

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

### Statements of Income

Term Item	FY2018 (April 1, 2017 - March 31, 2018)		FY2019 (April 1, 2018 - March 31, 2019)			Change	
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)	Change(%)
Net sales	1,271,747	100.0	1,381,806	100.0	12,448,703	110,059	8.7
Cost of sales	928,525	73.0	985,321	71.3	8,876,766	56,796	6.1
Gross profit	343,222	27.0	396,485	28.7	3,571,937	53,263	15.5
Selling, general and administrative expenses	257,630	20.2	287,561	20.8	2,590,640	29,931	11.6
Other operating expense (income)	(4,100)	-0.3	1,101	0.1	9,919	5,201	-
Operating income	89,692	7.1	107,823	7.8	971,378	18,131	20.2
Other income (deductions):							
Interest and dividend income	6,369		7,746		69,784	1,377	
Interest expense	(4,461)		(4,155)		(37,432)	306	
Foreign exchange gain (loss)	(786)		(4,412)		(39,748)	(3,626)	
Other-net	(1,003)		8,552		77,045	9,555	
Total other income (deductions)	119	0.0	7,731	0.6	69,649	7,612	-
Income before income taxes	89,811	7.1	115,554	8.4	1,041,027	25,743	28.7
Income taxes	25,834	2.1	33,004	2.5	297,333	7,170	27.8
Net income	63,977	5.0	82,550	5.9	743,694	18,573	29.0
Less: Net income attributable to noncontrolling interests	514	0.0	345	0.0	3,108	(169)	-32.9
Net income attributable to TDK	63,463	5.0	82,205	5.9	740,586	18,742	29.5

**Notes:**

1. U.S.\$1=Yen 111, 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 Postrequirement Benefit Cost". As a result, cost of sales, selling, general and administrative expenses were reclassified to other income. The reclassified amount were ¥1,991 million, ¥2,068 million, respectively. Please refer to page 21 and 22 for more detailed information.

### Statements of Comprehensive Income

Term Item	FY2018 (April 1, 2017 - March 31, 2018)	FY2019 (April 1, 2018 - March 31, 2019)		Change
	(Yen millions)	(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income	63,977	82,550	743,694	18,573
Other comprehensive income (loss), net of taxes:				
Foreign currencies translation adjustments	(12,682)	4,457	40,153	17,139
Pension liability adjustments	2,134	(6,357)	(57,270)	(8,491)
Net unrealized gains (losses) on securities	(387)	(55)	(496)	332
Total other comprehensive income (loss)	(10,935)	(1,955)	(17,613)	8,980
Comprehensive income	53,042	80,595	726,081	27,553
Comprehensive income attributable to noncontrolling interests	569	260	2,342	(309)
Comprehensive income attributable to TDK	52,473	80,335	723,739	27,862

**Note:**

U.S.\$1=Yen 111, for convenience only.