

## (2) Statements of Income

### [1st half results]

Term Item	1H of FY2011 (April 1, 2010 - September 30, 2010)		1H of FY2012 (April 1, 2011 - September 30, 2011)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	442,234	100.0	417,157	100.0	5,417,623	(25,077)	-5.7
Cost of sales	328,786	74.3	320,270	76.8	4,159,350	(8,516)	-2.6
Gross profit	113,448	25.7	96,887	23.2	1,258,273	(16,561)	-14.6
Selling, general and administrative expenses	76,260	17.3	83,095	19.9	1,079,156	6,835	9.0
Operating income	37,188	8.4	13,792	3.3	179,117	(23,396)	-62.9
Other income (deductions):							
Interest and dividend income	661		827		10,740	166	
Interest expense	(1,411)		(1,532)		(19,896)	(121)	
Foreign exchange gain	(2,108)		(746)		(9,688)	1,362	
Other-net	314		(1,660)		(21,559)	(1,974)	
Total other income (deductions)	(2,544)	-0.6	(3,111)	-0.7	(40,403)	(567)	-
Income before income taxes	34,644	7.8	10,681	2.6	138,714	(23,963)	-69.2
Income taxes	8,520	1.9	3,436	0.9	44,623	(5,084)	-59.7
Net income	26,124	5.9	7,245	1.7	94,091	(18,879)	-72.3
Less: Net income (loss) attributable to noncontrolling interests	8	0.0	526	0.1	6,831	518	-
Net income attributable to TDK	26,116	5.9	6,719	1.6	87,260	(19,397)	-74.3

### [2nd quarter results]

Term Item	2Q of FY2011 (July 1, 2010 - September 30, 2010)		2Q of FY2012 (July 1, 2011 - September 30, 2011)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	220,309	100.0	210,386	100.0	2,732,286	(9,923)	-4.5
Cost of sales	163,996	74.4	162,827	77.4	2,114,637	(1,169)	-0.7
Gross profit	56,313	25.6	47,559	22.6	617,649	(8,754)	-15.5
Selling, general and administrative expenses	39,334	17.9	39,410	18.7	511,818	76	0.2
Operating income	16,979	7.7	8,149	3.9	105,831	(8,830)	-52.0
Other income (deductions):							
Interest and dividend income	306		469		6,091	163	
Interest expense	(759)		(767)		(9,961)	(8)	
Foreign exchange gain	(977)		(144)		(1,870)	833	
Other-net	277		(348)		(4,520)	(625)	
Total other income (deductions)	(1,153)	-0.5	(790)	-0.4	(10,260)	363	-
Income before income taxes	15,826	7.2	7,359	3.5	95,571	(8,467)	-53.5
Income taxes	4,188	1.9	2,530	1.2	32,857	(1,658)	-39.6
Net income	11,638	5.3	4,829	2.3	62,714	(6,809)	-58.5
Less: Net income (loss) attributable to noncontrolling interests	45	0.0	533	0.3	6,922	488	-
Net income attributable to TDK	11,593	5.3	4,296	2.0	55,792	(7,297)	-62.9

**Note:**

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