

## (2) Statements of Income

Term  Item	FY2011 (April 1, 2010 - March 31, 2011)		FY2012 (April 1, 2011 - March 31, 2012)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	871,943	100.0	814,497	100.0	9,932,890	(57,446)	-6.6
Cost of sales	654,180	75.0	634,257	77.9	7,734,841	(19,923)	-3.0
Gross profit	217,763	25.0	180,240	22.1	2,198,049	(37,523)	-17.2
Selling, general and administrative expenses	153,442	17.6	161,715	19.8	1,972,134	8,273	5.4
Production realignment costs	-	-	6,570	0.8	80,122	6,570	-
Realignment-related gain; Sale of properties	-	-	(6,732)	-0.8	(82,097)	(6,732)	-
Operating income	64,321	7.4	18,687	2.3	227,890	(45,634)	-70.9
Other income (deductions):							
Interest and dividend income	1,354		1,986		24,220	632	
Interest expense	(2,849)		(2,977)		(36,305)	(128)	
Loss (gain) on securities, net	(109)		(4,236)		(51,659)	(4,127)	
Foreign exchange gain (loss)	(2,284)		(802)		(9,780)	1,482	
Other-net	187		(413)		(5,037)	(600)	
Total other income (deductions)	(3,701)	-0.4	(6,442)	-0.8	(78,561)	(2,741)	-
Net income from continuing operations before income taxes	60,620	7.0	12,245	1.5	149,329	(48,375)	-79.8
Income taxes	15,105	1.8	11,486	1.4	140,073	(3,619)	-24.0
Net income from continuing operations	45,515	5.2	759	0.1	9,256	(44,756)	-98.3
Net loss from discontinued operations	(511)	-0.0	(2,460)	-0.3	(30,000)	(1,949)	-
Net income (loss)	45,004	5.2	(1,701)	-0.2	(20,744)	(46,705)	-
Less: Net income (loss) attributable to noncontrolling interests	(260)	-0.0	753	0.1	9,183	1,013	-
Net income (loss) attributable to TDK	45,264	5.2	(2,454)	-0.3	(29,927)	(47,718)	-

### Notes:

1. U.S.\$1=Yen 82, for convenience only.
2. Operating results relating to the display business are separately presented as discontinued operations in consolidated statements of operations for the year ended March 31, 2012. And reclassifications have been made to the consolidated statements of operations for the year ended March 31, 2011 to conform to the presentation used for the year ended March 31, 2012.