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 Listing exchange: Tokyo Stock Exchange (Code Number: 6976)

Consolidated Results for the Three Months Ended June 30, 2013 (April 1, 2013 – June 30, 2013)

Unit: Millions of yen (Millions of yen rounded down unless otherwise stated)

Overview of Operating Results

Item	Three months ended June 30, 2012		Three months ended June 30, 2013		Increase/(Decrease)	
	Amount	Share[%]	Amount	Share[%]	Amount	[%]
Net sales	46,533	100.0	51,748	100.0	5,215	11.2
Operating income	1,108	2.4	3,282	6.3	2,174	196.1
Ordinary income	262	0.6	3,842	7.4	3,580	-
Income (loss) before income taxes and minority interests	(416)	(0.9)	3,686	7.1	4,102	-
Net income (loss)	(628)	(1.4)	3,138	6.1	3,766	-
Comprehensive income (loss)	(3,937)	-	5,824	-	9,761	-
Net income (loss) per share [Yen]		(5.34)		26.68		
Diluted net income per share [Yen]		-		26.63		
R&D expenses		1,623		1,781		158
Capital investment		5,801		3,582		(2,219)
Depreciation and amortization		4,547		4,893		345

Notes:

- Share data is computed as a ratio of net sales.
- Although diluted shares exist for the three months ended June 30, 2012, diluted net income per share is not disclosed since there is net loss per share for the period.

	As of March 31, 2013		As of June 30, 2013		Increase/(Decrease)	
	Amount	[%]	Amount	[%]	Amount	[%]
Total assets	225,945		233,649		7,704	3.4
Net assets	115,826		121,077		5,251	4.5
Equity ratio	51.1%		51.7%		0.6pt	-
Net assets per share [Yen]	982.02		1,026.61		44.49	4.5

Net Sales by Product Segment

Product segment	Three months ended June 30, 2012		Three months ended June 30, 2013		Increase/(Decrease)	
	Amount	Share[%]	Amount	Share[%]	Amount	[%]
Capacitors	19,833	42.6	25,861	50.0	6,028	30.4
Ferrite and applied products	7,030	15.1	8,402	16.2	1,371	19.5
Integrated modules & devices	13,287	28.6	10,532	20.3	(2,754)	(20.7)
Other electronic components	1,019	2.2	1,587	3.1	567	55.7
Electronic components	41,171	88.5	46,384	89.6	5,213	12.7
Optical media products	3,689	7.9	3,357	6.5	(332)	(9.0)
Others	1,672	3.6	2,006	3.9	334	20.0
Optical media and others	5,362	11.5	5,364	10.4	2	0.0
Total	46,533	100.0	51,748	100.0	5,215	11.2

Consolidated Results for the three months ended June 30, 2013

August 8, 2013

Preparation of supplementary materials for the quarterly financial results: Yes

Holding of presentation of quarterly financial results: Yes (For institutional investors
and investment analysts)

1. Consolidated financial results for the period from April 1, 2012 to June 30, 2013

(1) Operating results (Percentages represent changes from the same period in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
Three months ended June 30, 2013	51,748	11.2	3,282	196.1	3,842	—	3,138	—
Three months ended June 30, 2012	46,533	(1.1)	1,108	—	262	—	(628)	—

Note: Comprehensive income ended on June 30, 2013 5,824 million yen (-%) ended on June 30, 2012 (3,937) million yen (-%)

	Net income per share	Diluted net income per share
	Yen	Yen
Three months ended June 30, 2013	26.68	26.63
Three months ended June 30, 2012	(5.34)	—

(2) Financial position

	Total assets	Net assets	Equity ratio	Net assets per share
	Millions of yen	Millions of yen	%	Yen
As of June 30, 2013	233,649	121,077	51.7	1,026.61
As of March 31, 2013	225,945	115,826	51.1	989.02

(Reference) Shareholder's equity As of June 30, 2013 120,754 million yen As of March 31, 2012 115,511 million yen

2. Dividend information

	Cash dividends per share				
	First quarter	Second quarter	Third quarter	Year end	Total
	Yen	Yen	Yen	Yen	Yen
Year ended March 31, 2013	—	5.00	—	5.00	10.00
Year ending March 31, 2014	—				
Year ending March 31, 2014 (forecast)		5.00	—	5.00	10.00

Note: No changes in the forecasted dividend during the first quarter ended June 30, 2013.

3. Forecasts of operating results for the period from April 1, 2013 to March 31, 2014.

(Percentages represent changes from same period in the previous fiscal year.)

	Net sales		Operating income		Ordinary income		Net income		Net income per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Six months ending September 30, 2013	108,000	13.2	10,000	586.2	9,500	-	6,500	-	55.26
Year ending March 31, 2014	220,000	14.0	20,000	312.3	19,000	166.9	13,000	596.2	110.52

Note: There are no changes in the forecasted results during the first quarter ended June 30, 2013.

Percent indications show percentage of changes from corresponding figures for the previous period adjusted by change in accounting policies due to the revision of accounting standards.

4. Note

(1) Changes in principal subsidiaries during the three months ended June 30, 2013: No

(2) Adoption of specific accounting procedures for quarterly consolidated reporting: No

(3) Changes in accounting policies and accounting estimates, and restatements

a. Changes in accounting policies due to the revision of accounting standards: Yes

b. Changes in accounting policies by the reasons other than "a".: No

c. Changes in accounting estimates: No

d. Restatement: No

(4) Number of common shares outstanding :

a. Number of common shares outstanding (including treasury stock):

As of June 30, 2013 120,481,395 shares As of March 31, 2013 120,481,395 shares

b. Number of treasury stock:

As of June 30, 2013 2,856,063 shares As of March 31, 2013 2,855,179 shares

c. Average number of common shares outstanding:

Three months ended June 30, 2013 117,625,729 shares Three months ended June 30, 2012 117,582,290 shares

Others :

1. This financial press release is out of scope of the audit procedure based on the Financial Instruments and Exchange Act in Japan. As of time of press release date, the quarterly review procedure is ongoing.

2. Forecasts of operating results include a number of assumptions based on information currently available and certain premises which were judged to be rational. Please note that these forecasts may significantly differ from actual results with various factors.

3. TAIYO YUDEN will post the financial supplementary data on its web-site.

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1. Qualitative Information Concerning Financial Statements and Other

(1) Consolidated Operating Results

Economy and Market Conditions

The economic environment surrounding TAIYO YUDEN CO., LTD. (“TAIYO YUDEN” or “the Company”) and its subsidiaries (together “the Company”) in the three-month period ended June 30, 2013 was improved helped by a gradual recovery in the global economy and a further weakening of the yen. Nevertheless, the outlook going forward remains one of heightened uncertainty, despite the belief that the global economic growth rate will steadily increase, albeit slowly.

There were mixed results in the market with an overall resulting higher demand for electronic components. The key factors were weaker market conditions for PCs and televisions contrasted by growth from the smartphone and tablet PC markets as well as advancements in electronic components used in automobiles.

Company Actions Planned to Offset These Conditions

TAIYO YUDEN has implemented and will continue to implement measures to improve profitability in order to attain the targets set out in its medium-term management plan that will conclude in the fiscal year ending March 2015. Under this plan, the Company has increased sales of super high-end products for key growth products in the smartphone and tablet PC markets. These products include capacitors, inductors and SAW/FBAR devices for mobile communications. The Company is also focusing on markets where growth can be anticipated, such as electrical components used in automobiles and industrial equipment. As part of its efforts, the Company expanded its lineup of high reliability products.

Overview of Each Business Segment

Electronic components

- The Company strengthened its production system and expanded sales of our super high-end products. There are examples of this stated below. These products support the smartphone market and address the continued growth in demand for that market.
 - EIA01005- and EIA0201-sized ultra small multilayer ceramic capacitors
 - ultra thin multilayer ceramic capacitors
 - small and high capacitance multilayer ceramic capacitors
 - metal power inductors MCOIL™ used for newly developed metallic magnet materials
 - high frequency multilayer high-Q chip inductors
 - ultra small multilayer chip inductors, and SAW/FBAR devices for mobile communications

Optical media and others

- The Company is moving ahead with its structural reform program and is continuing to implement measures aimed at enhancing the profitability of its optical media products.

Overview of Business Performance

Consolidated net sales for the three-month period ended June 30, 2013 totaled ¥51,748 million, an increase of 11.2% compared to the corresponding period of the previous fiscal year. The Company achieved an operating profit of ¥3,282 million, an increase of 196.1% to the corresponding period of the previous fiscal year, and an ordinary profit of ¥3,842 million compared to an ordinary profit of ¥262 million for the corresponding period of the previous fiscal year. The Company achieved a net income of ¥3,138 million compared with a net loss of ¥628 million in the same period of the previous fiscal year.

Exchange Rate

The average foreign currency exchange rate for the three-month period ended June 30, 2013 was US\$1: ¥97.88. This marked a depreciation of ¥16.62 compared with the average realized in the same period of the

previous fiscal year of US\$1: ¥81.26.

Net sales by product segment

Electronic Components

Capacitors

This product segment is comprised of multilayer ceramic capacitors. In the three-month period ended June 30, 2013, sales were ¥25,861 million, a year-over-year increase of 30.4%. Product sales for information equipment, i.e. PCs, communication equipment, which focused on smartphones, and the electronic components market, including LCD panels, increased compared to the corresponding period of the previous fiscal year.

Ferrite and Applied Products

This product segment is comprised of ferrite cores and the applied products that include a variety of inductors. In the three-month period ended June 30, 2013, sales increased by 19.5% to ¥8,402 million as compared to the same period of the previous fiscal year. This increase was largely attributable to increased product sales for communication equipment and was offset by a year-over-year decline in sales for consumer products and components.

Integrated Modules & Devices

This product segment is comprised of SAW/FBAR devices for mobile communications, a wide range of power supply and high frequency modules, and embedded-parts multilayer wiring substrates “EOMIN®”. For the three-month period ended June 30, 2013, sales of all these products declined compared with the corresponding period of the previous fiscal year. As a result, sales generated by this segment were off 20.7% year over year to ¥10,532 million.

Other Electronic Components

This segment is mainly made up of energy devices. For the three-month period ended June 30, 2013, sales increased 55.7% to ¥1,587 million as compared to the corresponding period of the previous fiscal year.

Optical Media and Others

Optical Media Products

For this product segment, the Company manufactures and sells CD-Rs,

DVD-Rs/DVD+Rs as well as recordable Blu-ray Discs (BD-Rs). Optical media product sales in the three-month period ended June 30, 2013 fell to ¥3,357 million, 9.0% lower compared with the corresponding period of the previous fiscal year.

Others

Sales in this segment are primarily generated from our product mounting business done by a subsidiary company. For the three-month period ended June 30, 2013, sales in this segment increased 20.0% year over year to ¥2,006 million.

(2) Consolidated Financial Condition

Changes in Financial Condition

Assets

Total assets as of the end of the three-month period ended June 30, 2013 increased ¥7,704 million to ¥233,649 million compared with the end of the previous fiscal year.

Current assets increased ¥8,310 million. This was mainly attributable to increase of ¥3,382 million in cash and deposits, ¥725 million in trade notes and accounts receivable, ¥506 million in merchandise and finished products, ¥889 million in work in process, and ¥1,073 million in raw materials and supplies.

Fixed assets decreased by ¥606 million due mainly to a decrease in property, plant and equipment of ¥406 million and a decrease in intangible fixed assets of ¥131 million.

Liabilities

Total liabilities at the end of the three-month period ended June 30, 2013 increased ¥2,453 million to ¥112,571 million as compared to the balance at March 31, 2013. This was mainly due to an increase in short-term borrowings of ¥2,196 million.

Net Assets

Net assets as of the end of the three-month period ended June 30, 2013

increased ¥5,251 million to ¥121,077 million compared with the end of the previous fiscal year.

(3) Forecasts of Consolidated Operating Results

There is no change in the forecasts of consolidated operating results for the fiscal year ending March 31, 2014 that was previously announced on May 14, 2013.

2. Summary Information and Notes

(1) Changes in Accounting Policy, Changes in Accounting Estimates, and Restatements

(Changes in accounting policy attributed to changes in accounting standards)

IAS 19 *Employee Benefits* (revised June 16, 2011) has been applied to the Company's consolidated financial statements of the fiscal year started on or after January 1, 2013. This accounting standard has been applied to certain foreign subsidiaries beginning with the three-month period ended June 30, 2013. As a result, the Company has modified the way it recognizes actuarial gains and losses, the net amount of past service costs, and net interest related to defined benefit liability.

This change in accounting policy is applied retroactively, and the quarterly and annual consolidated financial statements of the previous fiscal year now reflect this retroactive application. The effect that retroactive application of this accounting policy change had on the previous first quarter's results is immaterial. The cumulative effect that this change had on the Company's net assets at the beginning of the previous fiscal year is also immaterial, but the balance of retained earnings at the end of the previous fiscal year decreased by ¥134 million.

3. Consolidated Financial Statements

(1) Consolidated Balance Sheets

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013
ASSETS		
Current assets:		
Cash and deposits	35,356	38,738
Trade notes and accounts receivable	41,655	42,380
Merchandise and finished products	15,023	15,529
Work in process	11,086	11,975
Raw materials and supplies	9,832	10,906
Other	4,649	6,394
Allowance for doubtful receivables	(271)	(282)
Total current assets	117,332	125,643
Fixed assets:		
Property, plant and equipment:		
Buildings and structures	68,214	68,673
Machinery and equipment	212,367	213,910
Tools, furniture and fixtures	19,262	19,603
Land	7,689	7,689
Construction in progress	9,357	9,264
Accumulated depreciation	(218,116)	(220,773)
Net property, plant and equipment	98,774	98,368
Intangible fixed assets:		
Goodwill	1,201	1,051
Other	824	843
Total intangible fixed assets	2,025	1,894
Investments and other assets:		
Investment securities	4,360	4,529
Other	3,733	3,509
Allowance for doubtful receivables	(282)	(295)
Total investments and other assets	7,812	7,743
Total fixed assets	108,612	108,006
Total assets	225,945	233,649

(Millions of yen)

	As of March 31, 2013	As of June 30, 2013
LIABILITIES		
Current liabilities:		
Trade notes and accounts payable	17,950	18,680
Current portion of convertible bonds with subscription rights	-	365
Short-term borrowings	20,242	22,438
Current portion of long-term borrowings	4,899	8,398
Income taxes payable	1,049	1,061
Accrued bonuses for employees	2,981	1,699
Accrued bonuses for directors and corporate auditors	75	25
Other	17,246	16,455
Total current liabilities	64,443	69,125
Long-term liabilities:		
Bonds payable	8,000	8,000
Convertible bonds with stock acquisition rights	365	-
Long-term borrowings	29,364	27,351
Accrued retirement benefits for employees	1,416	1,484
Accrued retirement benefits for directors and corporate auditors	125	106
Negative goodwill	10	5
Other	6,393	6,497
Total long-term liabilities	45,674	43,446
Total liabilities	110,118	112,571
NET ASSETS		
Shareholders' equity:		
Common stock	23,557	23,557
Capital surplus	41,484	41,484
Retained earnings	67,803	70,353
Treasury stock	(3,564)	(3,565)
Total shareholders' equity	129,280	131,829
Accumulated other comprehensive income		
Net unrealized holding gains on securities	562	778
Deferred gains (losses) on hedges	14	(82)
Foreign currency translation adjustments	(14,346)	(11,770)
Total accumulated other comprehensive income	(13,769)	(11,074)
Stock acquisition rights	274	290
Minority interests	40	31
Total net assets	115,826	121,077
Total liabilities and net assets	225,945	233,649

(2) Consolidated Statements of Operations and Consolidated Statements of Comprehensive Income

(Consolidated Statements of Operations)

(Three months ended June 30, 2013 and 2012)

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013
Net sales	46,533	51,748
Cost of sales	37,491	39,441
Gross profit	9,041	12,306
Selling, general and administrative expenses	7,932	9,024
Operating income	1,108	3,282
Non-operating income:		
Interest income	46	60
Dividend income	27	24
Equity in earnings of affiliate	23	1
Gain on foreign exchange	-	800
Other	51	47
Total non-operating income	148	934
Non-operating expenses:		
Interest expense	126	130
Interest on bonds	18	18
Loss on foreign exchange	767	-
Depreciation of inactive noncurrent assets	56	116
Other	25	109
Total non-operating expenses	994	374
Ordinary income	262	3,842
Extraordinary gains:		
Gain on sales of property, plant and equipment	6	15
Total extraordinary gains	6	15
Extraordinary losses:		
Loss on disposal and sales of property, plant and equipment	19	40
Loss on evaluation of investment securities	390	129
Business structure improvement expense	273	-
Other	1	1
Total extraordinary losses	685	171
Income (loss) before income taxes and minority interests	(416)	3,686
Income taxes - current	270	460
Income taxes - deferred	(52)	97
Total income taxes	217	557
Income (loss) before minority interests	(633)	3,129
Minority interests in income (loss)	(5)	(8)
Net income (loss)	(628)	3,138

(Consolidated Statements of Comprehensive Income)

(Three months ended June 30, 2013 and 2012)

(Millions of yen)

	Three months ended June 30, 2012	Three months ended June 30, 2013
Income (loss) before minority interests	(633)	3,129
Other comprehensive income		
Net unrealized holding gains (losses) on securities	(257)	216
Deferred gains (losses) on hedges	(13)	(96)
Foreign currency translation adjustments	(3,032)	2,575
Total other comprehensive income (loss)	(3,303)	2,694
Comprehensive income (loss)	(3,937)	5,824
(Breakdown)		
Comprehensive income (loss) attributable to shareholders	(3,930)	5,833
Comprehensive income (loss) attributable to minority interest	(6)	(8)

(3) Notes on Consolidated Financial Statements

(Notes on Premise of Going Concern)

No relevant items to report.

(Notes in Case of Significant Changes to Shareholders' Equity)

No relevant items to report.

4. Supplementary Information

(1) Net Sales by Product Segment

(Millions of yen)

Product segment	Three months ended June 30, 2012		Three months ended June 30, 2013		Increase/ (Decrease)	
	Amount	Share [%]	Amount	Share [%]	Amount	%
Capacitors	19,833	42.6	25,861	50.0	6,028	30.4
Ferrite and applied products	7,030	15.1	8,402	16.2	1,371	19.5
Integrated modules & devices	13,287	28.6	10,532	20.3	(2,754)	(20.7)
Other electronic components	1,019	2.2	1,587	3.1	567	55.7
Electronic components	41,171	88.5	46,384	89.6	5,213	12.7
Optical media products	3,689	7.9	3,357	6.5	(332)	(9.0)
Others	1,672	3.6	2,006	3.9	334	20.0
Optical media and others	5,362	11.5	5,364	10.4	2	0.0
Total	46,533	100.0	51,748	100.0	5,215	11.2

Note: The aforementioned amounts are exclusive of consumption and related taxes.