

**(Notes)**

1. The consolidated financial statements are prepared in conformity with U.S. GAAP.
2. During this consolidated accounting period, TDK had 71 subsidiaries (20 in Japan and 51 overseas). TDK also had 8 affiliates (5 in Japan and 3 overseas) whose financial statements are accounted for by the equity method.
3. Comprehensive income comprises net income and other comprehensive income. Other comprehensive income includes changes in foreign currency translation adjustments, minimum pension liability adjustments and net unrealized gains (losses) on securities. The net income, other comprehensive income (loss) and total comprehensive income (loss) for the three months ended December 31, 2003 and 2002 were as follows;

Item	Term	The 3rd Qtr. of FY2004 (Oct. 1, 2003 - Dec. 31, 2003)		The 3rd Qtr. of FY2003 (Oct. 1, 2002 - Dec. 31, 2002)
		(Yen millions)	(U.S.\$ thousands)	(Yen millions)
Net income		14,132	132,075	4,575
Other comprehensive income (loss), net of tax:				
Foreign currency translation adjustments		(7,630)	(71,309)	(3,660)
Minimum pension liability adjustments		4,897	45,766	(3,708)
Net unrealized gains (losses) on securities		(189)	(1,766)	(8)
Total comprehensive income (loss)		11,210	104,766	(2,801)

Note: U.S.\$1=Yen 107