

(2) Statements of Income and Statements of Comprehensive Income

[1st half results]

Statements of Income

Term Item	1H of FY2013 (April 1, 2012 - September 30, 2012)		1H of FY2014 (April 1, 2013 - September 30, 2013)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	412,038	100.0	484,728	100.0	4,946,204	72,690	17.6
Cost of sales	321,104	77.9	378,516	78.1	3,862,408	57,412	17.9
Gross profit	90,934	22.1	106,212	21.9	1,083,796	15,278	16.8
Selling, general and administrative expenses	70,638	17.2	89,442	18.4	912,674	18,804	26.6
Operating income	20,296	4.9	16,770	3.5	171,122	(3,526)	-17.4
Other income (deductions):							
Interest and dividend income	1,456		1,403		14,316	(53)	
Interest expense	(1,459)		(1,678)		(17,122)	(219)	
Foreign exchange gain (loss)	(275)		201		2,051	476	
Other-net	(1,632)		1,024		10,449	2,656	
Total other income (deductions)	(1,910)	-0.4	950	0.2	9,694	2,860	-
Income from continuing operations before income taxes	18,386	4.5	17,720	3.7	180,816	(666)	-3.6
Income taxes	6,773	1.7	7,143	1.5	72,887	370	5.5
Income from continuing operations	11,613	2.8	10,577	2.2	107,929	(1,036)	-8.9
Loss from discontinued operations	(101)	-0.0	(3,551)	-0.8	(36,235)	(3,450)	-
Net income	11,512	2.8	7,026	1.4	71,694	(4,486)	-39.0
Less: Net income attributable to noncontrolling interests	1,787	0.4	622	0.1	6,347	(1,165)	-65.2
Net income attributable to TDK	9,725	2.4	6,404	1.3	65,347	(3,321)	-34.1

Notes:

1. U.S.\$1=Yen 98, for convenience only.
2. Operating results relating to the data tape business are separately presented as discontinued operations in consolidated statements of income for the first half of FY2014. Also reclassifications have been made to the consolidated statements of income for the first half of FY2013 to conform to the presentation used for the first half of FY2014.

Statements of Comprehensive Income

Term Item	1H of FY2013 (April 1, 2012 - September 30, 2012)	1H of FY2014 (April 1, 2013 - September 30, 2013)		Change
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	11,512	7,026	71,694	(4,486)
Other comprehensive income (loss), net of taxes:				
Foreign currencies translation adjustments	(33,010)	28,756	293,428	61,766
Pension liability adjustments	928	1,091	11,133	163
Net unrealized gains (losses) on securities	(1,931)	3,131	31,949	5,062
Total other comprehensive income (loss)	(34,013)	32,978	336,510	66,991
Comprehensive income (loss)	(22,501)	40,004	408,204	62,505
Comprehensive income attributable to noncontrolling interests	1,188	1,439	14,684	251
Comprehensive income (loss) attributable to TDK	(23,689)	38,565	393,520	62,254

Note:

U.S.\$1=Yen 98, for convenience only.

[2nd quarter results]

Statements of Income

Item	Term	2Q of FY2013 (July 1, 2012 - September 30, 2012)		2Q of FY2014 (July1, 2013 - September 30, 2013)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales		205,026	100.0	249,800	100.0	2,548,980	44,774	21.8
Cost of sales		159,848	78.0	192,364	77.0	1,962,898	32,516	20.3
Gross profit		45,178	22.0	57,436	23.0	586,082	12,258	27.1
Selling, general and administrative expenses		34,050	16.6	45,046	18.0	459,653	10,996	32.3
Operating income		11,128	5.4	12,390	5.0	126,429	1,262	11.3
Other income (deductions):								
Interest and dividend income		749		760		7,755	11	
Interest expense		(742)		(819)		(8,357)	(77)	
Foreign exchange gain (loss)		(437)		(82)		(837)	355	
Other-net		(1,176)		481		4,908	1,657	
Total other income (deductions)		(1,606)	-0.8	340	0.1	3,469	1,946	-
Income from continuing operations before income taxes		9,522	4.6	12,730	5.1	129,898	3,208	33.7
Income taxes		3,025	1.5	3,576	1.4	36,490	551	18.2
Income from continuing operations		6,497	3.1	9,154	3.7	93,408	2,657	40.9
Loss from discontinued operations		(67)	-0.0	(3,208)	-1.3	(32,735)	(3,141)	-
Net income		6,430	3.1	5,946	2.4	60,673	(484)	-7.5
Less: Net income (loss) attributable to noncontrolling interests		1,176	0.5	(86)	-0.0	(878)	(1,262)	-
Net income attributable to TDK		5,254	2.6	6,032	2.4	61,551	778	14.8

Notes:

1. U.S.\$1=Yen 98, for convenience only.
2. Operating results relating to the data tape business are separately presented as discontinued operations in consolidated statements of income for the second quarter of FY2014. Also reclassifications have been made to the consolidated statements of income for the second quarter of FY2013 to conform to the presentation use for the second quarter of FY2014.

Statements of Comprehensive Income

Item	Term	2Q of FY2013 (July 1, 2012 - September 30, 2012)		2Q of FY2014 (July1, 2013 - September 30, 2013)		Change	
		(Yen millions)	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)	(Yen millions)
Net income		6,430	5,946	60,673	(484)		
Other comprehensive income (loss), net of taxes:							
Foreign currencies translation adjustments		(6,566)	(1,182)	(12,061)	5,384		
Pension liability adjustments		568	504	5,143	(64)		
Net unrealized gains (losses) on securities		(642)	584	5,959	1,226		
Total other comprehensive income (loss)		(6,640)	(94)	(959)	6,546		
Comprehensive income (loss)		(210)	5,852	59,714	6,062		
Comprehensive income (loss) attributable to noncontrolling interests		1,000	(227)	(2,317)	(1,227)		
Comprehensive income (loss) attributable to TDK		(1,210)	6,079	62,031	7,289		

Note:

U.S.\$1=Yen 98, for convenience only.