

(4) Notes Relating to Going Concern Assumptions

Nothing to report.

(5) Segment Information

TDK has three reporting segments: Passive Components, Magnetic Application Products and Film Application Products, as well as Other, which includes products not included in these three reporting segments.

In accordance with the Financial Accounting Standards Board Accounting Standards Codification No. 205-20, "Presentation of Financial Statements-Discontinued Operations", figures related to the discontinued operations are excluded.

Net sales by industry segment

		1Q of FY2014 (April 1, 2013 - June 30, 2013)		1Q of FY2015 (April 1, 2014 - June 30, 2014)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components	External customers	117,027	49.9	123,414	52.0	1,221,921	6,387	5.5
	Intersegment	859		815		8,069	(44)	-5.1
	Total	117,886		124,229		1,229,990	6,343	5.4
Magnetic Application Products	External customers	86,195	36.8	87,057	36.6	861,950	862	1.0
	Intersegment	292		21		208	(271)	-92.8
	Total	86,487		87,078		862,158	591	0.7
Film Application Products	External customers	26,467	11.3	22,484	9.5	222,614	(3,983)	-15.0
	Intersegment	734		713		7,059	(21)	-2.9
	Total	27,201		23,197		229,673	(4,004)	-14.7
Other	External customers	4,710	2.0	4,507	1.9	44,624	(203)	-4.3
	Intersegment	2,214		3,081		30,505	867	39.2
	Total	6,924		7,588		75,129	664	9.6
Intersegment eliminations		(4,099)		(4,630)		(45,841)	(531)	
Total		234,399	100.0	237,462	100.0	2,351,109	3,063	1.3

Segment profit (loss) by industry segment

		1Q of FY2014 (April 1, 2013 - June 30, 2013)		1Q of FY2015 (April 1, 2014 - June 30, 2014)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components		2,822	2.4	7,818	6.3	77,406	4,996	177.0
Magnetic Application Products		4,623	5.4	7,123	8.2	70,525	2,500	54.1
Film Application Products		2,110	8.0	286	1.3	2,832	(1,824)	-86.4
Other		(822)	-17.5	(417)	-9.3	(4,129)	405	-
Sub total		8,733	3.7	14,810	6.2	146,634	6,077	69.6
Corporate and Eliminations		(4,207)		(5,215)		(51,634)	(1,008)	
Operating income		4,526	1.9	9,595	4.0	95,000	5,069	112.0

Note:

U.S.\$1=Yen 101, for convenience only.

(6) Notes Concerning Significant Changes in Stockholders' Equity

Nothing to report.