

February 8, 2011

***Consolidated Results for
the Year Ending March 31, 2011
3Q***

(April 1, 2010 – December 31, 2010)

TAIYO YUDEN

Decrease in net sales, operating income and ordinary income

Unit: Millions of yen	Year ending March 31, 2011		Increase (Decrease)	
	2Q (01 Jul 2010 – 30 Sep 2010)	3Q (01 Oct 2010 – 31 Dec 2010)	Amount	%
Net sales	57,928	51,613	(6,315)	(10.9)
Operating income	4,342	2,121	(2,220)	(51.1)
Ordinary income	3,070	1,575	(1,495)	(48.7)
Net income	(6,724)	1,049	7,773	—

Decrease in sales of such electronic components as capacitors and modules

Unit: Millions of yen	Year ending March 31, 2011		Increase (Decrease)	
	2Q (01 Jul 2010 – 30 Sep 2010)	3Q (01 Oct 2010 – 31 Dec 2010)	Amount	%
Capacitors	28,499	23,958	(4,540)	(15.9)
Ferrite and applied products	8,217	7,401	(816)	(9.9)
Modules	9,145	7,532	(1,613)	(17.6)
Other electronic components	4,206	3,733	(472)	(11.2)
Optical media products	4,943	5,874	930	18.8
Others	2,916	3,113	197	6.8

Both sales and income down YoY

Unit: Millions of yen	Year ended March 31, 2010	Year ending March 31, 2011	Increase (Decrease)	
	3Q (01 Oct 2009 – 31 Dec 2009)	3Q (01 Oct 2010 – 31 Dec 2010)	Amount	%
Net sales	52,588	51,613	(975)	(1.9)
Operating income	2,539	2,121	(418)	(16.5)
Ordinary income	2,467	1,575	(892)	(36.2)
Net income	1,562	1,049	(513)	(32.9)

Decrease in sales of modules and optical media products

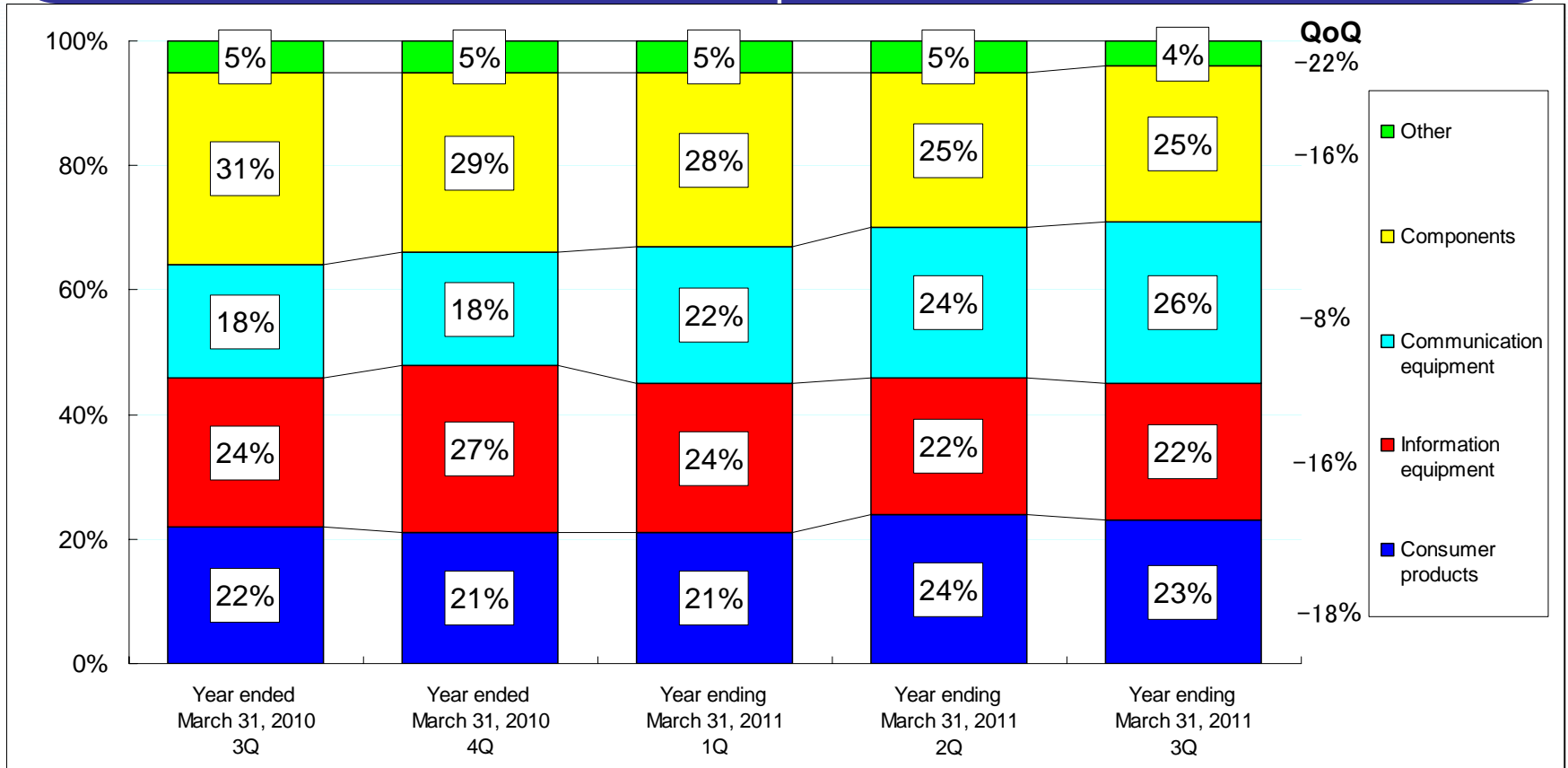
Unit: Millions of yen	Year ended March 31, 2010	Year ending March 31, 2011	Increase (Decrease)	
	3Q (01 Oct 2009 – 31 Dec 2009)	3Q (01 Oct 2010 – 31 Dec 2010)	Amount	%
Capacitors	23,978	23,958	(19)	(0.1)
Ferrite and applied products	7,461	7,401	(59)	(0.8)
Modules	9,952	7,532	(2,420)	(24.3)
Other electronic components	—	3,733	—	—
Optical media products	7,716	5,874	(1,842)	(23.9)
Others	—	3,113	—	—

Unit: Yen	Year ended March 31, 2010	Year ending March 31, 2011	
	3Q (01 Oct 2009 – 31 Dec 2009)	2Q (01 Jul 2010 – 30 Sep 2010)	3Q (01 Oct 2010 – 31 Dec 2010)
Average exchange rate	90.38	88.06	82.98
Last day exchange rate	92.10	83.80	81.52

-The value of the yen climbed ¥5.08 compared with the previous quarter. As a result, net sales and operating income declined ¥2.0 billion and ¥1.4 billion, respectively
 -On a year-on-year basis, net sales and operating income declined ¥3.1 billion and ¥2.1 billion, respectively, owing to the ¥7.40 appreciation in the value of the yen

Note: The results from the impact of exchange-rate fluctuations include the impact of currencies other than US dollars.

Increase in the sales composition ratio of communication equipment including smart phones



Unit: Millions of yen	Year ending March 31, 2011			Proportion of forecast
	3Q (01 Oct 2010 – 31 Dec 2010)	1Q-3Q (01 Apr 2010 – 31 Dec 2010)	Full-year forecast [as of 8 Feb 2011]	%
R&D expenses	2,175	6,410	9,000	71.2
Capital investment	5,127	13,056	21,500	60.7
Depreciation expenses	4,514	14,481	21,000	69.0

Freeze on optical media product capital investment; change in full-year forecast

Capital investment : ¥23.0 billion → ¥21.5 billion

Depreciation expenses : ¥21.5 billion → ¥21.0 billion

No change in full-year performance forecast

Unit: Millions of yen	Year ended March 31, 2010 (01 Apr 2009 – 31 Mar 2010)	Year ending March 31, 2011 (01 Apr 2010 – 31 Mar 2011)	Increase (Decrease)	
			Amount	%
Net sales	195,690	214,000	18,309	9.4
Operating income	4,203	10,000	5,796	137.9
Ordinary income	1,966	8,000	6,033	306.9
Net income	(680)	(2,500)	(1,819)	—

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