



TDK Corporation
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Contact;

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Corporate Communications Group

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Consolidated results (U.S. GAAP) for the 2nd quarter of FY March 2019

Summary (April 1, 2018 - September 30, 2018)

Term Item	1H of FY2018 (April. 1, 2017 - Sep. 30, 2017)		1H of FY2019 (April 1, 2018 - September 30, 2018)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	623,571	100.0	721,940	100.0	6,332,807	98,369	15.8
Operating income	44,214	7.1	62,180	8.6	545,439	17,966	40.6
Income before income taxes	44,254	7.1	57,799	8.0	507,009	13,545	30.6
Net income attributable to TDK	30,689	4.9	41,076	5.7	360,316	10,387	33.8
Per common share :							
Net income attributable to TDK / Basic	Yen 243.15		Yen 325.30		U.S.\$ 2.85		
Net income attributable to TDK / Diluted	Yen 242.56		Yen 324.46		U.S.\$ 2.85		
Capital expenditures	84,677	-	77,023	-	675,640	(7,654)	-9.0
Depreciation and amortization	43,249	6.9	52,370	7.3	459,386	9,121	21.1
Research and development	48,539	7.8	57,429	8.0	503,763	8,890	18.3
Result of financial income (loss)	826	-	1,372	-	12,035	546	-
Ratio of overseas production	85.2%	-	87.7%	-	-	-	-
Number of employees	102,987	-	107,898	-	-	-	-

**2nd quarter consolidated results
(July 1, 2018 - September 30, 2018)**

Term Item	2Q of FY2018 (Jul. 1, 2017 - Sep. 30, 2017)		2Q of FY2019 (July 1, 2018 - September 30, 2018)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	334,045	100.0	378,872	100.0	3,323,439	44,827	13.4
Operating income	27,612	8.3	36,760	9.7	322,456	9,148	33.1
Income before income taxes	27,318	8.2	34,064	9.0	298,807	6,746	24.7
Net income attributable to TDK	19,734	5.9	24,879	6.6	218,237	5,145	26.1
Per common share :							
Net income attributable to TDK / Basic	Yen 156.35		Yen 197.03		U.S.\$ 1.73		
Net income attributable to TDK / Diluted	Yen 155.96		Yen 196.56		U.S.\$ 1.72		
Capital expenditures	41,752	-	34,736	-	304,702	(7,016)	-16.8
Depreciation and amortization	22,698	6.8	26,898	7.1	235,947	4,200	18.5
Research and development	26,018	7.8	29,688	7.8	260,421	3,670	14.1
Result of financial income (loss)	405	-	580	-	5,088	175	-
Ratio of overseas production	84.0%	-	87.0%	-	-	-	-

Notes:

1. U.S.\$1=Yen 114, for convenience only.
2. The prior year's results are reclassified due to adaption of Accounting Standards Update("ASU") 2017-07 "Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost". As a result of this reclassification for the 1st half and 2nd quarter of fiscal 2018 , operating income increased by ¥1,945 million and ¥981 million and research and development decreased by ¥399 million and ¥200 million, respectively. Please refer to page 12 for more detailed information.