

### 3. Consolidated Financial Statements

#### (1) Balance Sheets

ASSETS						
Term Item	As of March 31, 2020		As of June 30, 2020			Change
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)
Current assets	966,482	49.7	991,859	50.0	9,183,880	25,377
Cash and cash equivalents	332,717		325,150		3,010,648	(7,567)
Short-term investments	32,494		34,877		322,935	2,383
Marketable securities	56		55		509	(1)
Net trade receivables	310,142		318,116		2,945,519	7,974
Inventories	236,453		257,681		2,385,935	21,228
Other current assets	54,620		55,980		518,334	1,360
Noncurrent assets	976,897	50.3	992,913	50.0	9,193,639	16,016
Investments in securities	33,229		32,906		304,685	(323)
Net property, plant and equipment	611,150		630,081		5,834,083	18,931
Right-of-use assets of operating leases	39,215		38,963		360,769	(252)
Goodwill	160,945		159,850		1,480,093	(1,095)
Other assets	132,358		131,113		1,214,009	(1,245)
<b>TOTAL</b>	<b>1,943,379</b>	<b>100.0</b>	<b>1,984,772</b>	<b>100.0</b>	<b>18,377,519</b>	<b>41,393</b>

LIABILITIES AND EQUITY						
Term Item	As of March 31, 2020		As of June 30, 2020			Change
	(Yen millions)	%	(Yen millions)	%	(U.S.\$ thousands)	(Yen millions)
Current liabilities	718,905	37.0	711,711	35.9	6,589,917	(7,194)
Short-term debt	216,601		225,991		2,092,509	9,390
Current installments of long-term debt	68,028		44,953		416,232	(23,075)
Current portion of operating lease obligations	7,252		8,019		74,250	767
Trade payables	201,825		210,360		1,947,778	8,535
Accrued expenses	201,591		196,150		1,816,204	(5,441)
Other current liabilities	23,608		26,238		242,944	2,630
Noncurrent liabilities	375,910	19.3	426,316	21.5	3,947,370	50,406
Long-term debt, excluding current installments	140,061		190,019		1,759,435	49,958
Long-term operating lease obligations	28,824		27,785		257,269	(1,039)
Retirement and severance benefits	142,958		140,849		1,304,157	(2,109)
Other noncurrent liabilities	64,067		67,663		626,509	3,596
<b>Total liabilities</b>	<b>1,094,815</b>	<b>56.3</b>	<b>1,138,027</b>	<b>57.4</b>	<b>10,537,287</b>	<b>43,212</b>
Common stock	32,641		32,641		302,232	-
Additional paid-in capital	1,783		1,780		16,482	(3)
Legal reserve	45,254		45,998		425,907	744
Retained earnings	971,140		972,232		9,002,148	1,092
Accumulated other comprehensive income (loss)	(190,055)		(193,646)		(1,793,019)	(3,591)
Treasury stock	(16,806)		(16,791)		(155,472)	15
<b>Total TDK stockholders' equity</b>	<b>843,957</b>	<b>43.4</b>	<b>842,214</b>	<b>42.4</b>	<b>7,798,278</b>	<b>(1,743)</b>
Noncontrolling interests	4,607	0.3	4,531	0.2	41,954	(76)
<b>Total equity</b>	<b>848,564</b>	<b>43.7</b>	<b>846,745</b>	<b>42.6</b>	<b>7,840,232</b>	<b>(1,819)</b>
<b>TOTAL</b>	<b>1,943,379</b>	<b>100.0</b>	<b>1,984,772</b>	<b>100.0</b>	<b>18,377,519</b>	<b>41,393</b>

**Note:**

U.S.\$1=Yen 108, for convenience only.