

(2) Statements of Operations

[9-month-period results]

Term Item	The 9-month-period of FY2011 (April 1, 2010 - December 31, 2010)		The 9-month-period of FY2012 (April 1, 2011 - December 31, 2011)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	662,171	100.0	608,925	100.0	7,806,731	(53,246)	-8.0
Cost of sales	494,517	74.7	471,827	77.5	6,049,064	(22,690)	-4.6
Gross profit	167,654	25.3	137,098	22.5	1,757,667	(30,556)	-18.2
Selling, general and administrative expenses	113,253	17.1	116,278	19.1	1,490,744	3,025	2.7
Operating income	54,401	8.2	20,820	3.4	266,923	(33,581)	-61.7
Other income (deductions):							
Interest and dividend income	1,035		1,392		17,846	357	
Interest expense	(2,099)		(2,245)		(28,782)	(146)	
Loss (gain) on securities, net	(4)		(4,553)		(58,372)	(4,549)	
Foreign exchange gain	(2,323)		(179)		(2,295)	2,144	
Other-net	191		(1,327)		(17,012)	(1,518)	
Total other income (deductions)	(3,200)	-0.5	(6,912)	-1.1	(88,615)	(3,712)	-
Income before income taxes	51,201	7.7	13,908	2.3	178,308	(37,293)	-72.8
Income taxes	12,441	1.9	17,615	2.9	225,834	5,174	41.6
Net income (loss)	38,760	5.8	(3,707)	-0.6	(47,526)	(42,467)	-
Less: Net income (loss) attributable to noncontrolling interests	49	0.0	1,215	0.2	15,577	1,166	-
Net income (loss) attributable to TDK	38,711	5.8	(4,922)	-0.8	(63,103)	(43,633)	-

[3rd quarter results]

Term Item	3Q of FY2011 (October 1, 2010 - December 31, 2010)		3Q of FY2012 (October 1, 2011 - December 31, 2011)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	219,937	100.0	191,768	100.0	2,458,564	(28,169)	-12.8
Cost of sales	165,731	75.4	151,557	79.0	1,943,038	(14,174)	-8.6
Gross profit	54,206	24.6	40,211	21.0	515,526	(13,995)	-25.8
Selling, general and administrative expenses	36,993	16.8	33,183	17.3	425,423	(3,810)	-10.3
Operating income	17,213	7.8	7,028	3.7	90,103	(10,185)	-59.2
Other income (deductions):							
Interest and dividend income	374		565		7,244	191	
Interest expense	(688)		(713)		(9,141)	(25)	
Loss (gain) on securities, net	(31)		(3,863)		(49,526)	(3,832)	
Foreign exchange gain	(215)		567		7,269	782	
Other-net	(96)		(357)		(4,577)	(261)	
Total other income (deductions)	(656)	-0.3	(3,801)	-2.0	(48,731)	(3,145)	-
Income before income taxes	16,557	7.5	3,227	1.7	41,372	(13,330)	-80.5
Income taxes	3,921	1.8	14,179	7.4	181,782	10,258	261.6
Net income (loss)	12,636	5.7	(10,952)	-5.7	(140,410)	(23,588)	-
Less: Net income (loss) attributable to noncontrolling interests	41	0.0	689	0.4	8,834	648	-
Net income (loss) attributable to TDK	12,595	5.7	(11,641)	-6.1	(149,244)	(24,236)	-

Note:

U.S.\$1=Yen 78, for convenience only.