
**Earning Release Conference
Fiscal Year March, 2011**

**TDK Corporation
April. 27, 2011**

-
- ◆ **Consolidated Full Year Results of FY March, 2011**
Consolidated Full Year Projections of FY March, 2012
President and CEO Takehiro Kamigama

 - ◆ **Consolidated Full Year Results of FY March, 2011**
Consolidated 4Q Results of FY March, 2011
Takakazu Momozuka
General Manager, Finance & Accounting Department

 - ◆ **Passive Components Business**
Shinichi Araya/Director, Senior Vice President

 - ◆ **Recording Device Business**
Atsuo Kobayashi/General Manager, Senior Vice President

**Consolidated Full Year Results of
FY March, 2011
Consolidated Full Year Projections of
FY March, 2012**

**President and CEO, TDK Corporation
Takehiro Kamigama**

Consolidated Full Year Results of FY March, 2011



(JPY billion)		FY March 2010 Full Year Results	FY March 2011 Full Year Results	Change	
				JPY billion	%
Net Sales		808.9	875.7	66.9	8.3
Operating Income		25.8	63.8	38.0	147.7
Operating Income Margin		3.2%	7.3%	+4.1pt	-
Income before Income Taxes		21.9	60.1	38.2	174.2
Net Income		13.5	45.3	31.7	234.8
Earning Per Share (JPY)		104.82	350.90	246.08	-
Ex-rate	US\$	Yen 92.89	Yen 85.73	Appreciation by 7.7%	
	EURO	Yen 131.18	Yen 113.12	Appreciation by 13.8%	
Ex-rate impact to Net sales & Operating Income		Net sales : Lowered 57.4 billion Yen Operating income : Lowered 18.0 billion Yen			
Earthquake impact to Net sales & Operating Income		Net sales : Lowered 1.1billion Yen Operating income : Lowered 1.8 billion Yen			

◆ Impact of the Great East Japan Earthquake

- Net sales declined about 1.1 billion yen
Operating income declined about 1.8 billion yen
- Production cutbacks in the automobile market materialized immediately after the earthquake
- TDK is monitoring trends in other finished product markets
- Current status and responses going forward
(Please refer to Page 10)

◆ Activity in the electronics product market varied by finished product

- Output of smartphones and tablet devices surged
- Output in the automobile and industrial equipment markets is stable
- Production cutbacks continued for flat-screen TVs, notebook PCs and HDDs.

◆ Sales of passive components increased 18.2% year on year

- Sales of inductive devices rose for a wide range of finished products.
- Sales of high-frequency components increased substantially for smartphones.
- Sales of aluminum electrolytic capacitors and film capacitors increased for industrial equipment applications
- Sales of ceramic capacitors increased for the automobile market.

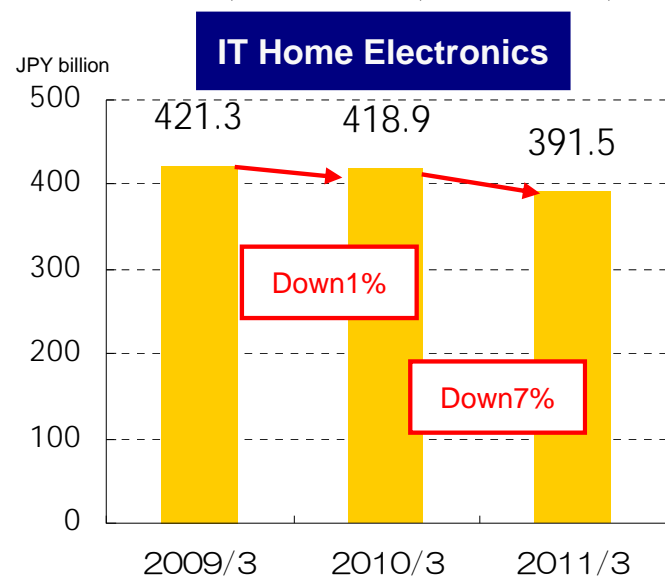
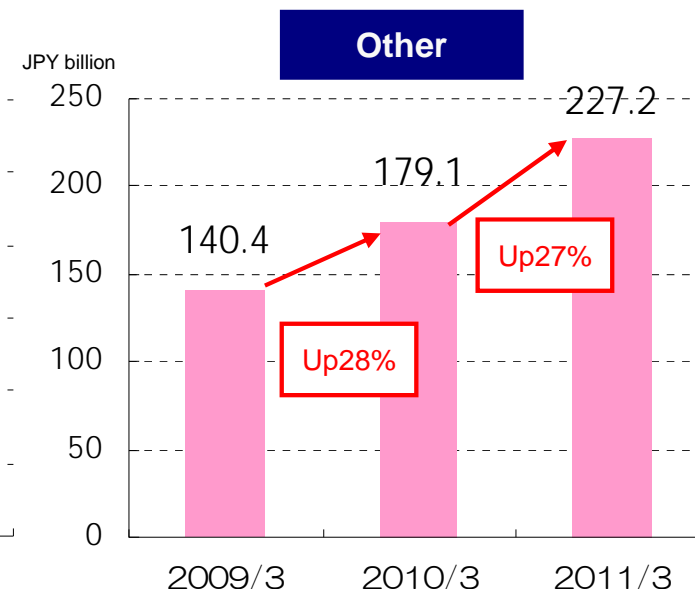
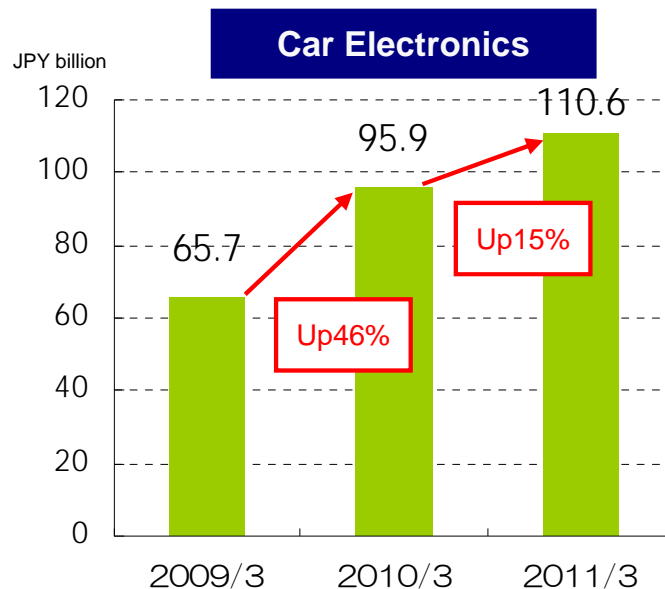
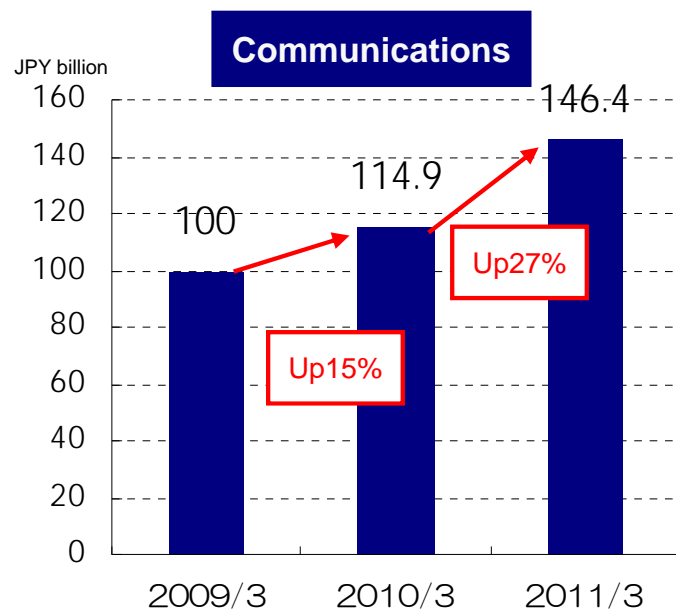
◆ Sales of magnetic application products decreased 4.0% year on year

- Recording devices sales declined, affected by production cutbacks in the HDD market and the yen's appreciation.
- Sales of power supplies increased for industrial equipment applications

◆ Other businesses increased 26.2% year on year

- Sales of rechargeable batteries increased for mainly tablet devices

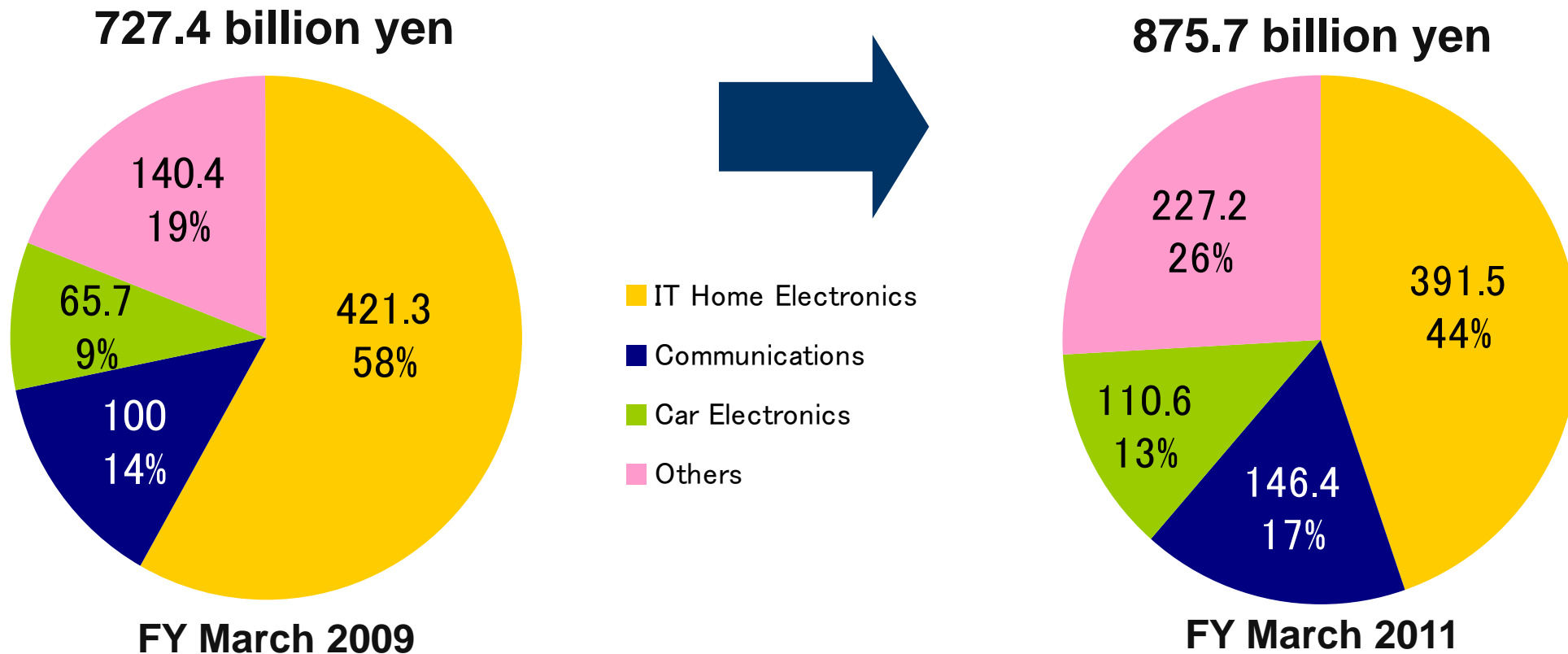
TDK Group / Sales transition by applications



Sales in the three priority areas increased substantially

1. Communications
2. Car Electronics
3. Other (including renewable energy, industrial equipment etc)

Change in sales composition by applications



- Sales composition by applications has been changing according to sales increase
- Composition ratio of three areas excluding IT Home Electronics increased from 42% in FY March 2009 to 56% in FY March 2011

- ◆ TDK has not issued consolidated operating projections and dividend projections for fiscal 2012 having decided it cannot do so reasonably at this time due to uncertainty surrounding the production levels of finished products, which affect its consolidated results, due to the Great East Japan Earthquake
- ◆ TDK will announce its projections as soon as possible

(Yen)	FY March 2010 Results	FY March 2011 Results
Interim dividend	30	40
Year-end dividend	30	40 (Forecast)
Annual dividend	60	80 (Forecast)

【Current Status】

- ◆ The 25 affected business sites have all resumed production and operation
- ◆ Anxiety in supply chain has been already terminated excluding a part of materials

【Measures in response to the earthquake going forward】

◆ Ensure manufacturing stability

- Strengthen plant and facility damage prevention, and the structure for early restoration of operations
- Address an anticipated power shortage in the summer
 - ✓ Execute production system changes and other measures to conserve electricity
 - ✓ Provide backup with on-site power generation

◆ Re-examine procurement strategies

◆ Rebuild risk management frameworks



Fulfill supply obligations as a components maker

◆ Communications area

- Small size ceramic capacitor
- High Frequency Inductor
- Module products with IC embedded substrate

◆ Car Electronics area

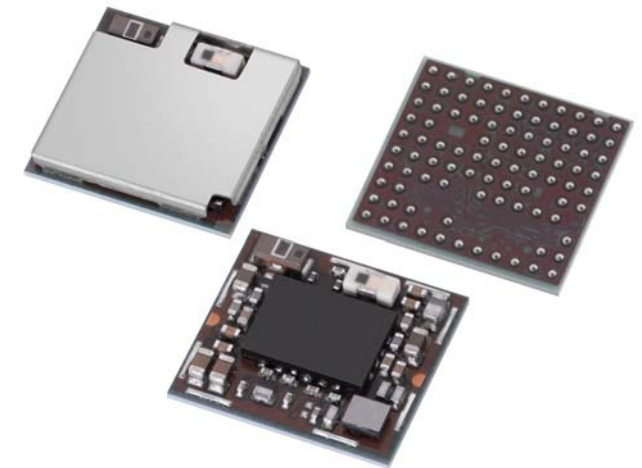
- DC-DC converter
- Power capacitor (Film capacitor)
- Sensor

◆ IT Home Electronics area

- HDD Head
 - ✓ 2.5" 500GB/P and 3.5" 1 TB/P
- Secondary Energy
- Optical application parts
 - ✓ Optical transmitter and receiver Module for PC (Light Peak) etc

◆ Renewable Energy • Environment

- To strength sales activity to domestic market
(Metal magnet • Varied capacitors • Transformer etc)



Module products with IC embedded substrate

**Consolidated Full Year Results of
FY March, 2011
Consolidated 4Q Results of FY March, 2011**

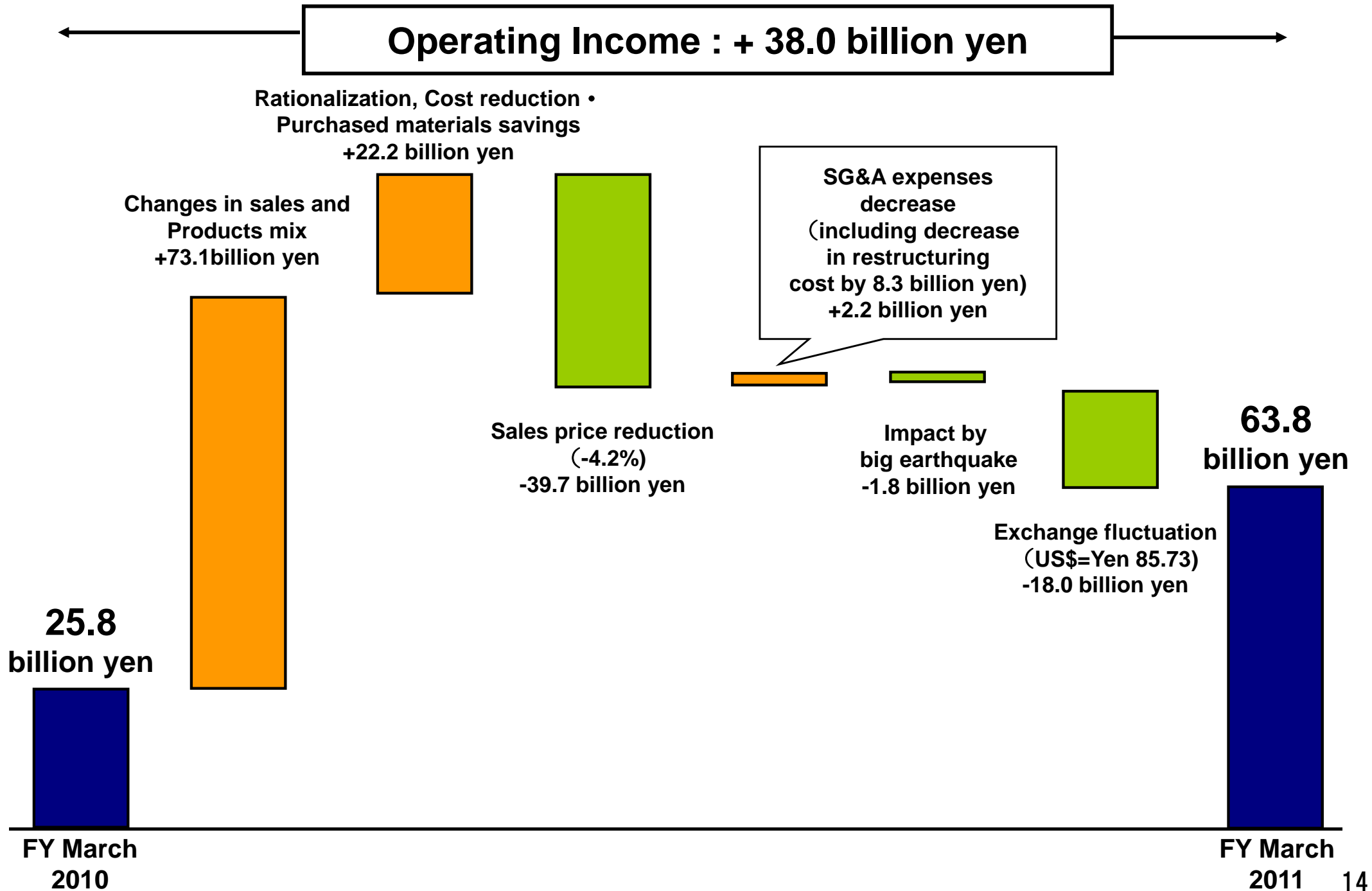
**Takakazu Momozuka
General Manager,
Finance & Accounting Department**

Consolidated Full Year Results of FY March, 2011



		FY March 2010 Full Year Results		FY March 2011 Full Year Results		Change	
		Yen billion	%	Yen billion	%	Yen billion	%
Net Sales	Capacitors	133.1	16.5	145.4	16.6	12.3	9.2
	Inductive devices	112.0	13.8	135.8	15.5	23.8	21.3
	Other	119.7	14.8	150.0	17.1	30.2	25.2
	Passive Components	364.8	45.1	431.1	49.2	66.3	18.2
	Recording devices	280.0	34.6	257.5	29.4	-22.5	-8.0
	Other	103.7	12.8	111.0	12.7	7.2	7.0
	Magnetic Application Products	383.7	47.4	368.5	42.1	-15.3	-4.0
	Other	60.3	7.5	76.1	8.7	15.8	26.2
	Total	808.9	100.0	875.7	100.0	66.9	8.3
	Operating Income	Passive Components	-10.3	-2.8	24.7	5.7	35.0
Magnetic Application Products		46.7	12.2	46.9	12.7	0.2	0.4
Other		5.2	8.6	5.5	7.2	0.3	5.8
Corporate and eliminations		-15.9		-13.3		2.6	-
Total		25.8	3.2	63.8	7.3	38.0	147.7

Breakdown of Operating Income Changes



(JPY billion)	March End, 2010	March End, 2011	Change
Total Asset	1,091.5	1,060.9	-30.6
Total Liability	541.8	521.1	-20.7
Interest-bearing Debt	270.1	245.0	-25.1
Stockholders's Equity	543.8	534.3	-9.5
(comprehensive income)	-172.1	-218.0	-45.9
Stockholders's Equity ratio	49.8%	50.4%	0.6pt

Quarterly Results (4Q of FY2010 vs. 4Q of FY 2011)



(JPY billion)	FY March 2010 4Q Results	FY March 2011 4Q Results	Change	
			JPY billion	%
Net Sales	211.3	213.6	2.2	1.0
Operating Income	8.3	9.4	1.1	13.3
Operating Income Margin	3.9%	4.4%	+0.5pt	-
Income before Income Taxes	11.0	8.9	-2.1	-19.1
Net Income	3.5	6.6	3.1	88.6
Ex-rate	US\$	Yen 90.69	Yen 82.31	Appreciation by 9.2% Appreication by 10.2%
	EURO	Yen 125.49	Yen 112.66	
Ex-rate impact to Net sales & Operating Income	Net sales : Lowered 18.8 billion Yen Operating income : Lowered 5.3 billion Yen			

Quarterly Results of FY March 2011 (3Q vs. 4Q)

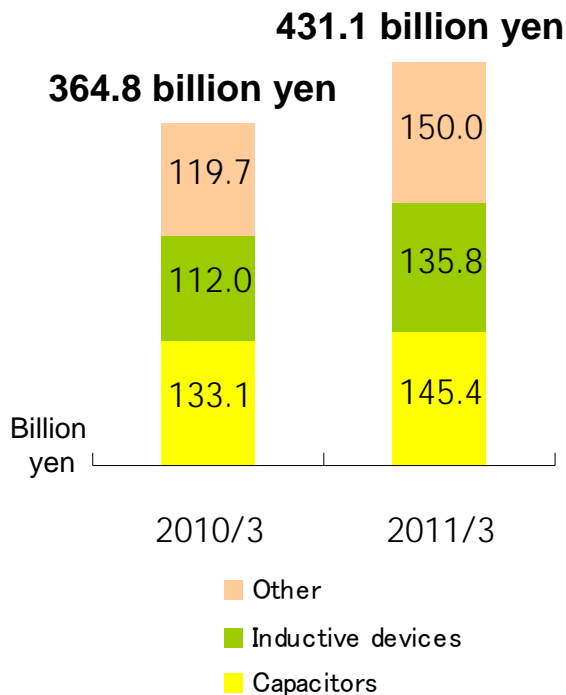


		3Q results of FY 2011 (2010.10.1~2010.12.31)		4Q results of FY 2011 (2011.1.1~2011.3.31)		Q on Q change	
		Yen billion	%	Yen billion	%	Yen billion	%
Net sales	Passive Components	108.4	49.3	108.1	50.6	-0.3	-0.3
	Magnetic Applicatons Products	90.8	41.3	85.2	39.9	-5.6	-6.2
	Other	20.7	9.4	20.3	9.5	-0.4	-1.9
	Total	219.9	100.0	213.6	100.0	-6.3	-2.9
Operating Income	Passive Components	6.3	5.8	5.0	4.6	-1.3	-20.6
	Magnetic Application Products	11.5	12.7	6.8	8.0	-4.7	-40.9
	Other	2.0	9.4	0.8	3.9	-1.2	-60.0
	Corporate and eliminations	-2.5		-3.2		-0.7	-
Total	17.2	7.8	9.4	4.4	-7.7	-45.3	

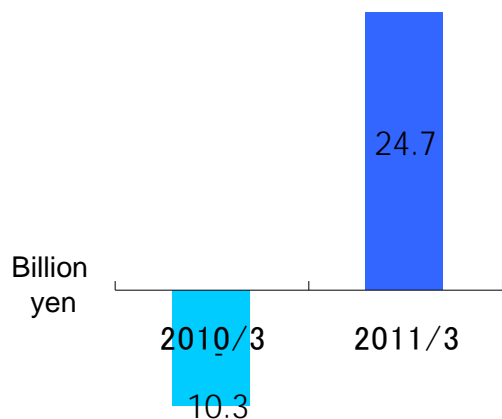
Passive Components Business

Shinichi Araya
Director, Senior Vice President

Net Sales of passive components business



Segment profits



◆ Passive Components Segment

Net sales : 431.1 billion yen, increased by 18.2% year on year
 Operating income : 24.7 billion yen (operating loss of 10.3 billion in previous fiscal year)

< Breakdown of passive components segment >

◆ Capacitors business

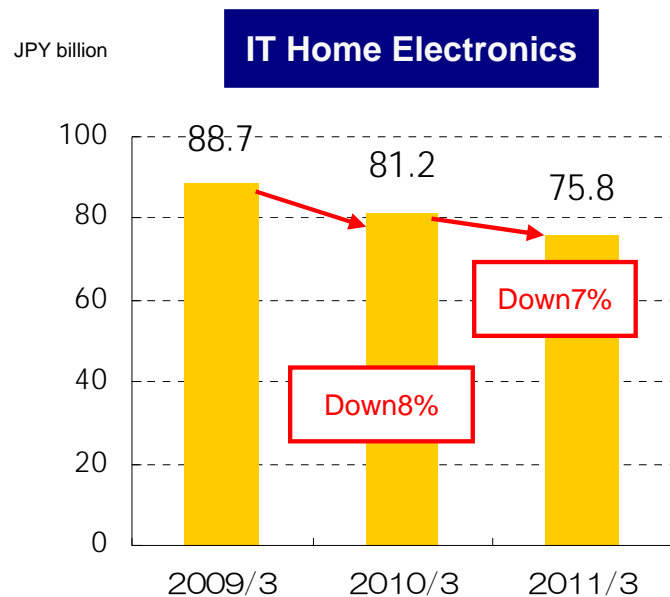
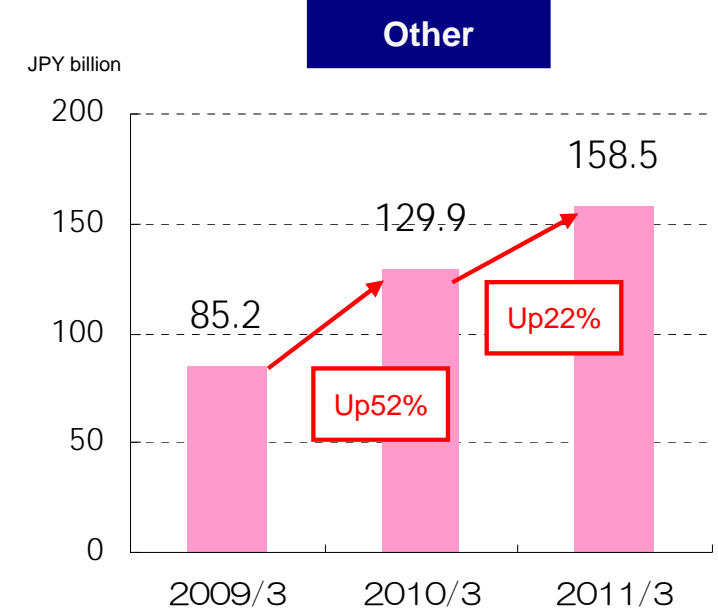
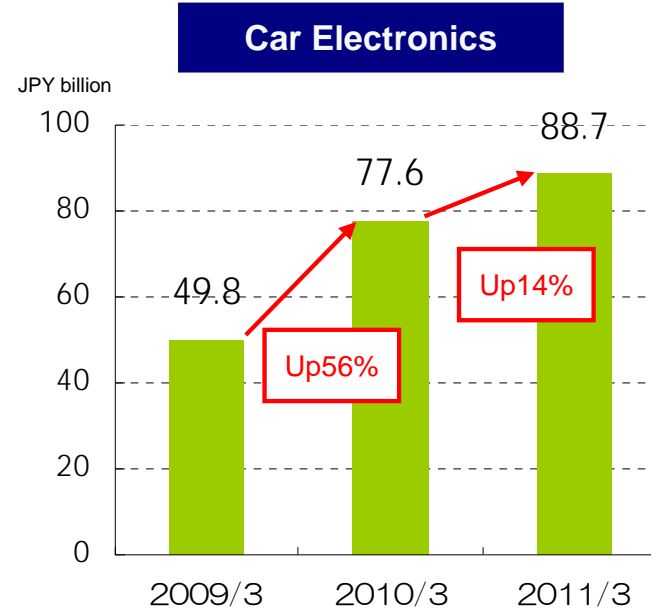
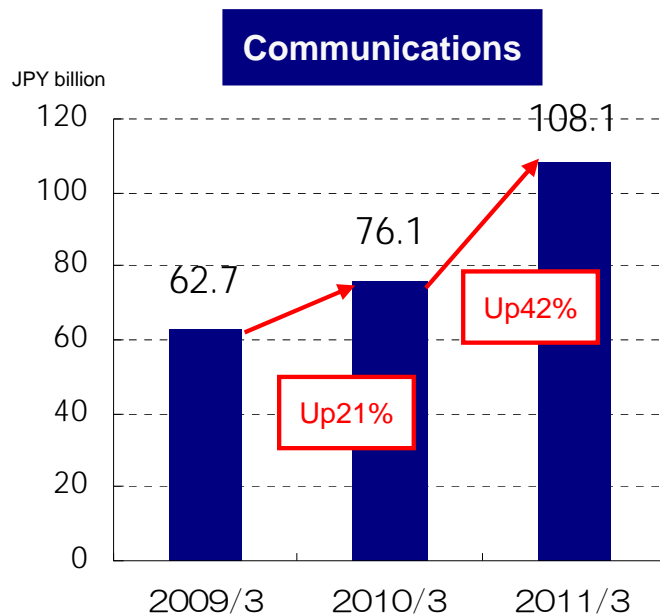
Net sales : 145.4 billion yen, increased by 9.2% year on year
 Sales of ceramic capacitors increased for communication equipment and automobile market increased
 Sales of aluminum electrolytic capacitors and film capacitors for industrial equipment applications increased significantly

◆ Inductive devices business

Net sales : 135.8 billion yen, increased by 21.3% year on year
 Sales for use in communications equipment centered on smartphones increased significantly. Sales for automobiles and industrial equipment market also increased

◆ Other passive components business

Net sales : 150.0 billion yen, increased by 25.2% year on year
 Sales of high-frequency components for the communications equipment market centered on smartphones increased.
 Sales of piezoelectric materials and products, circuit protection components increased for industrial equipment markets

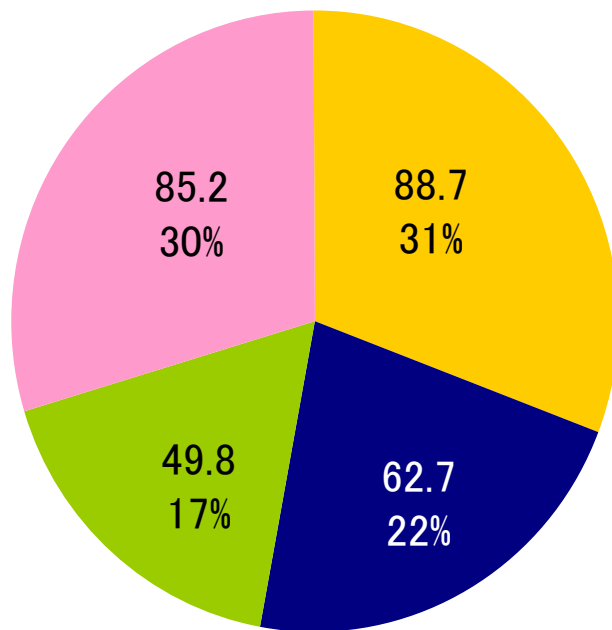


Sales in the three priority areas increased substantially

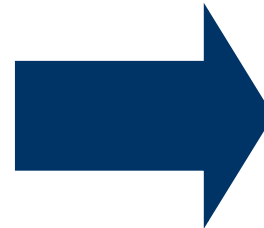
1. Communications
2. Car Electronics
3. Other (including renewable energy, industrial equipment etc)

Change in sales composition by applications

286.4 billion yen

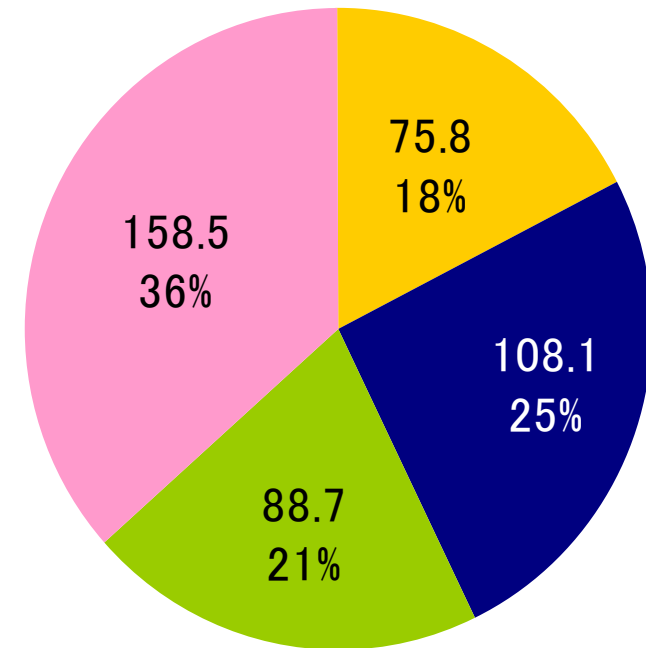


FY March 2009



■ IT Home Electronics
■ Communications
■ Car Electronics
■ Others

431.1 billion yen



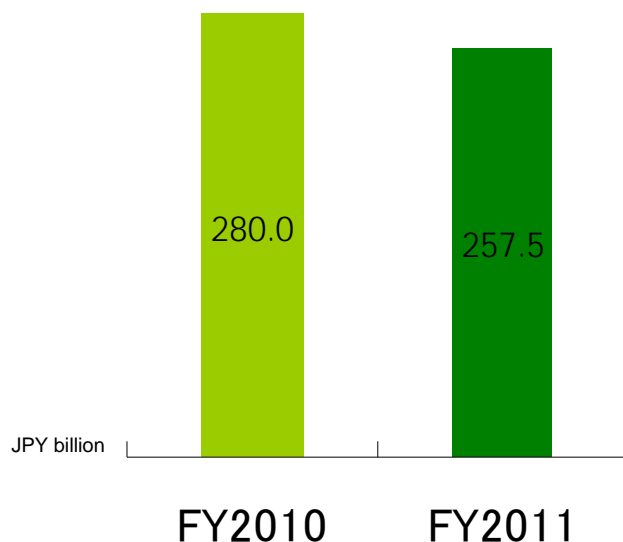
FY March 2011

- Sales composition by applications has been changing according to sales increase
- Composition ratio of three areas excluding IT Home Electronics increased from 69% in FY March 2009 to 82% in FY March 2011

Recording Device Business

Atsuo Kobayashi
General Manager,
Senior Vice President

Net sales of recording device segment



◆ Recording device Segment

Net sales : 257.5 billion yen, decreased by 8% year on year

Sale of HDD head decreased due to the JPY appreciation against the U.S. dollar and price reduction

Shipment Index

FY March'10				FY March'11			
1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q
100	119	129	128	122	122	125	116

< Business Plan for FY March 2012 >

- To start mass production of 2.5 inch 500GB/P
- To start mass production of 3.5 inch 1TB/P
- Raise added valued with DSA (dual stage actuator)-mounted HDD heads-in suspension business
- Firmly establish the technology for commencing mass production of heat-assisted HDD heads next fiscal year

Supplementary Data

Expenses / Foreign exchange sensitivity



(JPY billion)		FY2010 Full Year Results	FY2011 Full Year Results	Change	
				Yen billion	%
Capital expenditures		64.4	78.6	14.2	22.0
Depreciation and amortization		83.8	77.6	-6.2	-7.4
Research and development		53.9	53.0	-0.9	-1.7
Ex-rate	US\$	92.89	85.73	Appreciation by 7.7%	
	EURO	131.18	113.12	Appreciation by 13.8%	
	Sensitivit by 1Yen appreciation	US\$/Yen :Net Sales about 5.5 billion yen, Operating Income about 2.0 billion yen EURO/Yen :Net Sales about 1.5 billion yen, Operating Income less than 100 million yen			

Sector Net sales in 3Q Net sales in 4Q Change %	Sales status
<p>Capacitors 35.2 billion yen 34.5 billion yen -2.0%</p>	<p>Ceramic capacitors Slightly increased sales for automobiles Decreased sales for PCs, AV equipment and communication device</p> <p>Aluminum & Film capacitors Steady sales for industrial equipment applications and renewable energy equipment</p>
<p>Inductive devices 33.9 billion yen 35.0 billion yen +3.2%</p>	<p>Lower sales for AV equipment and PCs</p> <p>Increased sales of noise filters for automobiles, industrial and renewable energy equipment</p> <p>Slightly increased sales for automobiles, smart phones and tablet devices</p>
<p>Other 39.3 billion yen 38.6 billion yen -1.8%</p>	<p>High-frequency components Lower sales of high-frequency components for mobile devices</p> <p>Piezoelectric materials products, circuit protection components Higher sales for automobiles</p>

Quarterly Results (4Q vs. 4Q) (3Q vs. 4Q)

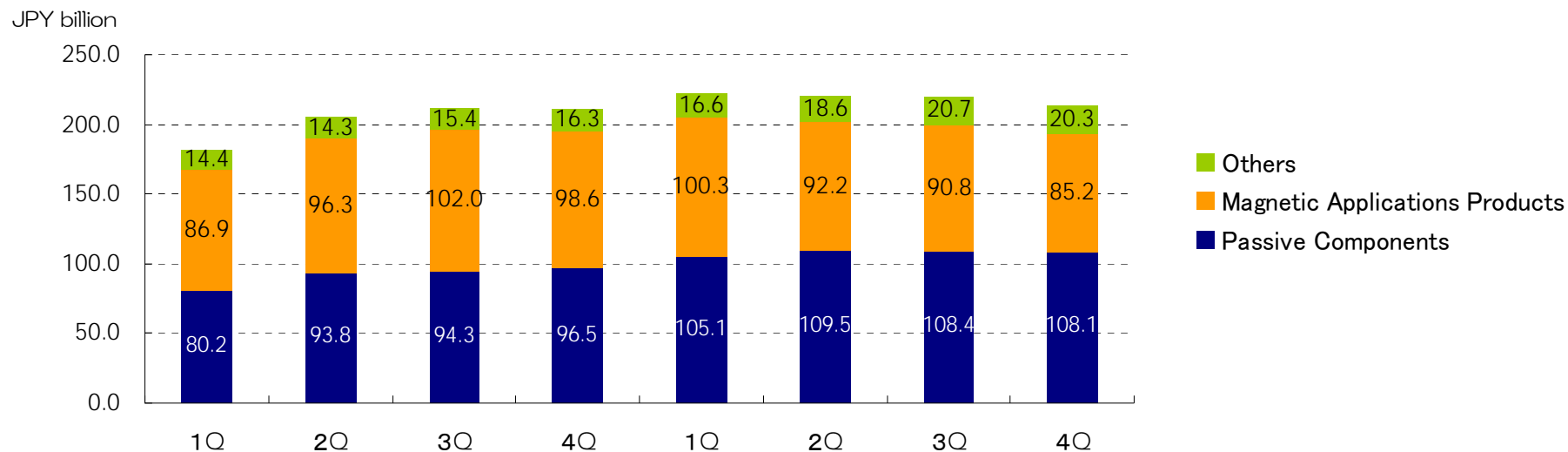


JPY billion		4Q of FY 2010 Jan 1- Mar 31, 2010 (A)	3Q of FY 2011 Oct 1- Dec 31, 2010 (B)	4Q of FY 2011 Jan 1- Mar 31, 2011 (C)	YoY Change (C) - (A)		QoQ Change (C) - (B)	
					Yen billion	%	JPY billion	%
Breakdown	Net Sales	211.3	219.9	213.6	2.3	1.1	-6.3	-2.9
	Passive Components	96.5	108.4	108.1	11.6	12.0	-0.3	-0.3
	Magnetic Application Products	98.6	90.8	85.2	-13.4	-13.6	-5.6	-6.2
	Other	16.3	20.7	20.3	4.0	24.5	-0.4	-1.9
Breakdown	Operating Income	8.3	17.2	9.4	1.1	13.3	-7.8	-45.3
	Passive Components	-1.5	6.3	5.0	6.5	-	-1.3	-20.6
	Magnetic Application Products	15.0	11.5	6.8	-8.2	-54.7	-4.7	-40.9
	Other	2.1	2.0	0.8	-1.3	-61.9	-1.2	-60.0
	Corporate and eliminations	-7.3	-2.5	-3.2	4.1	-	-0.7	-
Operating Income Margin		3.9%	7.8%	4.4%	+0.5pt	-	-3.4pt	-
Income Before Income Taxes		11.1	16.6	8.9	-2.2	-19.8	-7.7	-46.4
Net Income		3.6	12.6	6.6	3.0	83.3	-6.0	-47.6
Ex-rate	US\$	Yen 90.69	Yen 82.65	Yen 82.31				
	EURO	Yen 125.49	Yen 112.20	Yen 112.66				

Quarterly Sales and Operating Income by Segment



(JPY billion)		FY March 2010					FY March 2011				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
Breakdown	Net Sales	181.5	204.3	211.7	211.3	808.8	221.9	220.3	219.9	213.6	875.7
	Passive Components	80.2	93.8	94.3	96.5	364.8	105.1	109.5	108.4	108.1	431.1
	Magnetic Applications	86.9	96.3	102.0	98.6	383.7	100.3	92.2	90.8	85.2	368.5
	Others	14.4	14.3	15.4	16.3	60.3	16.6	18.6	20.7	20.3	76.1
Breakdown	Operating Income	-3.6	9.0	12.1	8.3	25.8	20.2	17.0	17.2	9.4	63.8
	Passive Components	-9.2	0.2	0.3	-1.5	-10.3	6.2	7.3	6.3	5.0	24.7
	Magnetic Applications	5.9	11.3	14.6	15.0	46.7	16.1	12.5	11.5	6.8	46.9
	Others	0.8	1.2	1.1	2.1	5.2	1.1	1.7	2.0	0.8	5.5
	Sub-total	-2.4	12.7	15.9	15.6	41.6	23.3	21.5	19.7	12.6	77.1
	Corporate and Eliminations	-1.2	-3.7	-3.8	-7.3	-15.9	-3.1	-4.5	-2.5	-3.2	-13.3
Ex-rate	¥/USD	97.36	93.73	89.73	90.69	92.89	92.01	85.88	82.65	82.31	85.73
	¥/EURO	132.66	133.75	132.66	125.49	131.18	117.03	110.67	112.20	112.66	113.12

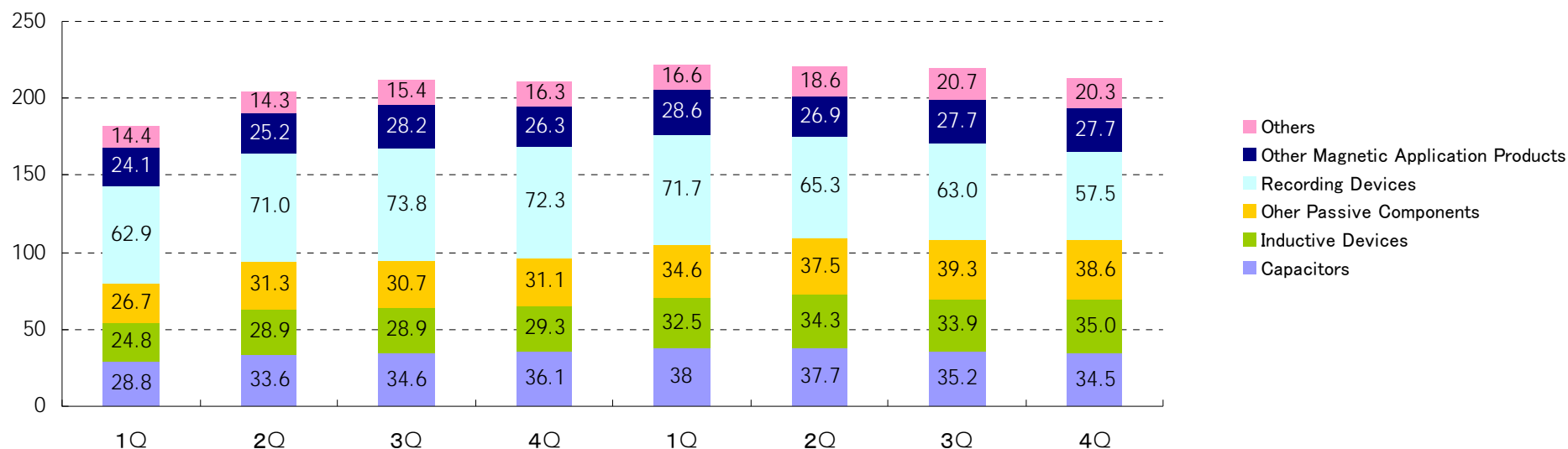


Quarterly Sales by Segment

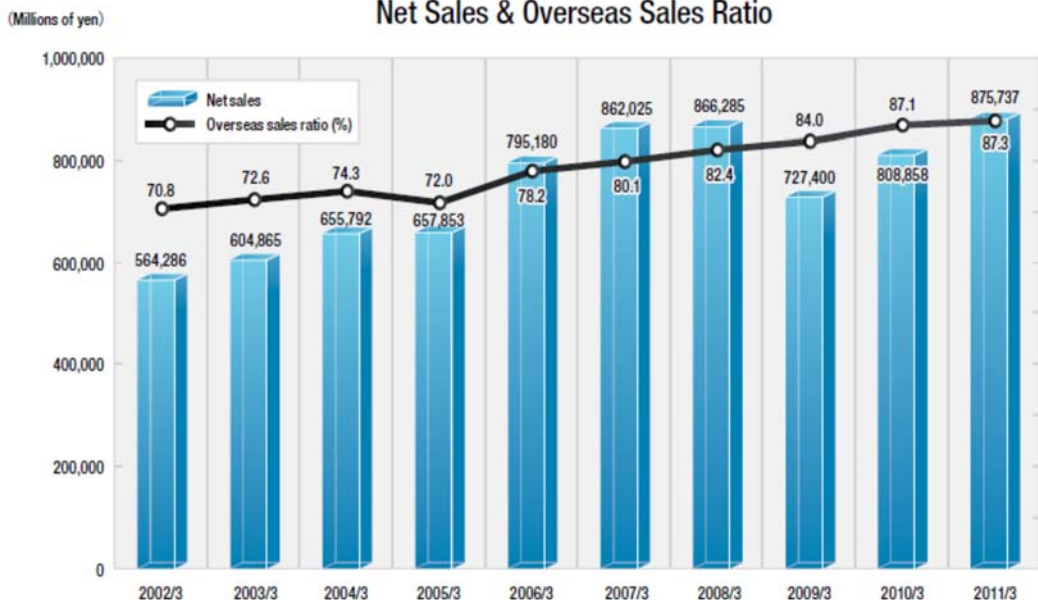


(JPY billion)		FY March 2010					FY March 2011				
		1 Q	2 Q	3 Q	4 Q	Total	1 Q	2 Q	3 Q	4 Q	Total
Net Sales		181.5	204.3	211.7	211.3	808.8	221.9	220.3	219.9	213.6	875.7
Breakdown	Passive Components	80.2	93.8	94.3	96.5	364.8	105.1	109.5	108.4	108.1	431.1
	Capacitors	28.8	33.6	34.6	36.1	133.1	38	37.7	35.2	34.5	145.4
	Inductive Devices	24.8	28.9	28.9	29.3	112.0	32.5	34.3	33.9	35.0	135.8
	Other Passive Components	26.7	31.3	30.7	31.1	119.7	34.6	37.5	39.3	38.6	150.0
Magnetic Applications Products		86.9	96.3	102	98.6	383.7	100.3	92.2	90.8	85.2	368.5
Breakdown	Recording Devices	62.9	71	73.8	72.3	280.0	71.7	65.3	63	57.5	257.5
	Other Magnetic Applications Products	24.1	25.2	28.2	26.3	103.7	28.6	26.9	27.7	27.7	111.0
Other Sales		14.4	14.3	15.4	16.3	60.3	16.6	18.6	20.7	20.3	76.1
Ex-rate	¥/USD	97.36	93.73	89.73	90.69	92.89	92.01	85.88	82.65	82.31	85.73
	¥/EURO	132.66	133.75	132.66	125.49	131.18	117.03	110.67	112.20	112.66	113.12

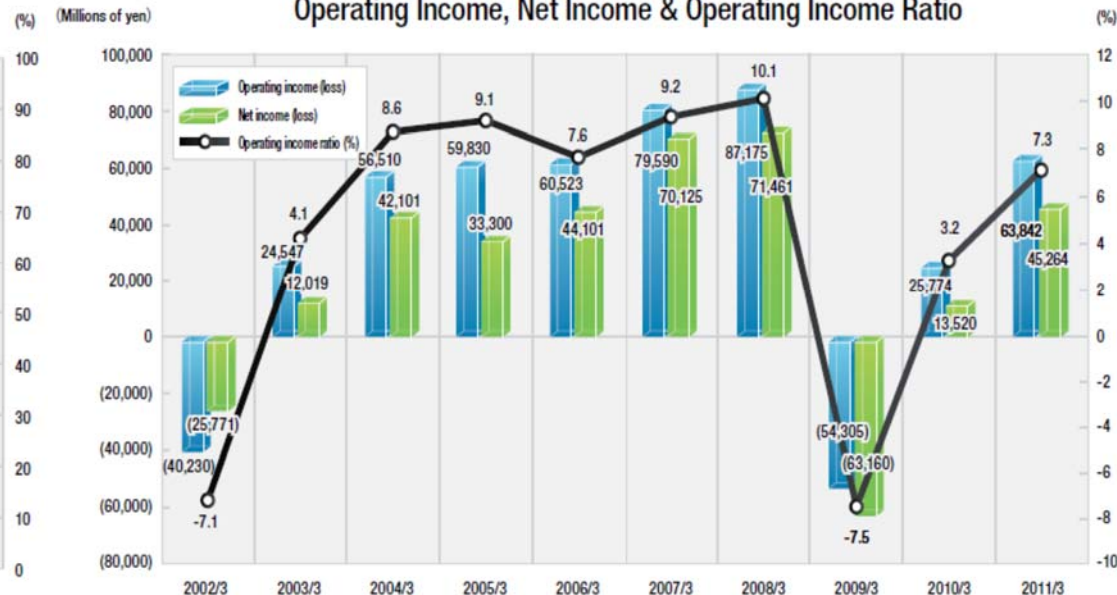
JPY billion



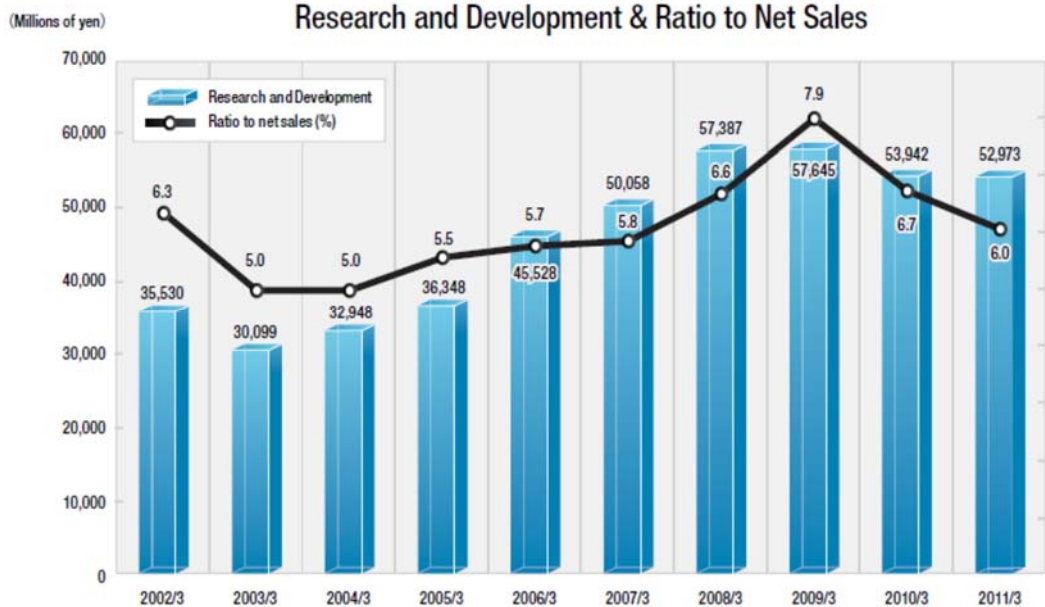
Net Sales & Overseas Sales Ratio



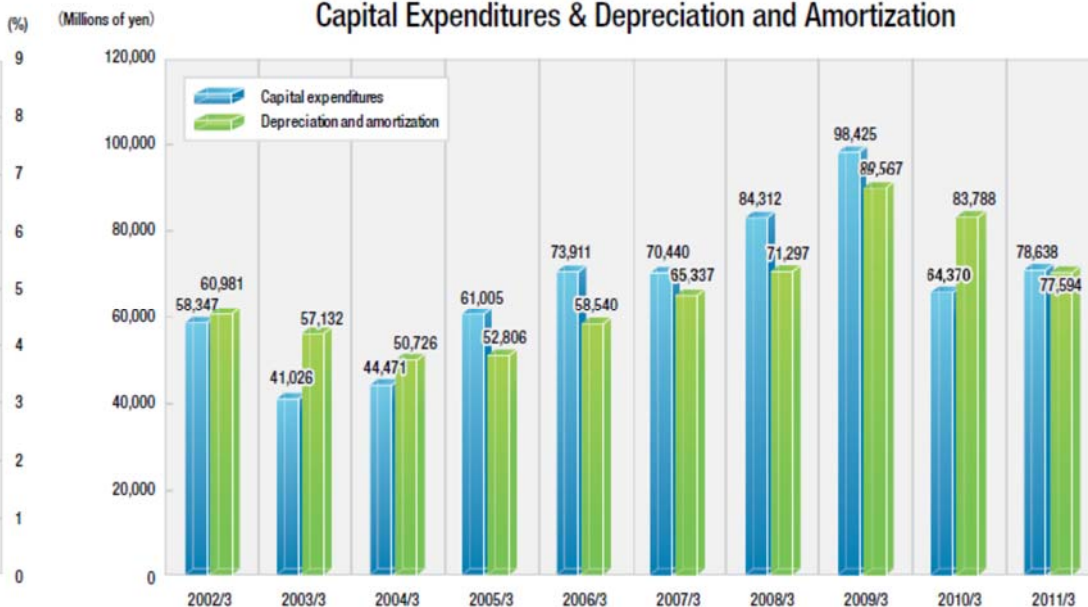
Operating Income, Net Income & Operating Income Ratio

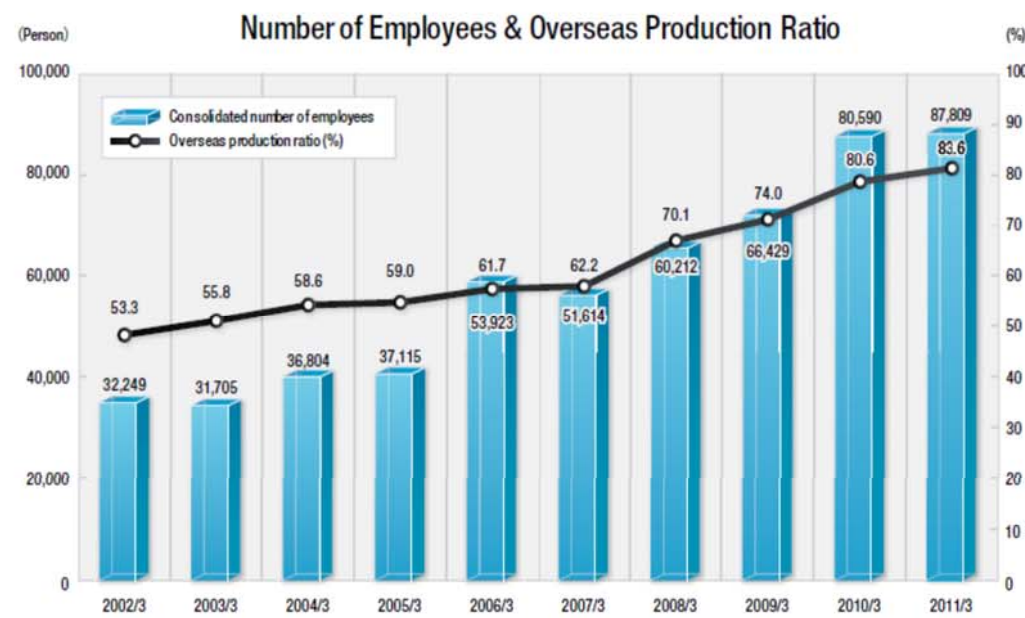
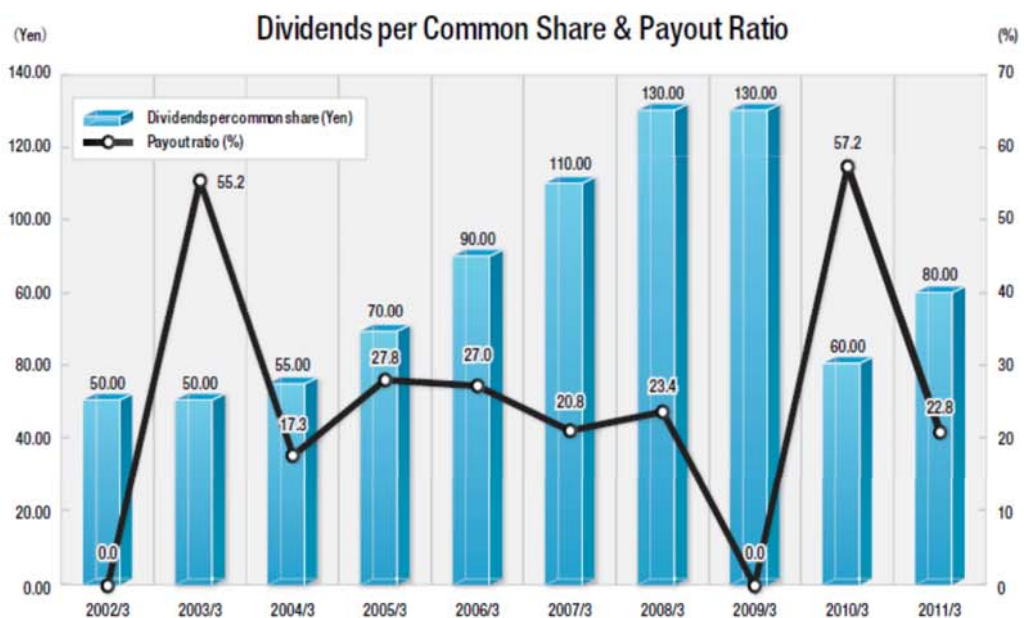
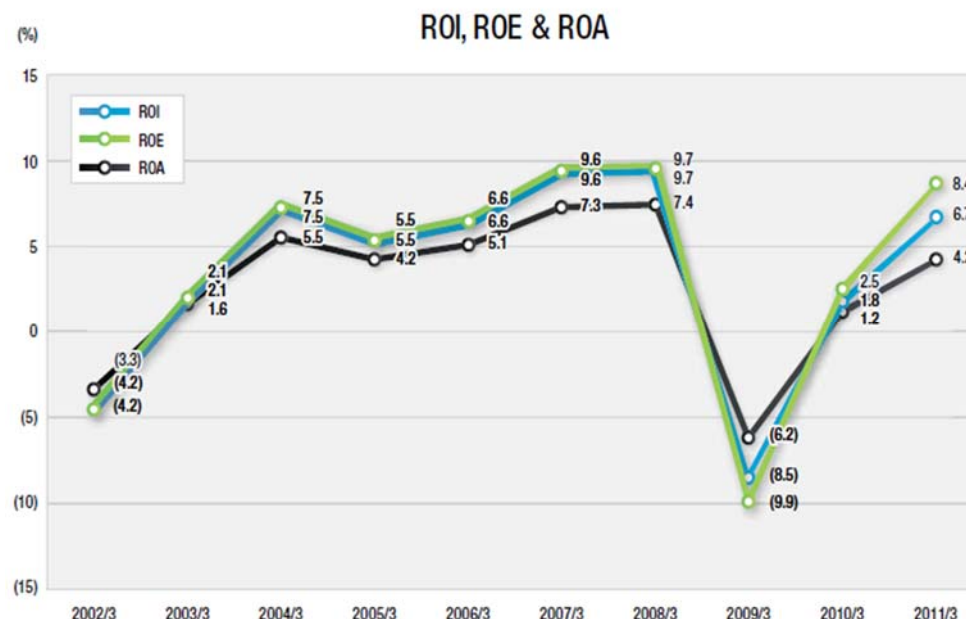
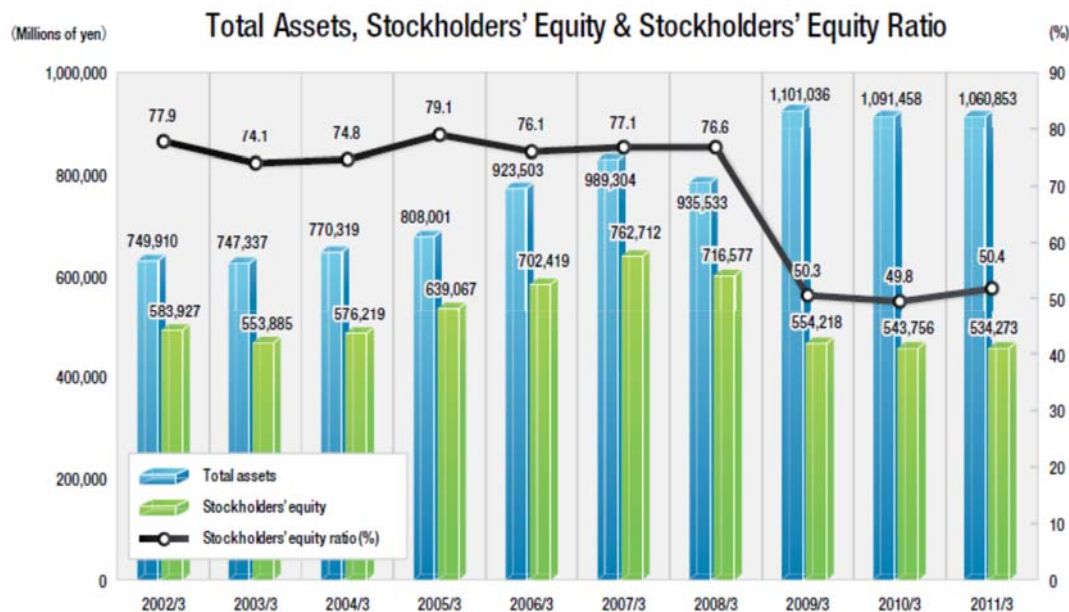


Research and Development & Ratio to Net Sales



Capital Expenditures & Depreciation and Amortization





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 or its group companies (TDK Group). These forward-looking statements are based on the current forecasts, estimates, assumptions, plans, beliefs and evaluations of TDK Group in light of information currently available to it, and contain known and unknown risks, uncertainties and other factors. TDK Group therefore wishes to caution readers that, being subject to risks, uncertainties and other factors, TDK Group's actual results, performance, achievements or financial position could be materially different from any future results, performance, achievements or financial position expressed or implied by these forward-looking statements, and TDK Group undertakes no obligation to publicly update or revise any forward-looking statements after the issue of this material except as provided for in laws and ordinances. The electronics markets in which TDK Group operates are highly susceptible to rapid changes. Risks, uncertainties and other factors that can have significant effects on TDK Group 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.

