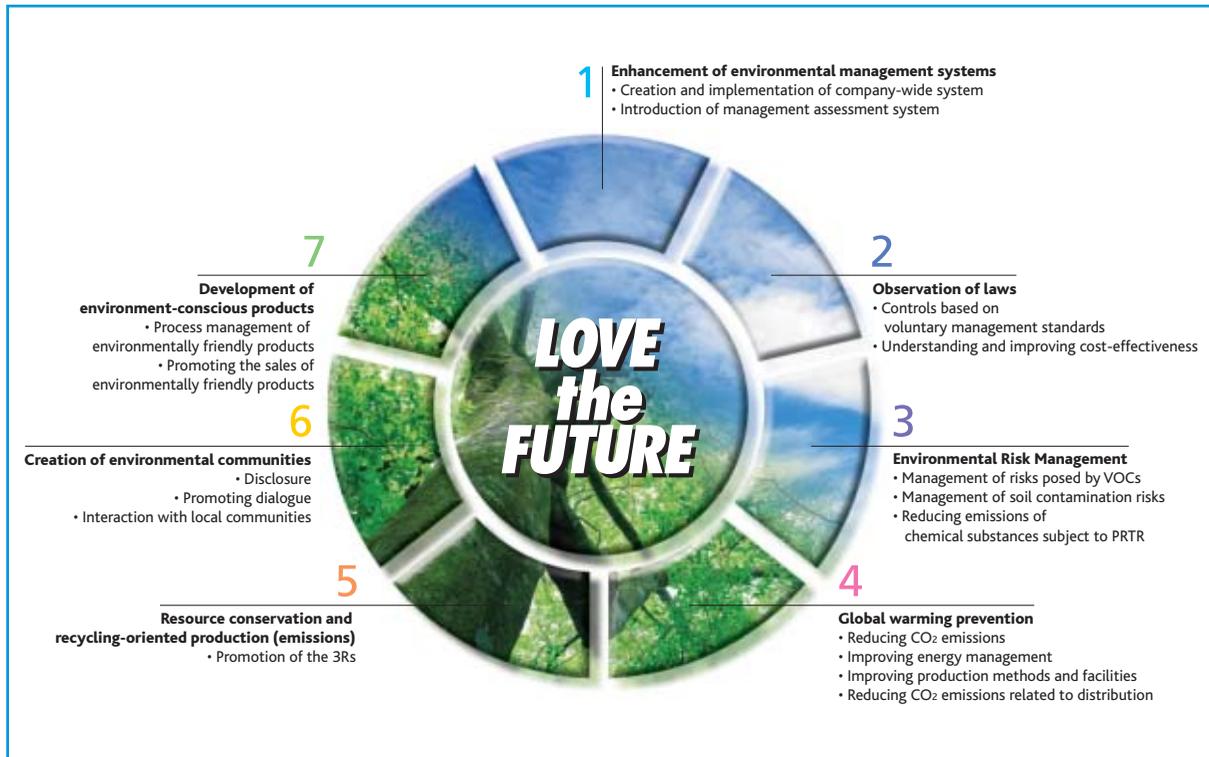


ENVIRONMENTAL ACTIVITIES

TDK positions environmental preservation as one of its most important management themes. In October 2002, the company formulated a fundamental environmental plan, "TDK Environmental Action 2010." Running through 2010, this plan contains concrete action points that were established based on the nature of TDK's business activities, and sets medium- and long-term goals. The plan clearly defines the roles and responsibilities of sites, business divisions and head office.

• An Overview of TDK Environmental Action 2010



• Major Accomplishments and Future Initiatives

Enhancement of Environmental Management Systems

TDK has been working to integrate its environmental management system (EMS) on a company-wide basis with the goal of promoting unified environmental activities as a group. These efforts culminated with the completion of the EMS integration process in March 2005 at the parent company and certain domestic subsidiaries. By March 2006, TDK hopes to have also integrated the EMS of all domestic subsidiaries, after which it will move on to integrate the systems of overseas subsidiaries.

Resource Conservation and Recycling-Oriented Production (Emissions)

In March 2004, TDK achieved zero emissions at all sites in Japan and four overseas sites. Efforts are ongoing at other overseas sites to achieve the same goal. A highlight of fiscal 2005 was reducing total emissions by 9.7% year on year in Japan, the result of initiatives such as reusing materials in production processes.

Promoting the Development of Environmentally Friendly Products

In recent years, more stringent regulations have been imposed on hazardous substances in products. Responding to this trend, in December 2004, TDK completed the process of having its general-purpose electronic components comply with the RoHS Directive*. Through operation of its product environmental management system, TDK will guarantee to customers that its products are environmentally safe.

*Conformity to RoHS Directive: With the exception of exempted applications, lead, cadmium, mercury, hexavalent chromium, and PBB and PBDE, which are designated bromine-based flame retardants, have not been used in products in conformity with EU Directive 2002/95/EC.

Environmental Communities

In 1999, TDK began publishing an annual environmental report to fulfill its disclosure responsibilities with regards to its environmental activities. In 2004, reflecting increasing public interest in corporate social responsibility (CSR) in recent years, TDK replaced the environmental report with a sustainability report. This report has a wider reporting scope and includes information that was contained in environmental reports.