

(4) Notes Concerning Going Concern Assumption

Nothing to report.

(5) Segment Information

In the past, TDK prepared segment information in accordance with Japan's regulations for consolidated financial statements in conformity with applicable exemption provisions in the U.S. Due to a revision to the exemption provisions by the U.S. Securities and Exchange Commission in September 2008, with the objective of strengthening reporting by foreign issuers, TDK has disclosed segment information in accordance with Accounting Standards Codification ("ASC") 280, "Segment Reporting," issued by the U.S. Financial Accounting Standards Board ("FASB"), generally accepted accounting principles in the U.S.

TDK classifies its businesses into two segments: 1) Passive Components, 2) Magnetic Application Products, and Other. For details, please see page 17.

【9-month-period results】

Net sales by industry segment

		The 9-month-period of FY2010 (April 1, 2009 - December 31, 2009)		The 9-month-period of FY2011 (April 1, 2010 - December 31, 2010)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components	External customers	268,292	44.9	322,986	48.8	3,987,482	54,694	20.4
	Intersegment	69		2,019		24,926	1,950	-
	Total	268,361		325,005		4,012,408	56,644	21.1
Magnetic Application Products	External customers	285,172	47.7	283,291	42.8	3,497,420	(1,881)	-0.7
	Intersegment	2,868		4,183		51,642	1,315	45.9
	Total	288,040		287,474		3,549,062	(566)	-0.2
Other	External customers	44,049	7.4	55,894	8.4	690,049	11,845	26.9
	Intersegment	5,837		10,153		125,346	4,316	73.9
	Total	49,886		66,047		815,395	16,161	32.4
Intersegment eliminations		(8,774)		(16,355)		(201,914)	(7,581)	
Consolidated total		597,513	100.0	662,171	100.0	8,174,951	64,658	10.8

Segment profit (loss) by industry segment

		The 9-month-period of FY2010 (April 1, 2009 - December 31, 2009)		The 9-month-period of FY2011 (April 1, 2010 - December 31, 2010)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components		(8,738)	-3.3	19,705	6.1	243,272	28,443	-
Magnetic Application Products		31,777	11.1	40,133	14.2	495,469	8,356	26.3
Other		3,097	7.0	4,682	8.4	57,802	1,585	51.2
Sub total		26,136	4.4	64,520	9.7	796,543	38,384	146.9
Corporate and Eliminations		(8,641)		(10,119)		(124,926)	(1,478)	
Operating income		17,495	2.9	54,401	8.2	671,617	36,906	211.0

Note:

U.S.\$1=Yen 81, for convenience only.

[3rd quarter results]

Net sales by industry segment

		3Q of FY2010 (October 1, 2009 - December 31, 2009)		3Q of FY2011 (October 1, 2010 - December 31, 2010)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components	External customers	94,315	44.6	108,424	49.3	1,338,568	14,109	15.0
	Intersegment	26		878		10,840	852	-
	Total	94,341		109,302		1,349,408	14,961	15.9
Magnetic Application Products	External customers	101,990	48.2	90,785	41.3	1,120,803	(11,205)	-11.0
	Intersegment	949		1,138		14,049	189	19.9
	Total	102,939		91,923		1,134,852	(11,016)	-10.7
Other	External customers	15,357	7.2	20,728	9.4	255,901	5,371	35.0
	Intersegment	1,722		3,721		45,938	1,999	116.1
	Total	17,079		24,449		301,839	7,370	43.2
Intersegment eliminations		(2,697)		(5,737)		(70,827)	(3,040)	
Consolidated total		211,662	100.0	219,937	100.0	2,715,272	8,275	3.9

Segment profit by industry segment

		3Q of FY2010 (October 1, 2009 - December 31, 2009)		3Q of FY2011 (October 1, 2010 - December 31, 2010)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components		254	0.3	6,251	5.8	77,173	5,997	-
Magnetic Application Products		14,564	14.3	11,520	12.7	142,222	(3,044)	-20.9
Other		1,059	6.9	1,951	9.4	24,086	892	84.2
Sub total		15,877	7.5	19,722	9.0	243,481	3,845	24.2
Corporate and Eliminations		(3,784)		(2,509)		(30,975)	1,275	
Operating income		12,093	5.7	17,213	7.8	212,506	5,120	42.3

Note:

U.S.\$1=Yen 81, for convenience only.

(6) Notes Concerning Significant Change in Stockholders' Equity

Nothing to report.