

# Investors' Guide 2026

## Fiscal Years 2016-2026

### **TDK Corporation**

Value and Performance Indicators

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## Consolidated Eleven-Year Summary

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023(IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Net sales</b>	1,152,255	1,178,257	1,271,747	1,381,806	1,363,037	1,479,008	1,479,008	1,902,124	2,180,817	2,103,876	2,204,806	<b>2,504,820</b>
<b>(Overseas sales)</b>	1,061,203	1,073,024	1,158,004	1,268,437	1,252,634	1,361,803	1,361,803	1,753,086	2,004,381	1,919,245	2,030,391	<b>2,321,360</b>
<b>Cost of sales</b>	831,123	855,948	928,525	985,321	959,714	1,044,690	1,052,410	1,338,276	1,596,295	1,500,858	1,516,764	<b>1,721,416</b>
<b>Selling, general and administrative expenses</b>	227,185	239,446	257,630	287,561	289,771	317,302	328,217	410,568	434,803	452,520	494,029	<b>544,033</b>
<b>Impairment losses</b>	533	16,811	1,282	5,112	18,592	7,914						
<b>Impairment of Goodwill</b>		2,600										
<b>Gain on sale of a part of High-Frequency Devices business</b>		(145,208)	(5,277)	(4,011)	(2,910)	(2,433)	(2,433)					
<b>Other</b>			(105)				(11,000)	(13,495)	(19,108)	(22,395)	(30,179)	<b>(33,043)</b>
<b>Operating profit (loss)</b>	93,414	208,660	89,692	107,823	97,870	111,535	111,814	166,775	168,827	172,893	224,192	<b>272,415</b>
<b>Profit (loss) before tax</b>	91,839	211,717	89,811	115,554	95,876	121,904	117,263	172,490	167,219	179,241	237,808	<b>276,810</b>
<b>Profit from continuing operations before tax</b>												
<b>Income tax expense</b>	25,216	66,157	25,834	33,004	38,719	42,699	42,702	40,675	52,918	53,106	67,419	<b>77,642</b>
<b>Net profit from continuing operations</b>	66,623	145,560	63,977	82,550	57,157	79,205	74,561	131,815	114,301	126,135	170,389	<b>199,167</b>
<b>Net profit (income) from discontinued operations</b>												
<b>Net profit (loss) attributable to owners of parent</b>	64,828	145,099	63,463	82,205	57,780	79,340	74,681	131,298	114,187	124,687	167,161	<b>195,663</b>
<b>Per common share (Yen) :</b>												
<b>Net profit (loss) attributable to owners of parent Basic</b>	514.23	1,150.16	502.80	651.02	457.47	628.08	39.41	69.29	60.24	65.74	88.10	<b>103.09</b>
<b>Net profit (loss) attributable to owners of parent Diluted</b>	504.66	1,147.57	501.47	649.45	456.44	626.78	39.33	69.13	60.13	65.64	87.98	<b>102.97</b>
<b>Net cash flow</b>	1,171.29	1,839.52	1,229.78	1,491.87	1,443.76	1,735.02	117.63	162.34	168.75	165.95	191.27	<b>210.49</b>
<b>Net assets</b>	5,355	6,289	6,532	6,947	6,681	7,944	506	686	769	900	949	<b>1,152</b>
<b>Dividends</b>	120.00	120.00	130.00	160.00	180.00	180.00	180.00	145.00	106.00	116.00	86.00	<b>36.00</b>
<b>Payout ratio (%)</b>	23.3	10.4	25.9	24.6	39.3	28.7	30.4	22.6	35.2	35.3	34.1	<b>34.9</b>
<b>Total assets</b>	1,450,564	1,664,333	1,905,209	1,992,480	1,943,379	2,401,433	2,359,663	3,041,653	3,147,027	3,415,304	3,541,415	<b>4,415,175</b>
<b>Equity attributable to owners of parent</b>	675,361	793,614	824,634	877,290	843,957	1,003,538	958,929	1,300,317	1,458,446	1,707,332	1,800,070	<b>2,187,234</b>
<b>Working capital</b>	289,760	388,542	296,899	208,165	247,577	221,909	202,547	470,814	603,000	711,085	738,398	<b>880,687</b>
<b>Purchase of tangible and intangible assets</b>	160,674	167,631	178,612	173,592	173,429	212,355	212,196	291,337	275,709	218,589	225,290	<b>298,591</b>
<b>Depreciation and amortization</b>	83,224	87,491	92,171	106,631	124,984	140,285	148,356	177,031	206,285	190,546	196,228	<b>204,192</b>
<b>Research and development</b>	84,920	91,254	102,641	115,155	117,489	127,046	127,409	165,250	179,467	188,860	253,586	<b>289,668</b>
<b>Number of employees</b>	91,648	99,693	102,883	104,781	107,138	129,284	129,284	116,808	102,908	101,453	105,067	<b>106,545</b>

### Notes:

1. TDK adopted Accounting Standards Update ("ASU") 2015-03 "Simplifying the Presentation of Debt Issuance Costs" issued by the Financial Accounting Standards Board ("FASB") after the year ended March 31, 2017. As a result, the bond issuance cost that used to be a part of Total assets is presented as a deduction from Total assets from the year ended March 31, 2015.
2. TDK adopted ASU 2017-07 "Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost" issued by FASB after the year ended March 31, 2019. As a result of this reclassification, cost of sales in the year ended March 31, 2018 decreased by ¥1,991 million, operating income increased by ¥4,059 million, selling, general and administrative expenses decreased by ¥2,068 million and research and development decreased by ¥816 million.
3. TDK split one share of its common stock into three shares on effective date of October 1, 2021. "Net profit attributable to owners of parent" is calculated based on the assumption that the share split was conducted on April 1, 2020.
4. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022. As for the Impairment losses, the amount is included in Cost of sales and Selling, general and administrative expenses from the year ended March 31, 2022.
5. TDK split one share of its common stock into five shares on effective date of October 1, 2024. "Net profit attributable to owners of parent" is calculated based on the assumption that the share split was conducted on April 1, 2023.
6. The cash dividends per share, 145.00 yen, for the year ended March 31, 2022 is comprised of an interim dividend (before the share split) of 100.00 yen and a year-end dividend (after the share split) of 45.00 yen.
7. The cash dividends per share, 86.00 yen, for the year ended March 31, 2025 is comprised of an interim dividend (before the share split) of 70.00 yen and a year-end dividend (after the share split) of 16.00 yen.

# Consolidated Performance Indicators (1)

TDK Corporation and Subsidiaries

Years ended March 31, 2016 through 2026

(Yen Million)

	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Net sales</b>	1,152,255	1,178,257	1,271,747	1,381,806	1,363,037	1,479,008	1,479,008	1,902,124	2,180,817	2,103,876	2,204,806	<b>2,504,820</b>
<b>(Overseas sales)</b>	1,061,203	1,073,024	1,158,004	1,268,437	1,252,634	1,361,803	1,361,803	1,753,086	2,004,381	1,919,245	2,030,391	<b>2,321,360</b>
Ratio to net sales (%)	92.1	91.1	91.1	91.8	91.9	92.1	92.1	92.2	91.9	91.2	92.1	<b>92.7</b>
<b>Cost of sales</b>	831,123	855,948	928,525	985,321	959,714	1,044,690	1,052,410	1,338,276	1,596,295	1,500,858	1,516,764	<b>1,721,416</b>
Ratio to net sales (%)	72.1	72.6	73.0	71.3	70.4	70.6	71.2	70.4	73.2	71.3	68.8	<b>68.7</b>
<b>Selling, general and administrative expenses</b>	227,718	113,649	253,530	288,662	305,453	322,783	328,217	410,568	434,803	452,520	494,029	<b>544,033</b>
Ratio to net sales (%)	19.8	9.7	19.9	20.9	22.4	21.9	22.2	21.6	19.9	21.5	22.4	<b>21.7</b>
<b>Operating income (loss)</b>	93,414	208,660	89,692	107,823	97,870	111,535	111,814	166,775	168,827	172,893	224,192	<b>272,415</b>
Ratio to net sales (%)	8.1	17.7	7.1	7.8	7.2	7.5	7.6	8.8	7.7	8.2	10.2	<b>10.9</b>
<b>Net profit (loss) attributable to owners of parent</b>	64,828	145,099	63,463	82,205	57,780	79,340	74,681	131,298	114,187	124,687	167,161	<b>195,663</b>
Ratio to net sales (%)	5.6	12.3	5.0	5.9	4.2	5.4	5.0	6.9	5.2	5.9	7.6	<b>7.8</b>
<b>Capital expenditures</b>	160,674	167,631	178,612	173,592	173,429	212,355	212,196	291,337	275,709	218,589	225,290	<b>298,591</b>
Percentage of net cash flow (%)	108.5	72.1	114.8	91.9	94.9	96.7	95.1	94.5	86.0	69.3	62.0	<b>74.7</b>
<b>Depreciation and amortization</b>	83,224	87,491	92,171	106,631	124,984	140,285	148,356	177,031	206,285	190,546	196,228	<b>204,192</b>
<b>Net cash flow</b>	148,052	232,590	155,634	188,836	182,764	219,625	223,037	308,329	320,472	315,233	363,389	<b>399,855</b>
<b>Research and development</b>	84,920	91,254	102,641	115,155	117,489	127,046	127,409	165,250	179,467	188,860	253,586	<b>289,668</b>
Percentage of net sales (%)	7.4	7.7	8.1	8.3	8.6	8.6	8.6	8.7	8.2	9.0	11.5	<b>11.6</b>

Notes:

1. TDK adopted ASU 2017-07 "Improving the Presentation of Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost" issued by FASB after the year ended March 31, 2019. As a result of this reclassification, cost of sales in the year ended March 31, 2018 decreased by ¥1,991 million, operating income increased by ¥4,059 million, selling, general and administrative expenses decreased by ¥2,068 million and research and development decreased by ¥816 million.

2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022.

## Consolidated Performance Indicators (2)

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023(IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Return on invested capital (%)</b>	6.7	13.4	5.2	5.7	4.3	5.1	5.2	7.4	5.5	5.3	6.7	7.5
<b>Return on equity (%)</b>	9.2	19.8	7.8	9.7	6.7	8.6	8.5	11.6	8.3	7.9	9.5	9.8
<b>Return on assets (%)</b>	4.7	9.3	3.6	4.2	2.9	3.6	3.5	4.9	3.7	3.8	4.9	5.0
<b>Total assets</b>	1,450,564	1,664,333	1,905,209	1,992,480	1,943,379	2,401,433	2,359,663	3,041,653	3,147,027	3,415,304	3,541,415	4,415,175
<b>Asset turnover (Times)</b>	0.81	0.76	0.71	0.71	0.69	0.68	0.69	0.70	0.70	0.64	0.63	0.63
<b>Property, plant and equipment</b>	487,639	464,667	545,641	603,110	611,150	784,371	776,444	945,042	930,288	991,072	1,030,122	1,225,762
<b>Property, plant and equipment turnover (Times)</b>	2.5	2.5	2.5	2.4	2.2	2.1	2.1	2.2	2.3	2.2	2.2	2.2
<b>Inventories</b>	157,129	154,499	207,532	226,892	236,453	288,854	288,346	437,004	443,001	406,084	410,038	585,448
<b>Inventory turnover (Times)</b>	7.48	7.56	7.03	6.36	5.88	5.63	5.64	5.24	4.96	4.96	5.4	5.03
<b>Equity attributable to owners of parent</b>	675,361	793,614	824,634	877,290	843,957	1,003,538	958,929	1,300,317	1,458,446	1,707,332	1,800,070	2,187,234
<b>Ratio of equity attributable to owners of parent (%)</b>	46.6	47.7	43.3	44.0	43.4	41.8	40.6	42.8	46.3	50.0	50.8	49.5
<b>Current ratio (Times)</b>	1.64	1.81	1.49	1.29	1.34	1.22	1.20	1.44	1.60	1.70	1.67	1.56
<b>Debt / Equity ratio (Times)</b>	0.56	0.53	0.73	0.70	0.62	0.65	0.68	0.69	0.61	0.46	0.36	0.40
<b>Interest coverage ratio (Times)</b>	31.4	62.1	21.5	27.8	29.4	34.4	56.9	32.6	29.2	50.0	55.4	55.4

Notes:

1. TDK adopted ASU 2015-03 "Simplifying the Presentation of Debt Issuance Costs" issued by FASB after the year ended March 31, 2017. As a result, the bond issuance cost that used to be a part of Total assets is presented as a deduction from Total assets from the year ended March 31, 2015. Besides, Return on investment, Return on total assets, Asset turnover and Debt / Equity ratio are also recalculated and presented.

2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022.

## Consolidated Statements of Operations

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Net sales</b>	1,152,255	1,178,257	1,271,747	1,381,806	1,363,037	1,479,008	1,479,008	1,902,124	2,180,817	2,103,876	2,204,806	<b>2,504,820</b>
<b>Cost of sales</b>	831,123	855,948	928,525	985,321	959,714	1,044,690	1,052,410	1,338,276	1,596,295	1,500,858	1,516,764	<b>1,721,416</b>
<b>Gross profit</b>	321,132	322,309	343,222	396,485	403,323	434,318	426,598	563,848	584,522	603,018	688,042	<b>783,404</b>
<b>Selling, general and administrative expenses</b>	227,185	239,446	257,630	287,561	289,771	317,302	328,217	410,568	434,803	452,520	494,029	<b>544,033</b>
<b>Impairment loss</b>	533	16,811	1,282	5,112	18,592	7,914						
<b>Impairment of Goodwill</b>		2,600										
<b>Gain on sale of a part of High-Frequency Devices business</b>		(145,208)	(5,277)	(4,011)	(2,910)	(2,433)	(2,433)					
<b>Other</b>			(105)				(11,000)	(13,495)	(19,108)	(22,395)	(30,179)	<b>(33,043)</b>
<b>Operating profit (loss)</b>	93,414	208,660	89,692	107,823	97,870	111,535	111,814	166,775	168,827	172,893	224,192	<b>272,415</b>
<b>Other income (deductions):</b>												
<b>Finance income</b>	4,496	4,600	6,369	8,209	12,045	18,757	11,424	11,277	17,372	35,902	27,047	<b>36,495</b>
<b>Finance costs</b>	(8,655)	(3,428)	(5,495)	(8,567)	(7,691)	(4,828)	(7,483)	(7,853)	(20,772)	(30,224)	(13,365)	<b>(32,710)</b>
<b>Share of profit/(loss) of investments accounted for using the equity method</b>	1,462	1,396	2,989	1,795	(2,329)	(890)	415	2,291	1,792	670	(66)	<b>610</b>
<b>Other-net</b>	1,122	489	(3,744)	6,294	(4,019)	(2,670)	1,093					
	(1,575)	3,057	119	7,731	(1,994)	10,369	5,449	5,715	(1,608)	6,348	13,616	<b>4,395</b>
<b>Profit (loss) before tax</b>	91,839	211,717	89,811	115,554	95,876	121,904	117,263	172,490	167,219	179,241	237,808	<b>276,810</b>
<b>Profit from continuing operations before tax</b>												
<b>Income taxes expense</b>	25,216	66,157	25,834	33,004	38,719	42,699	42,702	40,675	52,918	53,106	67,419	<b>77,642</b>
<b>Profit from continuing operations</b>	66,623	145,560	63,977	82,550	57,157	79,205	74,561	131,815	114,301	126,135	170,389	<b>199,167</b>
<b>Profit (income) from discontinued operations</b>												
<b>Net profit (loss)</b>	66,623	145,560	63,977	82,550	57,157	79,205	74,561	131,815	114,301	126,135	170,389	<b>199,167</b>
<b>Net profit (loss) attributable to non-controlling interests</b>	1,795	461	514	345	(623)	(135)	(120)	517	114	1,448	3,228	<b>3,504</b>
<b>Net profit (loss) attributable to owners of parent</b>	64,828	145,099	63,463	82,205	57,780	79,340	74,681	131,298	114,187	124,687	167,161	<b>195,663</b>

### Notes:

1. In accordance with the provisions of ASC No.2017-07, "Improving the Presentation of Net Periodic Pension Cost and Net Periodic Pension Cost and Net Periodic Postretirement Benefit Cost," cost of sales and selling, general and administrative expenses in the year ended March 31, 2018 were reclassified amount were ¥1,991 million, ¥2,068 million, respectively.

2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022. As a result, some numbers from the past are reclassified to match the accounts abiding by the International Financial Reporting Standards. As for the Impairment losses, the amount is included in Cost of sales and Selling, general and administrative expenses from the year ended March 31, 2022.

## Consolidated Balance Sheets

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Assets</b>												
<b>Current assets:</b>												
Cash and cash equivalents	285,468	330,388	279,624	289,175	332,717	380,387	380,387	439,339	506,185	649,998	697,307	842,775
Trade receivables	226,218	254,909	304,016	308,154	310,142	429,454	429,371	524,476	546,381	558,298	583,133	780,580
Other financial assets	21,964	56,131	43,667	40,562	32,550	65,942	75,493	66,944	52,147	47,052	77,304	159,587
Inventories	157,129	154,499	207,532	226,892	236,453	288,854	288,346	437,004	443,001	406,084	410,038	585,448
Income taxes receivables	4,660	6,153	6,068	6,775	9,201	4,983	4,983	4,982	4,303	4,828	5,852	5,134
Other current assets	45,555	64,056	59,029	50,927	45,419	63,765	52,290	60,427	55,294	61,715	63,224	81,707
<b>Total current assets</b>	<b>740,994</b>	<b>866,136</b>	<b>899,936</b>	<b>922,485</b>	<b>966,482</b>	<b>1,233,385</b>	<b>1,230,870</b>	<b>1,533,172</b>	<b>1,607,311</b>	<b>1,727,975</b>	<b>1,836,858</b>	<b>2,455,232</b>
<b>Non-current assets:</b>												
Investments in securities	35,335	161,825	155,240	155,306	33,229	44,287						
Investments accounted for using the equity method							14,069	16,635	24,706	36,990	42,186	48,664
Other financial assets							43,961	123,581	153,950	184,425	183,840	226,803
Property, plant and equipment	487,639	464,667	545,641	603,110	611,150	784,371	776,444	945,042	930,288	991,072	1,030,122	1,225,762
Right-of-use assets					39,215	42,325	45,735	50,169	54,683	71,334	73,230	72,619
Goodwill	73,012	61,031	157,858	164,794	160,945	165,096	125,668	137,352	149,516	168,383	164,868	188,481
Intangible assets	45,824	51,821	85,531	88,693	79,748	73,280	73,357	69,030	61,241	57,114	49,159	49,683
Long-term advances to suppliers								121,370	110,925	105,941	93,850	90,080
Deferred tax assets	37,776	29,546	31,131	35,238	34,862	41,024	44,017	40,062	44,189	56,183	54,651	43,798
Other non-current assets	29,984	29,307	29,872	22,854	17,748	17,665	5,542	5,240	10,218	15,887	12,651	14,054
<b>Total assets</b>	<b>1,450,564</b>	<b>1,664,333</b>	<b>1,905,209</b>	<b>1,992,480</b>	<b>1,943,379</b>	<b>2,401,433</b>	<b>2,359,663</b>	<b>3,041,653</b>	<b>3,147,027</b>	<b>3,415,304</b>	<b>3,541,415</b>	<b>4,415,175</b>

### Notes:

1. TDK adopted ASU 2015-03 "Simplifying the Presentation of Debt Issuance Costs" issued by FASB after the year ended March 31, 2017. As a result, the bond issuance cost that used to be a part of Other assets is presented as a deduction from Other assets from the year ended March 31, 2015.

2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022. As a result, some numbers from the past are reclassified to match the accounts abiding by the International Financial Reporting Standards. The accounts Investments accounted for using the equity method and Other financial assets are shown separately from the year ended March 31, 2022.

## Consolidated Balance Sheets

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Liabilities</b>												
<b>Current liabilities:</b>												
<b>Borrowings</b>	194,911	120,197	189,139	312,586	284,629	328,063	327,518	175,924	248,510	212,907	187,145	<b>210,953</b>
<b>Lease liabilities</b>					7,252	8,444	9,120	9,432	10,298	11,627	12,654	<b>12,405</b>
<b>Trade payables</b>	112,664	176,644	226,791	189,892	201,825	324,373	324,373	460,132	351,439	351,940	392,502	<b>706,729</b>
<b>Other financial liabilities</b>							161,930	147,272	92,673	81,774	114,502	<b>165,890</b>
<b>Income taxes payables</b>	5,267	16,650	10,989	3,781	7,341	9,232	20,389	29,715	30,285	38,746	41,093	<b>52,333</b>
<b>Provisions</b>							13,969	13,949	13,079	12,605	12,329	<b>15,094</b>
<b>Other current liabilities</b>	138,392	164,103	176,118	208,061	217,858	341,364	171,024	225,934	258,027	307,291	338,235	<b>411,140</b>
<b>Total current liabilities</b>	451,234	477,594	603,037	714,320	718,905	1,011,476	1,028,323	1,062,358	1,004,311	1,016,890	1,098,460	<b>1,574,545</b>
<b>Non-current liabilities:</b>												
<b>Bonds and borrowings</b>	140,826	213,935	293,880	207,682	140,061	155,273	150,148	455,562	448,656	400,259	346,001	<b>332,678</b>
<b>Lease liabilities</b>					28,824	29,833	35,036	38,895	44,694	60,943	62,600	<b>59,934</b>
<b>Other financial liabilities</b>							2,966	4,573	3,849	5,837	4,719	<b>1,031</b>
<b>Retirement benefit liabilities</b>	147,136	125,202	125,137	129,050	142,958	116,745	116,813	105,089	92,313	98,388	95,368	<b>97,957</b>
<b>Provisions</b>							5,200	5,371	9,697	13,660	13,124	<b>10,639</b>
<b>Deferred tax liabilities</b>	9,562	29,786	35,432	38,588	38,329	52,172	50,939	57,454	70,386	91,616	94,678	<b>111,528</b>
<b>Long-term income taxes payables</b>											1,007	<b>6,149</b>
<b>Other non-current liabilities</b>	17,173	15,698	16,491	19,084	25,738	29,637	8,551	8,596	10,254	12,770	14,204	<b>17,168</b>
<b>Total liabilities</b>	765,931	862,215	1,073,977	1,108,724	1,094,815	1,395,136	1,397,976	1,737,898	1,684,160	1,700,363	1,730,161	<b>2,211,630</b>
<b>Equity:</b>												
<b>Equity attributable to owners of parent</b>												
<b>Share capital</b>	32,641	32,641	32,641	32,641	32,641	32,641	32,641	32,641	32,641	32,641	32,641	<b>32,641</b>
<b>Capital surplus</b>	21,083	15,349	8,738	5,958	1,783				45	34	264	<b>273</b>
<b>Retained earnings</b>	741,729	871,611	919,929	980,085	1,016,394	1,070,422	853,620	974,767	1,054,738	1,138,732	1,273,453	<b>1,409,670</b>
<b>Other components of equity</b>	(102,285)	(108,575)	(119,492)	(124,435)	(190,055)	(82,733)	89,460	309,607	387,281	551,998	509,555	<b>760,315</b>
<b>Treasury stock</b>	(17,807)	(17,412)	(17,182)	(16,959)	(16,806)	(16,792)	(16,792)	(16,698)	(16,259)	(16,073)	(15,843)	<b>(15,665)</b>
<b>Total equity attributable to owners of parent</b>	675,361	793,614	824,634	877,290	843,957	1,003,538	958,929	1,300,317	1,458,446	1,707,332	1,800,070	<b>2,187,234</b>
<b>Non-controlling interests</b>	9,272	8,504	6,598	6,466	4,607	2,759	2,758	3,438	4,421	7,609	11,184	<b>16,311</b>
<b>Total equity</b>	684,633	802,118	831,232	883,756	848,564	1,006,297	961,687	1,303,755	1,462,867	1,714,941	1,811,254	<b>2,203,545</b>
<b>Total liabilities and equity</b>	1,450,564	1,664,333	1,905,209	1,992,480	1,943,379	2,401,433	2,359,663	3,041,653	3,147,027	3,415,304	3,541,415	<b>4,415,175</b>

Notes:

1. TDK adopted ASU 2015-03 "Simplifying the Presentation of Debt Issuance Costs" issued by FASB after the year ended March 31, 2017. As a result, the bond issuance cost that used to be a part of Long-term debt, excluding current installments is presented as a deduction from Long-term debt, excluding current installments from the year ended March 31, 2015.

2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022. As a result, some numbers from the past are reclassified to match the accounts abiding by the International Financial Reporting Standards. The accounts Other financial liabilities and Provisions are shown separately from the year ended March 31, 2022.

3. "Long-term income taxes payables," which was included in "Other non-current liabilities" in the consolidated statement of financial position for year ended March 31, 2025, has been presented separately from the current fiscal year due to its increased materiality. Reclassifications of the consolidated statements of financial position for the year ended March 31, 2025 have been made to reflect this change in presentation. As a result, ¥15,211 million, which was previously presented as "Other non-current liabilities" in the consolidated statement of financial position for the year ended March 31, 2025, has been reclassified and is presented as "Long-term income taxes payable" of ¥1,007 million and "Other non-current liabilities" of ¥14,204 million.

# Consolidated Statements of Cash Flows

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)

	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Cash flows from operating activities:</b>												
Net profit (loss)	66,623	145,560	63,977	82,550	57,157	79,205	74,561	131,815	114,301	126,135	170,389	199,167
Adjustments to reconcile net income (loss) to net cash provided by operating activities:												
Depreciation and amortization	83,224	87,491	92,171	106,631	124,984	140,285	148,356	177,031	206,285	190,546	196,228	204,192
Loss (gain) on sale or disposal of property, plant and equipment	1,105	601	704	2,249	2,183	(18)						
Impairment losses (reversal of impairment losses)	533	16,811	1,282	5,112	18,592	7,914	7,914	3,300	35,064	9,570	18,032	751
Income tax expense	2,001	30,723	(1,354)	5,458	(4,437)	6,222	42,702	40,675	52,918	53,106	67,419	77,642
Finance income	3,145	(80)	248	(463)	(1,879)	(9,030)	(11,424)	(11,277)	(17,372)	(35,902)	(27,047)	36,495
Finance costs							7,483	7,853	20,772	30,224	13,365	(32,710)
Gain on sale of a part of High-Frequency Devices business		(149,538)	(5,427)	(4,011)	(2,910)	(2,433)	(2,433)					
Gain on sale of a subsidiary												
Share of (profit)/loss of investments accounted for using the equity method	(1,417)	(1,280)	(2,924)	(1,768)	2,370	905	(415)	(2,291)	(1,792)	(670)	66	(610)
Gain on sale of investments accounted for using the equity method				(9,379)	183	(1,093)	(1,093)					
Changes in assets and liabilities:												
Decrease (increase) in trade receivables	(7,262)	(59,152)	(51,961)	(3,388)	(13,198)	(96,966)	(96,954)	(38,452)	6,321	36,976	(28,011)	(136,919)
Decrease (increase) in inventories	(10,591)	(21,709)	(49,731)	(22,952)	(20,357)	(38,603)	(38,561)	(108,436)	11,961	72,950	(8,273)	(131,521)
Decrease (increase) in long-term advances to suppliers								(112,222)	12,787	13,093	10,832	13,871
Decrease (increase) in other current assets										(2,905)	5,865	(13,928)
Increase (decrease) in trade payables	16,460	67,913	53,761	(12,241)	23,090	99,098	99,098	86,431	(116,469)	(19,744)	38,777	259,548
Increase (decrease) in other current liabilities										14,966	37,063	46,123
Net change in other assets and liabilities	5,334	7,198	(10,437)	(5,481)	9,038	(18,696)	19,098	24,713	2,805			
Decrease (increase) in other financial assets										12,997	(1,297)	1,510
Increase (decrease) in other financial liabilities										(2,834)	6,669	5,242
Net change in other financial assets and liabilities									(8,519)			
Increase (decrease) in retirement benefit liabilities	(3,966)	1,646	(1,560)	(2,770)	(3,794)	(3,098)	(1,313)	(348)		(4,533)	(4,269)	(2,576)
Interest and dividends received							9,206	9,538	14,746	20,965	20,391	33,458
Interest paid							(4,056)	(5,491)	(9,009)	(8,942)	(8,045)	(8,334)
Income taxes paid							(27,568)	(30,617)	(41,139)	(40,197)	(59,757)	(47,656)
Other	(1,824)	10,388	431	(661)	13,382	9,502	6,254	6,765	(20,888)	(18,794)	(2,558)	11,496
<b>Cash flows from operating activities</b>	<b>151,563</b>	<b>160,136</b>	<b>91,310</b>	<b>140,274</b>	<b>222,390</b>	<b>222,814</b>	<b>230,855</b>	<b>178,987</b>	<b>262,772</b>	<b>447,007</b>	<b>445,839</b>	<b>507,672</b>
<b>Cash flows from investing activities:</b>												
Purchase of tangible and intangible assets	(160,674)	(167,631)	(178,612)	(173,592)	(173,429)	(212,355)	(212,196)	(291,337)	(275,709)	(218,589)	(225,290)	(298,591)
Proceeds from sales of tangible and intangible assets	3,918	21,085	9,083	3,921	2,945	3,586	3,586	3,368	23,795	26,100	20,517	14,115
Proceeds from withdrawal of time deposits	30,348	38,697	168,256	92,197	80,328	90,606	90,606	83,172	79,937	44,796	71,492	133,382
Payments into time deposits	(27,352)	(73,632)	(156,621)	(87,581)	(74,665)	(120,427)	(120,427)	(66,745)	(42,416)	(43,183)	(115,127)	(206,274)
Proceeds from sale and redemption of securities	4,833	523	24,933	435	1,608	1,080	1,080	1,523	788	1,952	19,093	17,605
Payment for purchase of securities	(1,112)	(837)	(1,208)	(803)	(2,380)	(3,994)	(3,994)	(11,537)	(11,803)	(17,918)	(9,184)	(21,901)
Proceeds from sale of a part of High-Frequency Devices business		128,210	30,365	11,462		7,017	7,017					
Proceeds from sale of a subsidiary												(1,343)
Acquisition of subsidiaries, net of cash acquired	(15,165)	(16,819)	(141,499)	(2,548)	(234)							(10,241)
Proceeds from sale of investments in associates				22,064	124,484	2,502	2,502					
Purchase of investments in associates									(6,754)	(9,693)	(5,975)	(3,966)
Other	24,619	(707)	(796)	(5,734)	(621)	497	408	10	(2,240)	(57)	(368)	(536)
<b>Cash flows from investing activities</b>	<b>(140,585)</b>	<b>(71,111)</b>	<b>(246,099)</b>	<b>(140,179)</b>	<b>(41,964)</b>	<b>(231,488)</b>	<b>(231,488)</b>	<b>(281,546)</b>	<b>(234,402)</b>	<b>(216,592)</b>	<b>(244,842)</b>	<b>(377,751)</b>
<b>Cash flows from financing activities:</b>												
Proceeds from long-term borrowings	22,700						50,014	190,879	372	80,339	13,677	15,870
Repayment of long-term borrowings	(1,289)						(66,200)	(134,570)	(4,868)	(25,478)	(134,934)	(37,780)
Net increase (decrease) in short-term borrowings	50,213	(14,034)	134,300	32,060	(95,293)	58,687	(24,526)	(8,235)	65,942	(168,237)	10,050	11,804
Proceeds from issuance of bonds							100,000	100,000		20,000		50,000
Redemption of bonds												(30,000)
Net increase (decrease) in commercial papers											29,954	(23)
Repayment of lease liabilities							(8,712)	(9,713)	(10,398)	(12,286)	(14,183)	(12,923)
Dividends paid	(13,864)	(15,132)	(15,138)	(18,948)	(21,469)	(22,738)	(22,738)	(23,987)	(37,198)	(42,152)	(48,536)	(60,736)
Payments for acquisition of interests in subsidiaries from non-controlling interests	(28,504)	(8,914)	(8,796)	(3,590)	(4,991)	(5,955)	(5,955)	(113)				(324)
Other	49	327	(278)	(87)	(16)	(801)	(801)	(518)	1,097	1,446	639	(635)
<b>Cash flows from financing activities</b>	<b>29,305</b>	<b>(37,753)</b>	<b>110,088</b>	<b>9,435</b>	<b>(121,769)</b>	<b>29,193</b>	<b>21,082</b>	<b>113,743</b>	<b>14,947</b>	<b>(146,368)</b>	<b>(143,333)</b>	<b>(64,747)</b>
Effect of exchange rate changes on cash and cash equivalents	(19,919)	(6,352)	(6,063)	21	(15,115)	27,151	27,151	47,768	23,529	59,766	(10,355)	80,293
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>20,364</b>	<b>44,920</b>	<b>(50,764)</b>	<b>9,551</b>	<b>43,542</b>	<b>47,670</b>	<b>47,670</b>	<b>58,952</b>	<b>66,846</b>	<b>143,813</b>	<b>47,309</b>	<b>145,468</b>
<b>Cash and cash equivalents at beginning of year</b>	<b>265,104</b>	<b>285,468</b>	<b>330,388</b>	<b>279,624</b>	<b>289,175</b>	<b>332,717</b>	<b>332,717</b>	<b>380,387</b>	<b>439,339</b>	<b>506,185</b>	<b>649,998</b>	<b>697,307</b>
<b>Cash and cash equivalents at end of year</b>	<b>285,468</b>	<b>330,388</b>	<b>279,624</b>	<b>289,175</b>	<b>332,717</b>	<b>380,387</b>	<b>380,387</b>	<b>439,339</b>	<b>506,185</b>	<b>649,998</b>	<b>697,307</b>	<b>842,775</b>

Notes:

1. As a result of the reclassification of Cash flows from financing activities in the year ended March 31, 2019, the figures for the years ended March 31, 2017 and 2018 are also reclassified from "Proceeds from long-term debt," "Repayment of long-term debt," and "Increase (decrease) in short-term debt, net" to "Proceeds from debt with maturities longer than three months," "Repayment of debt with maturities longer than three months," and "Net increase (decrease) in debt with maturities of three months."  
2. TDK adopted the International Financial Reporting Standards from the year ended March 31, 2022; consolidated financial statements are prepared under the International Financial Reporting Standards from the year ended March 31, 2022. As a result, some numbers from the past are reclassified to match the accounts abiding by the International Financial Reporting Standards. The accounts "Finance costs", "Interest and dividends received", "Interest paid", "Income taxes paid", "Proceeds from bonds" and "Repayment of lease liabilities" are shown separately from the year ended March 31, 2022.



## Segment Information (1)

TDK Corporation and Subsidiaries  
Years ended March 31, 2016 through 2026

(Yen Million)	2016	2017	2018	2019	2020	2021	2021 (IFRS)	2022 (IFRS)	2023 (IFRS)	2024 (IFRS)	2025 (IFRS)	2026 (IFRS)
<b>Total</b>												
<b>Sales</b>	1,152,255	1,178,257	1,271,747	1,381,806	1,363,037	1,479,008	1,479,008	1,902,124	2,180,817	2,103,876	2,204,806	<b>2,504,820</b>
<b>Operating profit (loss)</b>	93,414	208,660	89,692	107,823	97,870	111,535	111,814	166,775	168,827	172,893	224,192	<b>272,415</b>
<b>Total assets</b>	1,450,564	1,664,333	1,905,209	1,992,480	1,943,379	2,401,433	2,359,663	3,041,653	3,147,027	3,415,304	3,541,415	<b>4,415,175</b>

### Sales by Segment

<b>Passive Components</b>	583,474	548,730										
Share to net sales (%)	50.6	46.6										
<b>Magnetic Application Products</b>	315,322	349,698										
Share to net sales (%)	27.4	29.7										
<b>Film Application Products</b>	219,893	247,693										
Share to net sales (%)	19.1	21.0										
<b>Other</b>	33,566	32,136										
Share to net sales (%)	2.9	2.7										

### Sales by Segment\*1

<b>Passive Components</b>	528,225	437,639										
Share to net sales (%)	44.8	34.4										
<b>Sensor Application Products</b>	42,850	77,578										
Share to net sales (%)	3.7	6.1										
<b>Magnetic Application Products</b>	329,850	333,235										
Share to net sales (%)	28.0	26.2										
<b>Film Application Products</b>	247,693	370,953										
Share to net sales (%)	21.0	29.2										
<b>Other</b>	29,639	52,342										
Share to net sales (%)	2.5	4.1										

### Sales by Segment\*2

<b>Passive Components</b>			417,757	433,406	395,456	407,126	407,126	507,826	575,939	565,649	559,639	<b>593,201</b>
Share to net sales (%)			32.9	31.4	29.0	27.5	27.5	26.7	26.4	26.9	25.4	<b>23.7</b>
<b>Sensor Application Products</b>			77,355	76,467	77,938	81,345	81,345	130,769	169,543	180,511	189,472	<b>224,623</b>
Share to net sales (%)			6.1	5.5	5.7	5.5	5.5	6.9	7.8	8.6	8.6	<b>9.0</b>
<b>Magnetic Application Products</b>			277,548	272,807	219,668	199,253	199,253	248,446	200,573	184,211	223,637	<b>262,903</b>
Share to net sales (%)			21.8	19.7	16.1	13.5	13.5	13.1	9.2	8.7	10.1	<b>10.5</b>
<b>Energy Application Products</b>			442,822	537,502	597,698	740,227	740,227	965,345	1,173,355	1,121,662	1,176,499	<b>1,370,304</b>
Share to net sales (%)			34.8	38.9	43.9	50.0	50.0	50.7	53.8	53.3	53.4	<b>54.7</b>
<b>Other</b>			56,265	61,624	72,277	51,057	51,057	49,738	61,407	51,843	55,559	<b>53,789</b>
Share to net sales (%)			4.4	4.5	5.3	3.5	3.5	2.6	2.8	2.5	2.5	<b>2.1</b>

\*1. From the year ended March 31, 2018, the business result is disclosed with the new business segments of "Passive Components," "Sensor Application Products," "Magnetic Application Products," "Film Application Products," and "Other."

\*2. From the year ended March 31, 2019, the business result is disclosed with the new business segments of "Passive Components," "Sensor Application Products," "Magnetic Application Products," "Energy Application Products," and "Other."

### Notes:

- In accordance with the provisions of ASC No.205-20, "Presentation of Financial Statements-Discontinued Operations," operating results relating to the data tape business and the blu-ray business are separately presented as discontinued operations in consolidated statements of operations for the year ended March 31, 2015.
- As a result of the reorganization in the year ended March 31, 2016, certain products of the Passive Components segment and the Magnetic Application Products segment were reclassified into Other for the figures for the years ended March 31, 2015.
- As a result of the reorganization in the year ended March 31, 2017, certain products of Other were reclassified into Inductive Devices and Other Passive Components and certain products of Film Application Products were reclassified into Other. The figures for the years ended March 31, 2016 were also reclassified to conform to the new segmentation.
- TDK adopted ASU 2015-03 "Simplifying the Presentation of Debt Issuance Costs" issued by FASB after the year ended March 31, 2017. As a result, the bond issuance cost that used to be a part of Total assets is presented as a deduction from Total assets from the year ended March 31, 2015.
- As a result of the reorganization in the year ended March 31, 2018, Sensor Application Products was newly established. Certain products of Other were reclassified into Passive Components and certain products of Magnetic Application Products were reclassified into Other. The figures for the years ended March 31, 2017 were also reclassified to conform to the new segmentation.
- As a result of the reorganization in the year ended March 31, 2019, Energy Application Products was newly established. Certain products of Other Passive Components in Passive Components were reclassified into Other, and certain products of Other were reclassified into Other Passive Components in Passive Components, and certain portion of Sensor Application Products were reclassified into Other. The figures for the year ended March 31, 2018 were also reclassified to conform to the new segmentation.
- As a result of the reorganization in the year ended March 31, 2023, certain products of Other were reclassified into Passive Components and Sensor Application Products. The figures for the year ended March 31, 2022 were also reclassified to conform to the new segmentation.
- As a result of the reorganization in the year ended March 31, 2024, certain products of Other were reclassified into Passive Components. The figures for the year ended March 31, 2023 were also reclassified to conform to the new segmentation.

## Segment Information (2)

FY March 2025	Q1	Q2	Q3	Q4
(Yen Million)	(Apr.-Jun.)	(Jul.-Sep.)	(Oct.-Dec.)	(Jan.-Mar.)
<b>Sales</b>				
Passive Components	143,051	141,915	139,618	135,055
Sensor Application Products	44,080	50,779	48,094	46,519
Magnetic Application Products	55,013	55,932	54,450	58,242
Energy Application Products	262,920	309,053	323,974	280,552
Other	13,745	13,013	14,907	13,894
	<b>518,809</b>	<b>570,692</b>	<b>581,043</b>	<b>534,262</b>

FY March 2026	Q1	Q2	Q3	Q4
(Yen Million)	(Apr.-Jun.)	(Jul.-Sep.)	(Oct.-Dec.)	(Jan.-Mar.)
<b>Sales</b>				
Passive Components	138,140	147,512	152,538	155,010
Sensor Application Products	46,415	61,501	59,826	56,881
Magnetic Application Products	54,554	61,199	71,066	76,084
Energy Application Products	285,519	362,619	377,103	345,064
Other	11,125	14,779	14,670	13,215
	<b>535,753</b>	<b>647,610</b>	<b>675,203</b>	<b>646,254</b>