

#### (4) Notes Concerning 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 reorganization in 1Q of FY2017, certain products of Other were reclassified into Passive Components and certain products of Film Application Products were reclassified into Other. The prior year's figures are also reclassified to conform to the new segmentation.

#### [9-month-period results]

##### Sales by industry segment

		The 9-month-period of FY2016 (April 1, 2015 - December 31, 2015)		The 9-month-period of FY2017 (April 1, 2016 - December 31, 2016)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components	External customers	446,054	50.2	429,587	47.5	3,703,336	(16,467)	-3.7
	Intersegment	2,110		2,317		19,974	207	9.8
	Total	448,164		431,904		3,723,310	(16,260)	-3.6
Magnetic Application Products	External customers	246,417	27.7	258,681	28.6	2,230,009	12,264	5.0
	Intersegment	275		117		1,008	(158)	-57.5
	Total	246,692		258,798		2,231,017	12,106	4.9
Film Application Products	External customers	173,842	19.5	193,342	21.4	1,666,741	19,500	11.2
	Intersegment	-		-		-	-	-
	Total	173,842		193,342		1,666,741	19,500	11.2
Other	External customers	23,029	2.6	22,343	2.5	192,612	(686)	-3.0
	Intersegment	18,415		18,707		161,268	292	1.6
	Total	41,444		41,050		353,880	(394)	-1.0
Intersegment eliminations		(20,800)		(21,141)		(182,250)	(341)	
Total		889,342	100.0	903,953	100.0	7,792,698	14,611	1.6

**Note:**

U.S.\$1=Yen 116, for convenience only.

##### Segment profit (loss) by industry segment

		The 9-month-period of FY2016 (April 1, 2015 - December 31, 2015)		The 9-month-period of FY2017 (April 1, 2016 - December 31, 2016)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components		49,906	11.2	57,127	13.3	492,474	7,221	14.5
Magnetic Application Products		12,990	5.3	8,954	3.5	77,190	(4,036)	-31.1
Film Application Products		31,454	18.1	36,254	18.8	312,534	4,800	15.3
Other		(23)	-0.1	(4,932)	-22.1	(42,517)	(4,909)	-
Sub total		94,327	10.6	97,403	10.8	839,681	3,076	3.3
Corporate and Eliminations		(18,455)		(20,576)		(177,379)	(2,121)	
Operating income		75,872	8.5	76,827	8.5	662,302	955	1.3

**Notes:**

1. U.S.\$1=Yen 116, for convenience only.
2. % to sales of each corresponding segment

**[3rd quarter results]**

**Sales by industry segment**

		3Q of FY2016 (October 1, 2015 - December 31, 2015)		3Q of FY2017 (October 1, 2016 - December 31, 2016)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components	External customers	143,565	47.6	147,928	45.6	1,275,242	4,363	3.0
	Intersegment	599		817		7,043	218	36.4
	Total	144,164		148,745		1,282,285	4,581	3.2
Magnetic Application Products	External customers	81,793	27.1	92,357	28.4	796,181	10,564	12.9
	Intersegment	165		39		336	(126)	-76.4
	Total	81,958		92,396		796,517	10,438	12.7
Film Application Products	External customers	67,624	22.4	76,364	23.5	658,310	8,740	12.9
	Intersegment	-		-		-	-	-
	Total	67,624		76,364		658,310	8,740	12.9
Other	External customers	8,746	2.9	8,123	2.5	70,026	(623)	-7.1
	Intersegment	6,467		6,847		59,026	380	5.9
	Total	15,213		14,970		129,052	(243)	-1.6
Intersegment eliminations		(7,231)		(7,703)		(66,405)	(472)	
Total		301,728	100.0	324,772	100.0	2,799,759	23,044	7.6

**Note:**

U.S.\$1=Yen 116, for convenience only.

**Segment profit (loss) by industry segment**

		3Q of FY2016 (October 1, 2015 - December 31, 2015)		3Q of FY2017 (October 1, 2016 - December 31, 2016)			Change	
		(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Passive Components		17,494	12.2	20,438	13.8	176,190	2,944	16.8
Magnetic Application Products		4,745	5.8	4,835	5.2	41,681	90	1.9
Film Application Products		14,590	21.6	16,171	21.2	139,405	1,581	10.8
Other		(118)	-1.3	(1,619)	-19.9	(13,957)	(1,501)	-
Sub total		36,711	12.2	39,825	12.3	343,319	3,114	8.5
Corporate and Eliminations		(6,414)		(7,311)		(63,026)	(897)	
Operating income		30,297	10.0	32,514	10.0	280,293	2,217	7.3

**Notes:**

1. U.S.\$1=Yen 116, for convenience only.
2. % to sales of each corresponding segment

**(6) Notes Concerning Significant Changes in Stockholders' Equity**

Nothing to report.