

### 3. Consolidated Financial Statements

#### (1) Balance Sheets

ASSETS									
Term Item	As of March 31, 2015		As of December 31, 2015			Change from March 31, 2015	As of Sept. 30, 2015		Change from Sept. 30, 2015
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	(Yen millions)	%	(Yen millions)
Current assets	740,241	52.7	834,293	55.1	6,894,983	94,052	778,315	53.9	55,978
Cash and cash equivalents	265,104		322,998		2,669,405	57,894	252,993		70,005
Short-term investments	20,091		15,982		132,083	(4,109)	15,514		468
Marketable securities	1,301		-		-	(1,301)	700		(700)
Net trade receivables	238,089		250,207		2,067,826	12,118	254,952		(4,745)
Inventories	151,012		161,819		1,337,347	10,807	161,774		45
Other current assets	64,644		83,287		688,322	18,643	92,382		(9,095)
Noncurrent assets	664,041	47.3	679,531	44.9	5,615,959	15,490	666,774	46.1	12,757
Investments in securities	45,733		34,397		284,273	(11,336)	39,043		(4,646)
Net property, plant and equipment	427,254		475,526		3,929,967	48,272	458,050		17,476
Other assets	191,054		169,608		1,401,719	(21,446)	169,681		(73)
<b>TOTAL</b>	<b>1,404,282</b>	<b>100.0</b>	<b>1,513,824</b>	<b>100.0</b>	<b>12,510,942</b>	<b>109,542</b>	<b>1,445,089</b>	<b>100.0</b>	<b>68,735</b>

LIABILITIES AND EQUITY									
Term Item	As of March 31, 2015		As of December 31, 2015			Change from March 31, 2015	As of Sept. 30, 2015		Change from Sept. 30, 2015
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	(Yen millions)	%	(Yen millions)
Current liabilities	387,877	27.6	517,705	34.2	4,278,554	129,828	463,120	32.0	54,585
Short-term debt	136,098		206,351		1,705,380	70,253	152,628		53,723
Current installments of long-term debt	751		36,108		298,413	35,357	35,549		559
Trade payables	111,591		125,487		1,037,083	13,896	127,004		(1,517)
Accrued expenses	118,336		123,692		1,022,248	5,356	123,057		635
Other current liabilities	21,101		26,067		215,430	4,966	24,882		1,185
Noncurrent liabilities	258,398	18.4	237,649	15.7	1,964,041	(20,749)	238,403	16.5	(754)
Long-term debt, excluding current installments	131,483		114,196		943,768	(17,287)	111,995		2,201
Retirement and severance benefits	105,687		101,276		836,992	(4,411)	104,957		(3,681)
Other noncurrent liabilities	21,228		22,177		183,281	949	21,451		726
<b>Total liabilities</b>	<b>646,275</b>	<b>46.0</b>	<b>755,354</b>	<b>49.9</b>	<b>6,242,595</b>	<b>109,079</b>	<b>701,523</b>	<b>48.5</b>	<b>53,831</b>
Common stock	32,641		32,641		269,760	-	32,641		-
Additional paid-in capital	39,755		20,969		173,297	(18,786)	20,942		27
Legal reserve	29,685		34,068		281,554	4,383	30,288		3,780
Retained earnings	661,159		699,326		5,779,554	38,167	685,726		13,600
Accumulated other comprehensive income (loss)	(5,882)		(18,841)		(155,711)	(12,959)	(15,845)		(2,996)
Treasury stock	(18,497)		(17,860)		(147,603)	637	(18,031)		171
<b>Total TDK stockholders' equity</b>	<b>738,861</b>	<b>52.6</b>	<b>750,303</b>	<b>49.6</b>	<b>6,200,851</b>	<b>11,442</b>	<b>735,721</b>	<b>50.9</b>	<b>14,582</b>
Noncontrolling interests	19,146	1.4	8,167	0.5	67,496	(10,979)	7,845	0.6	322
<b>Total equity</b>	<b>758,007</b>	<b>54.0</b>	<b>758,470</b>	<b>50.1</b>	<b>6,268,347</b>	<b>463</b>	<b>743,566</b>	<b>51.5</b>	<b>14,904</b>
<b>TOTAL</b>	<b>1,404,282</b>	<b>100.0</b>	<b>1,513,824</b>	<b>100.0</b>	<b>12,510,942</b>	<b>109,542</b>	<b>1,445,089</b>	<b>100.0</b>	<b>68,735</b>

**Note:**

U.S.\$1=Yen 121, for convenience only.