

Corporate

Notice Regarding Waiver of Claims to Consolidated Subsidiary

March 24, 2021

TDK Corporation (TSE: 6762, President and CEO: Shigenao Ishiguro, hereinafter “the Company”) announces that a meeting of its Board of Directors held on March 24, 2021 decided to waive some of its claims against TDK U.S.A. Corporation, which is a consolidated subsidiary of the Company. Details are as follows.

1. Reasons for Waiver of Claims

The Company will waive its claims to strengthen the financial position of TDK U.S.A. Corporation, which is the U.S. subsidiary of the Company.

2. Profile of the subsidiary

(1) Name	TDK U.S.A. Corporation	
(2) Location	455 RXR Plaza Uniondale, NY 11556 U.S.A.	
(3) Representative	President: Jeffrey Williams	
(4) Business	Regional headquarters in the Americas	
(5) Capital	850 US dollars	
(6) Date of Establishment	September 4, 1981	
(7) Net assets in the immediately preceding fiscal year	1,663 million US dollars	
(8) Total assets in the immediately preceding fiscal year	2,318 million US dollars	
(9) Major shareholders and their ownership percentages	TDK Corporation: 100%	
(10) Relationship between the Company and TDK U.S.A. Corporation	Capital relationship	TDK U.S.A. Corporation is the wholly owned subsidiary of the Company.
	Personnel relationship	A Director of the Company serves concurrently as Director of TDK U.S.A. Corporation.
	Business relationship	The Company lends funds to TDK U.S.A. Corporation.
	Related Parties	TDK U.S.A. Corporation is a consolidated subsidiary of the Company and falls under a related party.

3. Details of claims to be waived

(1) Type of claims	Loans
(2) Amount of claims	210 million US dollars (approximately 22.1 billion yen)
(3) Date of waiver	March 31, 2021

※Currency exchange rate is 105 Japanese yen / 1 US dollar

4. Outlook

The Company plans to record 22.1 billion yen, which is the amount of this waiver of claims, as an extraordinary loss in its nonconsolidated financial results for the fiscal year ending March 31, 2021. The extraordinary loss pertaining to this waiver of claims will be recorded in the nonconsolidated financial statements only and will not affect consolidated income as it will be offset/eliminated in the consolidated financial statements.

(Reference) TDK's Consolidated Forecasts for the Fiscal Year Ending March 31, 2021 (as of January 29, 2021) and Results for the Previous Fiscal Year

(Yen million)	Net sales	Operating income	Income before income taxes	Net income attributable to TDK
Forecasts for the year ending March 2021	1,450,000	110,000	116,000	76,000
Results for the year ended March 2020	1,363,037	97,870	95,876	57,780

Contacts for regional media

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