

# HDD Head Business Outlook

January 30, 2007

Data Storage & Thin Film Technology Components  
Business Group

## Cautionary Statements with Respect to Forward-Looking Statements

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The electronics markets in which TDK Group operates are highly susceptible to rapid changes. Risks, uncertainties and other factors that can have significant effects on TDK Group include, but are not limited to, shifts in technology, fluctuations in demand, prices, interest and foreign exchange rates, and changes in economic environments, conditions of competition, laws and regulations.

**Data Storage & Thin Film Technology Components**  
**FY2006 CQ4 Sales Result &**  
**FY2007 CQ1 and Term Total Sales Forecast**

(Unit: Billion JPY)	(Oct '06)		(Jan '07)	
	Result	Forecast	Result	Forecast
<b>1 st Half</b>	<b>154.0</b>		<b>154.0</b>	
CQ4			<b>76.8</b>	
CQ1			<b>71.3</b>	
<b>2 nd Half</b>	<b>139.0</b>		<b>148.1</b>	
<b>Total</b>	<b>293.0</b>		<b>302.1</b>	

## HDD Head Demand & Share

(Unit:Million)	FY2006		FY2007		FY2007	
	Result		Forecast (Oct '06)		Forecast (Jan '07)	
	Qty	Share	Qty	Share	Qty	Share
<b>HDD Demand</b>	<b>380</b>		<b>435</b>		<b>440</b>	
<b>Heads/HDD(Pcs)</b>	<b>2.7</b>		<b>2.9</b>		<b>2.9</b>	
<b>HGA Demand</b>	<b>1,036</b>		<b>1,265</b>		<b>1,292</b>	
<b>TDK Sales</b>		<b>36%</b>		<b>31%</b>		<b>31%</b>

(Source: TDK estimates as of Jan 2007)

## Product Launching Schedule

### 2.5"/3.5" HDD by capacity

		CY-2007												CY-2008			
		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	Oct	Nov	Dec	JAN	FEB	MAR	
3.5"	250GB	Qualification					MP										
	334GB	Qualification															
2.5"	120GB	Qualification		MP													
	160GB	Qualification															
1.8"	60GB	Qualification		MP													
	80GB	Qualification															

