S.$534,154 thousand). Sales of energy devices and other new products rose. However, recording media sales fell.

(Overseas Sales)
Detailed sales by region can be found in the segment information on page 10.
[Japan] Overall sales fell, with sales declining in all product sectors except electronic materials.
[Americas] Overall sales declined, with sales decreasing in all product sectors except recording devices.
[Europe] Overall sales declined, with sales decreasing in all product sectors except electronic devices.
[Asia (excluding Japan) and other areas] Overall sales declined, with sales decreasing in all product sectors except others.

As a result, overseas sales declined 6.7% from ¥356,821 million to ¥332,929 million (U.S.$3,201,240 thousand). Overseas sales accounted for 84.0% of consolidated net sales, a 1.6 percentage point increase from 82.4% one year earlier.