



February 2, 2026
TDK Corporation
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**Consolidated Financial Results for the Third Quarter of FY March 2026
(Under IFRS)**

(Millions of yen, %)

Account	Term	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
		Amount	% to net sales	Amount	% to net sales	Amount	%
Net sales		1,670,544	100.0	1,858,566	100.0	188,022	11.3
Operating profit		209,093	12.5	230,737	12.4	21,644	10.4
Profit before tax		218,082	13.1	235,070	12.6	16,988	7.8
Net profit attributable to owners of parent		160,869	9.6	181,208	9.7	20,339	12.6
Earnings per share:							
- Basic		84.79 yen		95.48 yen			
- Diluted		84.67 yen		95.36 yen			
Purchase of tangible and intangible assets		162,377	-	197,892	-	35,515	21.9
Depreciation and amortization		144,470	8.6	148,775	8.0	4,305	3.0
Research and development expenses		187,294	11.2	208,907	11.2	21,613	11.5
Number of employees		105,213	-	108,292	-		

(Millions of yen, %)

Account	Term	Q3 of FY March 2025 (October 1, 2024 – December 31, 2024)		Q3 of FY March 2026 (October 1, 2025 – December 31, 2025)		Change	
		Amount	% to net sales	Amount	% to net sales	Amount	%
Net sales		581,043	100.0	675,203	100.0	94,160	16.2
Operating profit		75,791	13.0	83,110	12.3	7,319	9.7
Profit before tax		80,778	13.9	87,593	13.0	6,815	8.4
Net profit attributable to owners of parent		55,159	9.5	69,802	10.3	14,643	26.5
Earnings per share:							
- Basic		29.07 yen		36.77 yen			
- Diluted		29.03 yen		36.73 yen			
Purchase of tangible and intangible assets		68,926	-	85,153	-	16,227	23.5
Depreciation and amortization		49,513	8.5	52,199	7.7	2,686	5.4
Research and development expenses		64,108	11.0	75,122	11.1	11,014	17.2

Note: Effective October 1, 2024, TDK implemented a share split at a ratio of five shares per common share. The basic and diluted Earnings per share are calculated assuming that the share split was implemented at the beginning of the fiscal year ended March 31, 2025.

Note: This document has been translated from the Japanese original for reference purposes only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.

February 2, 2026

Consolidated Financial Results for the Third Quarter of FY March 2026 (Under IFRS)

Company name:	TDK Corporation	
Listing:	Tokyo Stock Exchange	
Securities code:	6762	
URL:	https://www.tdk.com/en/ir/index.html	
Representative:	Noboru Saito, Representative Director, President & CEO	
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Telephone:	+81-3-6778-1068	
Scheduled date to commence dividend payments:	None	
Preparation of supplementary material on financial results:	Yes	
Holding of financial results briefing:	Yes (for institutional investors and securities analysts)	

(Yen amounts are rounded to millions, unless otherwise noted.)

1. Consolidated financial results for the Third Quarter of FY March 2026 (from April 1, 2025 to December 31, 2025)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Profit before tax		Net profit	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Nine months ended								
December 31, 2025	1,858,566	11.3	230,737	10.4	235,070	7.8	184,123	12.6
December 31, 2024	1,670,544	3.2	209,093	34.3	218,082	38.8	163,506	35.2

	Net profit attributable to owners of parent		Total comprehensive income		Basic earnings per share		Diluted earnings per share	
	Millions of yen	%	Millions of yen	%	Yen		Yen	
Nine months ended								
December 31, 2025	181,208	12.6	358,807	51.7	95.48		95.36	
December 31, 2024	160,869	34.6	236,582	21.6	84.79		84.67	

Note: Effective October 1, 2024, TDK implemented a share split at a ratio of five shares per common share. The basic and diluted earnings per share are calculated assuming that the share split was implemented at the beginning of FY March 2025.

(2) Consolidated financial position

	Total assets		Total equity		Equity attributable to owners of parent	Ratio of equity attributable to owners of parent to total assets
	Millions of yen		Millions of yen		Millions of yen	%
As of						
December 31, 2025	4,336,754		2,109,366		2,093,967	48.3
March 31, 2025	3,541,415		1,811,254		1,800,070	50.8

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
FY March 2025	Yen -	Yen 70.00	Yen -	Yen 16.00	Yen -
March 2026	Yen -	Yen 16.00	Yen -	Yen -	Yen -
March 2026 (Forecast)	Yen -	Yen -	Yen -	Yen 18.00	Yen 34.00

Note: Revisions to the forecast of cash dividends most recently announced: Yes

Note: TDK does not pay dividends for the first and third quarters.

Effective October 1, 2024, TDK implemented a share split at a ratio of five shares per common share. The dividend per share for the second quarter-end dividend for FY March 2025 is the amount prior to the stock split, while the fiscal year-end dividend for FY March 2025 is the amount after the stock split. There is no annual dividend shown for FY March 2025 because, due to the effects of the stock split, a simple total does not accurately reflect the dividend amount. The annual dividend per share, calculated after the stock split, is 30 yen. For details, please refer to "2. Other Information (3) Fundamental Policy for Distribution of Earnings, and Dividends."

3. Consolidated projection for FY March 2026 (from April 1, 2025 to March 31, 2026)

(Percentages indicate year-on-year changes.)

	Net sales		Operating profit		Profit before tax		Net profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
FY March 2026	2,470,000	12.0	265,000	18.2	270,000	13.5	190,000	13.7

Basic earnings per share	Millions of yen
	100.11

Note: Revisions to the forecast of projection most recently announced: Yes

*** Notes**

(1) Significant changes in the scope of consolidation during the period: None

Newly included: -

Excluded: -

(2) Changes in accounting policies and changes in accounting estimates

(i) Changes in accounting policies required by IFRS: None

(ii) Changes in accounting policies due to other reasons: None

(iii) Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

(i) Total number of issued shares at the end of the period (including treasury shares)

As of December 31, 2025	1,943,859,885 shares
As of March 31, 2025	1,943,859,885 shares

(ii) Number of treasury shares at the end of the period

As of December 31, 2025	45,719,255 shares
As of March 31, 2025	46,225,100 shares

(iii) Average number of shares outstanding during the period

Nine months ended December 31, 2025	1,897,868,106 shares
Nine months ended December 31, 2024	1,897,296,541 shares

Note: Effective October 1, 2024, TDK implemented a share split at a ratio of five shares per common share. Average number of shares outstanding during the period is calculated assuming that the share split was implemented at the beginning of the FY March 2025.

* Review of the Japanese-language originals of the attached consolidated quarterly financial statements by certified public accountants or an audit firm: None

* Proper use of earnings forecasts, and other special matters

The forward-looking statements, including projections, contained in this document are based on information currently available to TDK and certain assumptions deemed reasonable. Actual performance may differ significantly due to various factors. For assumptions underlying the projections and notes on the use of these projections, please refer to page 9 of the attached document, '1. Summary Information Regarding Business Results (3) Summary Information Regarding Consolidated Projections.'

We will be live streaming the performance briefing with simultaneous interpretation in English from 5:30 PM Japan Time on Monday, February 2, 2026. The presentation materials for the performance briefing are scheduled to be posted on the IR website's performance briefing page around 5:15 PM on Monday, February 2, 2026.

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1. Summary Information Regarding Business Results

(1) Summary Information Regarding Consolidated Business Results

Consolidated results for the first nine months of FY March 2026, the period from April 1 to December 31, 2025, are as follows.

In the first nine months of FY March 2026, the global economy remained robust despite uncertainties such as intensifying trade frictions and geopolitical risks in the Middle East. Exchange rates showed an appreciation of the yen mainly against the dollar year on year.

In the electronic components market, which has a significant impact on TDK's consolidated business results, the production of ICT (Information and Communication Technology) related products remained strong on a year-on-year basis. The demand for nearline hard disk drives (HDDs) for data centers also remained at a high level. Meanwhile, in the industrial equipment market, demand related to renewable energy remained brisk. On the other hand, in the automotive market, the demand for battery electric vehicles (BEVs) has continued to decline, resulting in lower parts demand than forecasted at the beginning of the current fiscal year.

In this business environment, during the first nine months of FY March 2026, all segments experienced an increase in sales year on year, mainly driven by robust demand for components in the ICT market and the industrial equipment market. As a result, consolidated net sales for the first nine months of FY March 2026 came to ¥1,858,566 million, up 11.3% year on year.

In terms of profits, reflecting an increase in the shipments of products for the ICT market, in addition to other factors such as the rationalization and benefits from restructuring conducted in the previous fiscal year, operating profit ended at ¥230,737 million, up 10.4% year on year; profit before tax was ¥235,070 million, up 7.8% year on year; and net profit attributable to owners of parent came to ¥181,208 million, up 12.6% year on year, in the first nine months of the fiscal year.

(Millions of yen, %)

Item	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
	Amount	% to net sales	Amount	% to net sales	Amount	%
Net Sales	1,670,544	100.0	1,858,566	100.0	188,022	11.3
Operating profit	209,093	12.5	230,737	12.4	21,644	10.4
Profit before tax	218,082	13.1	235,070	12.6	16,988	7.8
Net profit attributable to owners of parent	160,869	9.6	181,208	9.7	20,339	12.6
Earnings per share:						
- Basic		84.79 yen		95.48 yen		
- Diluted		84.67 yen		95.36 yen		

Note: Effective October 1, 2024, TDK implemented a share split at a ratio of five shares per common share. The basic and diluted Earnings per share are calculated assuming that the share split was implemented at the beginning of the FY March 2025.

Average yen exchange rates for the U.S. dollar and the euro during the first nine months of FY March 2026 were ¥148.74 and ¥171.83, respectively, as the yen appreciated 2.5% against the U.S. dollar and depreciated 4.2% against the euro. As a result of these factors and fluctuations in foreign exchange rates, net sales decreased by approximately ¥29.4 billion and operating profit decreased by approximately ¥9.3 billion.

[Sales by Product]

Item	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
	(Millions of yen)	%	(Millions of yen)	%	(Millions of yen)	Change (%)
Capacitors	177,040	10.6	188,150	10.1	11,110	6.3
Inductive Devices	155,320	9.3	159,955	8.6	4,635	3.0
Other Passive Components	92,224	5.5	90,085	4.9	(2,139)	(2.3)
Passive Components	424,584	25.4	438,190	23.6	13,606	3.2
Sensor Application Products	142,953	8.6	167,742	9.0	24,789	17.3
Magnetic Application Products	165,395	9.9	186,819	10.0	21,424	13.0
Energy Application Products	895,947	53.6	1,025,241	55.2	129,294	14.4
Other	41,665	2.5	40,574	2.2	(1,091)	(2.6)
Total	1,670,544	100.0	1,858,566	100.0	188,022	11.3
Overseas Sales	1,540,990	92.2	1,724,725	92.8	183,735	11.9

1) Passive Components Segment

This segment is made up of (1) Capacitors, (2) Inductive Devices, and (3) Other Passive Components. Sales in the Passive Components segment were ¥438,190 million, up 3.2% year on year from ¥424,584 million.

Capacitors is made up of Ceramic Capacitors, Aluminum Electrolytic Capacitors, and Film Capacitors. Sales in the Capacitors were ¥188,150 million, up 6.3% year on year from ¥177,040 million. Sales increased mainly to the industrial equipment market.

Sales of Inductive Devices increased by 3.0% year on year from ¥155,320 million to ¥159,955 million. Sales increased to mainly to the ICT market.

Other Passive Components include High-Frequency Devices, Piezoelectric Material Products, and Circuit Protection Components. Sales of Other Passive Components decreased by 2.3% year on year from ¥92,224 million to ¥90,085 million. Sales decreased mainly to the ICT market.

2) Sensor Application Products Segment

This segment is made up of Temperature and Pressure Sensors, Magnetic Sensors, and MEMS Sensors. Segment sales increased by 17.3% from ¥142,953 million to ¥167,742 million. Sales increased mainly to the ICT market.

3) Magnetic Application Products Segment

This segment is made up of HDD Heads, HDD Suspension Assemblies, and Magnets. Segment sales increased 13.0% year on year from ¥165,395 million to ¥186,819 million. Sales of HDD Heads and HDD Suspension Assemblies increased to the ICT market. Sales of Magnets decreased mainly to the industrial equipment market.

4) Energy Application Products Segment

This segment is made up of Energy Devices (Rechargeable Batteries) and Power Supplies. Segment sales increased by 14.4% from ¥895,947 million to ¥1,025,241 million. Sales of Energy Devices increased mainly to the ICT market.

5) Other

Other includes Mechatronics (Production Equipment), Camera Module Micro Actuators for smartphones, and Others. Segment sales decreased by 2.6% from ¥40,574 million to ¥41,665 million. Sales of Mechatronics decreased to the industrial equipment market. Sales of Camera Module Micro Actuators for smartphones increased to the ICT market.

The main businesses making up the four reporting segments and Other, which include products not included in these reporting segments, are as follows:

Classification	Constituent Main Business
Passive Components	Ceramic Capacitors, Aluminum Electrolytic Capacitors, Film Capacitors, Inductive Devices (Coils/Ferrite Cores/Transformers), High-Frequency Devices, Piezoelectric Material Products, Circuit Protection Components
Sensor Application Products	Temperature and Pressure Sensors, Magnetic Sensors, MEMS Sensors
Magnetic Application Products	HDD Heads, HDD Suspension Assemblies, Magnets
Energy Application Products	Energy Devices (Rechargeable Batteries), Power Supplies
Other	Mechatronics (Production Equipment), Camera Module Micro Actuators for smartphones, Others

[Sales by Region]

Overseas sales increased by 11.9% year on year from ¥1,540,990 million to ¥1,724,725 million. Overseas sales accounted for 92.8% of consolidated net sales, a 0.6 percentage point increase from 92.2% in the first nine months of FY March 2025. Detailed information on sales by region can be found in the consolidated supplementary information on page 25.

(2) Summary Information Regarding Consolidated Financial Position for the Third Quarter of FY March 2026

1) The following table summarizes TDK's consolidated statements of financial position as of December 31, 2025.

Total assets	¥4,336,754 million	(22.5% increase)
Total equity attributable to owners of parent	¥2,093,967 million	(16.3% increase)
Ratio of equity attributable to owners of parent	48.3%	(2.5 point decrease)

As of December 31, 2025, total assets increased by ¥795,339 million from March 31, 2025. Cash and cash equivalent increased by ¥180,854 million. In addition, trade receivables, property, plant and equipment, and inventories increased by ¥204,057 million, ¥154,380 million and ¥138,904 million, respectively.

Total liabilities increased by ¥497,227 million from March 31, 2025. Trade payables increased by ¥289,506 million. In addition, bonds and borrowings(current) and other financial liabilities(current) increased by ¥108,534 million and ¥55,418 million, respectively.

Total equity attributable to owners of parent, which is included in total equity, increased by ¥293,897 million from March 31, 2025. Other components of equity increased by ¥171,868 million, mainly from exchange differences on translation of foreign operations. In addition, retained earnings increased by ¥121,980 million.

2) Cash Flows

(Millions of yen)

	Q3 of FY March 2025	Q3 of FY March 2026	Change
Cash flows from operating activities	368,995	353,178	(15,817)
Cash flows from investing activities	(155,460)	(248,281)	(92,821)
Cash flows from financing activities	(73,305)	18,295	91,600
Effect of exchange rate changes on cash and cash equivalents	28,143	57,662	29,519
Net increase in cash and cash equivalents	168,373	180,854	12,481
Cash and cash equivalents at beginning of period	649,998	697,307	47,309
Cash and cash equivalents at end of period	818,371	878,161	59,790

Operating activities provided net cash of ¥353,178 million, a decrease of ¥15,817 million year on year. It mainly came from an increase in working capital.

Investing activities used net cash of ¥248,281 million, an increase of ¥92,821 million year on year. It mainly came from an increase in payments into time deposits.

Financing activities provided net cash of ¥18,295 million, changed by ¥91,600 million year on year. It mainly came from a decrease in repayment of long-term borrowings.

(3) Summary Information Regarding Consolidated Projections

[FY March 2026 Consolidated Projections]

Looking at the electronics market during the first nine months of FY March 2026, sales of rechargeable batteries and sensors expanded due primarily to the launch of new smartphone models. In addition, sales of HDD suspension assemblies remained brisk as demand for HDDs for data centers continued to show strength. Under such circumstances, TDK's performance for the third quarter of FY March 2026 exceeded the projections held on October 31, 2025, reflecting the impact of the yen trending weaker than anticipated.

As a result of the review of the full-year projections in light of the above conditions, TDK has revised its consolidated projections for FY March 2026 from the projections announced on October 31, 2025, as shown below. Purchase of tangible and intangible assets, depreciation and amortization, and research and development expenses are also expected to exceed the previous projection mainly in rechargeable batteries, demand for which is expected to grow continuously, as shown below.

In addition, to proactively drive our business portfolio management and address the turnaround businesses, TDK will recognize one-time expenses including restructuring costs of approximately ¥13.0 billion in total for FY March 2026, with an increase of approximately ¥3.0 billion from its previous forecast.

Item	FY March 2026 (April 1, 2025 - March 31, 2026)	FY March 2026 (April 1, 2025 - March 31, 2026)	vs Previous forecast Changes		FY March 2025 (April 1, 2024 - March 31, 2025)	vs FY March 2025 Changes	
	Projection in February '26	Projection in October '25			Actual		
	(Millions of yen)	(Millions of yen)	(Millions of yen)	%	(Millions of yen)	(Millions of yen)	%
Net sales	2,470,000	2,370,000	100,000	4.2	2,204,806	265,194	12.0
Operating profit	265,000	245,000	20,000	8.2	224,192	40,808	18.2
Profit before tax	270,000	250,000	20,000	8.0	237,808	32,192	13.5
Net profit attributable to owners of parent	190,000	180,000	10,000	5.6	167,161	22,839	13.7
Purchase of tangible and intangible assets	300,000	280,000	20,000	7.1	225,290	74,710	33.2
Depreciation and amortization	205,000	200,000	5,000	2.5	196,228	8,772	4.5
Research and development expenses	280,000	260,000	20,000	7.7	253,586	26,414	10.4

(Exchange Rate Forecast)

Average yen exchange rates against the U.S. dollar and the euro of ¥150 and ¥173 respectively will be assumed for the full year of FY March 2026. Average yen exchange rates against the U.S. dollar and the euro of ¥153 and ¥178 respectively will be assumed for the fourth quarter.

Cautionary Statements with Respect to Forward-Looking Statements

This material contains forward-looking statements, including projections, plans, policies, management strategies, targets, schedules, understandings, and evaluations about TDK Corporation and/or its group companies (“TDK”). These forward-looking statements are based on the current forecasts, estimates, assumptions, plans, beliefs, and evaluations of TDK in light of information currently available to it, and contain known and unknown risks, uncertainties and other factors.

TDK therefore wishes to caution readers that, being subject to risks, uncertainties and other factors, TDK’s actual results, performance, achievements or financial positions could be materially different from any future results, performance, achievements or financial positions expressed or implied by these forward-looking statements, and TDK undertakes no obligation to publicly update or revise any forward-looking statements after the issue of this material except as provided for in applicable laws and ordinances.

The electronics markets in which TDK operates are highly susceptible to rapid changes. Risks, uncertainties and other factors that can have significant effects on TDK include, but are not limited to, shifts in technology, fluctuations in demand, prices, interest and foreign exchange rates, and changes in economic environments, conditions of competition, laws, and regulations.

2. Other Information

(1) Changes in Significant Subsidiaries

None

(2) Accounting Policy Changes, Accounting Estimate Changes and Restatements

None

(3) Fundamental Policy for Distribution of Earnings, and FY March 2026 Dividends

TDK recognizes that achieving increase in corporate value over the medium- and long-term ultimately translates into higher shareholder value. In line with this understanding, TDK's fundamental policy is to work to consistently increase dividends through growth in earnings per share. In addition, since the start of Medium-term Plan from FY March 2025, TDK has adopted a shareholder return policy that aims for a dividend payout ratio of 35%. Under these policies, TDK actively reinvests its earning in business activities and determines its dividends taking into consideration comprehensive factors, including return on equity (ROE) and dividends on equity (DOE) on a consolidated basis, as well as changes in the business environment, among other factors.

Projected dividends per share for FY March 2026 are as follows. TDK has revised the projected annual dividend from ¥32 in the previous forecast, based on the revision of the consolidated projections for FY March 2026 as well as on the fundamental policy for distribution of earnings. TDK split one share of its common stock into five shares with the effective date of October 1, 2024.

(Yen)

	FY March 2026	FY March 2025 Actual
Interim dividend (After the stock split)	16.00	70.00 (14.00)
Year-end dividend	(Forecast) 18.00	16.00
Annual dividend (After the stock split)	(Forecast) 34.00	- (30.00)

3. Condensed Consolidated Financial Statements and Primary Notes

(1) Condensed consolidated statements of financial position

	March 31, 2025		December 31, 2025		Change
	Amount (Millions of yen)	%	Amount (Millions of yen)	%	Amount (Millions of yen)
Assets					
Current assets					
Cash and cash equivalents	697,307		878,161		180,854
Trade receivables	583,133		787,190		204,057
Other financial assets	77,304		128,146		50,842
Inventories	410,038		548,942		138,904
Income taxes receivables	5,852		6,317		465
Other current assets	63,224		86,835		23,611
Total current assets	1,836,858	51.9	2,435,591	56.2	598,733
Non-current assets					
Investments accounted for using the equity method	42,186		48,182		5,996
Other financial assets	183,840		201,404		17,564
Property, plant and equipment	1,030,122		1,184,502		154,380
Right-of-use assets	73,230		70,391		(2,839)
Goodwill	164,868		185,799		20,931
Intangible assets	49,159		49,463		304
Long-term advances to suppliers	93,850		90,980		(2,870)
Deferred tax assets	54,651		58,308		3,657
Other non-current assets	12,651		12,134		(517)
Total non-current assets	1,704,557	48.1	1,901,163	43.8	196,606
Total assets	3,541,415	100.0	4,336,754	100.0	795,339

	March 31, 2025		December 31, 2025		Change
	Amount (Millions of yen)	%	Amount (Millions of yen)	%	
Liabilities					
Current liabilities					
Bonds and borrowings	187,145		295,679		108,534
Lease liabilities	12,654		12,607		(47)
Trade payables	392,502		682,008		289,506
Other financial liabilities	114,502		169,920		55,418
Income taxes payables	41,093		56,910		15,817
Provisions	12,329		13,664		1,335
Other current liabilities	338,235		363,520		25,285
Total current liabilities	1,098,460	31.0	1,594,308	36.8	495,848
Non-current liabilities					
Bonds and borrowings	346,001		328,001		(18,000)
Lease liabilities	62,600		59,177		(3,423)
Other financial liabilities	4,719		3,509		(1,210)
Retirement benefit liabilities	95,368		106,313		10,945
Provisions	13,124		12,605		(519)
Deferred tax liabilities	94,678		105,837		11,159
Other non-current liabilities	15,211		17,638		2,427
Total non-current liabilities	631,701	17.9	633,080	14.6	1,379
Total liabilities	1,730,161	48.9	2,227,388	51.4	497,227
Equity					
Equity attributable to owners of parent					
Share capital	32,641		32,641		-
Capital surplus	264		140		(124)
Retained earnings	1,273,453		1,395,433		121,980
Other components of equity	509,555		681,423		171,868
Treasury shares	(15,843)		(15,670)		173
Total equity attributable to owners of parent	1,800,070	50.8	2,093,967	48.3	293,897
Non-controlling interests	11,184	0.3	15,399	0.3	4,215
Total equity	1,811,254	51.1	2,109,366	48.6	298,112
Total liabilities and equity	3,541,415	100.0	4,336,754	100.0	795,339

(2) Condensed consolidated statements of profit or loss and comprehensive income
[9-month-period results]

Condensed consolidated statements of profit or loss

	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
	Amount (Millions of yen)	% to net sales	Amount (Millions of yen)	% to net sales	Amount (Millions of yen)	%
Net sales	1,670,544	100.0	1,858,566	100.0	188,022	11.3
Cost of sales	(1,120,699)		(1,259,028)		(138,329)	
Gross profit	549,845	32.9	599,538	32.3	49,693	9.0
Selling, general and administrative expenses	(363,079)		(391,083)		(28,004)	
Other operating income	22,685		23,295		610	
Other operating expenses	(358)		(1,013)		(655)	
Operating profit	209,093	12.5	230,737	12.4	21,644	10.4
Finance income	20,022		27,985		7,963	
Finance costs	(10,968)		(24,174)		(13,206)	
Share of profit (loss) of investments accounted for using equity method	(65)		522		587	
Profit before tax	218,082	13.1	235,070	12.6	16,988	7.8
Income tax expense	(54,576)		(50,947)		3,629	
Net profit for the period	163,506	9.8	184,123	9.9	20,617	12.6
Net profit attributable to:						
Owners of parent	160,869	9.6	181,208	9.7	20,339	12.6
Non-controlling interests	2,637	0.2	2,915	0.2	278	10.5
Net profit for the period	163,506	9.8	184,123	9.9	20,617	12.6

Condensed consolidated statements of Comprehensive Income

	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)	The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)	Change
	Amount (Millions of yen)	Amount (Millions of yen)	Amount (Millions of yen)
Net profit for the period	163,506	184,123	20,617
Other comprehensive income, net of tax			
Items that will not be reclassified to profit or loss			
Net change in fair value of equity instruments measured at fair value through other comprehensive income	9,394	161	(9,233)
Remeasurements of defined benefit plans	3	(826)	(829)
Share of other comprehensive income of investments accounted for using the equity method	89	220	131
Total	9,486	(445)	(9,931)
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations	62,635	173,842	111,207
Share of other comprehensive income of investments accounted for using the equity method	955	1,287	332
Total	63,590	175,129	111,539
Total other comprehensive income, net of tax	73,076	174,684	101,608
Comprehensive income for the period	236,582	358,807	122,225
Comprehensive income attributable to:			
Owners of parent	233,885	354,577	120,692
Non-controlling interests	2,697	4,230	1,533
Comprehensive income for the period	236,582	358,807	122,225

[3rd quarter results]**Condensed consolidated statements of profit or loss**

	Three months ended December 31, 2024		Three months ended December 31, 2025		Change	
	Amount (Millions of yen)	% to net sales	Amount (Millions of yen)	% to net sales	Amount (Millions of yen)	%
Net sales	581,043	100.0	675,203	100.0	94,160	16.2
Cost of sales	(385,311)		(460,069)		(74,758)	
Gross profit	195,732	33.7	215,134	31.9	19,402	9.9
Selling, general and administrative expenses	(125,090)		(140,891)		(15,801)	
Other operating income	5,365		9,603		4,238	
Other operating expenses	(216)		(736)		(520)	
Operating profit	75,791	13.0	83,110	12.3	7,319	9.7
Finance income	7,423		12,335		4,912	
Finance costs	(3,842)		(9,134)		(5,292)	
Share of profit (loss) of investments accounted for using equity method	1,406		1,282		(124)	
Profit before tax	80,778	13.9	87,593	13.0	6,815	8.4
Income tax expense	(24,729)		(16,833)		7,896	
Net profit for the period	56,049	9.6	70,760	10.5	14,711	26.2
Net profit attributable to:						
Owners of parent	55,159	9.5	69,802	10.3	14,643	26.5
Non-controlling interests	890	0.1	958	0.2	68	7.6
Net profit for the period	56,049	9.6	70,760	10.5	14,711	26.2

Condensed consolidated statements of comprehensive income

	Three months ended December 31, 2024	Three months ended December 31, 2025	Change
	Amount (Millions of yen)	Amount (Millions of yen)	Amount (Millions of yen)
Net profit for the period	56,049	70,760	14,711
Other comprehensive income, net of tax			
Items that will not be reclassified to profit or loss			
Net change in fair value of equity instruments measured at fair value through other comprehensive income	4,666	1,377	(3,289)
Remeasurements of defined benefit plans	-	1	1
Share of other comprehensive income of investments accounted for using the equity method	63	78	15
Total	4,729	1,456	(3,273)
Items that may be reclassified to profit or loss			
Exchange differences on translation of foreign operations	136,540	139,372	2,832
Share of other comprehensive income of investments accounted for using the equity method	2,567	1,209	(1,358)
Total	139,107	140,581	1,474
Total other comprehensive income, net of tax	143,836	142,037	(1,799)
Comprehensive income for the period	199,885	212,797	12,912
Comprehensive income attributable to:			
Owners of parent	198,989	211,489	12,500
Non-controlling interests	896	1,308	412
Comprehensive income for the period	199,885	212,797	12,912

(3) Condensed consolidated statements of changes in equity

	Equity attributable to owners of parent						Non-controlling interests	Total equity (Millions of yen)
	Share capital (Millions of yen)	Capital surplus (Millions of yen)	Retained earnings (Millions of yen)	Other components of equity (Millions of yen)	Treasury shares (Millions of yen)	Total (Millions of yen)		
Nine months ended December 31, 2024								
Balance as of April 1, 2024	32,641	34	1,138,732	551,998	(16,073)	1,707,332	7,609	1,714,941
Comprehensive income for the period								
Net profit for the period	-	-	160,869	-	-	160,869	2,637	163,506
Other comprehensive income, net of tax	-	-	-	73,016	-	73,016	60	73,076
Total comprehensive income for the period	-	-	160,869	73,016	-	233,885	2,697	236,582
Transactions with owners								
Equity transactions with non-controlling interests	-	(48)	-	-	-	(48)	1,342	1,294
Dividends paid	-	-	(48,569)	-	-	(48,569)	(940)	(49,509)
Transfer from retained earnings to capital surplus	-	94	(94)	-	-	-	-	-
Purchase of treasury shares	-	-	-	-	(3)	(3)	-	(3)
Share-based payment transactions	-	283	-	-	-	283	112	395
Exercise of share options	-	(122)	-	-	122	0	-	0
Delivery of share under post-delivery type share remuneration plan	-	(241)	-	-	241	-	-	-
Total transactions with owners	-	(34)	(48,663)	-	360	(48,337)	514	(47,823)
Transfer from other components of equity to retained earnings	-	-	14,833	(14,833)	-	-	-	-
Balance as of December 31, 2024	32,641	-	1,265,771	610,181	(15,713)	1,892,880	10,820	1,903,700

Nine months ended December 31, 2025	Equity attributable to owners of parent						Non-controlling interests	Total equity
	Share capital	Capital surplus	Retained earnings	Other components of equity	Treasury shares	Total		
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)		
Balance as of April 1, 2025	32,641	264	1,273,453	509,555	(15,843)	1,800,070	11,184	1,811,254
Comprehensive income for the period								
Net profit for the period	-	-	181,208	-	-	181,208	2,915	184,123
Other comprehensive income, net of tax	-	-	-	173,369	-	173,369	1,315	174,684
Total comprehensive income for the period	-	-	181,208	173,369	-	354,577	4,230	358,807
Transactions with owners								
Equity transactions with non-controlling interests	-	(324)	-	-	-	(324)	(1)	(325)
Dividends paid	-	-	(60,729)	-	-	(60,729)	(110)	(60,839)
Purchase of treasury shares	-	-	-	-	(0)	(0)	-	(0)
Sale of treasury shares	-	-	-	-	0	0	-	0
Share-based payment transactions	-	372	-	-	-	372	96	468
Exercise of share options	-	(97)	-	-	98	1	-	1
Delivery of share under post-delivery type share remuneration plan	-	(75)	-	-	75	-	-	-
Total transactions with owners	-	(124)	(60,729)	-	173	(60,680)	(15)	(60,695)
Transfer from other components of equity to retained earnings	-	-	1,501	(1,501)	-	-	-	-
Balance as of December 31, 2025	32,641	140	1,395,433	681,423	(15,670)	2,093,967	15,399	2,109,366

(4) Condensed consolidated statements of cash flows

	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)	The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)
	Amount (Millions of yen)	Amount (Millions of yen)
Cash flows from operating activities		
Net profit for the period	163,506	184,123
Depreciation and amortization	144,470	148,775
Impairment losses (reversal of impairment losses)	3,530	(819)
Finance income	(20,022)	(27,985)
Finance costs	10,968	24,174
Share of profit of investments accounted for using equity method	65	(522)
Income tax expense	54,576	50,947
Changes in assets and liabilities:		
Decrease (increase) in trade receivables	(42,740)	(156,085)
Decrease (increase) in inventories	(13,653)	(105,395)
Decrease (increase) in long-term advances to suppliers	7,791	10,093
Decrease (increase) in other current assets	(12,295)	(16,026)
Increase (decrease) in trade payables	96,758	253,928
Increase (decrease) in other current liabilities	7,114	5,951
Increase (decrease) in retirement benefit liabilities	(2,512)	(71)
Decrease (increase) in other financial assets	(1,461)	(2,500)
Increase (decrease) in other financial liabilities	4,922	4,776
Other	2,040	4,773
Subtotal	403,057	378,137
Interest and dividends received	15,226	14,339
Interest paid	(6,027)	(6,299)
Income taxes paid	(43,261)	(32,999)
Cash flows from operating activities	368,995	353,178

	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)	The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)
	Amount (Millions of yen)	Amount (Millions of yen)
Cash flows from investing activities		
Purchase of tangible and intangible assets	(162,377)	(197,892)
Proceeds from sale of tangible and intangible assets	19,504	9,377
Proceeds from withdrawal of time deposits	50,581	89,795
Payments into time deposits	(65,863)	(133,941)
Proceeds from sale and redemption of securities	16,738	17,441
Payment for purchase of securities	(7,909)	(17,105)
Purchase of investments in associates	(5,975)	(3,966)
Acquisition of businesses	-	(1,343)
Acquisition of subsidiaries, net of cash acquired	-	(10,241)
Other	(159)	(406)
Cash flows from investing activities	(155,460)	(248,281)
Cash flows from financing activities		
Proceeds from long-term borrowings	13,677	7,936
Repayment of long-term borrowings	(133,874)	(36,249)
Net increase (decrease) in short-term borrowings	44,591	37,961
Proceeds from issuance of bonds	-	50,000
Redemption of bonds	-	(30,000)
Net increase (decrease) in commercial papers	59,921	59,874
Repayment of lease liabilities	(10,318)	(9,558)
Dividends paid	(48,499)	(60,710)
Other	1,197	(959)
Cash flows from financing activities	(73,305)	18,295
Effect of exchange rate changes on cash and cash equivalents	28,143	57,662
Net increase in cash and cash equivalents	168,373	180,854
Cash and cash equivalents at beginning of period	649,998	697,307
Cash and cash equivalents at end of period	818,371	878,161

(5) Notes to the condensed consolidated financial statements

(Notes to going concern assumption)

None

(Material accounting policies)

The material accounting policies adopted in the condensed consolidated financial statements are consistent with those adopted in the financial statements for the fiscal year ended March 31, 2025.

The income tax expense for the nine months ended December 31, 2025 is calculated based on the estimated annual effective income tax rates.

(Segment information)

1. Description of reportable segments

TDK Group's operating segments are components of the group for which discrete financial information is available and whose operating results are regularly reviewed by management to make decisions about resources to be allocated to the segment and assess its performance.

TDK Group aggregates its operating segments into the following four reportable segments: Passive Components, Sensor Application Products, Magnetic Application Products, and Energy Application Products, based on the similarities in the type and nature of products, the nature of production processes, markets to distribute products, economic indicators and other characteristics. Operating segments which are not classified as one of these four reportable segments are included in Other.

Principal businesses and products of reportable segments and Other segment are as follows:

Segment	Principal businesses and products
Passive Components	Ceramic Capacitors, Aluminum Electrolytic Capacitors, Film Capacitors, Inductive Devices (Coils/Ferrite Cores/Transformers), High-Frequency Devices, Piezoelectric Material Products, Circuit Protection Components
Sensor Application Products	Temperature and Pressure Sensors, Magnetic Sensors, MEMS Sensors
Magnetic Application Products	HDD Heads, HDD Suspension Assemblies, Magnets
Energy Application Products	Energy Devices (Rechargeable Batteries), Power Supplies
Other	Mechatronics (Production Equipment), Camera Module Micro Actuators for smartphones, etc.

Accounting policies applied to each segment are the same as those for the condensed consolidated financial statements of TDK Group. Intersegment transactions are based on arm's length prices.

2. Information about reportable segments

The reportable segment information for the nine months ended December 31, 2024 and 2025 are as follows:

Net sales		(Millions of yen, %)					
		The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
		Amount	%	Amount	%	Amount	%
Passive Components	External customers	424,584	25.4	438,190	23.6	13,606	3.2
	Intersegment	3,138		3,617		479	15.3
	Total	427,722		441,807		14,085	3.3
Sensor Application Products	External customers	142,953	8.6	167,742	9.0	24,789	17.3
	Intersegment	956		73		(883)	(92.4)
	Total	143,909		167,815		23,906	16.6
Magnetic Application Products	External customers	165,395	9.9	186,819	10.0	21,424	13.0
	Intersegment	49		39		(10)	(20.4)
	Total	165,444		186,858		21,414	12.9
Energy Application Products	External customers	895,947	53.6	1,025,241	55.2	129,294	14.4
	Intersegment	1		1		0	0.0
	Total	895,948		1,025,242		129,294	14.4
Other	External customers	41,665	2.5	40,574	2.2	(1,091)	(2.6)
	Intersegment	3,625		3,449		(176)	(4.9)
	Total	45,290		44,023		(1,267)	(2.8)
Intersegment elimination		(7,769)		(7,179)		590	
Total		1,670,544	100.0	1,858,566	100.0	188,022	11.3

Segment profit (loss)		(Millions of yen, %)					
		The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)		The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)		Change	
		Amount	% to net sales	Amount	% to net sales	Amount	%
Passive Components		40,891	9.6	30,428	6.9	(10,463)	(25.6)
Sensor Application Products		5,350	3.7	19,249	11.5	13,899	259.8
Magnetic Application Products		4,045	2.4	19,430	10.4	15,385	380.3
Energy Application Products		196,687	22.0	205,080	20.0	8,393	4.3
Other		(2,155)	(5.2)	(5,493)	(13.5)	(3,338)	-
Subtotal		244,818	14.7	268,694	14.5	23,876	9.8
Adjustment		(35,725)		(37,957)		(2,232)	
Operating profit		209,093	12.5	230,737	12.4	21,644	10.4

Segment profit represents a segment's sales less its cost of sales, selling, general and administrative expenses and other operating income and expense that are not attributable to Corporate headquarters.

The adjustment in the table above mainly represents corporate expenses for company-wide operational and administrative purposes that are not allocated to operating segments.

The reportable segment information for the three months ended December 31, 2024 and 2025 are as follows:

Net sales

(Millions of yen, %)

		Three months ended December 31, 2024		Three months ended December 31, 2025		Change	
		Amount	%	Amount	%	Amount	%
Passive Components	External customers	139,618	24.0	152,538	22.6	12,920	9.3
	Intersegment	1,074		1,280		206	19.2
	Total	140,692		153,818		13,126	9.3
Sensor Application Products	External customers	48,094	8.3	59,826	8.9	11,732	24.4
	Intersegment	383		63		(320)	(83.6)
	Total	48,477		59,889		11,412	23.5
Magnetic Application Products	External customers	54,450	9.4	71,066	10.5	16,616	30.5
	Intersegment	15		10		(5)	(33.3)
	Total	54,465		71,076		16,611	30.5
Energy Application Products	External customers	323,974	55.7	377,103	55.8	53,129	16.4
	Intersegment	0		0		0	-
	Total	323,974		377,103		53,129	16.4
Other	External customers	14,907	2.6	14,670	2.2	(237)	(1.6)
	Intersegment	705		1,187		482	68.4
	Total	15,612		15,857		245	1.6
Intersegment elimination		(2,177)		(2,540)		(363)	
Total		581,043	100.0	675,203	100.0	94,160	16.2

Segment profit (loss)

(Millions of yen, %)

		Three months ended December 31, 2024		Three months ended December 31, 2025		Change	
		Amount	% to net sales	Amount	% to net sales	Amount	%
Passive Components		11,999	8.6	15,636	10.3	3,637	30.3
Sensor Application Products		2,164	4.5	7,167	12.0	5,003	231.2
Magnetic Application Products		2,265	4.2	7,525	10.6	5,260	232.2
Energy Application Products		73,327	22.6	67,419	17.9	(5,908)	(8.1)
Other		(865)	(5.8)	(1,521)	(10.4)	(656)	-
Subtotal		88,890	15.3	96,226	14.3	7,336	8.3
Adjustment		(13,099)		(13,116)		(17)	
Operating profit		75,791	13.0	83,110	12.3	7,319	9.7

Segment profit represents a segment's sales less its cost of sales, selling, general and administrative expenses and other operating profit and expense that are not attributable to Corporate headquarters.

Segment profit is mainly adjusted for corporate expenses for company-wide operational and administrative purposes that are not allocated to operating segments.

3. Geographic segment information

The geographic segment information for the nine months ended December 31, 2024 and 2025 are as follows:

Net sales

	The 9-month-period of FY March 2025 (April 1, 2024 – December 31, 2024)	The 9-month-period of FY March 2026 (April 1, 2025 – December 31, 2025)	(Millions of yen)
Japan	129,554	133,841	
Americas	104,020	107,855	
Europe	130,171	130,310	
China	925,239	1,036,592	
Asia and others	381,560	449,968	
Total	1,670,544	1,858,566	

The geographic segment information for the three months ended December 31, 2024 and 2025 are as follows:

Net sales

	Three months ended December 31, 2024	Three months ended December 31, 2025	(Millions of yen)
Japan	44,848	47,216	
Americas	33,833	36,134	
Europe	39,227	43,517	
China	339,095	388,135	
Asia and others	124,040	160,201	
Total	581,043	675,203	

The net sales are based on the location of external customers.

(Significant subsequent events)

None

(6) Appendix to the Consolidated Financial Statements

1) Foreign exchange rates

Term	The 9-month-period of FY March 2025		The 9-month-period of FY March 2026		FY March 2025	
	December 31, 2024	US\$=¥	December 31, 2025	US\$=¥	March 31, 2025	EURO=¥
The end of the period	158.18	164.92	156.56	184.33	149.52	162.08

2) Quarterly sales by product

Term	Q1 of FY March 2025 (April 1, 2024 – June 30, 2024)		Q2 of FY March 2025 (July 1, 2024 – September 30, 2024)		Q3 of FY March 2025 (October 1, 2024 – December 31, 2024)		Q4 of FY March 2025 (January 1, 2025 – March 31, 2025)	
	Product category	Amount	%	Amount	%	Amount	%	Amount
Capacitors	61,492	11.9	58,013	10.2	57,535	9.9	57,220	10.7
Inductive devices	50,810	9.8	52,695	9.2	51,815	8.9	48,962	9.2
Other passive components	30,749	5.9	31,207	5.5	30,268	5.2	28,873	5.4
Passive Components	143,051	27.6	141,915	24.9	139,618	24.0	135,055	25.3
Sensor Application Products	44,080	8.5	50,779	8.9	48,094	8.3	46,519	8.7
Magnetic Application Products	55,013	10.6	55,932	9.8	54,450	9.4	58,242	10.9
Energy Application Products	262,920	50.7	309,053	54.1	323,974	55.7	280,552	52.5
Other	13,745	2.6	13,013	2.3	14,907	2.6	13,894	2.6
Total	518,809	100.0	570,692	100.0	581,043	100.0	534,262	100.0

(Millions of yen, %)

Term	Q1 of FY March 2026 (April 1, 2025 – June 30, 2025)		Q2 of FY March 2026 (July 1, 2025 – September 30, 2025)		Q3 of FY March 2026 (October 1, 2025 – December 31, 2025)	
	Product category	Amount	%	Amount	%	Amount
Capacitors	59,785	11.1	62,051	9.6	66,314	9.8
Inductive devices	49,094	9.2	55,028	8.5	55,833	8.3
Other passive components	29,261	5.5	30,433	4.7	30,391	4.5
Passive Components	138,140	25.8	147,512	22.8	152,538	22.6
Sensor Application Products	46,415	8.6	61,501	9.5	59,826	8.9
Magnetic Application Products	54,554	10.2	61,199	9.4	71,066	10.5
Energy Application Products	285,519	53.3	362,619	56.0	377,103	55.8
Other	11,125	2.1	14,779	2.3	14,670	2.2
Total	535,753	100.0	647,610	100.0	675,203	100.0