

CONSOLIDATED FINANCIAL SUMMARY
FOR THE FIRST QUARTER ENDED JUNE 30, 2023
(IFRS)

July 28, 2023

Company Name: **ANRITSU CORPORATION**

Stock exchange listings: Tokyo

Securities code: 6754 URL: <https://www.anritsu.com>

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Quarterly statement filing date (as planned): August 4, 2023

Dividend payable date (as planned): -

Supplemental material of quarterly results: Yes

Convening briefing of quarterly results: Yes (for financial analysts and institutional investors)

(Millions of yen, round down)

1. Consolidated financial results of the first quarter ended June 30, 2023

(From April 1, 2023 to June 30, 2023)

(1) Consolidated Operating Results

(Note) Percentage figures indicate change from the same quarter a year ago.

	Revenue		Operating profit (loss)		Profit (loss) before tax		Profit (loss)		Profit (loss) attributable to owners of parent		Total comprehensive income	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
For the three months ended June, 2023	22,742	-13.1	(57)	-	427	-89.1	241	-91.8	250	-91.4	3,409	-48.7
June, 2022	26,180	10.1	3,017	-2.1	3,915	26.9	2,926	39.3	2,917	40.0	6,651	185.4

	Basic earnings per share	Diluted earnings per share
	Yen	Yen
For the three months ended June, 2023	1.90	1.90
June, 2022	21.70	21.70

(2) Consolidated Financial Positions

	Total assets	Total equity	Equity attributable to owners of parent	Equity attributable to owners of parent to total assets ratio
	Millions of yen	Millions of yen	Millions of yen	%
For the three months ended June, 2023	151,467	118,306	118,086	74.8
For the year ended March, 2023	152,238	117,516	117,286	77.0

2. Dividends

	Annual dividend				
	First quarter	Second quarter	Third quarter	Fiscal year end	Total
	Yen	Yen	Yen	Yen	Yen
For the year ended March, 2023	—	20.00	—	20.00	40.00
For the year ending March, 2024	—				
For the year ending March, 2024 (Forecast)		20.00	—	20.00	40.00

(Note) Correction of dividend forecast from the most recent dividend forecast: No

3. Consolidated Forecast for the year ending March 31, 2024 (From April 1, 2023 to March 31, 2024)

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

	Revenue		Operating profit (loss)		Profit (loss) before tax		Profit (loss)		Profit (loss) attributable to owners of parent		Basic earnings per share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
Annual	115,500	4.1	13,700	16.6	13,700	10.1	10,000	8.0	10,000	7.8	75.95

(Note) Correction of financial forecast from the most recent financial forecast: No

※ Others

(1) Material changes in subsidiaries during this period

(Changes in scope of consolidations resulting from change in subsidiaries) : None

Number of subsidiaries newly consolidated : -

Number of subsidiaries excluded from consolidation : -

(2) Changes in accounting policies and accounting estimates

1. Changes in accounting policies required by IFRS : None

2. Changes in accounting policies other than IFRS requirements : None

3. Changes in accounting estimates : None

(3) The number of issued shares

1. Number of issued shares at the period end (including treasury shares)

Q1FY2023 (Jun. 30, 2023)	135,868,594 shares	FY2022 (Mar. 31, 2023)	135,868,594 shares
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2. Total number of treasury shares at the period end

Q1FY2023 (Jun. 30, 2023)	4,197,095 shares	FY2022 (Mar. 31, 2023)	4,197,095 shares
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3. Average number of issued shares during the period (quarterly period-YTD)

Q1FY2023 (Jun. 30, 2023)	131,671,499 shares	Q1FY2022 (Jun. 30, 2022)	134,400,256 shares
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This financial summary is not subject to audit by a certified public accountant or an audit corporation.

Notes for using forecasted information and others

- This document has been translated from the Japanese original for reference purpose only. In the event of any discrepancy between this translated document and the Japanese original, the original shall prevail.
- 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 1. Consolidated Financial Results (2) Outlook for the Fiscal Year Ending March 31, 2024 at page 5.
- Additional supplemental material related to the financial statements will be available at Anritsu's web site since the results briefing session to be held on July 28, 2023.

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1. Consolidated Financial Results

(1) Operating Results

	Three Months Ended June 30,		(Millions of yen)	
	2022	2023	Change	
Orders	29,769	23,020	(6,749)	-22.7%
Backlog	37,381	37,173	(207)	-0.6%
Revenue	26,180	22,742	(3,437)	-13.1%
Operating profit (loss)	3,017	(57)	(3,075)	-
Profit (loss) before tax	3,915	427	(3,488)	-89.1%
Profit (loss)	2,926	241	(2,685)	-91.8%
Profit (loss) attributable to owners of parent	2,917	250	(2,666)	-91.4%

In the field of information and communication, which is the main field of Test and Measurement Business, shipments of 5G smartphones continue to decrease worldwide, even though operators in each country have already initiated 5G services. This is due to a delay in the emergence of a killer application, as well as some of the technical challenges of 5G via mmWave.

Meanwhile, the completion of the "Release 17 (*1)" standardization is increasing utilization of 5G. Research and development for 5G utilization in the automotive field has begun, as well as research and demonstration experiments for building 5G networks in private domains, such as private 5G. In IoT field, demand for Customer-Premises Equipment (CPE) which is laid in last mile is increasing. In response, demand for developing 5G wireless module and Wi-Fi 6E (*2) has emerged. Furthermore, research and development for the next generation communication standard, 6G, has begun.

In 5G networks, the O-RAN ALLIANCE has been working to open up wireless access networks so that operators can build wireless networks more flexibly. By applying the O-RAN standard specifications to base station equipment that was previously configured with the manufacturer's proprietary interface, it has become easier to build multi-vendor radio access networks. As a result, operators around the world are introducing O-RAN.

Since the data traffic is expanding rapidly due to sophisticated cloud computing services and the progress of 5G services, the network infrastructure is under strain. To solve this issue, service providers are further upgrading their networks, and 100 Gbps services are prevalent. Network equipment manufacturers are also making progress in developing 400Gbps and 800Gbps network equipment. In addition, research and development of Innovative Optical and Wireless Network (IOWN) (*3) is underway.

Rising prices and interest rates, increased geopolitical risks, and a prolonged difficulties in procuring parts can have an important impact on our business performance. In addition, our sales are impacted by the slowdown mainly in the mobile market.

Amid such environment, we have passed on cost increases due to inflation and other factors to our prices and worked to conduct our operations more efficiently. Regarding difficulties in procuring parts, although there are signs of improvement with the exception of some parts, we have been continuing to strive to minimize risk through measures such as strategically securing our parts inventories.

Anritsu group's operating results were as follows. Orders decreased 22.7 percent YoY to 23,020 million yen, and revenue decreased 13.1 percent to 22,742 million yen. Operating loss was 57 million yen. (Operating profit was 3,017 million yen in the same period of the previous fiscal year.) Profit before tax decreased 89.1 percent to 427 million yen. Profit decreased 91.8 percent to 241 million yen, and profit attributable to owners of parent decreased 91.4 percent to 250 million yen.

(*1) Standard number used in 3GPP.

(*2) A wireless LAN Standard that specifies the extension of the bandwidth used by the 6th generation Wi-Fi 6 to the 6 GHz band.

(*3) A new communication infrastructure that utilizes innovative technologies such as fully optical networks, which is under consideration by the IOWN Global Forum.

Operating results by segment are as follows.

Effective from the current consolidated fiscal year, reportable segments have been changed from two segments, "Test and Measurement" and "PQA," to three segments, "Test and Measurement," "PQA," and "Environmental Measurement". Segment information for the first quarter of the previous fiscal year is prepared and disclosed based on the reportable segment classifications after the change.

1. Test and Measurement

	Three Months Ended June 30,		(Millions of yen)	
	2022	2023	Change	
Revenue	18,595	15,192	(3,402)	-18.3%
Operating profit (loss)	3,398	424	(2,974)	-87.5%

This segment group develops, manufactures, and sells measuring instruments and systems for a variety of communication applications, and service assurance. The group delivers them to service providers, network equipment manufacturers, and maintenance and installation companies.

During the first-quarter of the fiscal year ending March 31, 2024, both revenue and operating profit decreased YoY because the demand for investment in the development of 5G smartphones is declining worldwide and the growth of the mobile market is slowing.

Consequently, segment revenue decreased 18.3 percent YoY to 15,192 million yen, operating profit decreased 87.5 percent to 424 million yen.

2. Products Quality Assurance

	Three Months Ended June 30,		(Millions of yen)	
	2022	2023	Change	
Revenue	5,081	5,368	287	5.6%
Operating profit (loss)	(76)	20	96	-

This segment group develops, manufactures, and sells production management systems and quality management systems, such as high-precision and high-speed auto checkweighers, automatic combination weighers and metal detectors, for the food, pharmaceutical and cosmetics industries.

During the first-quarter of the fiscal year ending March 31, 2024, both revenue and operating profit increased YoY because capital investment for automation and manpower saving in quality assurance processes in the food market remained strong.

As a result, segment revenue increased 5.6 percent YoY to 5,368 million yen, operating profit was 20 million yen. (Operating loss was 76 million yen in the same period of the previous fiscal year.)

3. Environmental Measurement

	Three Months Ended June 30,		(Millions of yen)	
	2022	2023	Change	
Revenue	875	824	(51)	-5.9%
Operating profit (loss)	(328)	(311)	17	-

This segment group develops, manufactures, and sells test systems for EVs and for batteries, as well as local 5G support services, and video surveillance monitoring solutions for roads, dams, rivers, and other applications.

During the first-quarter of the fiscal year ending March 31, 2024, test demand for EVs and batteries remained strong in Japan, with segment revenue and operating profit standing at the same levels as in the previous fiscal year.

As a result, segment revenue decreased 5.9 percent YoY to 824 million yen, and operating loss was 311 million yen. (Operating loss was 328 million yen in the same period of the previous fiscal year.)

4. Others

	Three Months Ended June 30,		(Millions of yen)	
	2022	2023	Change	
Revenue	1,627	1,357	(270)	-16.6%
Operating profit (loss)	242	68	(174)	-71.8%

This segment comprises Sensing & Devices, Logistics, Welfare services, Real estate leasing and other businesses.

Segment revenue decreased 16.6 percent YoY to 1,357 million yen, operating profit decreased 71.8 percent to 68 million yen.

(2) Outlook for the Fiscal Year Ending March 31, 2024

Anritsu Group has not changed the performance forecasts announced on April 28, 2023.

BUSINESS FORECAST FOR THE FISCAL YEAR ENDING MARCH 31, 2024

	(Millions of yen)
	FY2023
Revenue	115,500
Operating profit (loss)	13,700
Profit (loss) before tax	13,700
Profit (loss)	10,000
Profit (loss) attributable to owners of parent	10,000

Assumed exchange rate : 1US\$=130Yen

(Reference)

FORECAST OF SEGMENT INFORMATION

(Millions of yen)

	FY2022 From Apr. 1, 2022 To Mar. 31, 2023	FY2023	
		From Apr. 1, 2023 To Mar. 31, 2024	Change
Revenue by Segment			
Revenue	110,919	115,500	4.1%
Test and Measurement	72,753	74,000	1.7%
PQA	24,849	26,000	4.6%
Environmental Measurement	6,376	9,000	41.1%
Others	6,939	6,500	-6.3%
Operating Profit by Segment			
Operating Profit	11,746	13,700	16.6%
Test and Measurement	10,874	12,000	10.4%
PQA	1,331	1,600	20.1%
Environmental Measurement	51	600	-
Others	560	500	-10.7%
Adjustment	(1,071)	(1,000)	-
Revenue by Region			
Revenue	110,919	115,500	4.1%
Japan	33,042	36,000	9.0%
Overseas	77,876	79,500	2.1%
Americas	24,799	26,000	4.8%
EMEA	14,732	15,000	1.8%
Asia and Others	38,344	38,500	0.4%

(Notes) EMEA: Europe, Middle East and Africa

(Notes) Segment revenues and operating profit for the previous period have been prepared based on the current fiscal year's reportable segment classifications.

(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. Condensed Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	End of FY2022 as of March 31, 2023	Q1 FY2023 as of June 30, 2023
Assets		
Current assets		
Cash and cash equivalents	36,833	36,301
Trade and other receivables	25,798	24,395
Other financial assets	21	9
Inventories	29,828	32,144
Income taxes receivable	395	511
Other current assets	5,204	3,172
Total current assets	98,081	96,534
Non-current assets		
Property, plant and equipment	29,004	29,363
Goodwill and intangible assets	8,483	8,788
Investment property	233	233
Trade and other receivables	450	461
Investments accounted for using equity method	7	7
Other financial assets	1,630	1,790
Deferred tax assets	5,418	5,425
Other non-current assets	8,929	8,863
Total non-current assets	54,156	54,933
Total assets	152,238	151,467

(Millions of yen)

	End of FY2022 as of March 31, 2023	Q1 FY2023 as of June 30, 2023
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	7,442	6,244
Bonds and borrowings	1,144	1,090
Other financial liabilities	824	902
Income taxes payable	785	528
Employee benefits	7,634	4,993
Provisions	472	472
Other current liabilities	8,881	10,825
Total current liabilities	27,184	25,057
Non-current liabilities		
Trade and other payables	597	579
Bonds and borrowings	2,993	2,994
Other financial liabilities	1,624	2,000
Employee benefits	688	697
Provisions	104	104
Deferred tax liabilities	346	296
Other non-current liabilities	1,183	1,429
Total non-current liabilities	7,537	8,103
Total liabilities	34,722	33,161
Equity		
Share capital	19,218	19,218
Capital surplus	28,441	28,456
Retained earnings	63,074	60,692
Treasury shares	(6,177)	(6,177)
Other components of equity	12,729	15,897
Equity attributable to owners of parent	117,286	118,086
Non-controlling interests	229	219
Total equity	117,516	118,306
Total liabilities and equity	152,238	151,467

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

(Millions of yen)

	FY2022 (3 months) From April 1, 2022 to June 30, 2022	FY2023 (3 months) From April 1, 2023 to June 30, 2023
Revenue	26,180	22,742
Cost of sales	12,736	12,606
Gross profit	13,443	10,136
Other revenue and expenses		
Selling, general and administrative expenses	7,835	7,839
Research and development expense	2,764	2,353
Other income	189	43
Other expenses	15	44
Operating profit (loss)	3,017	(57)
Finance income	1,044	568
Finance costs	146	83
Share of profit (loss) of investments accounted for using equity method	(0)	(0)
Profit (loss) before tax	3,915	427
Income tax expense	988	185
Profit (loss)	2,926	241
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(7)	112
Total	(7)	112
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	3,732	3,055
Total	3,732	3,055
Total other comprehensive income	3,724	3,167
Comprehensive income	6,651	3,409
Profit (loss), attributable to :		
Owners of parent	2,917	250
Non-controlling interests	9	(9)
Total	2,926	241
Comprehensive income attributable to :		
Owners of parent	6,641	3,418
Non-controlling interests	9	(9)
Total	6,651	3,409
Earnings per share		
Basic earnings per share (Yen)	21.70	1.90
Diluted earnings per share (Yen)	21.70	1.90

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

Three months ended June 30, 2022 (From April 1, 2022 to June 30, 2022)

(Millions of yen)

	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at April 1, 2022	19,189	28,432	63,206	(6,199)	9,566	114,196	246	114,442
Profit (loss)	—	—	2,917	—	—	2,917	9	2,926
Other comprehensive income	—	—	—	—	3,724	3,724	0	3,724
Total comprehensive income	—	—	2,917	—	3,724	6,641	9	6,651
Share-based payment transactions	0	13	—	—	—	14	—	14
Dividends	—	—	(2,699)	—	—	(2,699)	—	(2,699)
Purchase of treasury shares	—	—	—	(3,331)	—	(3,331)	—	(3,331)
Retirement of treasury shares	—	(0)	(4,999)	4,999	—	—	—	—
Dividends to non-controlling interests	—	—	—	—	—	—	(0)	(0)
Total transactions with owners and other transactions	0	13	(7,699)	1,668	—	(6,016)	(0)	(6,017)
Balance at June 30, 2022	19,190	28,446	58,424	(4,531)	13,291	114,821	255	115,076

Three months ended June 30, 2023 (From April 1, 2023 to June 30, 2023)

(Millions of yen)

	Share capital	Capital surplus	Retained earnings	Treasury shares	Other components of equity	Equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at April 1, 2023	19,218	28,441	63,074	(6,177)	12,729	117,286	229	117,516
Profit (loss)	—	—	250	—	—	250	(9)	241
Other comprehensive income	—	—	—	—	3,167	3,167	0	3,167
Total comprehensive income	—	—	250	—	3,167	3,418	(9)	3,409
Share-based payment transactions	—	14	—	—	—	14	—	14
Dividends	—	—	(2,633)	—	—	(2,633)	—	(2,633)
Transfer from other components of equity to retained earnings	—	—	0	—	(0)	—	—	—
Total transactions with owners and other transactions	—	14	(2,633)	—	(0)	(2,618)	—	(2,618)
Balance at June 30, 2023	19,218	28,456	60,692	(6,177)	15,897	118,086	219	118,306

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	FY2022 (3 months) From April 1, 2022 to June 30, 2022	FY2023 (3 months) From April 1, 2023 to June 30, 2023
Cash flows from operating activities		
Profit (Loss) before tax	3,915	427
Depreciation and amortization	1,438	1,501
Interest and dividend income	(62)	(136)
Interest expenses	16	16
Loss (gain) on sale and retirement of fixed assets	(5)	(1)
Decrease (Increase) in trade and other receivables	1,430	2,277
Decrease (Increase) in inventories	(1,815)	(1,282)
Increase (Decrease) in trade and other payables	(1,588)	(1,340)
Increase (Decrease) in employee benefits	(3,033)	(2,671)
Other, net	1,609	3,781
Subtotal	1,903	2,572
Interest received	37	111
Dividends received	24	24
Interest paid	(15)	(16)
Income taxes paid	(1,683)	(393)
Income taxes refund	31	—
Net cash provided by (used in) operating activities	299	2,299
Cash flows from investing activities		
Purchase of property, plant and equipment	(977)	(803)
Proceeds from sale of property, plant and equipment	5	0
Purchase of other financial assets	(125)	—
Proceeds from sale of other financial assets	—	1
Other, net	(490)	(285)
Net cash provided by (used in) investing activities	(1,586)	(1,086)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	—	(54)
Repayments of lease liabilities	(289)	(310)
Purchase of treasury shares	(3,331)	—
Dividends paid	(2,699)	(2,633)
Other, net	0	0
Net cash provided by (used in) financing activities	(6,319)	(2,998)
Effect of exchange rate changes on cash and cash equivalents	1,824	1,253
Net increase (decrease) in cash and cash equivalents	(5,782)	(532)
Cash and cash equivalents at beginning of period	45,689	36,833
Cash and cash equivalents at end of period	39,907	36,301

(5) Notes to the Condensed Quarterly Consolidated Financial Statements
(Notes regarding Going Concern)

None

3. Others

Consolidated Quarterly Financial Highlights

Year ended March 31, 2023

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	26,180	27,783	27,719	29,235
Gross profit	13,443	13,597	13,188	13,824
Operating profit (loss)	3,017	2,395	2,586	3,747
Quarterly profit (loss) before tax	3,915	2,855	2,004	3,663
Quarterly profit (loss)	2,926	2,179	1,149	3,001
Quarterly profit (loss) attributable to owners of parent	2,917	2,183	1,148	3,022
Quarterly comprehensive income	6,651	3,446	(1,111)	4,340
				(Yen)
Quarterly basic earnings per share	21.70	16.55	8.73	22.96
Quarterly diluted earnings per share	21.70	16.55	8.73	22.96
				(Millions of yen)
Total assets	153,539	155,686	148,759	152,238
Total equity	115,076	116,910	113,180	117,516
				(Yen)
Equity attributable to owners of parent per share	865.12	886.02	857.68	890.75
				(Millions of yen)
Cash flows from operating activities	299	6,099	(1,655)	1,371
Cash flows from investing activities	(1,586)	(1,608)	(854)	(1,166)
Cash flows from financing activities	(6,319)	(1,875)	(2,996)	(218)
Net increase (decrease) in cash and cash equivalents	(5,782)	3,063	(6,317)	180
Cash and cash equivalents at end of period	39,907	42,970	36,653	36,833

Year ending March 31, 2024

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	22,742	—	—	—
Gross profit	10,136	—	—	—
Operating profit (loss)	(57)	—	—	—
Quarterly profit (loss) before tax	427	—	—	—
Quarterly profit (loss)	241	—	—	—
Quarterly profit (loss) attributable to owners of parent	250	—	—	—
Quarterly comprehensive income	3,409	—	—	—
				(Yen)
Quarterly basic earnings per share	1.90	—	—	—
Quarterly diluted earnings per share	1.90	—	—	—
				(Millions of yen)
Total assets	151,467	—	—	—
Total equity	118,306	—	—	—
				(Yen)
Equity attributable to owners of parent per share	896.83	—	—	—
				(Millions of yen)
Cash flows from operating activities	2,299	—	—	—
Cash flows from investing activities	(1,086)	—	—	—
Cash flows from financing activities	(2,998)	—	—	—
Net increase (decrease) in cash and cash equivalents	(532)	—	—	—
Cash and cash equivalents at end of period	36,301	—	—	—

Consolidated Quarterly Financial Position

Year ended March 31, 2023

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	153,539	155,686	148,759	152,238
Current assets	100,011	101,647	96,192	98,081
Non-current assets	53,528	54,039	52,567	54,156
Property, plant and equipment	29,920	30,077	29,138	29,004
Goodwill and intangible assets	8,790	8,823	8,463	8,483
Investment property	233	233	233	233
Other non-current assets	14,585	14,904	14,731	16,435
Liabilities	38,463	38,776	35,579	34,722
Current liabilities	30,788	30,839	27,796	27,184
Non-current liabilities	7,675	7,936	7,783	7,537
Equity	115,076	116,910	113,180	117,516
Share capital	19,190	19,217	19,217	19,218
Capital surplus	28,446	28,434	28,447	28,441
Retained earnings	58,424	60,628	59,143	63,074
Treasury shares	(4,531)	(6,177)	(6,177)	(6,177)
Other component of equity	13,291	14,558	12,297	12,729
Non-controlling interests	255	250	251	229
Interest-bearing debt	6,721	6,878	6,656	6,584

Year ending March 31, 2024

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	151,467	—	—	—
Current assets	96,534	—	—	—
Non-current assets	54,933	—	—	—
Property, plant and equipment	29,363	—	—	—
Goodwill and intangible assets	8,788	—	—	—
Investment property	233	—	—	—
Other non-current assets	16,548	—	—	—
Liabilities	33,161	—	—	—
Current liabilities	25,057	—	—	—
Non-current liabilities	8,103	—	—	—
Equity	118,306	—	—	—
Share capital	19,218	—	—	—
Capital surplus	28,456	—	—	—
Retained earnings	60,692	—	—	—
Treasury shares	(6,177)	—	—	—
Other component of equity	15,897	—	—	—
Non-controlling interests	219	—	—	—
Interest-bearing debt	6,967	—	—	—

Consolidated Quarterly Segment Information

Year ended March 31, 2023

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	29,769	28,175	26,089	26,074
Test and Measurement	19,564	17,887	16,827	16,590
PQA	6,161	6,659	5,932	5,829
Others	4,043	3,628	3,328	3,654
Backlog by Segment	37,381	39,287	37,263	34,545
Test and Measurement	23,721	25,218	23,442	22,617
PQA	7,983	7,911	7,501	6,546
Others	5,677	6,157	6,319	5,381
Revenue by Segment	26,180	27,783	27,719	29,235
Test and Measurement	18,595	17,745	18,472	17,940
PQA	5,081	6,844	6,117	6,805
Others	2,503	3,193	3,129	4,489
Operating profit (loss) by Segment	3,017	2,395	2,586	3,747
Test and Measurement	3,398	2,037	2,364	3,072
PQA	(76)	598	235	574
Others	(85)	17	264	415
Adjustment	(219)	(257)	(278)	(315)
Revenue by Region	26,180	27,783	27,719	29,235
Japan	5,875	8,276	7,578	11,312
Americas	6,651	5,490	7,022	5,635
EMEA	3,442	3,969	3,613	3,707
Asia and Others	10,211	10,047	9,505	8,580

Year ending March 31, 2024

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	23,020	—	—	—
Test and Measurement	14,104	—	—	—
PQA	5,704	—	—	—
Environmental Measurement	1,792	—	—	—
Others	1,418	—	—	—
Backlog by Segment	37,173	—	—	—
Test and Measurement	23,513	—	—	—
PQA	7,056	—	—	—
Environmental Measurement	4,940	—	—	—
Others	1,663	—	—	—
Revenue by Segment	22,742	—	—	—
Test and Measurement	15,192	—	—	—
PQA	5,368	—	—	—
Environmental Measurement	824	—	—	—
Others	1,357	—	—	—
Operating profit (loss) by Segment	(57)	—	—	—
Test and Measurement	424	—	—	—
PQA	20	—	—	—
Environmental Measurement	(311)	—	—	—
Others	68	—	—	—
Adjustment	(259)	—	—	—
Revenue by Region	22,742	—	—	—
Japan	5,955	—	—	—
Americas	5,557	—	—	—
EMEA	3,631	—	—	—
Asia and Others	7,597	—	—	—

(*) Beginning with the fiscal year ending March 31, 2024, "Environmental Measurement," which was previously included in "Others," is presented as a reportable segment.

Anritsu Corporation Supplement

1. Supplement of Trend of Results

(Millions of yen)

	Actual					Forecast
	2019/3	2020/3	2021/3	2022/3	2023/3	2024/3
Revenue	99,659	107,023	105,939	105,387	110,919	115,500
Change %	15.9%	7.4%	-1.0%	-0.5%	5.2%	4.1%
Operating profit (loss)	11,246	17,413	19,651	16,499	11,746	13,700
Change %	128.9%	54.8%	12.8%	-16.0%	-28.8%	16.6%
as % of Revenue	11.3%	16.3%	18.5%	15.7%	10.6%	11.9%
Profit (loss) before taxes	11,362	17,181	19,838	17,150	12,438	13,700
Change %	146.9%	51.2%	15.5%	-13.5%	-27.5%	10.1%
as % of Revenue	11.4%	16.1%	18.7%	16.3%	11.2%	11.9%
Profit (loss)	8,991	13,397	16,143	12,841	9,256	10,000
Change %	210.2%	49.0%	20.5%	-20.5%	-27.9%	8.0%
as % of Revenue	9.0%	12.5%	15.2%	12.2%	8.3%	8.7%
Basic earnings per share	¥65.20	¥97.20	¥117.18	¥93.98	¥69.98	¥75.95
Orders	100,819	107,709	107,567	110,665	110,107	115,500
Change %	13.9%	6.8%	-0.1%	2.9%	-0.5%	4.9%
Cash flows from operating activities	12,247	14,721	20,481	16,031	6,114	15,000
Change %	54.1%	20.2%	39.1%	-21.7%	-61.9%	145.3%
Free cash flows	11,631	11,035	15,452	7,324	897	9,500
Change %	189.7%	-5.1%	40.0%	-52.6%	-87.7%	958.2%
Capital expenditures (* 1,2,3)	2,436	4,518	5,449	5,658	5,369	5,500
Change %	-29.0%	85.5%	20.6%	3.8%	-5.1%	2.4%
Depreciation (* 1,2,3)	4,031	4,732	4,545	4,628	5,128	5,500
Change %	1.7%	17.4%	-4.0%	1.8%	10.8%	7.2%
R&D expenses (* 4)	12,008	13,321	11,246	11,386	11,420	11,000
Change %	13.8%	10.9%	-15.6%	1.2%	0.3%	-3.7%
as % of Revenue	12.0%	12.4%	10.6%	10.8%	10.3%	9.5%
Number of Employees	3,778	3,881	3,954	4,168	4,144	-

(* 1) Capital expenditures and depreciation include amount related to right-of-use assets.

(* 2) Capital expenditures and depreciation exclude amount related to capitalized development cost booked as intangible asset.

(* 3) The impact of the application of IFRS 16 is included from the year ended March 31, 2020.

(* 4) R&D expenses are amounts of R&D investment including capitalized development cost. Thus, these amounts do not agree the R&D expense booked on the consolidated statement of comprehensive income.

2. Supplement of Quarterly Results

(Millions of yen)

	2022/Q1	2022/Q2	2022/Q3	2022/Q4	2023/Q1	2023/Q2	2023/Q3	2023/Q4
Revenue	26,180	27,783	27,719	29,235	22,742	—	—	—
Y o Y	10.1%	1.2%	12.5%	-1.0%	-13.1%	-	-	-
Operating profit	3,017	2,395	2,586	3,747	(57)	—	—	—
Y o Y	-2.1%	-45.6%	-25.2%	-32.6%	-	-	-	-
as % of Revenue	11.5%	8.6%	9.3%	12.8%	-0.3%	-	-	-
Profit before tax	3,915	2,855	2,004	3,663	427	—	—	—
Y o Y	26.9%	-35.5%	-44.1%	-39.5%	-89.1%	-	-	-
as % of Revenue	15.0%	10.3%	7.2%	12.5%	1.9%	-	-	-
Profit	2,926	2,179	1,149	3,001	241	—	—	—
Y o Y	39.3%	-35.8%	-57.6%	-35.3%	-91.8%	-	-	-
as % of Revenue	11.2%	7.8%	4.1%	10.3%	1.1%	-	-	-

(Millions of yen)

	2022/Q1	2022/Q2	2022/Q3	2022/Q4	2023/Q1	2023/Q2	2023/Q3	2023/Q4
Upper : Revenue								
Lower : Operating profit								
Test and Measurement	18,595	17,745	18,472	17,940	15,192	—	—	—
	3,398	2,037	2,364	3,072	424	—	—	—
PQA	5,081	6,844	6,117	6,805	5,368	—	—	—
	(76)	598	235	574	20	—	—	—
Environmental Measurement	—	—	—	—	824	—	—	—
	—	—	—	—	(311)	—	—	—
Others	2,503	3,193	3,129	4,489	1,357	—	—	—
	(85)	17	264	415	68	—	—	—
Adjustment	—	—	—	—	—	—	—	—
	(219)	(257)	(278)	(315)	(259)	—	—	—
Total revenue	26,180	27,783	27,719	29,235	22,742	—	—	—
Total operating profit	3,017	2,395	2,586	3,747	(57)	—	—	—

(note) Beginning with the fiscal year ending March 31, 2024, "Environmental Measurement," which was previously included in "Others," is presented as a reportable segment.

3. Supplement of Segment Information

(1) Revenue by Segment

(Millions of yen)

	Actual					Forecast
	2019/3	2020/3	2021/3	2022/3	2023/3	2024/3
Test and Measurement	68,168	75,165	74,809	73,320	72,753	74,000
Y o Y	25.2%	10.3%	-0.5%	-2.0%	-0.8%	1.7%
PQA	23,074	22,575	21,419	21,978	24,849	26,000
Y o Y	2.3%	-2.2%	-5.1%	2.6%	13.1%	4.6%
Environmental Measurement	—	—	—	—	—	9,000
Y o Y	-	-	-	-	-	-
Others	8,416	9,282	9,709	10,089	13,316	6,500
Y o Y	-6.3%	10.3%	4.6%	3.9%	32.0%	-
Total	99,659	107,023	105,939	105,387	110,919	115,500
Y o Y	15.9%	7.4%	-1.0%	-0.5%	5.2%	4.1%

(2) Operating Profit by Segment

(Millions of yen)

	Actual					Forecast
	2019/3	2020/3	2021/3	2022/3	2023/3	2024/3
Test and Measurement	9,413	15,148	17,714	15,202	10,874	12,000
Y o Y	338.3%	60.9%	16.9%	-14.2%	-28.5%	10.4%
PQA	1,609	1,287	1,340	1,173	1,331	1,600
Y o Y	-18.3%	-20.0%	4.1%	-12.5%	13.5%	20.1%
Environmental Measurement	—	—	—	—	—	600
Y o Y	-	-	-	-	-	-
Others	1,145	1,900	1,797	1,123	611	500
Y o Y	-21.5%	65.9%	-5.4%	-37.5%	-45.5%	-
Adjustment	(921)	(921)	(1,201)	(999)	(1,071)	(1,000)
Y o Y	-	-	-	-	-	-
Total	11,246	17,413	19,651	16,499	11,746	13,700
Y o Y	128.9%	54.8%	12.8%	-16.0%	-28.8%	16.6%

(* 1) Beginning with the fiscal year ending March 31, 2024, "Environmental Measurement," which was previously included in "Others," is presented as a reportable segment.

(3) Revenue by Region

(Millions of yen)

	Actual					Forecast
	2019/3	2020/3	2021/3	2022/3	2023/3	2024/3
Japan	32,183	36,293	32,202	31,036	33,042	36,000
Y o Y	8.2%	12.8%	-11.3%	-3.6%	6.5%	9.0%
Overseas	67,475	70,729	73,736	74,350	77,876	79,500
Y o Y	20.0%	4.8%	4.3%	0.8%	4.7%	2.1%
Americas	26,429	20,773	21,380	23,065	24,799	26,000
Y o Y	51.7%	-21.4%	2.9%	7.9%	7.5%	4.8%
EMEA	12,170	10,693	11,021	11,605	14,732	15,000
Y o Y	-4.8%	-12.1%	3.1%	5.3%	26.9%	1.8%
Asia and Others	28,876	39,262	41,334	39,679	38,344	38,500
Y o Y	11.0%	36.0%	5.3%	-4.0%	-3.4%	0.4%
Total	99,659	107,023	105,939	105,387	110,919	115,500
Y o Y	15.9%	7.4%	-1.0%	-0.5%	5.2%	4.1%