

Financial Section

10-YEAR SUMMARY OF SELECTED FINANCIAL DATA

ANRITSU CORPORATION AND CONSOLIDATED SUBSIDIARIES
Years ended March 31

	2005	2004	2003	2002
For the year:				
Net sales	¥ 84,040	¥ 78,396	¥ 78,554	¥131,578
Cost of sales	53,666	54,249	58,036	85,694
Gross profit	30,374	24,147	20,518	45,884
Selling, general and administrative expenses	25,512	22,339	31,267	38,298
Operating income (loss)	4,862	1,808	(10,749)	7,586
Net income (loss)	1,280	1,101	(32,761)	2,567
Depreciation and amortization	3,400	4,257	5,829	6,522
Capital expenditures	1,870	1,530	2,868	9,677
R&D expenses	10,515	9,887	13,222	15,222
At year-end:				
Total assets	¥142,111	¥148,353	¥144,131	¥198,780
Total shareholders' equity	60,309	60,012	59,618	94,171
Interest-bearing debt	61,384	70,033	63,164	73,179
Per share:				
Net income (loss)				
Basic	¥ 9.31	¥ 8.38	¥ (256.90)	¥ 20.10
Diluted (Note 2)	8.22	7.77	—	18.81
Cash dividends	7.00	4.50	—	9.00
Total shareholders' equity	472.16	470.28	467.21	737.78
Key financial indicators:				
Operating income margin (%)	5.8	2.3	(13.7)	5.8
Return on equity (%)	2.1	1.8	—	2.7
Anritsu Capital-cost Evaluation (Note 3)	(2,230)	(5,283)	(15,563)	(3,770)
(Millions of yen / thousands of U.S. dollars)				
Return on assets (%)	0.9	0.8	—	1.3
Interest coverage ratio (times)	5.3	1.7	—	6.5
Dividend payout ratio (%) (Note 4)	68.6	45.3	—	44.8
Dividends on equity (%)	1.5	0.8	—	1.2

Notes: 1. The U.S. dollar amounts in this report represent translations of Japanese yen, for convenience only, at the rate of ¥107.32 to U.S. \$1.00, the approximate exchange rate on March 31, 2005

2. The computations of basic net income (loss) per share are based on the weighted average number of shares outstanding during the relevant year. Diluted net income per share for 2000 is not presented since the result of the computation was anti-dilutive, and that for 2003 and 1999 is not presented due to net loss. Diluted net income per share is computed based on the average number of shares of common stock and contingent issuances of common stock from convertible bonds or warrants.

3. Anritsu introduced Anritsu Capital-cost Evaluation, an evaluation indicator, in the year ended March 31, 1999.

4. Dividend payout ratio: Total cash dividends / Net income (Non-consolidated)

Millions of yen						Thousands of U.S. dollars (Note 1)
2001	2000	1999	1998	1997	1996	2005
¥159,056	¥115,068	¥113,268	¥128,946	¥124,487	¥ 99,804	\$ 783,079
98,112	78,960	78,173	87,766	85,988	70,647	500,056
60,944	36,108	35,095	41,180	38,499	29,157	283,023
37,110	30,832	31,910	34,262	28,813	22,869	237,719
23,834	5,276	3,185	6,918	9,686	6,288	45,304
9,635	399	(725)	5,144	3,065	3,030	11,927
5,328	5,139	5,410	5,137	4,888	4,105	31,681
8,308	5,320	6,944	7,615	5,484	3,871	17,425
15,385	12,532	10,949	10,779	10,406	8,242	97,978
¥207,544	¥170,601	¥170,127	¥168,288	¥160,141	¥144,059	\$1,324,180
93,743	85,678	85,904	85,789	81,555	71,307	561,955
45,038	44,027	51,121	41,058	36,842	32,445	571,971
Yen						U.S. dollars
¥ 75.70	¥ 3.15	¥ (5.73)	¥ 40.67	¥ 24.85	¥ 25.60	\$ 0.09
68.02	—	—	36.74	22.24	23.77	0.08
12.00	4.50	9.00	9.00	9.00	8.50	0.07
732.94	676.71	678.49	677.59	646.51	601.84	4.40
% except where noted						
15.0	4.6	2.8	5.4	6.9	6.3	5.8
10.7	0.5	—	6.1	4.0	4.3	2.1
11,146	(1,862)	(3,794)	—	—	—	(20,779)
5.1	0.2	—	3.1	2.0	2.1	0.9
23.8	4.7	3.1	6.5	6.1	3.6	5.3
15.9	142.7	—	22.1	36.2	33.2	68.6
1.7	0.7	1.3	1.4	1.5	1.4	1.5