



CONSOLIDATED FINANCIAL SUMMARY FOR THE YEAR ENDED MARCH 31, 2012 (Japan GAAP)

April 26, 2012

Company Name: **ANRITSU CORPORATION** (Code Number : 6754)

Listed at : Tokyo Stock Exchange
(URL <http://www.anritsu.com/>)

Representative: Hirokazu Hashimoto ; President and Director

Contact Person: Tetsuo Kawabe ; Vice President, General Manager of Management Strategy Center
+81 46 296 6507

Date of shareholders' general meeting: June 27, 2012

Date of commencement of dividend payment: June 28, 2012

Date of submission of annual financial report (Yukashoken-Houkokusho): June 27, 2012

Preparation of additional explanatory materials related to the financial statements: Yes

Holding of results briefing session: Yes (for financial analysts and institutional investors)

(millions of yen, round down)

1. Business results of the year ended March 31, 2012: Consolidated (From April 1, 2011 to March 31, 2012)

(1) Operational Results

(Note) Percentage figures indicate change from the previous period.

| | Net sales | | Operating income (loss) | | Ordinary income (loss) | | Net income (loss) | |
|--------------------|-----------------|------|-------------------------|-------|------------------------|-------|-------------------|-------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| For the year ended | | | | | | | | |
| March, 2012 | 93,586 | 20.2 | 14,414 | 106.1 | 13,593 | 153.5 | 10,180 | 231.7 |
| March, 2011 | 77,853 | 5.9 | 6,994 | 52.6 | 5,362 | 49.8 | 3,069 | 697.0 |

(Note) Comprehensive income FY2011 : 10,070 million yen (303.0%) FY2010 : 2,498 million yen (-%)

| | Basic net income (loss) per share | Diluted net income (loss) per share | Return on equity | Ordinary Income to total assets | Operating Income to net sales |
|--------------------|-----------------------------------|-------------------------------------|------------------|---------------------------------|-------------------------------|
| | Yen | Yen | % | % | % |
| For the year ended | | | | | |
| March, 2012 | 79.39 | 71.01 | 21.5 | 12.8 | 15.4 |
| March, 2011 | 24.09 | 22.08 | 7.9 | 5.4 | 9.0 |

(Reference) Equity in income of affiliated companies

FY2011 (Mar. 31, 2012) : 14 million yen

FY2010 (Mar. 31, 2011) : (0) million yen

(2) Financial Position

| | Total assets | Net assets | Ratio of equity capital | Net assets per share |
|--------------------|-----------------|-----------------|-------------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| For the year ended | | | | |
| March, 2012 | 113,069 | 54,863 | 48.5 | 399.56 |
| March, 2011 | 99,249 | 39,906 | 40.2 | 313.09 |

(Reference) Equity capital FY2011 (Mar. 31, 2012) : 54,790 million yen FY2010 (Mar. 31, 2011) 39,895 million yen

(3) Cash Flows

| | Cash flows from operating activities | Cash flows from investing activities | Cash flows from financing activities | Cash and cash equivalents at the end of period |
|--------------------|--------------------------------------|--------------------------------------|--------------------------------------|--|
| | Millions of yen | Millions of yen | Millions of yen | Millions of yen |
| For the year ended | | | | |
| March, 2012 | 15,871 | (1,963) | (2,204) | 39,596 |
| March, 2011 | 9,229 | (1,432) | (6,049) | 27,993 |

2. Dividends

| | Annual dividends | | | | | Total dividends | Dividend payout | Net assets to dividend |
|-------------------------------|------------------|--------|--------|----------|-------|-----------------|-----------------|------------------------|
| | Q1-end | Q2-end | Q3-end | Year-end | Total | | | |
| For the year ended | Yen | Yen | Yen | Yen | Yen | Millions of yen | % | % |
| March, 2011 | — | 2.00 | — | 5.00 | 7.00 | 891 | 29.1 | 2.3 |
| March, 2012 | — | 5.00 | — | 10.00 | 15.00 | 2,008 | 18.9 | 4.2 |
| For the year ending | | | | | | | | |
| March, 2013 (Forecast) | — | 7.50 | — | 7.50 | 15.00 | | 18.3 | |

3. Forecast for the year ending March 31, 2013 : Consolidated (From April 1, 2012 to March 31, 2013)

(Note) Percentage figures indicate change from the previous period.

| | Net sales | | Operating income (loss) | | Income before income taxes (loss) | | Net Income (loss) | | Net income (loss) attributable to owners of the parent | | Basic net income (loss) per share | |
|--------|-----------------|---|-------------------------|---|-----------------------------------|---|-------------------|---|--|---|-----------------------------------|---|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % | Yen | % |
| Annual | 94,500 | — | 15,500 | — | 14,500 | — | 10,000 | — | 10,000 | — | 77.98 | — |

(Note): The above forecast is calculated under International Financial Reporting Standards (IFRS), as the Anritsu group has decided to adopt IFRS since the year ending March 31, 2013. Consequently, percentage changes compared with the fiscal year ended March 31, 2012 under Japan GAAP are omitted. Please see the page 7 and 8 for detailed forecast.

4. Others

(1) Changes in major subsidiaries during the period : None

Newly consolidated: -

Excluded from the scope of consolidation: -

(Note): This indicates whether there were changes in major subsidiaries affecting the scope of consolidation during this period.

(2) Changes in accounting principles, procedures and disclosures

1. Changes in accounting policies due to amendments of accounting standards : None

2. Changes in accounting policies due to other than 1.: Yes

3. Changes in accounting estimates : Yes

4. Restatement : None

(3) The number of shares issued and outstanding

1. Total number of shares issued and outstanding at end of period (Including treasury stocks)

FY2011 (Mar. 31, 2012) : 137,753,771 shares FY2010 (Mar. 31, 2011) : 128,042,848 shares

2. Total number of treasury stocks at end of period

FY2011 (Mar. 31, 2012) : 628,804 shares FY2010 (Mar. 31, 2011) : 617,889 shares

3. Average number of shares issued and outstanding during the period

FY2011 (Mar. 31, 2012) : 128,237,853 shares FY2010 (Mar. 31, 2011) : 127,427,317 shares

(Reference) Financial Summary (Non-Consolidated)

1. Business results of the year ended March 31, 2012 (From Apr. 1, 2011 to Mar. 31, 2012)

(1) Operational Results

(Note) Percentage figures indicate change from the previous period.

| | Net sales | | Operating income (loss) | | Ordinary income (loss) | | Net income (loss) | |
|--------------------|-----------------|------|-------------------------|-------|------------------------|-------|-------------------|------|
| | Millions of yen | % | Millions of yen | % | Millions of yen | % | Millions of yen | % |
| For the year ended | | | | | | | | |
| March, 2012 | 52,549 | 34.4 | 9,301 | 313.4 | 9,215 | 375.5 | 2,027 | 95.0 |
| March, 2011 | 39,108 | 6.4 | 2,249 | 27.5 | 1,938 | 3.5 | 1,039 | — |

| | Basic net income | Diluted net income |
|--------------------|------------------|--------------------|
| | (loss) per share | (loss) per share |
| For the year ended | Yen | Yen |
| March, 2012 | 15.81 | 14.14 |
| March, 2011 | 8.16 | 7.48 |

(2) Financial Position

| | Total assets | Net assets | Ratio of equity capital | Net assets per share |
|--------------------|-----------------|-----------------|-------------------------|----------------------|
| | Millions of yen | Millions of yen | % | Yen |
| For the year ended | | | | |
| March, 2012 | 125,277 | 69,539 | 55.4 | 506.59 |
| March, 2011 | 122,815 | 62,613 | 51.0 | 491.28 |

(Reference) Equity capital

FY2011 (Mar. 31, 2012) : 69,465 million yen FY2010 (Mar. 31, 2011) : 62,601 million yen

Information on the implementation of audit procedures

This financial summary is out of scope of audit procedures based on Financial Instruments and Exchange Act.

As of disclosure of this financial summary, the audit procedures based on Financial Instruments and Exchange Act has not been completed.

Forward-Looking Statements

- As the business forecast mentioned above are based on the recent information, actual results may vary substantially from projections above due to known or unknown risks, changes relating to uncertainties, and others. The reader should be aware that actual results may be materially different from any future results expressed herein due to various factors.
- With regard to notes for utilizing preconditions of outlook and business forecast, please refer to 4) Outlook for the Fiscal Year Ending March 31, 2013 at the page 7 and 8.
- Additional explanatory materials related to the financial statements will be available at Anritsu's web site since the results briefing session to be held on April 27, 2012.

INDEX

| | Page |
|--|------|
| 1. Results of Operations | 2 |
| (1) Analysis of Operating Results | 2 |
| (2) Analysis of Financial Condition | 9 |
| (3) Profit Distribution Policy and Dividends for the Years Ended/Ending March 31, 2012 and March 31, 2013 | 12 |
| (4) Risk Information | 12 |
| 2. Management Policies | 14 |
| (1) Basic Policy | 14 |
| (2) Management Targets | 14 |
| (3) Medium- and Long-Term Management Strategy and Issues to be Dealt With | 14 |
| 3. Consolidated Financial Statements | 16 |
| Consolidated Balance Sheets | 16 |
| Consolidated Statements of Income and Consolidated Statements of Comprehensive Income | 17 |
| Consolidated Statements of Changes in Net Assets | 18 |
| Consolidated Statements of Cash Flows | 20 |
| Segment Information | 21 |
| 4. Non- Consolidated Financial Statements | 23 |
| Non- Consolidated Balance Sheets | 23 |
| Non- Consolidated Statements of Income | 24 |
| Non- Consolidated Statements of Changes in Net Assets | 25 |
| 5. Others | 27 |
| Executive Personnel changes expected on June 27, 2012 | 27 |
| Consolidated Quarterly Financial Highlights | 29 |
| Consolidated Quarterly Financial Position | 30 |
| Consolidated Quarterly Segment Information | 31 |
| Anritsu Corporation Supplement of FY2011 | 33 |

1. Results of Operations

(1) Analysis of Operating Results

1) General Overview

| | Fiscal Year | | (Millions of yen) | |
|-------------------------|-------------|--------|-------------------|---------|
| | 2010 | 2011 | Change | |
| Orders | 80,282 | 90,358 | +10,076 | +12.6% |
| Backlog of orders | 17,151 | 13,923 | - 3,227 | - 18.8% |
| Net sales | 77,853 | 93,586 | +15,733 | +20.2% |
| Operating income (loss) | 6,994 | 14,414 | +7,420 | +106.1% |
| Ordinary income (loss) | 5,362 | 13,593 | +8,231 | +153.5% |
| Net income (loss) | 3,069 | 10,180 | +7,110 | +231.7% |

During the fiscal year ended March 31, 2012, the outlook for the global economy became uncertain. While the U.S. economy was gradually recovering, the economies of Europe stagnated due to the normalization of the government debt problem, and signs of slowing economic growth appeared in Asia. The Japanese economy, which was hard hit by the Great East Japan Earthquake, recovered with the rebuilding of the supply chain, but the recovery later slowed due to the substantial appreciation of the yen and other factors.

In the field of communication networks, the shift to broadband is giving rise to diverse services, including video transmission services and cloud computing. In the field of mobile communications, the rapidly growing popularity of smartphones, tablets and other mobile devices that can use a wide variety of services and applications has resulted in a steady increase in network data traffic as well as further growth in demand for high-capacity, high-speed communications. As a result, the world's major telecom operators and telecom equipment vendors are now stepping up development investment as the start of commercial services based on LTE (Long-Term Evolution), the high-speed communications standard capable of dramatic advances in the transmission speed of mobile handsets, expands to more countries around the world.

In addition, the communications infrastructure is being upgraded aggressively in emerging countries such as China and India, where development of mobile services is expanding. Amid such growing business opportunities, the Anritsu Group moved proactively to reinforce its foundation for growth, including strengthening its solution functions, enhancing its product lineup, and improving its customer support capabilities.

For the fiscal year ended March 31, 2012, the Test and Measurement segment performed well due to increasing demand for measuring instruments for the mobile communication market. As a results, orders increased 12.6 percent compared with the previous fiscal year to 90,358 million yen, net sales increased 20.2 percent to 93,586 million yen and operating income increased 106.1 percent to 14,414 million yen. Ordinary income increased 153.5 percent to 13,593 million yen, reflecting in part a foreign exchange loss of 305 million yen due to the strengthening of the yen. Net income increased approximately 231.7 percent to 10,180 million yen after an extraordinary loss of 896 million yen on impairment of goodwill.

2) Overview by Segment

1. Test and Measurement

| | Fiscal Year | | (Millions of yen) | |
|-------------------------|-------------|--------|-------------------|---------|
| | 2010 | 2011 | Change | |
| Net sales | 53,462 | 70,531 | +17,068 | +31.9% |
| Operating income (loss) | 5,050 | 13,735 | +8,684 | +172.0% |

This segment develops, manufactures and sells measuring instruments and systems for a variety of communications applications, and service assurance, to telecom operators, manufacturers of related equipment, and maintenance and installation companies around the world.

During the fiscal year ended March 31, 2012, primarily in North America and Japan, demand increased for measuring instruments for basic development of chipsets and mobile handsets based on the high-speed communications standard LTE and for test and measurement systems that perform protocol conformance testing and interoperability testing. In addition, demand for measuring instruments for manufacturing multifunctional mobile devices increased, and demand for measuring instruments for the installation and maintenance of network infrastructure was solid, primarily in Asia.

Consequently, segment sales increased 31.9 percent compared with the previous fiscal year to 70,531 million yen. Operating income increased 172.0 percent to 13,735 million yen.

2. Industrial Automation

| | Fiscal Year | | (Millions of yen) | |
|-------------------------|-------------|--------|-------------------|--------|
| | 2010 | 2011 | Change | |
| Net sales | 12,325 | 14,221 | +1,896 | +15.4% |
| Operating income (loss) | 659 | 528 | -130 | -19.8% |

This segment develops, manufactures and sells production management and quality management systems, including precision, high-speed auto checkweighers, automatic combination weighers and metal detectors, for the food, pharmaceutical and cosmetics industries, and precision measuring instruments for quality inspection in high-density mounting of electronic components for the electronics industry.

During the fiscal year ended March 31, 2012, in business for the food industry, demand was firm both in Japan and overseas. In addition, the precision measurement business was reclassified from the Others segment to the Industrial Automation segment.

As a result, segment sales increased 15.4 percent compared with the previous fiscal year to 14,221 million yen. Operating income decreased 19.8 percent to 528 million yen.

3. Information and Communications

| | Fiscal Year | | (Millions of yen) | |
|-------------------------|-------------|-------|-------------------|--------|
| | 2010 | 2011 | Change | |
| Net sales | 4,118 | 3,275 | -842 | -20.5% |
| Operating income (loss) | 69 | (104) | -173 | - |

The Information and Communications business carries out development, manufacturing and sale of video monitoring systems, telemeters and other public works information systems for delivery to Japanese government and municipal offices, including the Ministry of Land, Infrastructure, Transport and Tourism, and video distribution solutions and network bandwidth control equipment for Internet service providers and other customers.

During the fiscal year ended March 31, 2012, business for the government sector, which is closely tied to public works investment budgets, was weak. Consequently, segment sales decreased 20.5 percent compared with the previous fiscal year to 3,275 million yen. Operating loss was 104 million yen, compared with operating income of 69 million yen for the previous fiscal year.

In response to changes in the market, Anritsu restructured the operations of this business during the fiscal year ended March 31, 2012, primarily the organizational structure and business portfolio.

4. Others

| | Fiscal Year | | (Millions of yen) | |
|-------------------------|-------------|-------|-------------------|--------|
| | 2010 | 2011 | Change | |
| Net sales | 7,946 | 5,557 | -2,388 | -30.1% |
| Operating income (loss) | 1,653 | 842 | -811 | -49.1% |

The Others segment comprises devices, logistics, welfare services, real estate leasing and other businesses.

During the fiscal year ended March 31, 2012, in the device business, the device business was weak due to waning demand from the video transmission market in Japan, which was solid in the previous year.

As a result, segment sales decreased 30.1 percent compared with the previous fiscal year to 5,557 million yen, and operating income declined 49.1 percent to 842 million yen.

3) Analysis of Operating Results

1. Test and Measurement

The Test and Measurement business, which accounts for approximately 75 percent of the Anritsu Group's net sales, is divided into the following three (3) sub-segments.

1) Mobile

The Mobile sub-segment includes measuring instruments for mobile phone acceptance testing by mobile phone service operators, and for design, production, function and performance verification, and maintenance of mobile phone handsets by manufacturers of mobile phones, IC chipsets and relevant components.

Demand in this sub-segment tends to be influenced by factors including technological innovations in mobile phone services, the degree of diffusion, and the number of new subscribers, new mobile phone models and mobile phones shipped.

Amid the dramatic expansion in mobile broadband services for smartphones, tablets and other devices as well as conventional mobile phones, services based on LTE, the high-speed communications standard, are being rolled out globally. As a result, full-scale development has begun for IC chipsets and mobile handsets supporting LTE, and demand for related measuring equipment is expanding.

Further, the Company is working to enhance its portfolio of solutions for the LTE handset market and maintain and expand market position by optimally employing the technologies gained in this process to continue developing and launching competitive products to meet expected demand for test and measurement systems that perform protocol conformance testing and interoperability testing, and for measuring instruments for manufacturing multifunctional mobile devices. In addition, in China, India and other emerging countries, the popularity of 3G services is increasing, and their markets are also expanding as handset production bases for global markets.

Anritsu will work to further expand business by providing competitive products such as measuring equipment for manufacturing.

2) Network Infrastructure

The Network Infrastructure sub-segment includes network construction maintenance, monitoring and service quality assurance solutions for wireline and wireless service providers, and solutions for communication equipment manufacturer needs in areas including design, production and testing.

In this sub-segment, with the increasing popularity of broadband network services, in addition to broadband services such as music and video download and IPTV, new services such as cloud computing are now being offered. Further, internet access via mobile phones is growing rapidly as flat-rate data services for mobile phones expand. As a result, demand for higher-speed networks is rising with increasing data traffic.

In the field of network infrastructure, full-scale construction of 40Gbps networks that can handle the rapid increase in high-speed traffic, as well as full-fledged research and development for 100Gbps network equipment, are under way. Additionally, demand for installation of base stations and mobile backhaul equipment is increasing to meet surging demand for data communications driven by the popularization of devices such as smartphones and tablets. As a result, demand for related measuring equipment is also increasing.

In service assurance, increased demand is anticipated for solutions that ensure service quality due to the development of new services using networks as platforms.

The Network Infrastructure sub-segment is working to expand business by providing comprehensive solutions from constructing and monitoring communications infrastructure to ensuring service quality in addition to research and development solutions for telecommunications equipment.

3) Electronics

The Electronics sub-segment includes measuring instruments widely used in the electronics industry, particularly for design, production and evaluation of electronic devices used in telecommunications network-related communications equipment and other electronic equipment.

Demand in this sub-segment tends to be impacted by the scale of production of electronic components and products used in telecommunications equipment, intelligent home appliances and automobiles.

The expansion of mobile broadband services is driving growth in demand for development and manufacturing of wireless modules for a broad array of applications. Anritsu will work to further expand the business in this sub-segment by offering a wider range of applications for the electronics market and enhancing its lineup of general-purpose measuring equipment.

2. Industrial Automation

The Industrial Automation business accounts for about 15 percent of Anritsu Group's net sales. Since approximately 70 percent of segment sales are made to food manufacturers, this segment is substantially influenced by the impact of economic growth rate and changes in consumer spending levels on food manufacturers' business results.

Core products include highly precise checkweighers for high-speed food processing lines, as well as X-ray and other inspection systems that detect and remove metal fragments, stones and other alien materials in the food processing process with high precision. Anritsu's products have been adopted in Japan and around the world and are highly regarded in the market. In addition, continuous investment aimed at expanding market share in Asia, the United States and Europe resulted in an overseas sales ratio of approximately 30 percent. Demand for quality control inspection solutions is expected to remain firm overall, particularly in emerging countries, as interest among food manufacturers remains high. To meet this demand, Anritsu will develop and deliver integrated quality control inspection solutions, and will optimize its supply chain including overseas production in order to expand the business and increase profitability.

3. Information and Communications

The Information and Communications business accounts for about 4 percent of Anritsu Group's net sales. It is easily influenced by the budgets of the national and local governments because a high proportion of its sales are for delivery to the government market. In addition, because of the connection with customers' budget implementation periods, more than 50 percent of its sales tend to be concentrated in the fourth quarter.

In the government market, investments related to disaster recovery will be accorded first priority. Thereafter, investments are expected in other areas including disaster prevention and IP infrastructure development. In the private-sector market, demand is increasing for bandwidth controller and other communication infrastructure enhancements in order to maintain Quality of Service (QoS) for financial institutions and telecom operators.

The Anritsu Group will work to expand the business by addressing this demand with high-quality equipments based on IP network technologies, an Anritsu Group strength, while further promoting business cooperation with system integrators.

4) Outlook for the Fiscal Year Ending March 31, 2013

For the fiscal year ending March 31, 2013, the recovery of the U.S. economy is expected to continue to drive the gradual recovery of the global and Japanese economies. However, there are concerns of a possible downturn due to factors such as the deepening of the government debt problem in Europe and the impact of rising crude oil prices. In addition, careful attention remains necessary to factors including intensifying price competition, volatility in exchange rates and concerns about electric power shortages.

In this market environment, the Anritsu Group will undertake the following measures.

In the core Test and Measurement segment, the Anritsu Group will work more closely with customers by sharing development road maps with them and strengthening technical support to establish a competitive position in the mobile market, where demand is projected to continue expanding worldwide. In the network infrastructure market, the Anritsu Group will focus on expanding sales by rolling out competitive new products based on customer needs in the core network market, where investment will be needed due to increasing data traffic, as well as in the growing FTTx and base station markets. In the electronics market, which is expected to grow in the medium-to-long term, the Anritsu Group will work to develop new demand by enhancing its product lineup and expanding indirect sales channels to increase its brand power. In addition, the Anritsu Group will work to further increase profitability by raising management efficiency through measures such as stronger management of multi-base cooperative development and establishment of a global procurement system.

In the Industrial Automation segment, while developing the market with a strategy of higher added value and differentiation, Anritsu aims to expand business in the growth markets of Asia and emerging countries by using global procurement and overseas production to introduce products that are highly cost-competitive.

Beginning in the fiscal year ending March 31, 2013, the Anritsu Group will voluntarily apply IFRS instead of Japan GAAP, which it had been using previously. With this change, the Anritsu Group aims to strengthen its operating foundation through improvements in internal decision-making processes, and to diversify funding sources by enhancing the international comparability of its financial data. Therefore, the performance forecast for the fiscal year ending March 31, 2013 is based on IFRS.

The performance forecast for the year ending March 31, 2013 is shown on page 8.

In the Test and Measurement segment, Anritsu anticipates that sales will be essentially the same as in the fiscal year ended March 31, 2012. In the mobile market, which drives growth in the Anritsu Group, Anritsu will continue to focus on securing orders with the expectation that demand will remain at the same level as in the fiscal year ended March 31, 2012, when it recorded substantial sales growth. In the Industrial Automation segment, demand is expected to increase overseas.

The Anritsu Group forecasts total net sales of 94.5 billion yen, operating income of 15.5 billion yen, income before income taxes of 14.5 billion yen, and net income of 10.0 billion yen.

**BUSINESS FORECAST FOR THE FISCAL YEAR ENDING MARCH 31, 2013
(IFRS)**

(Millions of yen)

| | FY2012 |
|-----------------------------------|---------------|
| Net sales | 94,500 |
| Operating income (loss) | 15,500 |
| Income before income taxes (loss) | 14,500 |
| Net income (loss) | 10,000 |

Assumed exchange rate; 1US\$=80Yen

(For Reference)

SEGMENT INFORMATION

(Millions of yen)

| | FY2010 | | FY2011 | | FY2012 (Forecast) | |
|-----------------------|---------------------------------------|---------|---------------------------------------|---------|---------------------------------------|---------|
| | From Apr. 1, 2010 To Mar. 31, 2011 | %Change | From Apr. 1, 2011 To Mar. 31, 2012 | %Change | From Apr. 1, 2012 To Mar. 31, 2013 | %Change |
| Net sales | 77,853 | +5.9 | 93,586 | +20.2 | 94,500 | - |
| Segment | | | | | | |
| Test and Measurement | 53,462 | +10.8 | 70,531 | +31.9 | 70,000 | - |
| Industrial Automation | 12,325 | +5.9 | 14,221 | +15.4 | 15,000 | - |
| Info. and Comm. | 4,118 | -22.4 | 3,275 | -20.5 | - | - |
| Others | 7,946 | -4.6 | 5,557 | -30.1 | 9,500 | - |
| Market | | | | | | |
| Japan | 32,952 | -1.6 | 36,898 | +12.0 | 37,500 | - |
| Overseas | 44,900 | +12.1 | 56,687 | +26.3 | 57,000 | - |
| Americas | 18,946 | +35.7 | 19,884 | +4.9 | 20,000 | - |
| EMEA | 10,629 | -14.7 | 12,549 | +18.1 | 12,500 | - |
| Asia and Others | 15,324 | +12.4 | 24,253 | +58.3 | 24,500 | - |

(Notes) EMEA: Europe, Middle East and Africa

The business forecast for the fiscal year ending March 31, 2013 is calculated based on International Financial Reporting Standards (IFRS). Therefore, percentage changes compared with the fiscal year ended March 31, 2012 (Japan GAAP) are omitted.

The Information and Communications segment is included in Others as of the fiscal year ending March 31, 2013.

The precision measurement business was reclassified from Others to Industrial Automation as of the fiscal year ended March 31, 2012.

(Note)

Statements made in these materials with respect to Anritsu's current plans, strategies and beliefs that are not historical fact are forward-looking statements of future business results or other forward-looking projections pertinent to the business of Anritsu. These descriptions are based on assumptions and judgments made by Anritsu's management from information currently available, and include certain risks and uncertain factors. Actual business results are the outcome of a number of unknown variables, and may substantially differ from the figures projected herein. Furthermore, Anritsu disclaims any obligation, unless required by law, to update or revise any forward-looking statements as a result of new information, future events or otherwise.

Factors which may affect the actual business results include but are not limited to the economic situation in the geographic areas where Anritsu conducts business, including but not limited to Japan, Americas, Europe, and Asia, pressure on prices due to trends in demand for Anritsu's products and services or to increased competition, Anritsu's ability to continue supplying products and services that are accepted by customers in a highly competitive market environment, and currency exchange rates.

(2) Analysis of Financial Condition

1) Assets, Liabilities and Net Assets

| | Ended March 31, | | (Millions of yen) |
|------------------------------|-----------------|---------|-------------------|
| | 2011 | 2012 | Change |
| Total assets | 99,249 | 113,069 | +13,819 |
| Liabilities | 59,342 | 58,205 | -1,137 |
| Net assets | 39,906 | 54,863 | +14,957 |
| <i>Interest-bearing debt</i> | 36,839 | 30,336 | -6,503 |

Assets, liabilities and net assets as of March 31, 2012 were as follows.

1. Assets

Total assets increased 13,819 million yen compared with the end of the previous fiscal year to 113,069 million yen. Current assets increased 14,980 million yen due to an increase in cash and deposits. Noncurrent assets decreased 1,160 million yen due to factors including impairment of goodwill.

2. Liabilities

Total liabilities decreased 1,137 million yen compared with the end of the previous fiscal year to 58,205 million yen. This was mainly because bonds with subscription rights to shares were converted into stock.

The Anritsu Group plans to redeem straight bonds of 9.9 billion yen in September 2012 and repay 9.1 billion yen in long-term loans payable during the fiscal year ending March 31, 2013. As a result, noncurrent liabilities decreased and current liabilities increased.

3. Net Assets

Total net assets increased 14,957 million yen compared with the end of the previous fiscal year to 54,863 million yen. This was the result of an increase in capital stock and capital surplus due to the conversion of convertible bonds with subscription rights to shares into stock, in addition to an increase in retained earnings.

As a result, the ratio of equity capital was 48.5 percent, compared with 40.2 percent at the end of the previous fiscal year.

2) Summarized Cash Flows

| | Fiscal Year | | (Millions of yen) |
|--|-------------|---------|-------------------|
| | 2010 | 2011 | Change |
| Cash flows from operating activities | 9,229 | 15,871 | +6,642 |
| Cash flows from investing activities | (1,432) | (1,963) | -531 |
| Cash flows from financing activities | (6,049) | (2,204) | +3,845 |
| Cash and cash equivalents at end of period | 27,993 | 39,596 | +11,602 |
| <i>Free cash flow</i> | 7,797 | 13,907 | +6,110 |

In the fiscal year ended March 31, 2012, cash and cash equivalents (hereafter, "net cash") increased 11,602 million yen from the end of the previous fiscal year to 39,596 million yen.

Free cash flow, the sum of cash flows from operating activities and cash flows from investing activities, was positive 13,907 million yen (compared with positive 7,797 million yen in the previous fiscal year).

Conditions and factors for each category of cash flow for the fiscal year are as follows.

1. Cash Flows from Operating Activities

Net cash provided by operating activities was 15,871 million yen (in the previous fiscal year, operating activities provided net cash of 9,229 million yen).

The primary factor, in addition to recording income before income taxes, was the reduce the inventories.

Depreciation and amortization was 2,563 million yen, a decrease of 28 million yen compared with the previous fiscal year.

2. Cash Flows from Investing Activities

Net cash used in investing activities was 1,963 million yen (in the previous fiscal year, investing activities used net cash of 1,432 million yen).

This was mainly due to purchase of property, plant and equipment of 2,393 million yen.

3. Cash Flows from Financing Activities

Net cash used in financing activities was 2,204 million yen (in the previous fiscal year, financing activities used net cash of 6,049 million yen).

The primary factors were payment of cash dividends totaling 1,274 million yen and repayment of bank loans.

3) Analysis of Financial Condition

Anritsu's Group's funding requirements are mainly working capital such as material purchase costs and operating expenses incurred in manufacturing, sales and marketing of products, as well as capital investment funds and research and development expenses. In addition, the Anritsu Group secured stable financing by renewing a committed 15.0 billion yen line of credit in March 2011 (effective until March 2014). Looking forward, while preparing for unforeseen financial risks, both domestic and overseas, in a dramatically changing market environment, Anritsu Group will swiftly and flexibly meet its capital requirements for working capital, regular repayment of long-term borrowings and business growth.

During the fiscal year ended March 31, 2012, 6.1 billion yen of convertible bonds with subscription rights to shares (out of 10.0 billion yen issued) were converted into stock. As a result, as of March 31, 2012, the balance of interest-bearing debt was 30.3 billion yen (compared with 36.8 billion yen at the end of the previous fiscal year) and the debt-to-equity ratio was 0.55 (compared with 0.92 at the end of the previous fiscal year), both substantial improvements. In addition, the turnover ratio on the end-of-period balance of inventories to net sales was 6.3 times, surpassing Anritsu's medium-term target of 6.0 times.

The Company will use increased cash flow generated by improvements in adjusted current earnings (net operating income after tax less an adjustment for the cost of capital) and asset turnover as well as enhanced capital efficiency resulting from measures including an internal Group cash management system to make further reductions in interest-bearing debt, improve the debt-to-equity ratio, enhancing shareholders' equity and fortify its financial structure.

At the end of March 2012, Rating and Investment Information, Inc. (R&I) rated Anritsu's short-term debt a-2, and its long-term debt BBB. Anritsu will continue working to enhance its financial stability in order to improve its debt rating.

(Note)

Debt-to-equity ratio: Interest-bearing debt / Equity Capital

4) Cash Flow Outlook for the Year Ending March 31, 2013**1. Cash Flows from Operating Activities**

In addition to increasing income before income taxes, the Anritsu Group plans to maximize cash provided by operating activities by making more effective use of operating assets such as inventories and trade notes and accounts receivable. In particular, Anritsu Group aims to reduce inventories, by conducting thorough supply chain management, including production innovation, and making more efficient use of demo products for sales promotions.

2. Cash Flows from Investing Activities

Anritsu expects investing activities to use net cash in the fiscal year ending March 31, 2013.

As the Company plans to focus capital investment on strengthening the foundation of its development environment and expanding production capacity, the scale of investment is expected to increase compared with the fiscal year ended March 31, 2012.

3. Cash Flows from Financing Activities

The Anritsu Group expects cash flows from financing activities to be negative, mainly due to payment of cash dividends.

5) Indicator Trend of Consolidated Cash Flows

| | Year Ended March 31, 2009 | Year Ended March 31, 2010 | Year Ended March 31, 2011 | Year Ended March 31, 2012 |
|--|------------------------------|------------------------------|------------------------------|------------------------------|
| Shareholders' equity / Total assets (%) | 37.1 | 37.2 | 40.2 | 48.5 |
| Market capitalization / Total assets (%) | 29.4 | 45.3 | 81.3 | 131.5 |
| Interest bearing debt / Operating cash flows (years) | 6.3 | 5.3 | 4.0 | 1.9 |
| Operating cash flows / Interest expense (times) | 9.8 | 12.7 | 13.2 | 30.7 |

(Notes)

1. All indicators are calculated on a consolidated basis.
2. **Market capitalization** is calculated by multiplying the total number of shares outstanding at the end of the period (excluding treasury stock) by the closing share price at the end of the period.
3. **Interest-bearing debt** are debt stated on the consolidated balance sheets on which interest is paid (including zero coupon bonds with stock acquisition rights).
4. **Operating cash flows** and **Interest expense** are as reported in the consolidated statement of cash flows.

(3) Profit Distribution Policy and Dividends for the Years Ended/Ending March 31, 2012 and March 31, 2013

Anritsu considers the return of profits to shareholders a management priority. Its basic policy for paying dividends from surplus funds is to increase the ratio of dividends on consolidated equity (DOE) to reflect the level of income during the consolidated period while comprehensively taking into account factors. The Company's policy is to apply retained earnings to research and development and capital investment in order to respond to rapid technological advances and changes in the market structure.

The Company's basic policy regarding distribution of surplus funds is to make two distributions of dividends annually, consisting of a fiscal year-end dividend by resolution of the General Meeting of Shareholders and an interim dividend approved by the Board of Directors.

Anritsu plans to pay a year-end dividend of 10.00 yen per share, and total dividends for the fiscal year will be 15.00 yen per share for the fiscal year ended March 31, 2012.

For the fiscal year ending March 31, 2013, Anritsu plans to pay cash dividends of 15.00 yen per share (including an interim dividend of 7.50 yen per share), assuming achievement of the business forecast on page 8.

(4) Risk Information

1) Inherent Risks In Anritsu Group's Technology and Marketing Strategies

Anritsu Group works to deploy its well-developed technological capabilities to promptly provide cutting-edge products and services that offer value to customers. However, the rapid pace of technological innovation in Anritsu Group's core information and communication markets and Anritsu Group's ability to deliver products and services in a timely manner to meet the needs and wants of customers are factors that have the potential to exert a material impact on Anritsu Group's results.

2) Market Fluctuation Risk

External factors including changes in the economy or market conditions and technological innovation affect the profitability of product lines the Group develops and have the potential to exert a significant material impact on the Anritsu Group's results.

Because a high percentage of Test and Measurement segment sales are in the telecommunications market, capital investment trends among telecom operators, telecommunications equipment manufacturers and electronic component manufacturers have the potential to exert a material effect on business results. Telecom operators are progressively adopting technologies to handle rapid increases in data traffic even as they curtail capital investment. However, they are also increasingly adopting shared open network use in order to increase service development efficiency. Moreover, business results for the mobile communications measuring instrument field, the cornerstone of earnings for the Anritsu Group, are affected by changes in technological innovation in mobile phone services, the number of subscribers and the replacement ratio for mobile phones. Business results are also affected by factors such as changes in development methods as seen in the shift to mobile phone software platforms and response to intensifying price competition in measuring instruments used in handset production.

In the Industrial Automation business, sales to food manufacturers constitute about 70 percent of sales. Economic growth rates, consumer spending and raw material price trends have the potential to impact performance, capital investment and other issues among food manufacturers and materially influence its performance.

3) Global Business Development Risk

The Anritsu Group markets its products globally, and conducts business in the Americas, Europe, Asia and elsewhere. In particular, the overseas sales ratio for the Test and Measurement business is about 71 percent, and many customers likewise operate on a global scale. As a result, economic trends in countries

worldwide, international conditions and progress in the Anritsu Group's global strategy have the potential to exert a material impact on earnings. In addition, global-scale mergers, acquisitions and realignment in the telecommunications industry are changing the competitive landscape. Significant changes in capital investment trends that result have the potential to exert a material impact on the Anritsu Group's operating results.

4) Foreign Exchange Risk

Anritsu Group's sales outside Japan account for 60.6 percent of consolidated net sales. Anritsu Group hedges foreign exchange risk using instruments including forward foreign exchange contracts for foreign exchange transactions that occur upon collection of accounts receivable and other events. However, rapid changes in foreign exchange rates have the potential to exert a material impact on Anritsu Group's performance.

5) Long-term Inventory Obsolescence Risk

Anritsu Group works to provide products and services that precisely meet customer needs and wants. However, particularly in the test and measuring instruments market, product lines are subject to rapid change in technology, which can easily result in obsolescence of products and parts, and cause inventory held for long periods to lose its value. These factors have the potential to exert a material impact on Anritsu Group's financial condition.

6) Risk Related to Deferred Tax Assets

The Anritsu Group records future tax benefits as deferred tax assets. Calculation of deferred tax assets is based on projections that include estimates of future taxable income, and the actual benefit may differ from the projection. If the deferred tax assets based on the estimate of future taxable income are judged to be partially or wholly unrecoverable, these deferred tax assets are written down, which has the potential to exert a material impact on the Anritsu Group's financial condition and operating results.

7) Risk Related to Retirement Benefit Obligations

The Anritsu Group's employee retirement benefit expenses and liabilities are calculated based on the discount rate and other assumptions set in actuarial calculations, and on expected pension plan returns. However, presumptive changes in the discount rate or actuarial calculations that form the basis for calculating projected retirement benefit obligations could exert a material impact on the Anritsu Group's financial condition and operating results.

8) Effect of Revisions to Accounting Standards

The Anritsu Group prepares its financial statements based on generally accepted accounting standards and conducts appropriate financial disclosure. However, new application of or changes in accounting standards, the tax system or other systems in the future have the potential to exert a material impact on the Anritsu Group's operating results and financial condition.

Beginning in the fiscal year ending March 31, 2013, the Anritsu Group will voluntarily apply IFRS instead of Japan GAAP, which it had been using previously.

9) Risk of Natural Disasters and Other Unexpected Events

The Anritsu Group carries out production and sales activities globally. Consequently, the occurrence of major earthquakes or other natural disaster, fire, war, acts of terrorism or violence could exert a material impact on the Anritsu Group's operating results and financial condition by disrupting the business activities of the Anritsu Group or its suppliers and customers due to damage to key facilities, or by causing political or economic instability.

2. Management Policies

(1) Basic Policy

The management philosophy of Anritsu Corporation is to contribute to creating an affluent safe and secure global society by providing “Original & High-level” products and services with sincerity, harmony and enthusiasm. Based on this, Anritsu’s Company Policy is 1) to make Energetic organization by all employees with knowledge, 2) to obtain the growth driver by innovation, 3) to be a market leader in the global market and 4) to contribute for creating the society which is kind to human and earth as a good corporate citizen.

The Anritsu Group has built a solid base of customer trust with its portfolio of communications, test and measurement and inspection technologies that it has built up over the more than 110 years since its founding. These core technologies support the Group’s current businesses, including Test and Measurement, Industrial Automation, and other businesses, and are a source of its corporate value. Strong relationships with suppliers and good labor-management relationships based on trust are also key management resources and further sources of corporate value.

The Anritsu Group will continue working to raise corporate value by making the most of these management resources while contributing to the realization of an affluent safe and secure global society.

(2) Management Targets

Anritsu aims to maximize corporate value by managing its operations with a focus on cash flow. In addition, to evaluate the added value generated by capital invested, Anritsu uses an original metric, ACE (Anritsu Capital-cost Evaluation), for evaluating the results of each business.

Anritsu achieved the management targets in the Mid-Term Plan GLP2012, which was formulated in April 2010, one year earlier than planned. Therefore, Anritsu has formulated a new plan, GLP2014, with the aim of achieving its management vision of continuous growth with sustainable superior profits, and will continue to apply its full efforts toward achieving the goals of the plan.

The key numerical management indicators of the Mid-term Business Plan GLP2014, and progress toward them, are as follows:

| | Year Ended March 31, 2011 (Japan GAAP) | Year Ended March 31, 2012 (Japan GAAP) | Year Ending March 31, 2015 (Targets/IFRS) |
|------------------------------------|--|--|---|
| Sales (Billions of yen) | 77.8 | 93.5 | 110.0 |
| Operating income (Billions of yen) | 6.9 | 14.4 | 19.0 |
| Net income (Billions of yen) | 3.0 | 10.1 | 13.0 |
| ROE | 7.9% | 21.5% | 20% |
| ACE (Billions of yen) | 1.9 | 9.1 | 9.0 |

ACE: After-tax operating income – Cost of capital

The business forecast for the fiscal year ending March 31, 2015 is calculated based on IFRS.

(3) Medium- and Long-Term Management Strategy and Issues to be Dealt With

The Anritsu Group’s businesses, from the core Test and Measurement business to the Information and Communications and device businesses, involve information and communication technology (ICT) services. In the ICT field, the global expansion of mobile broadband services is driving growth. This trend is clearly apparent in the medium-to-long-term increase in popularity of 3G and LTE, and the explosive growth of mobile data traffic. From basic social infrastructure to entertainment applications, safe, secure networks that are easy to connect to any time and anywhere are vital to a sustainable society. As an advanced measurement company, Anritsu provides network solutions for its customers and for society.

In the Industrial Automation business, Anritsu will work to meet its long-term goal of raising the overseas sales ratio to 50 percent by enhancing overseas resources to accelerate business development in the huge, growing markets of China and the ASEAN region.

To support the development of a safe, secure and comfortable global society, Anritsu aims to be the best partner for its customers as a global market leader.

Steady implementation of these strategies requires appropriately managing and reducing risks and transforming them from impediments into a source of competitive advantage. For this reason, Anritsu will strive to achieve its management targets by improving the risk management system through further strengthening of established ties among Group companies in Japan and overseas via upgrades to the internal control system.

Moreover, Anritsu places high management priority on enhancing corporate governance, and will take the necessary measures to increase management transparency, reinforce check-and-balance functions and strengthen oversight of management.

The Anritsu Group believes that honest business practices enhance corporate value, and will continue to actively conduct corporate social responsibility (CSR) activities. Anritsu intends to go beyond what it considers to be its primary CSR activity - contributing to the realization of a safe, secure, and comfortable society through its products and services - to review the activities of the entire Group in all areas of corporate social responsibility, including compliance, customer satisfaction, supply chain management, environmental protection, human rights, and occupational health and safety. By doing so, the Anritsu Group will further strengthen its operating infrastructure and achieve continuous profitable growth.

3.Consolidated Financial Statements

Consolidated Balance Sheets

(Unit: Millions of yen; round down)

| Assets | | | | Liabilities and Net assets | | | |
|--|--------------------------------|--------------------------------|---------------|---|--------------------------------|--------------------------------|---------------|
| | FY2010 as of 3.31.11 (A) | FY2011 as of 3.31.12 (B) | (B) - (A) | | FY2010 as of 3.31.11 (A) | FY2011 as of 3.31.12 (B) | (B) - (A) |
| Assets | 99,249 | 113,069 | 13,819 | Liabilities | 59,342 | 58,205 | (1,137) |
| Current assets | 69,673 | 84,654 | 14,980 | Current liabilities | 20,403 | 43,948 | 23,544 |
| Cash and deposits | 27,993 | 39,596 | 11,602 | Notes and accounts payable-trade | 6,147 | 4,919 | (1,227) |
| Notes and accounts receivable-trade | 19,175 | 23,605 | 4,430 | Short-term loans payable | 2,239 | 10,936 | 8,696 |
| [Inventories] | [15,763] | [14,814] | [(949)] | Current portion of bonds | - | 9,900 | 9,900 |
| Finished goods | 6,184 | 5,527 | (656) | Income taxes payable | 867 | 1,875 | 1,008 |
| Work in process | 4,520 | 4,083 | (436) | Provision for product warranties | - | 348 | 348 |
| Raw materials | 5,058 | 5,202 | 143 | Provision for directors' bonuses | 93 | 120 | 26 |
| Deferred tax assets | 5,813 | 5,637 | (175) | Other | 11,055 | 15,848 | 4,792 |
| Other | 1,207 | 1,240 | 32 | Noncurrent liabilities | 38,938 | 14,256 | (24,682) |
| Allowance for doubtful accounts | (279) | (240) | 39 | Bonds payable | 9,900 | - | (9,900) |
| Noncurrent assets | 29,575 | 28,414 | (1,160) | Bonds with subscription rights to shares | 10,000 | 3,900 | (6,100) |
| Property, plant and equipment | 17,652 | 16,884 | (767) | Long-term loans payable | 14,700 | 5,600 | (9,100) |
| Buildings and structures, net | 10,789 | 10,301 | (488) | Lease obligations | 1,178 | 758 | (420) |
| Machinery, equipment and vehicles, net | 1,389 | 1,425 | 36 | Deferred tax liabilities | 345 | 291 | (53) |
| Tools, furniture and fixtures, net | 1,227 | 1,402 | 175 | Provision for retirement benefits | 1,895 | 1,789 | (106) |
| Land | 4,245 | 3,755 | (490) | Provision for directors' retirement benefits | 20 | 22 | 2 |
| Construction in progress | 0 | - | (0) | Other | 898 | 1,894 | 995 |
| Intangible assets | 1,872 | 625 | (1,247) | | | | |
| Goodwill | 1,255 | - | (1,255) | Net assets | 39,906 | 54,863 | 14,957 |
| Other | 617 | 625 | 8 | Shareholders' equity | 47,002 | 62,007 | 15,004 |
| Investments and other assets | 10,049 | 10,904 | 854 | Capital stock | 14,051 | 17,105 | 3,054 |
| Investment securities | 806 | 803 | (2) | Capital surplus | 23,001 | 26,055 | 3,054 |
| Deferred tax assets | 1,270 | 2,355 | 1,084 | Retained earnings | 10,792 | 19,698 | 8,905 |
| Long-term prepaid expenses | 7,571 | 7,313 | (258) | Treasury stock | (842) | (852) | (9) |
| Other | 480 | 505 | 25 | Accumulated other comprehensive income | (7,107) | (7,217) | (109) |
| Allowance for doubtful accounts | (79) | (73) | 5 | Valuation difference on available-for-sale securities | 122 | 130 | 8 |
| | | | | Deferred gains or losses on hedges | (21) | (13) | 8 |
| | | | | Foreign currency translation adjustment | (7,207) | (7,334) | (126) |
| | | | | Subscription rights to shares | 11 | 73 | 62 |
| TOTAL | 99,249 | 113,069 | 13,819 | TOTAL | 99,249 | 113,069 | 13,819 |

ANRITSU CORPORATION (6754) Financial Summary of FY2011

Consolidated Statements of Income and Consolidated Statements of Comprehensive Income

(Unit: Millions of yen; round down)

| | FY2010 | | FY2011 | | Change | |
|---|--|-------|--|-------|-----------|-------|
| | From April 1, 2010 to March 31, 2011(A) | | From April 1, 2011 to March 31, 2012(B) | | (B) - (A) | |
| | Amount | % | Amount | % | | % |
| Net sales | 77,853 | 100.0 | 93,586 | 100.0 | 15,733 | 20.2 |
| Cost of sales | 43,033 | 55.3 | 49,384 | 52.8 | 6,351 | 14.8 |
| Gross profit | 34,819 | 44.7 | 44,202 | 47.2 | 9,382 | 26.9 |
| Selling, general and administrative expenses | 27,825 | 35.7 | 29,787 | 31.8 | 1,961 | 7.0 |
| Operating income | 6,994 | 9.0 | 14,414 | 15.4 | 7,420 | 106.1 |
| Interest income | 93 | | 80 | | (12) | |
| Dividends income | 23 | | 27 | | 3 | |
| Reversal of allowance for doubtful accounts | - | | 30 | | 30 | |
| Other | 142 | | 134 | | (8) | |
| Non - operating income | 259 | 0.3 | 272 | 0.3 | 12 | 4.9 |
| Interest expenses | 710 | | 517 | | (192) | |
| Foreign exchange losses | 768 | | 305 | | (463) | |
| Other | 412 | | 270 | | (141) | |
| Non - operating expenses | 1,891 | 2.4 | 1,093 | 1.2 | (797) | -42.2 |
| Ordinary income | 5,362 | 6.9 | 13,593 | 14.5 | 8,231 | 153.5 |
| Gain on sales of investment securities | - | | 10 | | 10 | |
| Gain on reversal of subscription rights to shares | 8 | | - | | (8) | |
| Extraordinary income | 8 | 0.0 | 10 | 0.0 | 2 | 29.2 |
| Impairment loss on goodwill | 986 | | 896 | | (89) | |
| Loss on revision of retirement benefit plan | - | | 528 | | 528 | |
| Impairment loss | - | | 409 | | 409 | |
| Loss on sales of noncurrent assets | - | | 293 | | 293 | |
| Business structure improvement expenses | - | | 103 | | 103 | |
| Loss on sales of investment securities | - | | 19 | | 19 | |
| Loss on valuation of investment securities | 77 | | 0 | | (76) | |
| Loss on adjustment for changes of accounting standard for asset retirement obligations | 68 | | - | | (68) | |
| Extraordinary Loss | 1,132 | 1.5 | 2,252 | 2.4 | 1,119 | 98.9 |
| Income before income taxes | 4,237 | 5.4 | 11,351 | 12.1 | 7,113 | 167.9 |
| Income taxes-current | 1,043 | 1.3 | 2,194 | 2.3 | 1,151 | 110.4 |
| Income taxes-deferred | 125 | 0.2 | (1,023) | -1.1 | (1,148) | - |
| Income before minority interests | 3,069 | 3.9 | 10,180 | 10.9 | 7,110 | 231.7 |
| Net income | 3,069 | 3.9 | 10,180 | 10.9 | 7,110 | 231.7 |
| Income before minority interests | 3,069 | 3.9 | 10,180 | 10.9 | 7,110 | 231.7 |
| Valuation difference on available-for-sale securities | (16) | | 8 | | 25 | |
| Deferred gains or losses on hedges | 7 | | 8 | | 1 | |
| Foreign currency translation adjustment | (563) | | (125) | | 438 | |
| Share of other comprehensive income of associates accounted for using equity method | 2 | | (1) | | (4) | |
| Other comprehensive income | (570) | -0.7 | (109) | -0.1 | 460 | - |
| Comprehensive income | 2,498 | 3.2 | 10,070 | 10.8 | 7,571 | 303.0 |

Consolidated Statements of Changes in Net Assets

(Unit: Millions of yen; round down)

| | FY2010 (From April 1, 2010 to March 31, 2011) | FY2011 (From April 1, 2011 to March 31, 2012) |
|--|---|---|
| Shareholders' equity | | |
| Capital stock | | |
| Balance at the beginning of current period | 14,049 | 14,051 |
| Changes of items during the period | | |
| Issuance of new shares | 1 | 3,054 |
| Total changes of items during the period | 1 | 3,054 |
| Balance at the end of current period | 14,051 | 17,105 |
| Capital surplus | | |
| Balance at the beginning of current period | 22,999 | 23,001 |
| Changes of items during the period | | |
| Issuance of new shares | 1 | 3,054 |
| Total changes of items during the period | 1 | 3,054 |
| Balance at the end of current period | 23,001 | 26,055 |
| Retained earnings | | |
| Balance at the beginning of current period | 7,978 | 10,792 |
| Changes of items during the period | | |
| Dividends from surplus | (254) | (1,274) |
| Net income | 3,069 | 10,180 |
| Disposal of treasury stock | (0) | (0) |
| Total changes of items during the period | 2,814 | 8,905 |
| Balance at the end of current period | 10,792 | 19,698 |
| Treasury stock | | |
| Balance at the beginning of current period | (836) | (842) |
| Changes of items during the period | | |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Total changes of items during the period | (6) | (9) |
| Balance at the end of current period | (842) | (852) |
| Total shareholders' equity | | |
| Balance at the beginning of current period | 44,191 | 47,002 |
| Changes of items during the period | | |
| Issuance of new shares | 3 | 6,108 |
| Dividends from surplus | (254) | (1,274) |
| Net income | 3,069 | 10,180 |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Total changes of items during the period | 2,811 | 15,004 |
| Balance at the end of current period | 47,002 | 62,007 |

Consolidated Statements of Changes in Net Assets

(Unit: Millions of yen; round down)

| | FY2010 (From April 1, 2010 to March 31, 2011) | FY2011 (From April 1, 2011 to March 31, 2012) |
|---|---|---|
| <u>Accumulated other comprehensive income</u> | | |
| Valuation difference on available-for-sale securities | | |
| Balance at the beginning of current period | 138 | 122 |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (16) | 8 |
| Total changes of items during the period | (16) | 8 |
| Balance at the end of current period | 122 | 130 |
| Deferred gains or losses on hedges | | |
| Balance at the beginning of current period | (28) | (21) |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | 7 | 8 |
| Total changes of items during the period | 7 | 8 |
| Balance at the end of current period | (21) | (13) |
| Foreign currency translation adjustment | | |
| Balance at the beginning of current period | (6,647) | (7,207) |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (560) | (126) |
| Total changes of items during the period | (560) | (126) |
| Balance at the end of current period | (7,207) | (7,334) |
| <u>Total accumulated other comprehensive income</u> | | |
| Balance at the beginning of current period | (6,537) | (7,107) |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (570) | (109) |
| Total changes of items during the period | (570) | (109) |
| Balance at the end of current period | (7,107) | (7,217) |
| <u>Subscription rights to shares</u> | | |
| Balance at the beginning of current period | 19 | 11 |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (8) | 62 |
| Total changes of items during the period | (8) | 62 |
| Balance at the end of current period | 11 | 73 |
| <u>Total net assets</u> | | |
| Balance at the beginning of current period | 37,674 | 39,906 |
| Changes of items during the period | | |
| Issuance of new shares | 3 | 6,108 |
| Dividends from surplus | (254) | (1,274) |
| Net income | 3,069 | 10,180 |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Net changes of items other than shareholders' equity | (578) | (47) |
| Total changes of items during the period | 2,232 | 14,957 |
| Balance at the end of current period | 39,906 | 54,863 |

Consolidated Statements of Cash Flows

(Unit: Millions of yen; round down)

| | FY 2010 From April 1, 2010 to March 31, 2011 (A) | FY 2011 From April 1, 2011 to March 31, 2012 (B) | Change (B) - (A) |
|--|--|--|---------------------|
| Net cash provided by (used in) operating activities | | | |
| Income (Loss) before income taxes | 4,237 | 11,351 | 7,113 |
| Depreciation and amortization | 2,591 | 2,563 | (28) |
| Impairment loss | - | 409 | 409 |
| Amortization of goodwill | 640 | 358 | (281) |
| Impairment of goodwill | 986 | 896 | (89) |
| Increase (Decrease) in allowance for doubtful accounts | 120 | (33) | (154) |
| Interest and dividends income | (117) | (107) | 9 |
| Interest expenses | 710 | 517 | (192) |
| Foreign exchange losses (gains) | 0 | (1) | (2) |
| Loss (Gain) on sales of investment securities | - | 9 | 9 |
| Loss (Gain) on valuation of investment securities | 77 | 0 | (76) |
| Loss (Gain) on sales and retirement of property, plant and equipment | 22 | 342 | 319 |
| Loss on revision of retirement benefit plan | - | 528 | 528 |
| Decrease (Increase) in notes and accounts receivable - trade | 1,233 | (4,739) | (5,972) |
| Decrease (Increase) of inventories | (2,796) | 871 | 3,667 |
| Increase (Decrease) in notes and accounts payable - trade | 1,255 | (1,034) | (2,290) |
| Increase (Decrease) in provision for retirement benefits | 209 | (106) | (315) |
| Decrease (Increase) in prepaid pension costs | 481 | 257 | (224) |
| Increase (Decrease) in Provision for product warranties | - | 345 | 345 |
| Increase (Decrease) in provision for directors' bonuses | 77 | 26 | (50) |
| Decrease (Increase) in consumption taxes refund receivable | 20 | (22) | (42) |
| Increase (Decrease) in accrued consumption taxes | 47 | 32 | (14) |
| Other, net | 1,073 | 4,859 | 3,786 |
| Sub Total | 10,873 | 17,325 | 6,452 |
| Interest and dividends income received | 118 | 107 | (11) |
| Interest expenses paid | (699) | (517) | 182 |
| Income taxes paid | (1,160) | (1,145) | 14 |
| Income taxes refund | 97 | 101 | 3 |
| Net cash provided by (used in) operating activities | 9,229 | 15,871 | 6,642 |
| Net cash provided by (used in) investing activities | | | |
| Purchase of property, plant and equipment | (1,184) | (2,393) | (1,208) |
| Proceeds from sales of property, plant and equipment | 23 | 711 | 688 |
| Purchase of investment securities | (3) | (3) | (0) |
| Proceeds from sales of investment securities | - | 11 | 11 |
| Other, net | (266) | (289) | (23) |
| Net cash provided by (used in) investing activities | (1,432) | (1,963) | (531) |
| Net cash provided by (used in) financing activities | | | |
| Net increase (decrease) in short-term loans payable | (1,725) | - | 1,725 |
| Repayment of long-term loans payable | (6,400) | (400) | 6,000 |
| Proceeds from issuance of bonds | 10,000 | - | (10,000) |
| Redemption of bonds | (7,024) | - | 7,024 |
| Payments for retirement by purchase of bonds | (101) | - | 101 |
| Proceeds from issuance of common stock | 3 | 7 | 4 |
| Purchase of treasury stock | (7) | (9) | (2) |
| Proceeds from sales of treasury stock | 0 | 0 | (0) |
| Cash dividends paid | (254) | (1,274) | (1,019) |
| Other, net | (540) | (527) | 12 |
| Net cash provided by (used in) financing activities | (6,049) | (2,204) | 3,845 |
| Effect of exchange rate change on cash and cash equivalents | (23) | (101) | (77) |
| Net increase (decrease) in cash and cash equivalents | 1,723 | 11,602 | 9,878 |
| Cash and cash equivalents at beginning of period | 26,269 | 27,993 | 1,723 |
| Cash and cash equivalents at end of period | 27,993 | 39,596 | 11,602 |

Segment Information

1. Outline of reportable segment

Anritsu's reportable segments have available separated financial information and are reviewed by the board of directors meeting periodically for the purpose of concluding how to allocate management resources and evaluate operating performance.

The reportable segments are classified by products and services based on group business company and they are composed of "Test and Measurement", "Industrial Automation", and "Information and Communications".

Main Products and services by segments are as follows;

1. Test and Measurement Measuring instruments for Digital communications and IP network, Optical communications equipment, Mobile communications equipment, RF / microwave and millimeter wave communications equipment / systems, Service assurance
2. Industrial Automation Checkweighers, Automatic combination weighers, Inspection equipment, Precision measuring instruments
3. Information and Communications Public information systems, Video distribution systems, IP network equipment

Effective from year ended March 31, 2012, Precision measurement business has been reclassified from "Others" to "Industrial Automation" segment. Information regarding sales, income/loss, assets, liabilities and others by reportable segment for the year ended March 31, 2011 has been reported retrospectively based on newly classified reportable segment.

2. Calculation method regarding sales, income/loss, assets, liabilities and others by reportable segment

The same accounting policies of consolidated financial statements are applied to segment information as well.

The internal profit and transfer arising from inter-segments are determined based on market price.

3. Information regarding sales, income/loss, assets, liabilities and others by reportable segment

Year ended March 31, 2011 (From April 1, 2010 to March 31, 2011)

(Unit : Millions of Yen ; round down)

| | Reportable segment | | | | Others | Total | Adjustment* | Consolidated |
|---|----------------------|--------------------------------|-----------------------|----------|--------|--------|-------------|--------------|
| | Test and Measurement | Information and Communications | Industrial Automation | Subtotal | | | | |
| Net sales : | | | | | | | | |
| Outside customers | 53,462 | 13,190 | 4,118 | 70,771 | 7,081 | 77,853 | - | 77,853 |
| Inter - segment | 43 | 5 | 23 | 72 | 3,161 | 3,234 | (3,234) | - |
| Total | 53,506 | 13,195 | 4,141 | 70,843 | 10,243 | 81,087 | (3,234) | 77,853 |
| Operating income | 5,050 | 399 | 69 | 5,519 | 1,912 | 7,432 | (438) | 6,994 |
| Identifiable assets | 58,610 | 11,777 | 7,023 | 77,412 | 11,209 | 88,621 | 10,627 | 99,249 |
| other items | | | | | | | | |
| Depreciation and amortization | 1,860 | 192 | 87 | 2,141 | 447 | 2,589 | - | 2,589 |
| Amortization expense of goodwill | 640 | - | - | 640 | - | 640 | - | 640 |
| Increase in tangible fixed assets and intangible fixed assets | 1,098 | 205 | 37 | 1,340 | 209 | 1,549 | - | 1,549 |

*Corporate and elimination of intersegment transactions

(Note) : OthersDevices, Logistics, Welfare related service, Lease on real estate, Corporate administration, Parts manufacturing and others

Year ended March 31, 2012 (From April 1, 2011 to March 31, 2012)

(Unit : Millions of Yen ; round down)

| | Reportable segment | | | | Others | Total | Adjustment* | Consolidated |
|---|----------------------|--------------------------------|-----------------------|----------|--------|--------|-------------|--------------|
| | Test and Measurement | Information and Communications | Industrial Automation | Subtotal | | | | |
| Net sales : | | | | | | | | |
| Outside customers | 70,531 | 14,221 | 3,275 | 88,028 | 5,557 | 93,586 | - | 93,586 |
| Inter - segment | 110 | 3 | 0 | 114 | 4,130 | 4,245 | (4,245) | - |
| Total | 70,641 | 14,315 | 3,276 | 88,232 | 9,688 | 97,921 | (4,334) | 93,586 |
| Operating income | 13,735 | 528 | (104) | 14,159 | 842 | 15,001 | (586) | 14,414 |
| Identifiable assets | 67,022 | 11,782 | 6,304 | 85,109 | 11,221 | 96,330 | 16,738 | 113,069 |
| other items | | | | | | | | |
| Depreciation and amortization | 1,956 | 163 | 63 | 2,183 | 371 | 2,555 | - | 2,555 |
| Amortization expense of goodwill | 358 | - | - | 358 | - | 358 | - | 358 |
| Increase in tangible fixed assets and intangible fixed assets | 2,027 | 96 | 52 | 2,176 | 988 | 3,165 | - | 3,165 |

*Corporate and elimination of intersegment transactions

(Note) : OthersDevices, Logistics, Welfare related service, Lease on real estate, Corporate administration, Parts manufacturing and others

Related information
Year ended March 31, 2011 (From April 1, 2010 to March 31, 2011)

Information by geographic area
(1) Net sales

(Unit : Millions of Yen ; round down)

| Japan | Americas | EMEA | Asia and Others | Total |
|--------|----------|--------|-----------------|--------|
| 32,952 | 18,946 | 10,629 | 15,324 | 77,853 |

(2) Property, plant and equipment

(Unit : Millions of Yen ; round down)

| Japan | Americas | EMEA | Asia and Others | Total |
|--------|----------|------|-----------------|--------|
| 14,805 | 2,286 | 392 | 168 | 17,652 |

(Notes) The details based on such classification are as follows:

(1) Americas : U.S.A., Canada, Mexico, Brazil

(2) EMEA : U.K., France, Germany, Italy, Sweden, Spain, Denmark, Rumanian, Near and Middle East, Africa

(3) Asia and Others : China, Korea, Taiwan, Singapore, Australia, Thailand

Year ended March 31, 2012 (From April 1, 2011 to March 31, 2012)

Information by geographic area
(1) Net sales

(Unit : Millions of Yen ; round down)

| Japan | Americas | EMEA | Asia and Others | Total |
|--------|----------|--------|-----------------|--------|
| 36,898 | 19,884 | 12,549 | 24,253 | 93,586 |

(2) Property, plant and equipment

(Unit : Millions of Yen ; round down)

| Japan | Americas | EMEA | Asia and Others | Total |
|--------|----------|------|-----------------|--------|
| 13,924 | 2,348 | 381 | 229 | 16,884 |

(Notes) The details based on such classification are as follows:

(1) Americas : U.S.A., Canada, Mexico, Brazil

(2) EMEA : U.K., France, Germany, Italy, Sweden, Spain, Denmark, Rumanian, Near and Middle East, Africa

(3) Asia and Others : China, Korea, Taiwan, Singapore, Australia, Thailand

Information regarding impairment loss on fixed assets by reportable segment
Year ended March 31, 2011 (From April 1, 2010 to March 31, 2011)

(Unit : Millions of Yen ; round down)

| | Test and Measurement | Industrial Automation | Information and Communications | Total |
|-----------------|----------------------|-----------------------|--------------------------------|-------|
| Impairment loss | 986 | - | - | 986 |

Year ended March 31, 2012 (From April 1, 2011 to March 31, 2012)

(Unit : Millions of Yen ; round down)

| | Test and Measurement | Industrial Automation | Information and Communications | Total |
|-----------------|----------------------|-----------------------|--------------------------------|-------|
| Impairment loss | 896 | - | - | 896 |

Information regarding amortization amount and unamortized balance of goodwill by reportable segment
Year ended March 31, 2011 (From April 1, 2010 to March 31, 2011)

(Unit : Millions of Yen ; round down)

| | Test and Measurement | Industrial Automation | Information and Communications | Total |
|---------------------|----------------------|-----------------------|--------------------------------|-------|
| Amortization amount | 640 | - | - | 640 |
| Unamortized balance | 1,255 | - | - | 1,255 |

Year ended March 31, 2012 (From April 1, 2011 to March 31, 2012)

(Unit : Millions of Yen ; round down)

| | Test and Measurement | Industrial Automation | Information and Communications | Total |
|---------------------|----------------------|-----------------------|--------------------------------|-------|
| Amortization amount | 358 | - | - | 358 |
| Unamortized balance | - | - | - | - |

4. Non - Consolidated Financial Statements

Non - consolidated Balance Sheets

(Unit: Millions of yen; round down)

| Assets | | | | Liabilities and Net assets | | | |
|---------------------------------------|--------------------------------|--------------------------------|--------------|---|--------------------------------|--------------------------------|--------------|
| | FY2010 as of 3.31.11 (A) | FY2011 as of 3.31.12 (B) | (B) - (A) | | FY2010 as of 3.31.11 (A) | FY2011 as of 3.31.12 (B) | (B) - (A) |
| Assets | 122,815 | 125,277 | 2,461 | Liabilities | 60,202 | 55,738 | (4,464) |
| Current assets | 45,595 | 57,959 | 12,363 | Current liabilities | 24,887 | 44,955 | 20,068 |
| Cash and deposits | 18,755 | 25,835 | 7,079 | Notes and accounts payable - trade | 5,858 | 5,376 | (482) |
| Notes receivable-trade | 479 | 369 | (109) | Short-term loans payable | 1,839 | 9,936 | 8,096 |
| Accounts receivable - trade | 12,483 | 15,832 | 3,349 | Current portion of bonds | - | 9,900 | 9,900 |
| [Inventories] | [7,965] | [7,686] | [(279)] | Lease obligations | 415 | 431 | 16 |
| Finished goods | 2,951 | 2,734 | (217) | Accounts payable - other | 3,578 | 3,674 | 95 |
| Work in process | 1,874 | 2,227 | 353 | Accrued expenses | 1,016 | 1,999 | 983 |
| Raw materials | 3,139 | 2,723 | (415) | Income taxes payable | 63 | 657 | 594 |
| Advance payment-trade | 140 | 21 | (118) | Deposits received | 11,183 | 11,584 | 400 |
| Prepaid expenses | 36 | 34 | (1) | Provision for product warranties | - | 152 | 152 |
| Deferred tax assets | 4,189 | 3,327 | (862) | Provision for directors' bonuses | 60 | 80 | 20 |
| Accounts receivable - other | 1,523 | 1,382 | (141) | Other | 870 | 1,161 | 290 |
| Short-term loan receivable | - | 3,454 | 3,454 | Noncurrent liabilities | 35,315 | 10,782 | (24,533) |
| Other | 94 | 82 | (12) | Bonds payable | 9,900 | - | (9,900) |
| Allowance for doubtful accounts | (73) | (67) | 5 | Bonds with subscription rights to shares | 10,000 | 3,900 | (6,100) |
| Noncurrent assets | 77,219 | 67,318 | (9,901) | Long-term loans payable | 14,100 | 5,600 | (8,500) |
| Property, plant and equipment | 8,859 | 8,587 | (272) | Lease obligations | 1,008 | 614 | (394) |
| Buildings | 6,536 | 6,178 | (358) | Provision for directors' retirement benefits | 10 | 5 | (4) |
| Structures | 140 | 122 | (18) | Asset retirement obligations | 54 | 33 | (20) |
| Machinery and equipment | 108 | 117 | 9 | Other | 242 | 628 | 385 |
| Vehicles | 1 | 0 | (0) | Net assets | 62,613 | 69,539 | 6,926 |
| Tools, furniture and fixtures | 788 | 900 | 112 | Shareholders' equity | 62,504 | 69,356 | 6,851 |
| Land | 1,285 | 1,268 | (17) | Capital stock | 14,051 | 17,105 | 3,054 |
| Intangible assets | 260 | 342 | 81 | Capital surplus | 23,001 | 26,055 | 3,054 |
| Software | 260 | 342 | 82 | Legal capital surplus | 23,001 | 26,055 | 3,054 |
| Other | 0 | - | (0) | Retained earnings | 26,294 | 27,047 | 753 |
| Investments and other assets | 68,099 | 58,387 | (9,711) | Legal retained earnings | 2,468 | 2,468 | - |
| Investment securities | 597 | 558 | (39) | Other retained earnings | 23,826 | 24,579 | 753 |
| Stocks of subsidiaries and affiliates | 52,195 | 45,497 | (6,697) | General reserve | 21,719 | 21,719 | - |
| Long - term loans receivable | 9,229 | 5,703 | (3,526) | Retained earnings brought forward | 2,107 | 2,860 | 753 |
| Long - term prepaid expenses | 5,921 | 5,491 | (429) | Treasury stock | (842) | (852) | (9) |
| Deferred tax assets | 15 | 1,008 | 993 | Valuation and translation adjustments | 97 | 109 | 12 |
| Other | 141 | 128 | (12) | Valuation difference on available-for-sale securities | 119 | 123 | 3 |
| Allowance for doubtful accounts | 0 | (0) | 0 | Deferred gains or losses on hedges | (21) | (13) | 8 |
| | | | | Subscription rights to shares | 11 | 73 | 62 |
| TOTAL | 122,815 | 125,277 | 2,461 | TOTAL | 122,815 | 125,277 | 2,461 |

Non-consolidated Statements of Income

(Unit: Millions of yen; round down)

| | FY2010 From April 1, 2010 to March 31, 2011(A) | | FY2011 From April 1, 2011 to March 31, 2012(B) | | Change | |
|--|--|-------|--|-------|-----------|-------|
| | Amount | % | Amount | % | (B) - (A) | % |
| Net sales | 39,108 | 100.0 | 52,549 | 100.0 | 13,441 | 34.4 |
| Cost of sales | 28,802 | 73.6 | 33,160 | 63.1 | 4,357 | 15.1 |
| Gross profit | 10,305 | 26.4 | 19,389 | 36.9 | 9,083 | 88.1 |
| Selling, general and administrative expenses | 8,055 | 20.6 | 10,087 | 19.2 | 2,031 | 25.2 |
| Operating income (loss) | 2,249 | 5.8 | 9,301 | 17.7 | 7,051 | 313.4 |
| Interest income | 307 | | 293 | | (0) | |
| Dividends income | 384 | | 250 | | (133) | |
| Brand management fee | 114 | | 118 | | 4 | |
| Other | 114 | | 88 | | (25) | |
| Non-operating income | 919 | 2.4 | 750 | 1.4 | (169) | -18.4 |
| Interest expenses | 428 | | 313 | | (115) | |
| Interest on bonds | 187 | | 185 | | (1) | |
| Foreign exchange losses | 264 | | 121 | | (143) | |
| Other | 350 | | 217 | | (133) | |
| Non-operating expenses | 1,231 | 3.1 | 837 | 1.6 | (394) | -32.0 |
| Ordinary income (loss) | 1,938 | 5.0 | 9,215 | 17.5 | 7,277 | 375.5 |
| Gain on sales of investment securities | - | | 10 | | 10 | |
| Gain on reversal of subscription rights to shares | 8 | | - | | (8) | |
| Extraordinary income | 8 | - | 10 | 0.0 | 2 | 29.2 |
| Loss on valuation of stocks of subsidiaries and affiliates | 964 | | 6,697 | | 5,733 | |
| Impairment loss | - | | 236 | | 236 | |
| Loss on revision of retirement benefit plan | - | | 216 | | 216 | |
| Loss on sales of investment securities | - | | 19 | | 19 | |
| Loss on valuation of investment securities | 77 | | 0 | | (77) | |
| Loss on adjustment for changes of accounting standard for asset retirement obligations | 32 | | - | | (32) | |
| Extraordinary loss | 1,074 | 2.7 | 7,170 | 13.6 | 6,096 | 567.4 |
| Income (Loss) before income taxes | 871 | 2.2 | 2,054 | 3.9 | 1,182 | 135.7 |
| Income taxes-current | (460) | -1.2 | 154 | 0.3 | 614 | - |
| Income taxes-deferred | 291 | 0.7 | (127) | -0.3 | (419) | - |
| Net income (loss) | 1,039 | 2.7 | 2,027 | 3.9 | 987 | 95.0 |

Non-consolidated Statements of changes in net assets

(Unit: Millions of yen; round down)

| | FY2010 From April 1, 2010 to March 31, 2011 | FY2011 From April 1, 2011 to March 31, 2012 |
|--|---|---|
| Shareholders' equity | | |
| Capital stock | | |
| Balance at the beginning of current period | 14,049 | 14,051 |
| Changes of items during the period | | |
| Issuance of new shares | 1 | 3,054 |
| Total changes of items during the period | 1 | 3,054 |
| Balance at the end of current period | 14,051 | 17,105 |
| Capital surplus | | |
| Legal capital surplus | | |
| Balance at the beginning of current period | 22,999 | 23,001 |
| Changes of items during the period | | |
| Issuance of new shares | 1 | 3,054 |
| Total changes of items during the period | 1 | 3,054 |
| Balance at the end of current period | 23,001 | 26,055 |
| Retained earnings | | |
| Legal retained earnings | | |
| Balance at the beginning of current period | 2,468 | 2,468 |
| Changes of items during the period | - | - |
| Balance at the end of current period | 2,468 | 2,468 |
| Other retained earnings | | |
| General reserve | | |
| Balance at the beginning of current period | 21,719 | 21,719 |
| Changes of items during the period | - | - |
| Balance at the end of current period | 21,719 | 21,719 |
| Other retained earnings | | |
| Retained earnings brought forward | | |
| Balance at the beginning of current period | 1,322 | 2,107 |
| Changes of items during the period | | |
| Dividends from surplus | (254) | (1,274) |
| Net income (loss) | 1,039 | 2,027 |
| Disposal of treasury stock | (0) | (0) |
| Total changes of items during the period | 784 | 753 |
| Balance at the end of current period | 2,107 | 2,860 |
| Total retained earnings | | |
| Balance at the beginning of current period | 25,509 | 26,294 |
| Changes of items during the period | | |
| Dividends from surplus | (254) | (1,274) |
| Net income (loss) | 1,039 | 2,027 |
| Disposal of treasury stock | (0) | (0) |
| Total changes of items during the period | 784 | 753 |
| Balance at the end of current period | 26,294 | 27,047 |
| Treasury stock | | |
| Balance at the beginning of current period | (836) | (842) |
| Changes of items during the period | | |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Total changes of items during the period | (6) | (9) |
| Balance at the end of current period | (842) | (852) |
| Total shareholders' equity | | |
| Balance at the beginning of current period | 61,722 | 62,504 |
| Changes of items during the period | | |
| Issuance of new shares | 3 | 6,108 |
| Dividends from surplus | (254) | (1,274) |
| Net income (loss) | 1,039 | 2,027 |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Total changes of items during the period | 781 | 6,851 |
| Balance at the end of current period | 62,504 | 69,356 |

Non-consolidated Statements of changes in net assets

(Unit: Millions of yen; round down)

| | FY2010 From April 1, 2010 to March 31, 2011 | FY2011 From April 1, 2011 to March 31, 2012 |
|---|---|---|
| <u>Valuation and translation adjustments</u> | | |
| Valuation difference on available for sale securities | | |
| Balance at the beginning of current period | 134 | 119 |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (14) | 3 |
| Total changes of items during the period | (14) | 3 |
| Balance at the end of current period | 119 | 123 |
| Deferred gains or losses on hedges | | |
| Balance at the beginning of current period | (28) | (21) |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | 7 | 8 |
| Total changes of items during the period | 7 | 8 |
| Balance at the end of current period | (21) | (13) |
| <u>Total valuation and translation adjustments</u> | | |
| Balance at the beginning of current period | 105 | 97 |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (7) | 12 |
| Total changes of items during the period | (7) | 12 |
| Balance at the end of current period | 97 | 109 |
| <u>Subscription rights to shares</u> | | |
| Balance at the beginning of current period | 19 | 11 |
| Changes of items during the period | | |
| Net changes of items other than shareholders' equity | (8) | 62 |
| Total changes of items during the period | (8) | 62 |
| Balance at the end of current period | 11 | 73 |
| <u>Net assets</u> | | |
| Balance at the beginning of current period | 61,847 | 62,613 |
| Changes of items during the period | | |
| Issuance of new shares | 3 | 6,108 |
| Dividends from surplus | (254) | (1,274) |
| Net income (loss) | 1,039 | 2,027 |
| Purchase of treasury stock | (7) | (9) |
| Disposal of treasury stock | 0 | 0 |
| Net changes of items other than shareholders' equity | (16) | 74 |
| Total changes of items during the period | 765 | 6,926 |
| Balance at the end of current period | 62,613 | 69,539 |

5. Others

Executive personnel changes expected on June 27, 2012

1. Change of Representative Director

None

2. Other Changes

(1) New Appointment

| Name (Current Title) | New Title |
|--|-----------|
| Fumihito Tsukasa (Senior Vice President (Executive Officer), Industrial Solution Business Group President, Representative Director, President of Anritsu Industrial Solutions Co., Ltd.) | Director |

(2) Retiring Director

| Name | Current Title |
|----------------|---------------------------------|
| Hiromichi Toda | Director, Chairman of the Board |

3. Expected New Order of Executive Personnel after Shareholder's Meeting:**(1) Directors and Corporate Auditors**

| | |
|------------------------------------|---------------------|
| Representative Director, President | Hirokazu Hashimoto |
| Representative Director | Kenji Tanaka |
| Director | Junkichi Shirono |
| Director | Toshisumi Taniai |
| Director | Fumihiro Tsukasa |
| Director (Outside Director) | Yasushi Hosoda |
| Director (Outside Director) | Michikazu Aoi |
| Director (Outside Director) | Takaya Seki |
| Full-time Corporate Auditor | Kohei Ono |
| Full-time Corporate Auditor | Shigehisa Yamaguchi |
| Outside Corporate Auditor | Nobuyoshi Tanaka |
| Outside Corporate Auditor | Kunihiro Kamiya |

(2) Executive Officers

| | | |
|---------------------------------|------------------------|---|
| President | Hirokazu Hashimoto (*) | Group CEO |
| Senior Executive Vice President | Kenji Tanaka (*) | Measurement Business Group President, Global Operation Center |
| Senior Vice President | Frank Tiernan | Measurement Business Group Vice President, President of Anritsu U.S. Holding, Inc. (U.S.A.), President of Anritsu Company (U.S.A.) |
| Senior Vice President | Fumihiro Tsukasa (*) | Industrial Solution Business Group President, Precision Measuring Equipment Sales Dept.td. |
| Vice President | Junkichi Shirono (*) | Chief Marketing Officer, General Manager of Marketing Div. |
| Vice President | Toshihiko Takahashi | Chief R&D Officer, General Manager of R&D Div. |
| Vice President | Toshisumi Taniai (*) | Chief Corporate Officer, Chief Compliance Officer, Chief Environmental Officer, Legal Dept., Human Resource and Administration Dept., Environment Promotion Dept. |
| Vice President | Nobuo Funahashi | Information & Communication Group President, Network Sales Div. |
| Vice President | Osamu Nagata | Chief Global Sales Officer, General Manager of APAC Sales Center, Americas Sales Center, EMEA Sales Center, T&M Export Sales Dept. |
| Vice President | Akifumi Kubota | Chief Financial Officer, Senior Manager of Accounting and Control Dept., Real Estate Administration Dept. |
| Vice President | Tomoyuki Kikugawa | Chief Technology Officer, Chief Risk Management Officer, Global Audit Dept., Trade Control Dept., Intellectual Property Dept., Device Sales Dept. |
| Vice President | Tetsuo Kawabe | Chief Business Planning Officer, Chief Information Officer, General Manager of Management Strategy Center, Management Information System Dept., Corporate Communication Dept. |
| Vice President | Gerald Ostheimer | Chief Service Assurance Business Officer, Service Assurance Div. Managing Director of Anritsu EMEA Ltd.(U.K.), CEO & President of Anritsu A/S (Denmark) |
| Vice President | Yasunobu Hashimoto | Chief Japan Sales Officer, General Manager of Measurement Solution Sales Div. |
| Vice President | Tsukasa Hattori | Chief Quality Officer, Chief SCM Strategy Officer, General Manager of Koriyama Business Office, General Manager of SCM Center Quality Promotion Dept. |

(Note) Names marked as (*): Board Member

Supplemental schedule

Consolidated Quarterly Financial Highlights

Year ended March 31, 2011

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|--|-----------------|-------------|-------------|-------------|
| | Millions of yen | | | |
| Net sales | 16,831 | 19,786 | 17,312 | 23,922 |
| Gross profit | 7,648 | 8,656 | 8,228 | 10,286 |
| Operating income (loss) | 913 | 1,905 | 1,491 | 2,683 |
| Ordinary income (loss) | 252 | 1,504 | 1,158 | 2,446 |
| Income (Loss) before income taxes | 184 | 1,503 | 1,158 | 1,390 |
| Net income (loss) | 89 | 882 | 1,216 | 880 |
| | Yen | | | |
| Net income (loss) per share : Basic | 0.70 | 6.92 | 9.55 | 6.91 |
| : Diluted | 0.67 | 6.47 | 8.48 | 6.14 |
| | Millions of yen | | | |
| Total assets | 102,868 | 107,205 | 107,637 | 99,249 |
| Net assets | 37,457 | 37,976 | 38,780 | 39,906 |
| | Yen | | | |
| Net assets per share | 293.79 | 297.87 | 304.19 | 313.09 |
| | Millions of yen | | | |
| Cash flows from operating activities | 4,495 | 3,050 | (48) | 1,731 |
| Cash flows from investing activities | (300) | (226) | (389) | (515) |
| Cash flows from financing activities | 1,635 | 3,002 | (347) | (10,340) |
| Net increase (decrease) in cash and cash equivalents | 5,636 | 5,796 | (923) | (8,785) |
| Cash and cash equivalents at end of period | 31,906 | 37,702 | 36,779 | 27,993 |

Year ended March 31, 2012

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|--|-----------------|-------------|-------------|-------------|
| | Millions of yen | | | |
| Net sales | 19,518 | 25,103 | 21,404 | 27,560 |
| Gross profit | 9,330 | 11,765 | 10,779 | 12,327 |
| Operating income (loss) | 2,233 | 4,159 | 3,736 | 4,285 |
| Ordinary income (loss) | 1,980 | 3,439 | 3,610 | 4,564 |
| Income (Loss) before income taxes | 1,960 | 3,449 | 3,610 | 2,331 |
| Net income (loss) | 1,873 | 1,938 | 2,152 | 4,216 |
| Comprehensive income | 1,620 | 1,113 | 2,225 | 5,110 |
| | Yen | | | |
| Net income (loss) per share : Basic | 14.70 | 15.21 | 16.89 | 32.42 |
| : Diluted | 13.07 | 13.52 | 15.01 | 29.41 |
| | Millions of yen | | | |
| Total assets | 102,166 | 104,610 | 107,421 | 113,069 |
| Net assets | 40,889 | 42,073 | 43,659 | 54,863 |
| | Yen | | | |
| Net assets per share | 320.80 | 329.57 | 342.02 | 399.56 |
| | Millions of yen | | | |
| Cash flows from operating activities | 3,506 | 3,525 | 4,208 | 4,631 |
| Cash flows from investing activities | (307) | (454) | (580) | (621) |
| Cash flows from financing activities | (768) | (326) | (549) | (559) |
| Net increase (decrease) in cash and cash equivalents | 2,336 | 2,264 | 3,039 | 3,961 |
| Cash and cash equivalents at end of period | 30,330 | 32,595 | 35,635 | 39,596 |

Supplemental schedule

Consolidated Quarterly Financial Position

| Year ended March 31, 2011 | Millions of yen ; round down | | | |
|--|------------------------------|----------------|----------------|---------------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
| Assets | 102,868 | 107,205 | 107,637 | 99,249 |
| Current assets | 70,434 | 75,698 | 76,705 | 69,673 |
| Noncurrent assets | 32,434 | 31,507 | 30,931 | 29,575 |
| Property, plant and equipment | 18,581 | 18,123 | 17,857 | 17,652 |
| Intangible assets | 3,351 | 3,152 | 2,970 | 1,872 |
| Investments and other assets | 10,500 | 10,231 | 10,103 | 10,049 |
| Liabilities | 65,410 | 69,228 | 68,857 | 59,342 |
| Current liabilities | 29,690 | 23,854 | 23,525 | 20,403 |
| Noncurrent liabilities | 35,720 | 45,373 | 45,331 | 38,938 |
| Net assets | 37,457 | 37,976 | 38,780 | 39,906 |
| Capital stock | 14,049 | 14,049 | 14,049 | 14,051 |
| Capital surplus | 22,999 | 22,999 | 22,999 | 23,001 |
| Retained earnings | 8,068 | 8,950 | 9,912 | 10,792 |
| Treasury stock | (837) | (837) | (842) | (842) |
| Accumulated other comprehensive income | (6,842) | (7,205) | (7,359) | (7,107) |
| Subscription rights to shares | 19 | 19 | 19 | 11 |
| Supplemental information: Interest-bearing debt | 43,707 | 46,925 | 46,841 | 36,839 |

| Year ended March 31, 2012 | Millions of yen ; round down | | | |
|--|------------------------------|----------------|----------------|----------------|
| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
| Assets | 102,166 | 104,610 | 107,421 | 113,069 |
| Current assets | 73,182 | 75,922 | 78,892 | 84,654 |
| Noncurrent assets | 28,984 | 28,687 | 28,528 | 28,414 |
| Property, plant and equipment | 17,358 | 17,206 | 17,276 | 16,884 |
| Intangible assets | 1,758 | 1,650 | 1,586 | 625 |
| Investments and other assets | 9,868 | 9,830 | 9,665 | 10,904 |
| Liabilities | 61,277 | 62,536 | 63,761 | 58,205 |
| Current liabilities | 22,414 | 39,706 | 40,993 | 43,948 |
| Noncurrent liabilities | 38,862 | 22,829 | 22,767 | 14,256 |
| Net assets | 40,889 | 42,073 | 43,659 | 54,863 |
| Capital stock | 14,051 | 14,056 | 14,056 | 17,105 |
| Capital surplus | 23,001 | 23,007 | 23,007 | 26,055 |
| Retained earnings | 12,029 | 13,967 | 15,482 | 19,698 |
| Treasury stock | (843) | (846) | (848) | (852) |
| Accumulated other comprehensive income | (7,360) | (8,185) | (8,112) | (7,217) |
| Subscription rights to shares | 11 | 73 | 73 | 73 |
| Supplemental information: Interest-bearing debt | 36,832 | 36,614 | 36,819 | 30,336 |

Supplemental schedule

Consolidated Quarterly Segment Information

Year ended March 31, 2011

Millions of yen ; round down

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|---|---------------|---------------|---------------|---------------|
| Net sales by segment | 16,831 | 19,786 | 17,312 | 23,922 |
| Test and Measurement | 11,796 | 13,486 | 12,569 | 15,609 |
| Industrial Automation | 2,594 | 3,695 | 2,216 | 3,819 |
| Information and Communications | 522 | 501 | 661 | 2,432 |
| Others | 1,917 | 2,102 | 1,865 | 2,061 |
| Operating income (loss) by segment | 913 | 1,905 | 1,491 | 2,683 |
| Test and Measurement | 683 | 1,493 | 1,454 | 1,418 |
| Industrial Automation | 18 | 424 | (200) | 416 |
| Information and Communications | (243) | (327) | (69) | 709 |
| Others | 567 | 431 | 434 | 219 |
| Adjustment | (112) | (116) | (127) | (81) |
| Net sales by market | 16,831 | 19,786 | 17,312 | 23,922 |
| Japan | 6,047 | 8,417 | 5,815 | 12,671 |
| Americas | 4,807 | 4,540 | 4,919 | 4,679 |
| EMEA | 2,461 | 2,837 | 2,754 | 2,575 |
| Asia and Others | 3,513 | 3,991 | 3,822 | 3,996 |

Year ended March 31, 2012

Millions of yen ; round down

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|---|---------------|---------------|---------------|---------------|
| Net sales by segment | 19,518 | 25,103 | 21,404 | 27,560 |
| Test and Measurement | 15,062 | 18,952 | 16,765 | 19,750 |
| Industrial Automation | 2,820 | 4,374 | 2,754 | 4,272 |
| Information and Communications | 491 | 487 | 517 | 1,779 |
| Others | 1,144 | 1,289 | 1,366 | 1,757 |
| Operating income (loss) by segment | 2,233 | 4,159 | 3,736 | 4,285 |
| Test and Measurement | 2,422 | 3,944 | 3,866 | 3,502 |
| Industrial Automation | (50) | 397 | (76) | 259 |
| Information and Communications | (279) | (198) | (102) | 476 |
| Others | 248 | 136 | 226 | 230 |
| Adjustment | (107) | (120) | (176) | (182) |
| Net sales by market | 19,518 | 25,103 | 21,404 | 27,560 |
| Japan | 6,893 | 9,328 | 7,659 | 13,017 |
| Americas | 5,314 | 4,692 | 4,722 | 5,155 |
| EMEA | 2,823 | 2,870 | 3,061 | 3,795 |
| Asia and Others | 4,487 | 8,212 | 5,961 | 5,593 |

Supplemental schedule

Consolidated Quarterly Segment Information

Year ended March 31, 2011

Millions of yen ; round down

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|--------------------------------|---------------|---------------|---------------|---------------|
| Orders received | 17,862 | 17,989 | 20,468 | 23,961 |
| Test and Measurement | 12,510 | 11,846 | 13,711 | 17,308 |
| Industrial Automation | 3,057 | 3,036 | 3,365 | 3,646 |
| Information and Communications | 576 | 988 | 1,465 | 950 |
| Others | 1,718 | 2,117 | 1,925 | 2,056 |
| Orders outstanding | 15,754 | 13,956 | 17,112 | 17,151 |
| Test and Measurement | 12,336 | 10,696 | 11,838 | 13,537 |
| Industrial Automation | 2,055 | 1,396 | 2,545 | 2,372 |
| Information and Communications | 708 | 1,195 | 1,999 | 517 |
| Others | 653 | 668 | 728 | 723 |

Year ended March 31, 2012

Millions of yen ; round down

| | 1st Quarter | 2nd Quarter | 3rd Quarter | 4th Quarter |
|--------------------------------|---------------|---------------|---------------|---------------|
| Orders received | 23,065 | 21,790 | 21,827 | 23,674 |
| Test and Measurement | 18,039 | 16,200 | 16,026 | 17,381 |
| Industrial Automation | 3,290 | 3,604 | 3,172 | 3,919 |
| Information and Communications | 535 | 761 | 1,027 | 1,007 |
| Others | 1,201 | 1,224 | 1,601 | 1,365 |
| Orders outstanding | 20,698 | 17,386 | 17,810 | 13,923 |
| Test and Measurement | 16,513 | 13,762 | 13,023 | 10,654 |
| Industrial Automation | 3,030 | 2,259 | 2,677 | 2,324 |
| Information and Communications | 561 | 835 | 1,344 | 572 |
| Others | 593 | 528 | 764 | 371 |

Anritsu Corporation Supplement of FY2011

1. Supplement of Five-year Results

(millions of yen, round down)

| - Consolidated - | Actual | | | | | | Estimate |
|--|-------------------|----------------|---------------|---------------|---------------|---------------------|---------------|
| | Japan GAAP | | | | | IFRS | IFRS |
| | 2008/3 | 2009/3 | 2010/3 | 2011/3 | 2012/3 | Unaudited 2012/3 | 2013/3 |
| Net Sales | 100,485 | 83,940 | 73,548 | 77,853 | 93,586 | 93,600 | 94,500 |
| Change % | 1.0% | -16.5% | -12.4% | 5.9% | 20.2% | - | 1.0% |
| Operating Income | 5,356 | 905 | 4,583 | 6,994 | 14,414 | 13,900 | 15,500 |
| Change % | -15.8% | -83.1% | 406.3% | 52.6% | 106.1% | - | 11.5% |
| as % of Net Sales | 5.3% | 1.1% | 6.2% | 9.0% | 15.4% | 14.9% | 16.4% |
| Ordinary Income | -2,006 | 170 | 3,578 | 5,362 | 13,593 | - | - |
| Change % | - | - | 1997.9% | 49.8% | 153.5% | - | - |
| as % of Net Sales | -2.0% | 0.2% | 4.9% | 6.9% | 14.5% | - | - |
| Income before Income Taxes | -3,156 | -2,236 | 3,912 | 4,237 | 11,351 | 13,000 | 14,500 |
| Change % | - | - | - | 8.3% | 167.9% | - | 11.5% |
| as % of Net Sales | -3.1% | -2.7% | 5.3% | 5.4% | 12.1% | 13.9% | 15.3% |
| Net Income | -3,900 | -3,540 | 385 | 3,069 | 10,180 | 8,100 | 10,000 |
| Change % | - | - | - | 697.0% | 231.7% | - | 23.5% |
| as % of Net Sales | -3.9% | -4.2% | 0.5% | 3.9% | 10.9% | 8.7% | 10.6% |
| EPS | ¥-30.60 | ¥-27.78 | ¥3.02 | ¥24.09 | ¥79.39 | ¥63.16 | ¥77.98 |
| Orders | 101,451 | 81,470 | 76,116 | 80,282 | 90,358 | - | 94,500 |
| Change % | 2.5% | -19.7% | -6.6% | 5.5% | 12.6% | - | - |
| Cash Flow from Operating Activities | 6,251 | 6,916 | 7,970 | 9,229 | 15,871 | - | 11,000 |
| Change % | 151.2% | 10.6% | 15.2% | 15.8% | 72.0% | - | - |
| Free Cash Flow | 3,877 | 5,589 | 7,471 | 7,797 | 13,907 | - | 6,500 |
| Change % | 33.3% | 44.2% | 33.7% | 4.4% | 78.4% | - | - |
| Capital Expenditures | 2,790 | 2,236 | 1,134 | 1,549 | 3,165 | - | 4,300 |
| Change % | 20.3% | -19.9% | -49.2% | 36.6% | 104.2% | - | - |
| Depreciation | 3,373 | 3,099 | 2,979 | 2,589 | 2,555 | - | 2,800 |
| Change % | -6.3% | -8.1% | -3.9% | -13.1% | -1.3% | - | - |
| R&D Expenses | (*) 14,679 | 11,704 | 9,387 | 9,380 | 10,012 | - | 10,100 |
| Change % | 4.3% | -20.3% | -19.8% | -0.1% | 6.7% | - | - |
| as % of Net Sales | 14.6% | 13.9% | 12.8% | 12.0% | 10.7% | - | 10.7% |
| Number of employees | 3,963 | 3,697 | 3,589 | 3,614 | 3,681 | - | - |

Assumed exchange rate; 1US\$=80 Yen

(*) R&D expenses as of Mar.2008 contain a lump amortization of capitalized R&D assets in overseas subsidiary.

The business forecast for the fiscal year ending March 31, 2013 is calculated based on International Financial Reporting Standards (IFRS).

Therefore, percentage changes compared with the fiscal year ended March 31, 2012 (Japan GAAP) are omitted.

2. Supplement of Quarterly Results

(millions of yen, round down)

| - Consolidated - Quarter Results | Actual (Japan GAAP) | | | | | | | |
|-------------------------------------|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2010/Q1 | 2010/Q2 | 2010/Q3 | 2010/Q4 | 2011/Q1 | 2011/Q2 | 2011/Q3 | 2011/Q4 |
| Net Sales | 16,831 | 19,786 | 17,312 | 23,922 | 19,518 | 25,103 | 21,404 | 27,560 |
| Y o Y | 17.6% | 1.7% | 6.2% | 1.9% | 16.0% | 26.9% | 23.6% | 15.2% |
| Operating Income | 913 | 1,905 | 1,491 | 2,683 | 2,233 | 4,159 | 3,736 | 4,285 |
| Y o Y | - | 7.1% | 55.2% | -1.0% | 144.4% | 118.3% | 150.5% | 59.7% |
| as % of Net Sales | 5.4% | 9.6% | 8.6% | 11.2% | 11.4% | 16.6% | 17.5% | 15.5% |
| Ordinary Income | 252 | 1,504 | 1,158 | 2,446 | 1,980 | 3,439 | 3,610 | 4,564 |
| Y o Y | - | 24.3% | 34.5% | -5.0% | 683.2% | 128.6% | 211.6% | 86.6% |
| as % of Net Sales | 1.5% | 7.6% | 6.7% | 10.2% | 10.1% | 13.7% | 16.9% | 16.6% |
| Net Income | 89 | 882 | 1,216 | 880 | 1,873 | 1,938 | 2,152 | 4,216 |
| Y o Y | - | -47.6% | 282.7% | 354.7% | 1986.6% | 119.7% | 76.9% | 378.9% |
| as % of Net Sales | 0.5% | 4.5% | 7.0% | 3.7% | 9.6% | 7.7% | 10.1% | 15.3% |

(millions of yen, round down)

| Upper : Sales Lower : Oper. Income | Actual (Japan GAAP) | | | | | | | |
|---------------------------------------|---------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| | 2010/Q1 | 2010/Q2 | 2010/Q3 | 2010/Q4 | 2011/Q1 | 2011/Q2 | 2011/Q3 | 2011/Q4 |
| Test and measurement | 11,796 | 13,486 | 12,569 | 15,609 | 15,062 | 18,952 | 16,765 | 19,750 |
| | 683 | 1,493 | 1,454 | 1,418 | 2,422 | 3,944 | 3,866 | 3,502 |
| Industrial Automation | 2,594 | 3,695 | 2,216 | 3,819 | 2,820 | 4,374 | 2,754 | 4,272 |
| | 18 | 424 | -200 | 416 | -50 | 397 | -76 | 259 |
| Info. & Comm. | 522 | 501 | 661 | 2,432 | 491 | 487 | 517 | 1,779 |
| | -243 | -327 | -69 | 709 | -279 | -198 | -102 | 476 |
| Others | 1,917 | 2,102 | 1,865 | 2,061 | 1,144 | 1,289 | 1,366 | 1,757 |
| | 455 | 314 | 306 | 138 | 141 | 16 | 49 | 47 |
| Total Sales | 16,831 | 19,786 | 17,312 | 23,922 | 19,518 | 25,103 | 21,404 | 27,560 |
| Total Operating Income | 913 | 1,905 | 1,491 | 2,683 | 2,233 | 4,159 | 3,736 | 4,285 |

"Others" contains "Others" and "Adjustment" of segment information.

Anritsu Corporation Supplement of FY2011

3. Supplement of segment information

1) Net Sales by Segment

(millions of yen, round down)

| | First Half | | | Full Year | | | | Estimate |
|------------------------------|---------------|---------------|---------------|---------------|---------------|---------------|----------------|---------------|
| | Japan GAAP | | | Japan GAAP | | | IFRS Unaudited | IFRS |
| | 2009/9 | 2010/9 | 2011/9 | 2010/3 | 2011/3 | 2012/3 | 2012/3 | 2013/3 |
| Test and measurement | 23,035 | 25,283 | 34,014 | 48,270 | 53,462 | 70,531 | 70,500 | 70,000 |
| Y o Y | -27.5% | 9.8% | 34.5% | -16.0% | 10.8% | 31.9% | - | - |
| Industrial Automation | 5,846 | 6,290 | 7,194 | 11,641 | 12,325 | 14,221 | 14,200 | 15,000 |
| Y o Y | -18.3% | 7.6% | 14.4% | -10.3% | 5.9% | 15.4% | - | - |
| Info. & Comm. | 1,096 | 1,024 | 978 | 5,306 | 4,118 | 3,275 | - | - |
| Y o Y | -19.2% | -6.6% | -4.5% | 2.0% | -22.4% | -20.5% | - | - |
| Others | 3,786 | 4,019 | 2,433 | 8,329 | 7,946 | 5,557 | 8,900 | 9,500 |
| Y o Y | -8.3% | 6.2% | -39.5% | 0.2% | -4.6% | -30.1% | - | - |
| Total | 33,764 | 36,617 | 44,621 | 73,548 | 77,853 | 93,586 | 93,600 | 94,500 |
| Y o Y | -24.0% | 8.4% | 21.9% | -12.4% | 5.9% | 20.2% | - | - |

The classification of the precision measurement business has been changed from Others to Industrial Automation since April 1, 2011.

The business forecast for the fiscal year ending March 31, 2013 is calculated based on International Financial Reporting Standards (IFRS). Therefore, percentage changes compared with the fiscal year ended March 31, 2012 (Japan GAAP) are omitted.

The Information and Communications segment is included in Others as of the fiscal year ending March 31, 2013.

2) Operating Income by Segment

(millions of yen, round down)

| | First Half | | | Full Year | | | | Estimate |
|------------------------------|-------------|--------------|--------------|--------------|--------------|---------------|----------------|---------------|
| | Japan GAAP | | | Japan GAAP | | | IFRS Unaudited | IFRS |
| | 2009/9 | 2010/9 | 2011/9 | 2010/3 | 2011/3 | 2012/3 | 2012/3 | 2013/3 |
| Test and measurement | 267 | 2,177 | 6,366 | 2,251 | 5,050 | 13,735 | 13,700 | 14,000 |
| Y o Y | 201.0% | 712.6% | 192.4% | - | 124.3% | 172.0% | - | 2.2% |
| Industrial Automation | 329 | 442 | 346 | 610 | 659 | 528 | 500 | 1,000 |
| Y o Y | -20.2% | 34.3% | -21.8% | 2.3% | 8.0% | -19.8% | - | 100.0% |
| Info. & Comm. | -672 | -570 | -477 | 143 | 69 | -104 | - | - |
| Y o Y | - | - | - | 101.8% | -51.7% | - | - | - |
| Others | 986 | 769 | 157 | 1,577 | 1,215 | 255 | -300 | 500 |
| Y o Y | 98.0% | -22.0% | -79.5% | 53.3% | -23.0% | -79.0% | - | - |
| Total | 912 | 2,818 | 6,392 | 4,583 | 6,994 | 14,414 | 13,900 | 15,500 |
| Y o Y | 67.6% | 209.1% | 126.8% | 406.3% | 52.6% | 106.1% | - | 11.5% |

"Others" contains "Others" and "Adjustment" of segment information.

The classification of the precision measurement business has been changed from Others to Industrial Automation since April 1, 2011.

The business forecast for the fiscal year ending March 31, 2013 is calculated based on International Financial Reporting Standards (IFRS). Therefore, percentage changes compared with the fiscal year ended March 31, 2012 (Japan GAAP) are omitted.

The Information and Communications segment is included in Others as of the fiscal year ending March 31, 2013.

3) Net Sales by Markets

(millions of yen, round down)

| | First Half | | | Full Year | | | | Estimate |
|------------------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|----------|
| | Japan GAAP | | | Japan GAAP | | | IFRS | |
| | 2009/9 | 2010/9 | 2011/9 | 2010/3 | 2011/3 | 2012/3 | 2013/3 | |
| Japan | 15,158 | 14,465 | 16,222 | 33,490 | 32,952 | 36,898 | 37,500 | |
| Y o Y | -13.5% | -4.6% | 12.1% | -10.6% | -1.6% | 12.0% | - | |
| Overseas | 18,606 | 22,152 | 28,399 | 40,058 | 44,900 | 56,687 | 57,000 | |
| Y o Y | -30.8% | 19.1% | 28.2% | -13.8% | 12.1% | 26.3% | - | |
| Americas | 6,102 | 9,348 | 10,006 | 13,967 | 18,946 | 19,884 | 20,000 | |
| Y o Y | -36.8% | 53.2% | 7.0% | -14.7% | 35.7% | 4.9% | - | |
| EMEA | 6,089 | 5,299 | 5,693 | 12,462 | 10,629 | 12,549 | 12,500 | |
| Y o Y | -27.8% | -13.0% | 7.4% | -16.2% | -14.7% | 18.1% | - | |
| Asia and others | 6,414 | 7,504 | 12,699 | 13,628 | 15,324 | 24,253 | 24,500 | |
| Y o Y | -27.1% | 17.0% | 69.2% | -10.6% | 12.4% | 58.3% | - | |
| Total | 33,764 | 36,617 | 44,621 | 73,548 | 77,853 | 93,586 | 94,500 | |
| Y o Y | -24.0% | 8.4% | 21.9% | -12.4% | 5.9% | 20.2% | - | |

EMEA: Europe, Middle East and Africa

The business forecast for the fiscal year ending March 31, 2013 is calculated based on International Financial Reporting Standards (IFRS). Therefore, percentage changes compared with the fiscal year ended March 31, 2012 (Japan GAAP) are omitted.