

(2) Statements of Income and Statements of Comprehensive Income (Loss)

[1st half results]

Statements of Income

Term Item	1H of FY2017 (April 1, 2016 - September 30, 2016)		1H of FY2018 (April 1, 2017 - September 30, 2017)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	579,181	100.0	623,571	100.0	5,518,327	44,390	7.7
Cost of sales	420,244	72.6	456,446	73.2	4,039,345	36,202	8.6
Gross profit	158,937	27.4	167,125	26.8	1,478,982	8,188	5.2
Selling, general and administrative expenses	112,507	19.3	127,766	20.5	1,130,672	15,259	13.6
Other operating expense (income)	2,117	0.4	(2,910)	-0.5	(25,752)	(5,027)	-
Operating income	44,313	7.7	42,269	6.8	374,062	(2,044)	-4.6
Other income (deductions):							
Interest and dividend income	1,886		3,002		26,567	1,116	
Interest expense	(1,583)		(2,176)		(19,257)	(593)	
Foreign exchange gain (loss)	(1,381)		(287)		(2,540)	1,094	
Other-net	1,091		1,446		12,796	355	
Total other income (deductions)	13	0.0	1,985	0.3	17,566	1,972	-
Income before income taxes	44,326	7.7	44,254	7.1	391,628	(72)	-0.2
Income taxes	11,277	2.0	13,207	2.1	116,876	1,930	17.1
Net income	33,049	5.7	31,047	5.0	274,752	(2,002)	-6.1
Less: Net income attributable to noncontrolling interests	375	0.1	358	0.1	3,168	(17)	-4.5
Net income attributable to TDK	32,674	5.6	30,689	4.9	271,584	(1,985)	-6.1

Note:

U.S.\$1=Yen 113, for convenience only.

Statements of Comprehensive Income (Loss)

Term Item	1H of FY2017 (April 1, 2016 - September 30, 2016)		1H of FY2018 (April 1, 2017 - September 30, 2017)		Change
	(Yen millions)	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	33,049	31,047	274,752	(2,002)	
Other comprehensive income (loss), net of taxes:					
Foreign currencies translation adjustments	(95,260)	14,380	127,257	109,640	
Pension liability adjustments	2,016	1,956	17,310	(60)	
Net unrealized gains (losses) on securities	(826)	(247)	(2,186)	579	
Total other comprehensive income (loss)	(94,070)	16,089	142,381	110,159	
Comprehensive income (loss)	(61,021)	47,136	417,133	108,157	
Comprehensive income (loss) attributable to noncontrolling interests	(557)	404	3,575	961	
Comprehensive income (loss) attributable to TDK	(60,464)	46,732	413,558	107,196	

Note:

U.S.\$1=Yen 113, for convenience only.

[2nd quarter results]
Statements of Income

Term Item	2Q of FY2017 (July 1, 2016 - September 30, 2016)		2Q of FY2018 (July 1, 2017 - September 30, 2017)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	300,412	100.0	334,045	100.0	2,956,150	33,633	11.2
Cost of sales	215,973	71.9	243,160	72.8	2,151,858	27,187	12.6
Gross profit	84,439	28.1	90,885	27.2	804,292	6,446	7.6
Selling, general and administrative expenses	55,469	18.4	65,442	19.6	579,133	9,973	18.0
Other operating expense (income)	1,159	0.4	(1,188)	-0.4	(10,514)	(2,347)	-
Operating income	27,811	9.3	26,631	8.0	235,673	(1,180)	-4.2
Other income (deductions):							
Interest and dividend income	933		1,635		14,469	702	
Interest expense	(770)		(1,230)		(10,885)	(460)	
Foreign exchange gain (loss)	(168)		120		1,062	288	
Other-net	138		162		1,433	24	
Total other income (deductions)	133	0.0	687	0.2	6,079	554	416.5
Income before income taxes	27,944	9.3	27,318	8.2	241,752	(626)	-2.2
Income taxes	7,482	2.5	7,445	2.3	65,885	(37)	-0.5
Net income	20,462	6.8	19,873	5.9	175,867	(589)	-2.9
Less: Net income attributable to noncontrolling interests	189	0.1	139	0.0	1,230	(50)	-26.5
Net income attributable to TDK	20,273	6.7	19,734	5.9	174,637	(539)	-2.7

Note:

U.S.\$1=Yen 113, for convenience only.

Statements of Comprehensive Income

Term Item	2Q of FY2017 (July 1, 2016 - September 30, 2016)		2Q of FY2018 (July 1, 2017 - September 30, 2017)		Change
	(Yen millions)	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	20,462	19,873	19,873	175,867	(589)
Other comprehensive income (loss), net of taxes:					
Foreign currencies translation adjustments	(14,009)	10,944	10,944	96,850	24,953
Pension liability adjustments	1,081	966	966	8,549	(115)
Net unrealized gains (losses) on securities	649	57	57	504	(592)
Total other comprehensive income (loss)	(12,279)	11,967	11,967	105,903	24,246
Comprehensive income	8,183	31,840	31,840	281,770	23,657
Comprehensive income attributable to noncontrolling interests	91	174	174	1,540	83
Comprehensive income attributable to TDK	8,092	31,666	31,666	280,230	23,574

Note:

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