

CONSOLIDATED BALANCE SHEETS

TDK Corporation and Subsidiaries March 31, 2002 and 2001

	Yen (Millions)	2001	U.S. Dollars (Thousands) (Note 2)
ASSETS	2002		2002
Current assets:			
Cash and cash equivalents	¥125,761	150,917	\$ 945,572
Trade receivables:			
Notes	8,219	11,799	61,797
Accounts	138,378	147,526	1,040,436
Allowance for doubtful receivables	(3,770)	(2,740)	(28,346)
Net trade receivables	142,827	156,585	1,073,887
Inventories (Note 5)	91,149	116,423	685,331
Income tax receivables (Note 7)	8,289	247	62,323
Prepaid expenses and other current assets (Note 7)	31,180	28,741	234,436
Total current assets	399,206	452,913	3,001,549
Investments and advances (Notes 4, 7 and 12)	24,265	21,143	182,444
Property, plant, and equipment, at cost:			
Land	23,739	21,705	178,489
Buildings	183,450	175,463	1,379,323
Machinery and equipment	507,589	499,331	3,816,459
Construction in progress	13,301	28,838	100,007
	728,079	725,337	5,474,278
Less accumulated depreciation	462,489	446,712	3,477,361
Net property, plant, and equipment	265,590	278,625	1,996,917
Goodwill (Note 17)	11,500	11,499	86,466
Intangible assets (Notes 8 and 17)	7,265	7,842	54,624
Prepaid pension cost (Note 8)	-	41,290	-
Deferred income taxes (Note 7)	37,021	2,690	278,353
Other assets	5,063	4,175	38,068
	¥749,910	820,177	\$5,638,421

See accompanying notes to consolidated financial statements.

LIABILITIES AND STOCKHOLDERS' EQUITY	Yen (Millions)		U.S. Dollars (Thousands) (Note 2)
	2002	2001	2002
Current liabilities:			
Short-term debt (Note 6)	¥ 1,655	5,120	\$ 12,444
Current installments of long-term debt (Note 6)	657	759	4,940
Trade payables:			
Notes	849	791	6,383
Accounts	51,760	63,882	389,173
Accrued salaries and wages	11,247	8,334	84,564
Other accrued expenses	12,510	26,248	94,060
Income taxes (Note 7)	2,546	19,638	19,143
Other current liabilities (Notes 7 and 16)	29,117	21,370	218,925
Total current liabilities	<u>110,341</u>	<u>146,142</u>	<u>829,632</u>
Long-term debt, excluding current installments (Note 6)	459	1,004	3,451
Retirement and severance benefits (Notes 7 and 8)	49,992	31,755	375,880
Deferred income taxes (Note 7)	598	93	4,496
Total liabilities	<u>161,390</u>	<u>178,994</u>	<u>1,213,459</u>
Minority interests	4,593	3,434	34,534
Stockholders' equity:			
Common stock			
Authorized 480,000,000 shares;			
Issued 133,189,659 shares in 2002 and 2001	32,641	32,641	245,421
Additional paid-in capital	63,051	63,051	474,068
Legal reserve (Note 9)	15,683	13,409	117,917
Retained earnings (Note 9)	520,143	556,165	3,910,849
Accumulated other comprehensive income (loss) (Notes 7, 8 and 11)	(43,999)	(24,851)	(330,820)
Treasury stock at cost; 330,083 shares in 2002 and 170,462 shares in 2001 (Note 10)	(3,592)	(2,666)	(27,007)
Total stockholders' equity	<u>583,927</u>	<u>637,749</u>	<u>4,390,428</u>
Commitments and contingent liabilities (Note 13)			
	<u>¥749,910</u>	<u>820,177</u>	<u>\$5,638,421</u>