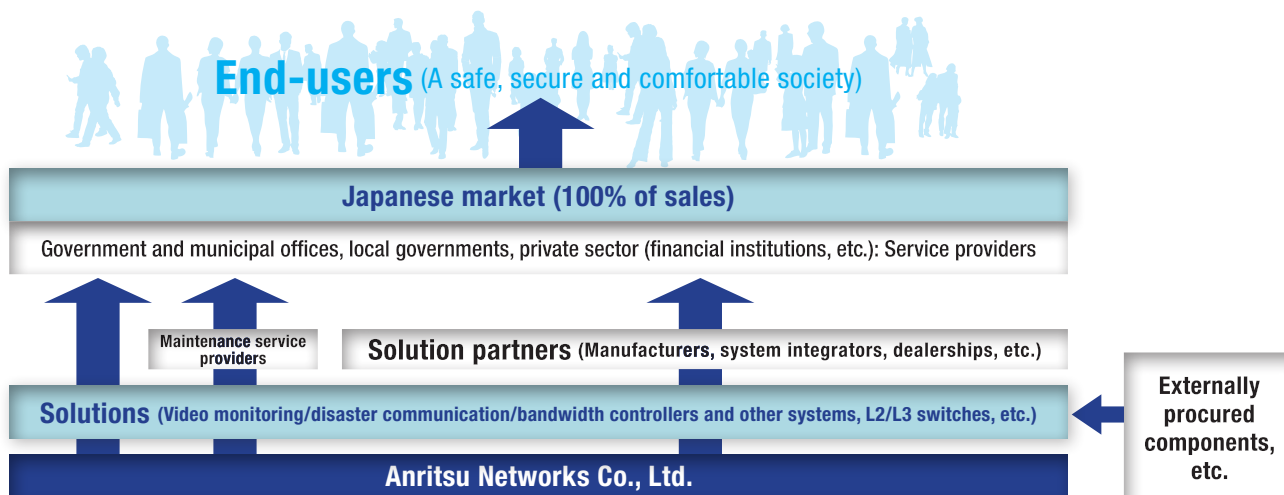


Information and Communications

This segment provides high-quality solutions using IP network technologies, an Anritsu Group strength, and is also focusing on building stronger ties with business partners to expand business in the private-sector market.



Business Areas and Review of the Fiscal Year Ended March 31, 2010

The Information and Communications segment provides disaster prevention and IP infrastructure solutions to Japanese government and municipal offices. For customers in the private-sector market, mainly financial institutions and telecom carriers, it provides telecommunication equipment that supports network system infrastructure based on IP network technology, an area of strength for the Anritsu Group. This includes bandwidth controllers for upgrading telecommunications infrastructure by helping maintain

quality of service in IP networks.

In the fiscal year ended March 31, 2010, revision of investment plans and intensified competition affected some areas of business for the public sector. However, sales of bandwidth controllers, primarily for networks of financial institutions, were solid. As a result, segment sales increased 2.0 percent year on year to ¥5,307 million. Segment operating income rose 101.8 percent to ¥143 million due to an improved product mix and expense reductions.

Business Strategy and Outlook for the Fiscal Year Ending March 31, 2011

In this segment, Anritsu will work to expand business by accurately understanding the needs of the public- and private-sector markets to provide high-quality solutions based on IP network technologies, and by collaborating with system integrators and strengthening partnerships in sales channels. In the disaster communication systems business, we will focus on fortifying sales promotion resources to quickly get this

business off the ground, as well as on reducing costs.

For the fiscal year ending March 31, 2011, we expect segment sales to rise 3.6 percent year on year to ¥5,500 million as a result of business expansion in the private-sector market. Operating income is expected to be ¥0 million, compared with ¥143 million in the previous fiscal year because of the reversal of some expense reductions made in the previous fiscal year.

New Product Profile

PureFlow® FS10-CATV CHASER

An extension of our bandwidth controller lineup, the PureFlow® FS10-CATV CHASER is an effective bandwidth control tool for cable TV companies.

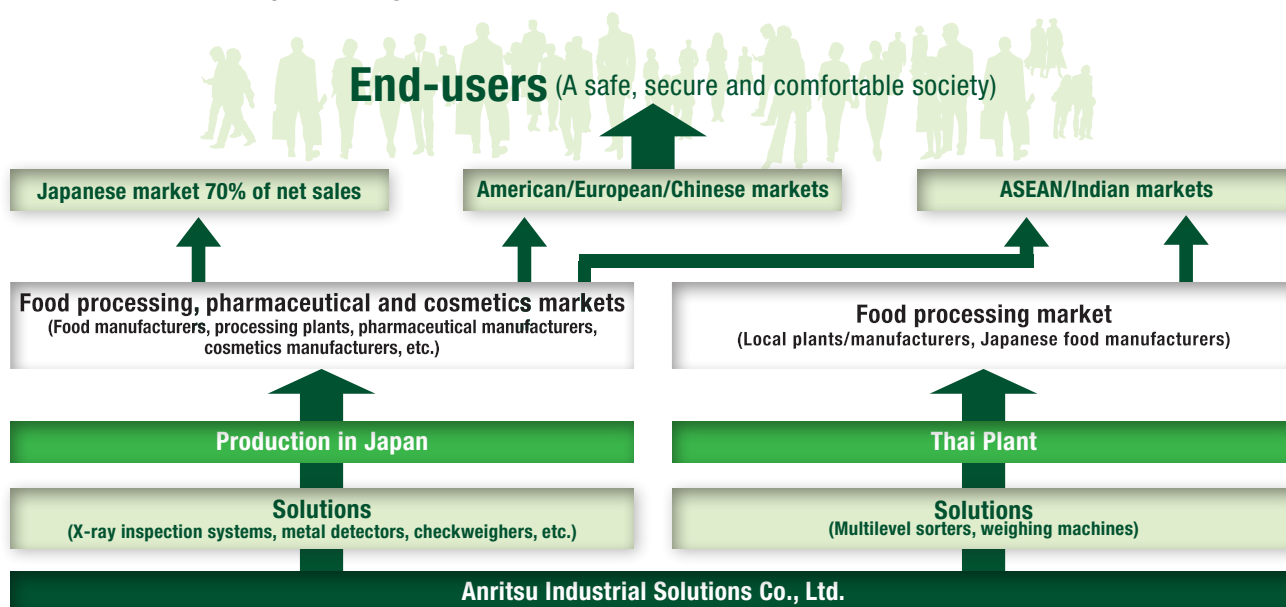


TOPICS

In collaboration with Sumisho Computer Systems Corporation, Anritsu has sold 3,000 units of its PureFlow® GS1 Series high-precision bandwidth controllers to 500 companies in Japan.

Industrial Automation

In the Industrial Automation segment, we are working to expand business by promoting a product strategy of higher added value and differentiation, optimizing supply chain management and accelerating overseas expansion. At the same time, we are focusing on enhancing cost-cutting initiatives to increase profitability.



Business Areas and Review of the Fiscal Year Ended March 31, 2010

The Industrial Automation segment provides production management and quality assurance systems to the food, pharmaceutical and cosmetics industries. It develops, manufactures and sells checkweighers (sorting machines that precisely weigh items on high-speed conveyors in food production lines), automated combination weighers and inspection systems (inspection equipment that detects and removes metal, stones and other alien materials in food products with high precision). These core products have been adopted in Japan and

around the world and are highly regarded in the market.

In the fiscal year ended March 31, 2010, signs of a recovery in demand appeared in Asia, but investment in inspection equipment by domestic food manufacturers, the segment's core market, was weak. As a result, segment sales decreased 10.3 percent compared with the previous fiscal year to ¥11,641 million. Operating income increased 2.3 percent to ¥610 million due to reduction of operating expenses and other factors.

Business Strategy and Outlook for the Year Ending March 31, 2011

In this segment, Anritsu will focus on increasing profitability by strengthening cost-reduction initiatives in addition to enhancing quality. We will also continue promoting our product strategy of high added value and differentiation and optimizing the supply chain, including the Thai Plant.

For the fiscal year ending March 31, 2011, we expect segment sales to increase 7.4 percent year on year to ¥12,500 million due to stronger overseas business. Operating income is expected to decrease 1.7 percent to ¥600 million because of the reversal of some expense reductions made in the previous fiscal year.

New Product Profile

Checkweigher Autochecker SV Series

Autochecker SV Series checkweighers enhance our lineup with products featuring high-sensitivity metal detectors with superior detection consistency. They provide strong support for customers' quality management.

