

Consolidated Financial Results

Third quarter for the year ending March 31, 2016

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Financial Summary

3Q for the Year Ending March 2016

- Net sales totaled 63.9 billion yen and operating income was 6.8 billion yen.

Sales of electronic components for communication equipment, mainly for smartphones, increased, but dropped for consumer products and information equipment. The composition ratio of super high-end products rose to 48%.

- Performance for the nine-month period ended December 31, 2015 included record high net sales, operating income, ordinary income, and net income.

Earnings Forecast for the Year Ending March 2016

- There is no change in full-year forecast.

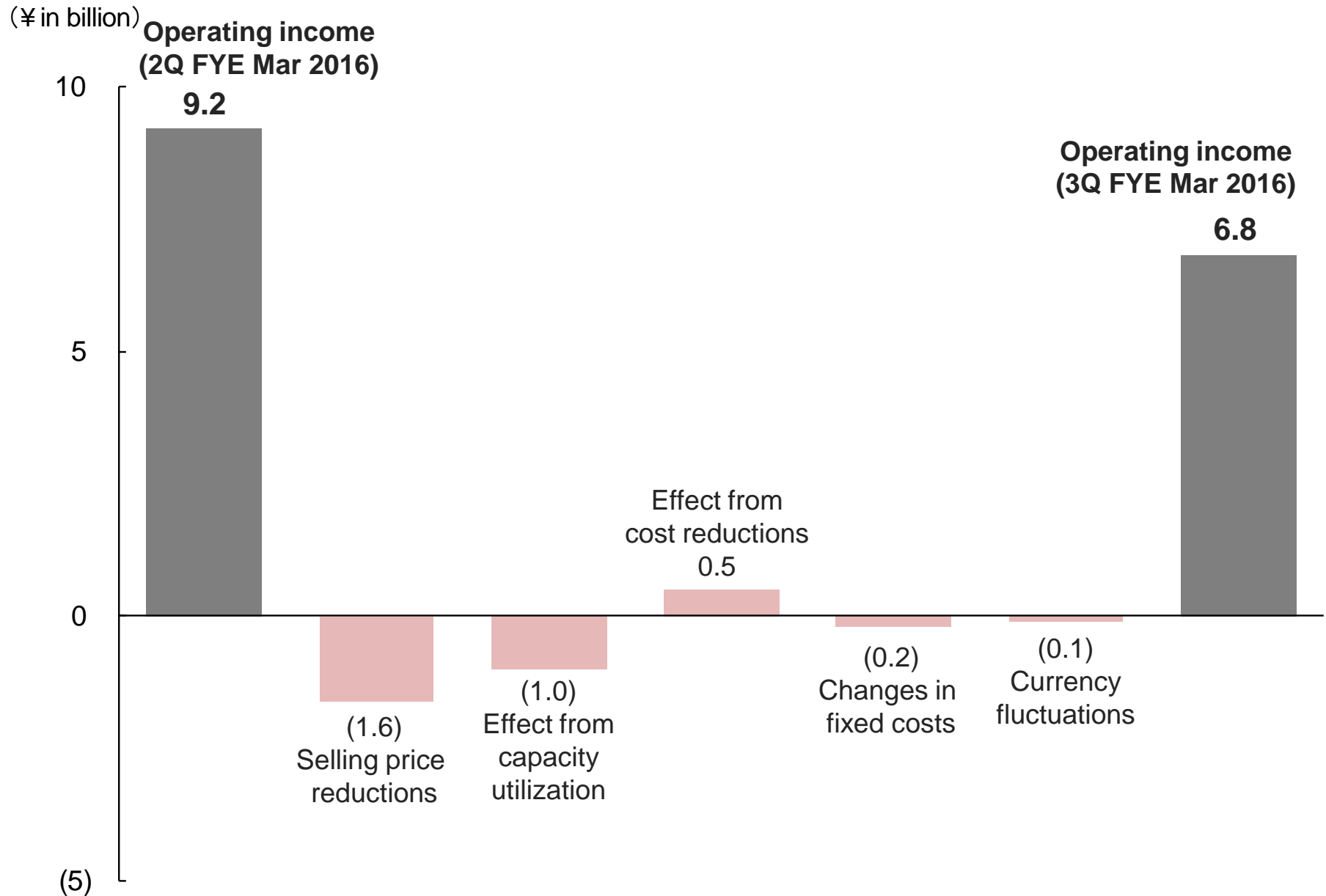
4Q demand for smartphones declines due to seasonality, which will likely cause net sales and operating income to fall below 3Q results.

3Q- Consolidated Financial Results (Q/Q)

¥ in million	FYE Mar 31, 2016		Change Q/Q	
	2Q (01 Jul 2015 – 30 Sep 2015)	3Q (01 Oct 2015 – 31 Dec 2015)	Amount	%
Net sales	65,591	63,967	(1,624)	(2.5)
Operating income	9,216	6,804	(2,411)	(26.2)
Ordinary income	8,785	7,266	(1,518)	(17.3)
Net income attributable to owners of parent company	4,890	6,433	1,542	31.5
Yen to USD average exchange rate	123.41 yen	120.97 yen	2.44 yen appreciated	

- Impact of exchange rate fluctuation: (1.2) billion yen on net sales and (0.1) billion yen on operating income. (including the impact of currencies other than US dollars)

3Q - Factors driving Operating Income (Q/Q)



3Q - Financial Results by Product Segment (Q/Q)

¥ in million	FYE Mar 31, 2016		Change Q/Q	
	2Q	3Q	Amount	%
Capacitors	33,798	33,218	(579)	(1.7)
Ferrite and applied products	13,236	13,145	(91)	(0.7)
Integrated modules & devices	15,455	13,292	(2,162)	(14.0)
Others	3,101	4,310	1,208	39.0
Total net sales	65,591	63,967	(1,624)	(2.5)

Key Expenditure Figures

¥ in million	FYE Mar 31, 2016		Percentage of completion
	Full year forecast	1-3Q (01 Apr 2015 – 31 Dec 2015)	
R&D expenses	9,000	6,701	74.5%
Capital investment	40,000	23,671	59.2%
Depreciation expenses	25,000	17,226	68.9%

3Q - Sales of Electronic Components by Market Sector (Q/Q)

	FYE Mar 31, 2016		Change in net sales
	2Q	3Q	
Consumer products	16%	14%	(16)%
Information equipment	15%	14%	(10)%
Communication equipment	46%	49%	3%
Automobiles/Industrial equipment	21%	22%	(0)%
Components/Others	2%	1%	(36)%

※TAIYO YUDEN estimate

Forecast of Consolidated Performance

¥ in million	FYE Mar 31, 2015 (1 Apr 2014 – 31 Mar 2015) Actual results	FYE Mar 31, 2016 (1 Apr 2015 – 31 Mar 2016) Forecast [as of 5 Nov 2015]	Change	
			Amount	%
Net sales	227,095	246,000	18,905	8.3
Operating income	13,153	23,000	9,847	74.9
Ordinary income	15,653	23,000	7,347	46.9
Net income attributable to owners of parent company	10,919	13,000	2,081	19.1

- There is no change in full-year forecasts.

Supplementary Information

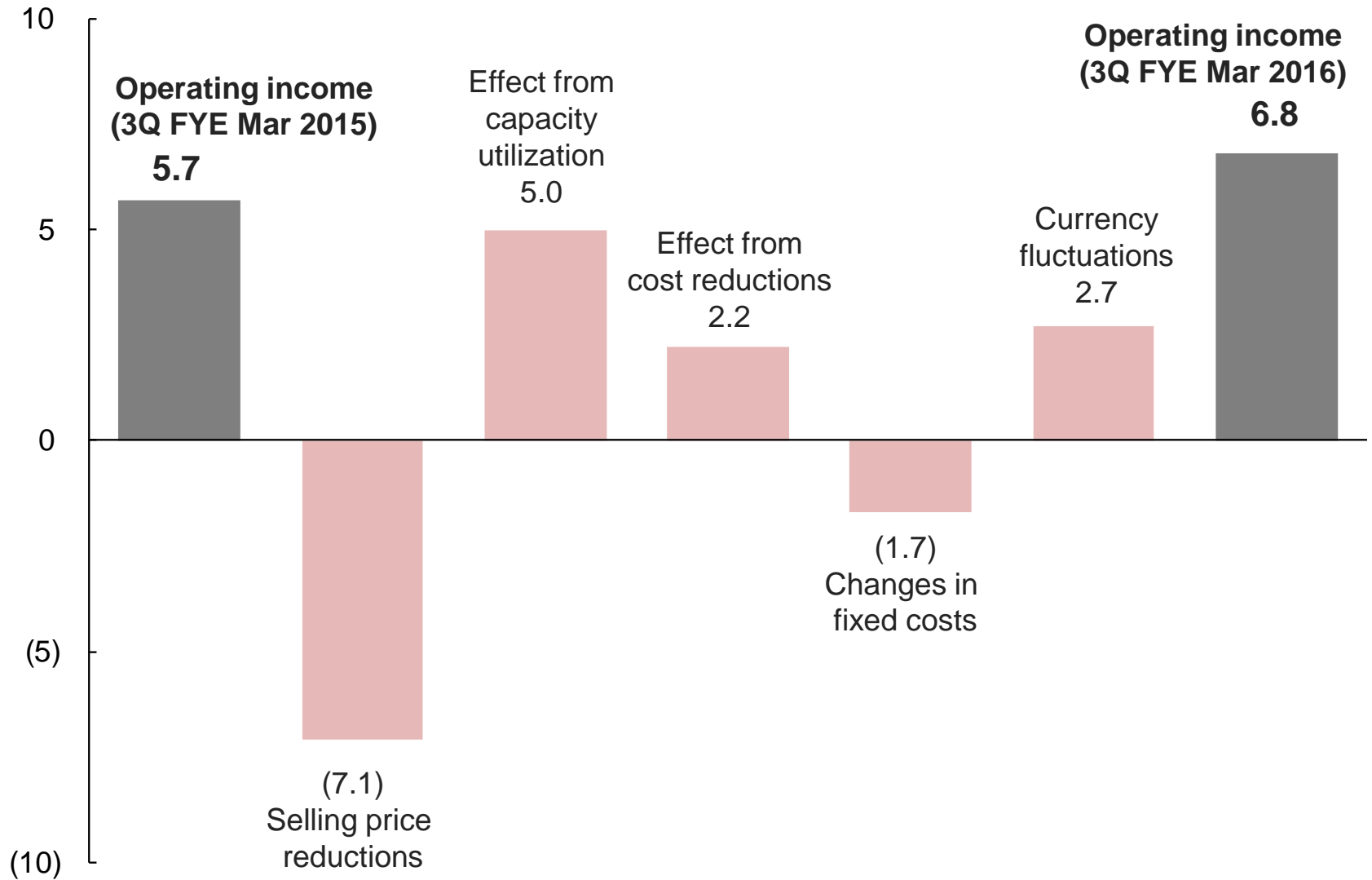
3Q- Consolidated Financial Results (Y/Y)

¥ in millions	FYE Mar 31, 2015	FYE Mar 31, 2016	Change Y/Y	
	3Q (01 Oct 2014 – 31 Dec 2014)	3Q (01 Oct 2015 – 31 Dec 2015)	Amount	%
Net sales	62,045	63,967	1,922	3.1
Operating income	5,707	6,804	1,097	19.2
Ordinary income	7,013	7,266	253	3.6
Net income attributable to owners of parent company	5,227	6,433	1,206	23.1
Yen to USD average exchange rate	110.43 yen	120.97 yen	10.54 yen depreciated	

- Impact of exchange rate fluctuation: +4.4 billion yen on net sales and +2.7 billion yen on operating income. (including the impact of currencies other than US dollars)

3Q - Factors driving Operating Income (Y/Y)

(¥ in billion)



3Q - Financial Results by Product Segment (Y/Y)

¥ in million	FYE Mar 31, 2015 3Q	FYE Mar 31, 2016 3Q	Change Y/Y	
			Amount	%
Capacitors	31,734	33,218	1,484	4.7
Ferrite and applied products	11,957	13,145	1,187	9.9
Integrated modules & devices	13,609	13,292	(317)	(2.3)
Others	4,742	4,310	(432)	(9.1)
Total net sales	62,045	63,967	1,922	3.1

Forward-looking statements

This document contains information about the plans, business results, and strategies of TAIYO YUDEN CO., LTD. and the TAIYO YUDEN Group. These forward-looking statements other than historical facts represent judgments made by the Company based on information available at present and are inherently subject to a variety of uncertainties. TAIYO YUDEN cannot provide any guarantee as to the attainment of certain figures in the future. The Company's actual activities and business results could differ significantly due to changes including, but not limited to, changes in the electronics market in which the Company's business activities are centered. Readers should not overly rely on the information contained in this document.

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