

(8) Fair Value of Securities

(Yen millions)

	Cost	Gross Unrealized Holding Gains	Gross Unrealized Holding Losses	Fair Value
As of March 31, 2014				
Investments (Debt securities):				
Government bonds	1,302	-	0	1,302
Commercial papers	64	61	-	125
Public-utility bonds	3	-	-	3
Investments (Equity securities):				
Manufacturing companies	8,391	7,728	12	16,107
Other	1,166	348	-	1,514
Investments (Mutual funds)	1,155	129	-	1,284
Total	12,081	8,266	12	20,335
As of March 31, 2015				
Marketable securities (Debt securities):				
Government bonds	1,301	0	-	1,301
Investments (Debt securities):				
Commercial papers	66	73	-	139
Public-utility bonds	2	-	-	2
Investments (Equity securities):				
Manufacturing companies	8,407	14,684	33	23,058
Other	1,175	1,032	-	2,207
Investments (Mutual funds)	996	293	-	1,289
Total	11,947	16,082	33	27,996

(U.S.\$ thousands)

	Cost	Gross Unrealized Holding Gains	Gross Unrealized Holding Losses	Fair Value
As of March 31, 2015				
Marketable securities (Debt securities):				
Government bonds	10,842	0	-	10,842
Investments (Debt securities):				
Commercial papers	550	608	-	1,158
Public-utility bonds	17	-	-	17
Investments (Equity securities):				
Manufacturing companies	70,058	122,367	275	192,150
Other	9,791	8,600	-	18,391
Investments (Mutual funds)	8,300	2,442	-	10,742
Total	99,558	134,017	275	233,300

Note:

U.S.\$1=Yen 120, for convenience only.

(9) Fair Value of Derivatives

(Yen millions)

	Contract Amount	Carrying Amount	Estimated Fair Value
As of March 31, 2014			
Forward foreign exchange contracts	94,707	295	295
Currency swaps	34,022	161	161
Commodity forward transactions	1,297	46	46
As of March 31, 2015			
Forward foreign exchange contracts	92,963	(69)	(69)
Currency swaps	40,326	2,322	2,322

(U.S.\$ thousands)

(U.S.\$ thousands)	Contract Amount	Carrying Amount	Estimated Fair Value
As of March 31, 2015			
Forward foreign exchange contracts	774,692	(575)	(575)
Currency swaps	336,050	19,350	19,350

Note:

U.S.\$1=Yen 120, for convenience only.

(10) Net Income per Share

Term Item	FY2014 (April 1, 2013 - March 31, 2014)		FY2015 (April 1, 2014 - March 31, 2015)	
	Basic	Diluted	Basic	Diluted
	(Yen millions)		(Yen millions)	
Income from continuing operations attributable to TDK	18,940	17,896	49,440	47,703
Loss from discontinued operations attributable to TDK	(2,652)	(2,652)	-	-
Net income attributable to TDK	16,288	15,244	49,440	47,703
	Number of shares (Thousands)		Number of shares (Thousands)	
Weighted average common shares outstanding	125,808	125,808	125,873	125,873
Incremental shares arising from the exercise of stock options	-	207	-	332
Weighted average common shares outstanding - Total	125,808	126,015	125,873	126,205
	(Yen)		(Yen)	
Per common share :				
Income from continuing operations attributable to TDK	150.55	142.01	392.78	377.98
Loss from discontinued operations attributable to TDK	(21.08)	(21.08)	-	-
Net income attributable to TDK	129.47	120.97	392.78	377.98

Item	Term	FY2015 (April 1, 2014 - March 31, 2015)	
		Basic	Diluted
		(U.S.\$ thousands)	
Income from continuing operations attributable to TDK		412,000	397,525
Loss from discontinued operations attributable to TDK		-	-
Net income attributable to TDK		412,000	397,525
		Number of shares (Thousands)	
Weighted average common shares outstanding		125,873	125,873
Incremental shares arising from the exercise of stock options		-	332
Weighted average common shares outstanding - Total		125,873	126,205
		(U.S.\$)	
Per common share :			
Income from continuing operations attributable to TDK		3.27	3.15
Loss from discontinued operations attributable to TDK		-	-
Net income attributable to TDK		3.27	3.15

Notes:

1. U.S.\$1=Yen 120, for convenience only.
2. The dilution of income from continuing operations attributable to TDK and net income attributable to TDK were caused by presuming the exercise of stock options issued by a subsidiary of TDK Corporation.
3. Per common share data are calculated separately for income from continuing operations attributable to TDK, loss from discontinued operations attributable to TDK and net income attributable to TDK. Consequently diluted net income attributable to TDK per share for FY2014 and FY2015 were not equal to the sum of diluted income from continuing operations attributable to TDK per share and loss from discontinued operations attributable to TDK per share.

(11) Significant Subsequent Events

Nothing to report.