

### 3. Consolidated Financial Statements

#### (1) Balance Sheets

ASSETS										
Item	Term	As of March 31, 2011		As of September 30, 2011			Change from March 31, 2011	As of June 30, 2011		Change from June 30, 2011
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	(Yen millions)	%	(Yen millions)
Current assets		526,882	49.7	532,507	50.7	6,915,675	5,625	526,291	49.4	6,216
Cash and cash equivalents		129,091		166,242		2,158,987	37,151	148,648		17,594
Short-term investments		50,803		3,261		42,351	(47,542)	12,336		(9,075)
Marketable securities		17,736		14,633		190,039	(3,103)	19,691		(5,058)
Net trade receivables		165,242		162,001		2,103,909	(3,241)	161,250		751
Inventories		121,679		134,503		1,746,792	12,824	135,978		(1,475)
Other current assets		42,331		51,867		673,597	9,536	48,388		3,479
Noncurrent assets		533,971	50.3	517,306	49.3	6,718,260	(16,665)	539,426	50.6	(22,120)
Investments in securities		34,117		33,598		436,338	(519)	38,073		(4,475)
Net property, plant and equipment		318,403		322,801		4,192,221	4,398	328,072		(5,271)
Other assets		181,451		160,907		2,089,701	(20,544)	173,281		(12,374)
<b>TOTAL</b>		<b>1,060,853</b>	<b>100.0</b>	<b>1,049,813</b>	<b>100.0</b>	<b>13,633,935</b>	<b>(11,040)</b>	<b>1,065,717</b>	<b>100.0</b>	<b>(15,904)</b>

LIABILITIES AND EQUITY										
Item	Term	As of March 31, 2011		As of September 30, 2011			Change from March 31, 2011	As of June 30, 2011		Change from June 30, 2011
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	(Yen millions)	%	(Yen millions)
Current liabilities		327,696	30.9	363,370	34.6	4,719,091	35,674	345,877	32.5	17,493
Short-term debt		98,294		129,068		1,676,208	30,774	106,624		22,444
Current installments of long-term debt		55,968		53,259		691,675	(2,709)	55,981		(2,722)
Trade payables		83,555		87,854		1,140,961	4,299	94,565		(6,711)
Accrued expenses		72,966		73,398		953,221	432	70,977		2,421
Income taxes payables		4,545		4,488		58,286	(57)	3,772		716
Other current liabilities		12,368		15,303		198,740	2,935	13,958		1,345
Noncurrent liabilities		193,391	18.2	174,133	16.6	2,261,467	(19,258)	187,459	17.6	(13,326)
Long-term debt, excluding current installments		90,707		85,666		1,112,545	(5,041)	88,161		(2,495)
Retirement and severance benefits		80,036		73,539		955,052	(6,497)	77,708		(4,169)
Deferred income taxes		9,511		3,433		44,584	(6,078)	9,042		(5,609)
Other noncurrent liabilities		13,137		11,495		149,286	(1,642)	12,548		(1,053)
<b>Total liabilities</b>		<b>521,087</b>	<b>49.1</b>	<b>537,503</b>	<b>51.2</b>	<b>6,980,558</b>	<b>16,416</b>	<b>533,336</b>	<b>50.1</b>	<b>4,167</b>
Common stock		32,641		32,641		423,909	-	32,641		-
Additional paid-in capital		61,258		64,788		841,403	3,530	61,383		3,405
Legal reserve		21,459		22,448		291,533	989	22,026		422
Retained earnings		643,025		643,572		8,358,078	547	639,713		3,859
Accumulated other comprehensive income (loss)		(217,979)		(258,212)		(3,353,403)	(40,233)	(222,684)		(35,528)
Treasury stock		(6,131)		(6,040)		(78,442)	91	(6,092)		52
<b>Total TDK stockholders' equity</b>		<b>534,273</b>	<b>50.4</b>	<b>499,197</b>	<b>47.6</b>	<b>6,483,078</b>	<b>(35,076)</b>	<b>526,987</b>	<b>49.4</b>	<b>(27,790)</b>
Noncontrolling interests		5,493	0.5	13,113	1.2	170,299	7,620	5,394	0.5	7,719
<b>Total equity</b>		<b>539,766</b>	<b>50.9</b>	<b>512,310</b>	<b>48.8</b>	<b>6,653,377</b>	<b>(27,456)</b>	<b>532,381</b>	<b>49.9</b>	<b>(20,071)</b>
<b>TOTAL</b>		<b>1,060,853</b>	<b>100.0</b>	<b>1,049,813</b>	<b>100.0</b>	<b>13,633,935</b>	<b>(11,040)</b>	<b>1,065,717</b>	<b>100.0</b>	<b>(15,904)</b>

**Note:**

U.S.\$1=Yen 77, for convenience only.