

Consolidated Statements of Stockholders' Equity

TDK Corporation and Subsidiaries years ended March 31, 2003, 2002, and 2001

	2003	Yen (Millions) 2002	2001	U.S. Dollars (Thousands) (Note 2) 2003
Common stock:				
Balance at beginning of period	¥ 32,641	32,641	32,641	\$ 272,008
Balance at end of period	<u>32,641</u>	<u>32,641</u>	<u>32,641</u>	<u>272,008</u>
Additional paid-in capital:				
Balance at beginning of period	63,051	63,051	63,051	525,425
Balance at end of period	<u>63,051</u>	<u>63,051</u>	<u>63,051</u>	<u>525,425</u>
Legal reserve (Note 9):				
Balance at beginning of period	15,683	13,409	13,302	130,692
Transferred from retained earnings	270	2,274	107	2,250
Balance at end of period	<u>15,953</u>	<u>15,683</u>	<u>13,409</u>	<u>132,942</u>
Retained earnings (Note 9):				
Balance at beginning of period	520,143	556,165	520,276	4,334,525
Net income (loss)	12,019	(25,771)	43,983	100,158
Cash dividends	(5,973)	(7,977)	(7,987)	(49,775)
Transferred to legal reserve	(270)	(2,274)	(107)	(2,250)
Balance at end of period	<u>525,919</u>	<u>520,143</u>	<u>556,165</u>	<u>4,382,658</u>
Accumulated other comprehensive income (loss)				
(Notes 7, 8 and 11):				
Balance at beginning of period	(43,999)	(24,851)	(58,257)	(366,659)
Other comprehensive income (loss) for the period, net of tax	(34,825)	(19,148)	33,406	(290,208)
Balance at end of period	<u>(78,824)</u>	<u>(43,999)</u>	<u>(24,851)</u>	<u>(656,867)</u>
Treasury stock (Note 10):				
Balance at beginning of period	(3,592)	(2,666)	-	(29,933)
Acquisition of treasury stock	(1,263)	(926)	(2,666)	(10,525)
Balance at end of period	<u>(4,855)</u>	<u>(3,592)</u>	<u>(2,666)</u>	<u>(40,458)</u>
Total stockholders' equity	<u>¥553,885</u>	<u>583,927</u>	<u>637,749</u>	<u>\$4,615,708</u>
Disclosure of comprehensive income (loss):				
Net income (loss) for the period	¥ 12,019	(25,771)	43,983	\$ 100,158
Other comprehensive income (loss) for the period, net of tax (Note 11)	(34,825)	(19,148)	33,406	(290,208)
Total comprehensive income (loss) for the period	<u>¥ (22,806)</u>	<u>(44,919)</u>	<u>77,389</u>	<u>\$ (190,050)</u>

See accompanying notes to consolidated financial statements.