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October 30, 2024

Company Name: **ANRITSU CORPORATION**

Listing: Tokyo Stock Exchange

Securities code: 6754

URL: <https://www.anritsu.com>

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Scheduled date to file semi-annual securities report: November 13, 2024

Scheduled date to commence dividend payments: December 3, 2024

Preparation of supplementary material on financial results: Yes

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

(Yen amounts are rounded down to millions, unless otherwise noted.)

1. Consolidated financial results for the six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(1) Consolidated operating results (cumulative)

(Percentages indicate year-on-year changes.)

	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	%
Six months ended September, 2024	53,309	4.7	3,576	21.9	3,381	-6.2	2,238	-19.7	2,237	-19.8	335	-95.3
September, 2023	50,895	-5.7	2,934	-45.8	3,603	-46.8	2,786	-45.4	2,789	-45.3	7,099	-29.7

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
Six months ended September, 2024	16.98		16.98	
September, 2023	21.19		21.19	

(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		%	
As of September, 2024	155,905		123,275		123,268		79.1	
March, 2024	161,085		125,525		125,520		77.9	

2. Cash dividends

	Annual dividends per share				
	First quarter-end	Second quarter-end	Third quarter-end	Fiscal year-end	Total
Fiscal year ended March, 2024	—	20.00	—	20.00	40.00
Fiscal year ending March, 2025	—	20.00			
Fiscal year ending March, 2025 (Forecast)			—	20.00	40.00

(Note) Revisions to the forecast of cash dividends most recently announced: None

3. Consolidated Forecast for the year ending March 31, 2025 (From April 1, 2024 to March 31, 2025)

(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	%	
Annual	115,000	4.6	11,000	22.4	11,000	10.5	8,300	8.2	8,300	8.1	62.99

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

* Notes

(1) Significant changes in the scope of consolidation during the period : None

Newly included: -

Excluded: -

(2) Changes in accounting policies and changes in accounting estimates

1. Changes in accounting policies required by IFRS: None

2. Changes in accounting policies due to other reasons: None

3. Changes in accounting estimates: None

(3) Number of issued shares (ordinary shares)

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

As of September 30, 2024	135,870,594 shares	As of Mar.31, 2024	135,870,594 shares
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2. Number of treasury shares at the end of the period

As of September 30, 2024	4,086,576 shares	As of Mar.31, 2024	4,112,477 shares
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3. Average number of shares outstanding during the period (cumulative from the beginning of the fiscal year)

Six months ended September 30, 2024	131,765,509 shares	Six months ended September 30, 2023	131,671,757 shares
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* The interim consolidated financial statements presented herein are exempt from review conducted by certified public accountants or an audit firm.

* Notes for using forecasted information and others

- 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. Overview of Operating Results (3) Outlook for the Fiscal Year Ending March 31, 2025 at page 7.
- 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 October 30, 2024.

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1. Overview of Operating Results, etc.

(1) Overview of Operating Results

	Six Months Ended September 30,		(Millions of yen)	
	2023	2024	Change	
Orders	55,809	53,479	(2,329)	-4.2%
Backlog	42,188	34,057	(8,131)	-19.3%
Revenue	50,895	53,309	2,413	4.7%
Operating profit (loss)	2,934	3,576	642	21.9%
Profit (loss) before tax	3,603	3,381	(222)	-6.2%
Profit (loss)	2,786	2,238	(548)	-19.7%
Profit (loss) attributable to owners of parent	2,789	2,237	(552)	-19.8%

In the field of information and communication, which is the main field of Test and Measurement Business, although the prices of 5G smartphones are soaring due to inflation, shipments of smartphones are showing signs of recovery. Going forward, the release of advanced smartphones equipped with AI is expected to stimulate the market. Deliberations are also underway in Japan regarding the millimeter wave utilization.

In the area of 5G utilization, research and development for utilizing 5G in the automotive field has been advancing, and there are ongoing research and demonstration experiments for building 5G networks in private domains, such as private 5G. In Internet of Things (IoT) field, demand for Customer-Premises Equipment (CPE) which is laid in last mile have been increasing. In response, demand for developing 5G wireless modules and Wi-Fi 7 (*1) have also been increasing. In the Non-Terrestrial Network (NTN) segment, satellite-based communication services are being rolled out one after another, and devices equipped with narrowband IoT (NB-IoT) using 4G system are also being released. Release 18 (*2), whose standardization was completed in June 2024, is undergoing functional enhancements to eRedCap (enhanced Reduced Capability) designed for the IoT, NTN using 5G NR (New Radio), and more, and is expected to be gradually implemented in chipsets and devices. In addition, at the WRC-23 (World Radiocommunication Conference 2023) held in December 2023, a consensus was reached regarding the frequencies to be used for 5G-Advanced. Furthermore, research and development for the next generation communication standard, 6G, has also begun.

In 5G networks, the O-RAN ALLIANCE, which is working to open up wireless access networks, has been developing specifications. 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.

In addition, there is an accelerating trend toward establishing new data centers and increasing data center capacity. For generative AI-oriented data centers, the upgrade to 800GE networks is gaining full steam, and optical device manufacturers ramping up production of 800GE optical devices. Network equipment manufacturers are developing high-speed buses such as PCIe (Gen5/6) (*3), and deliberations have begun regarding the development of 1.6TE optical devices. The work of Innovative Optical and Wireless Network (IOWN) (*4) has become more active.

Anritsu group's operating results were as follows. Orders decreased 4.2 percent YoY to 53,479 million yen, and revenue increased 4.7 percent to 53,309 million yen. Operating profit increased 21.9 percent to 3,576 million yen, profit before tax decreased 6.2 percent to 3,381 million yen, profit decreased 19.7 percent to 2,238 million yen, and profit attributable to owners of parent decreased 19.8 percent to 2,237 million yen.

(*1) 7th generation Wi-Fi standard. Doubles the bandwidth used by the 6th generation Wi-Fi standard (Wi-Fi 6) from 160 MHz to 320 MHz for higher speed.

(*2) Standard number used in 3GPP.

(*3) 5th/6th generation PCI Express standard (interface standard for serial communication expansion slots)

(*4) 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.

1. Test and Measurement

	Six Months Ended September 30,		(Millions of yen)	
	2023	2024	Change	
Revenue	33,120	33,985	865	2.6%
Operating profit (loss)	3,114	2,541	(573)	-18.4%

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 six months ended September 30, 2024, revenue increased YoY due to the strong measurement demand for increased network speeds in data centers, driven by the growth of generative AI. On the other hand, operating profit decreased due to the recording of business restructuring expenses during the first quarter and some other costs. Consequently, segment revenue increased 2.6 percent YoY to 33,985 million yen, operating profit decreased 18.4 percent to 2,541 million yen.

2. Products Quality Assurance

	Six Months Ended September 30,		(Millions of yen)	
	2023	2024	Change	
Revenue	11,746	12,993	1,246	10.6%
Operating profit (loss)	242	1,059	817	336.4%

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 six months ended September 30, 2024, demand for capital investment aimed at automation and manpower savings in the quality assurance process in the food market was strong, so that revenue and operating profit increased YoY. Consequently, segment revenue increased 10.6 percent YoY to 12,993 million yen, operating profit increased 336.4 percent YoY to 1,059 million yen.

3. Environmental Measurement

	Six Months Ended September 30,		(Millions of yen)	
	2023	2024	Change	
Revenue	3,021	3,528	507	16.8%
Operating profit (loss)	(170)	63	233	-

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 six months ended September 30, 2024, revenue and operating profit increased YoY because test demand for the EVs and batteries was strong in Japan. Consequently, segment revenue increased 16.8 percent YoY to 3,528 million yen, and operating profit was 63 million yen (Operating loss was 170 million yen in the same period of the previous fiscal year).

4. Others

	Six Months Ended September 30,		(Millions of yen)	
	2023	2024	Change	
Revenue	3,007	2,801	(205)	-6.8%
Operating profit (loss)	294	628	334	113.4%

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

Segment revenue decreased 6.8 percent YoY to 2,801 million yen, operating profit increased 113.4 percent to 628 million yen.

(2) Overview of Financial Position

Assets, liabilities and equity as of September 30, 2024 were as follows.

	(Millions of yen)		
	March 31, 2024	September 30, 2024	Change
Assets	161,085	155,905	(5,180)
Liabilities	35,559	32,630	(2,929)
Equity	125,525	123,275	(2,250)
<i>Interest-bearing debt</i>	7,193	6,376	(817)

1. Assets

Total assets decreased 5,180 million yen from the end of the previous fiscal year to 155,905 million yen. The main factors in the decrease were a 5,258 million yen decrease in Trade and other receivables and a 2,542 million yen decrease in Inventories. On the other hand, Cash and cash equivalents increased by 4,681 million yen.

2. Liabilities

Total liabilities decreased 2,929 million yen from the end of the previous fiscal year to 32,630 million yen. The main factors in the decrease were a 1,049 million yen decrease in Employee benefits and a 957 million yen decrease in Other current liabilities.

3. Equity

Total equity decreased 2,250 million yen from the end of the previous fiscal year to 123,275 million yen. The main factors in the decrease were a 1,903 million yen decrease in Other components of equity and a 390 million yen decrease in Retained earnings due to the payment of 2,635 million yen in dividends.

As a result, the equity attributable to owners of parent to total assets ratio was 79.1 percent (77.9 at the end of the previous fiscal year).

Interest-bearing debt was 6,376 million yen (7,193 million yen at the end of the previous fiscal year). The debt-to-equity ratio was 0.05 (0.06 at the end of the previous fiscal year).

Conditions for each category of cash flow for the six months ended September 30, 2024 were as follows.

	Six Months Ended September 30,		(Millions of yen)
	2023	2024	Change
Cash flows from operating activities	7,915	10,767	2,852
Cash flows from investing activities	(1,880)	(1,516)	364
Cash flows from financing activities	(3,314)	(3,677)	(363)
Cash and cash equivalents at end of period	41,390	50,338	8,948
<i>Free cash flow</i>	6,034	9,251	3,216

Cash and cash equivalents (hereafter, "net cash") increased 4,681 million yen from the end of the previous fiscal year to 50,338 million yen.

Free cash flow, the sum of cash flows from operating activities and cash flows from investing activities, was positive 9,251 million yen (positive 6,034 million yen in the same period of the previous fiscal year).

1. Cash Flows from Operating Activities

Net cash provided by operating activities was 10,767 million yen (in the same period of the previous fiscal year, operating activities provided net cash of 7,915 million yen). The cash increase was mainly due to a decrease in trade and other receivables and reporting of profit before tax. Depreciation and amortization expense was 2,953 million yen (decrease of 3 million yen YoY).

2. Cash Flows from Investing Activities

Net cash used in investing activities was 1,516 million yen (in the same period of the previous fiscal year, investing activities used net cash of 1,880 million yen). The cash decrease was mainly due to purchase of property, plant and equipment and purchase of intangible assets.

3. Cash Flows from Financing Activities

Net cash used in financing activities was 3,677 million yen (in the same period of the previous fiscal year, financing activities used net cash of 3,314 million yen). The cash decrease was mainly due to payment of cash dividends totaling 2,635 million yen (in the same period of the previous fiscal year, cash dividends were 2,633 million yen) and repayments of lease liabilities.

(3) Outlook for the Fiscal Year Ending March 31, 2025

Anritsu Group has not changed the performance forecasts announced on April 25, 2024.

BUSINESS FORECAST FOR THE FISCAL YEAR ENDING MARCH 31, 2025

	(Millions of yen)
	FY2024
Revenue	115,000
Operating profit (loss)	11,000
Profit (loss) before tax	11,000
Profit (loss)	8,300
Profit (loss) attributable to owners of parent	8,300

Assumed exchange rate : 1US\$=145Yen

(Reference)

FORECAST OF SEGMENT INFORMATION

(Millions of yen)

	FY2023 From Apr. 1, 2023 to Mar. 31, 2024	FY2024	
		From Apr. 1, 2024 to Mar. 31, 2025	Change
Revenue by Segment			
Revenue	109,952	115,000	4.6%
Test and Measurement	71,005	73,800	3.9%
PQA	25,373	26,700	5.2%
Environmental Measurement	7,438	9,000	21.0%
Others	6,134	5,500	-10.3%
Operating Profit by Segment			
Operating Profit	8,983	11,000	22.4%
Test and Measurement	7,544	9,200	21.9%
PQA	1,295	1,900	46.7%
Environmental Measurement	537	700	30.3%
Others	810	400	-50.7%
Adjustment	(1,204)	(1,200)	-
Revenue by Region			
Revenue	109,952	115,000	4.6%
Japan	34,236	37,500	9.5%
Overseas	75,715	77,500	2.4%
Americas	25,903	26,500	2.3%
EMEA	16,328	16,500	1.1%
Asia and Others	33,483	34,500	3.0%

(Notes) EMEA: Europe, Middle East and Africa

(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 Interim Consolidated Financial Statements

(1) Condensed Interim Consolidated Statement of Financial Position

(Millions of yen)

	End of FY2023 as of March 31, 2024	FY2024 as of September 30, 2024
Assets		
Current assets		
Cash and cash equivalents	45,657	50,338
Trade and other receivables	28,623	23,367
Other financial assets	9	38
Inventories	27,860	25,318
Income taxes receivable	284	108
Other current assets	3,408	2,855
Total current assets	105,843	102,027
Non-current assets		
Property, plant and equipment	28,935	27,943
Goodwill and intangible assets	8,231	8,037
Investment property	236	236
Trade and other receivables	512	509
Investments accounted for using equity method	7	6
Other financial assets	2,177	2,072
Deferred tax assets	5,921	6,084
Other non-current assets	9,219	8,986
Total non-current assets	55,242	53,877
Total assets	161,085	155,905

(Millions of yen)

	End of FY2023 as of March 31, 2024	FY2024 as of September 30, 2024
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	6,459	6,606
Bonds and borrowings	4,087	620
Other financial liabilities	1,009	983
Income taxes payable	1,269	1,184
Employee benefits	7,407	6,360
Provisions	574	562
Other current liabilities	9,784	8,827
Total current liabilities	30,592	25,144
Non-current liabilities		
Trade and other payables	512	450
Bonds and borrowings	—	2,988
Other financial liabilities	2,115	1,785
Employee benefits	685	682
Provisions	128	128
Deferred tax liabilities	319	316
Other non-current liabilities	1,205	1,134
Total non-current liabilities	4,967	7,486
Total liabilities	35,559	32,630
Equity		
Share capital	19,219	19,219
Capital surplus	28,580	28,585
Retained earnings	65,696	65,305
Treasury shares	(6,050)	(6,012)
Other components of equity	18,074	16,170
Equity attributable to owners of parent	125,520	123,268
Non-controlling interests	5	6
Total equity	125,525	123,275
Total liabilities and equity	161,085	155,905

(2) Condensed Interim Consolidated Statement of Comprehensive Income

(Six months ended September 30, 2023 and September 30, 2024)

(Millions of yen)

	FY2023 (6 months) From April 1, 2023 to September 30, 2023	FY2024 (6 months) From April 1, 2024 to September 30, 2024
Revenue	50,895	53,309
Cost of sales	27,345	28,159
Gross profit	23,549	25,149
Other revenue and expenses		
Selling, general and administrative expenses	15,942	16,536
Research and development expense	4,639	4,824
Other income	103	150
Other expenses	137	362
Operating profit (loss)	2,934	3,576
Finance income	780	373
Finance costs	110	567
Share of profit (loss) of investments accounted for using equity method	(0)	(0)
Profit (loss) before tax	3,603	3,381
Income tax expense	817	1,142
Profit (loss)	2,786	2,238
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	187	(72)
Total	187	(72)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	4,125	(1,831)
Total	4,125	(1,831)
Total other comprehensive income	4,312	(1,903)
Comprehensive income	7,099	335
Profit (loss), attributable to :		
Owners of parent	2,789	2,237
Non-controlling interests	(2)	1
Total	2,786	2,238
Comprehensive income attributable to :		
Owners of parent	7,101	334
Non-controlling interests	(2)	0
Total	7,099	335
Earnings per share		
Basic earnings per share (Yen)	21.19	16.98
Diluted earnings per share (Yen)	21.19	16.98

(3) Condensed Interim Consolidated Statements of Changes in Equity

Six months ended September 30, 2023 (From April 1, 2023 to September 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)	—	—	2,789	—	—	2,789	(2)	2,786
Other comprehensive income	—	—	—	—	4,312	4,312	0	4,312
Total comprehensive income	—	—	2,789	—	4,312	7,101	(2)	7,099
Share-based payment transactions	1	29	1	—	—	31	—	31
Dividends	—	—	(2,633)	—	—	(2,633)	—	(2,633)
Purchase of treasury shares	—	—	—	(0)	—	(0)	—	(0)
Transfer from other components of equity to retained earnings	—	—	0	—	(0)	—	—	—
Total transactions with owners and other transactions	1	29	(2,631)	(0)	(0)	(2,602)	—	(2,602)
Balance at September 30, 2023	19,219	28,470	63,232	(6,177)	17,041	121,786	226	122,012

Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(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, 2024	19,219	28,580	65,696	(6,050)	18,074	125,520	5	125,525
Profit (loss)	—	—	2,237	—	—	2,237	1	2,238
Other comprehensive income	—	—	—	—	(1,903)	(1,903)	(0)	(1,903)
Total comprehensive income	—	—	2,237	—	(1,903)	334	0	335
Share-based payment transactions	—	19	5	23	—	48	—	48
Dividends	—	—	(2,635)	—	—	(2,635)	—	(2,635)
Purchase of treasury shares	—	—	—	(0)	—	(0)	—	(0)
Disposal of treasury shares	—	(14)	0	14	—	0	—	0
Total transactions with owners and other transactions	—	4	(2,628)	38	—	(2,585)	—	(2,585)
Balance at September 30, 2024	19,219	28,585	65,305	(6,012)	16,170	123,268	6	123,275

(4) Condensed Interim Consolidated Statements of Cash Flows

(Millions of yen)

	FY2023 (6 months) From April 1, 2023 to September 30, 2023	FY2024 (6 months) From April 1, 2024 to September 30, 2024
Cash flows from operating activities		
Profit (Loss) before tax	3,603	3,381
Depreciation and amortization	2,957	2,953
Interest and dividend income	(266)	(370)
Interest expenses	34	40
Loss (gain) on sale and retirement of fixed assets	4	(2)
Decrease (Increase) in trade and other receivables	1,290	4,894
Decrease (Increase) in inventories	(61)	2,004
Increase (Decrease) in trade and other payables	(1,911)	(113)
Increase (Decrease) in employee benefits	(551)	(744)
Other, net	3,575	(303)
Subtotal	8,676	11,740
Interest received	241	338
Dividends received	24	31
Interest paid	(34)	(49)
Income taxes paid	(1,267)	(1,449)
Income taxes refund	274	154
Net cash provided by (used in) operating activities	7,915	10,767
Cash flows from investing activities		
Purchase of property, plant and equipment	(1,297)	(888)
Purchase of intangible assets	(620)	(686)
Other, net	37	58
Net cash provided by (used in) investing activities	(1,880)	(1,516)
Cash flows from financing activities		
Net increase (decrease) in short-term borrowings	(55)	(470)
Proceeds from long-term borrowings	—	3,000
Repayments of long-term borrowings	—	(3,000)
Repayments of lease liabilities	(626)	(573)
Dividends paid	(2,633)	(2,635)
Other, net	1	0
Net cash provided by (used in) financing activities	(3,314)	(3,677)
Effect of exchange rate changes on cash and cash equivalents	1,836	(892)
Net increase (decrease) in cash and cash equivalents	4,557	4,681
Cash and cash equivalents at beginning of period	36,833	45,657
Cash and cash equivalents at end of period	41,390	50,338

(5) Notes to the Condensed Interim Consolidated Financial Statements

(Notes regarding Going Concern)

None

(Segment Information)

1. Outline of reportable segment

The reportable segments of the Anritsu group are business segments which are classified based on products and services. Each business segment operates its business activities with comprehensive strategic business plans for domestic and overseas. The board of directors meeting periodically makes decisions of allocation of operating resources and evaluates business performance based on segment financial information. The Anritsu group's reportable segments are composed of "Test and Measurement," "PQA (Products Quality Assurance)," and "Environmental Measurement".

Main Products and services by segment are as follows;

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
PQA	Checkweighers, Automatic combination weighers, Inspection equipment, Comprehensive production management system
Environmental Measurement	Test systems for EVs and batteries, local 5G support services, video surveillance monitoring solutions for roads, dams, rivers, and other applications

2. Reportable segment information

Revenue and profit (loss) by reportable segment of the Anritsu Group is as follows.

Inter segment revenue is measured based on market price.

Six months ended September 30, 2023 (From April 1, 2023 to September 30, 2023)

(Millions of yen)

	Reportable segment				Others (Notes 1)	Total	Adjustment (Notes 2)	Consolidat ed
	Test and Measur ment	PQA	Environme ntal Measur ment	Subtotal				
Revenue :								
External customers	33,120	11,746	3,021	47,887	3,007	50,895	—	50,895
Inter segment	9	1	—	11	1,175	1,186	(1,186)	—
Total	33,129	11,748	3,021	47,898	4,183	52,082	(1,186)	50,895
Cost of sales, Other revenue and expenses	(30,015)	(11,505)	(3,191)	(44,711)	(3,888)	(48,600)	639	(47,961)
Operating profit (loss)	3,114	242	(170)	3,186	294	3,481	(547)	2,934
Finance income	—	—	—	—	—	—	—	780
Finance costs	—	—	—	—	—	—	—	110
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	—	—	—	(0)
Profit (loss) before tax	—	—	—	—	—	—	—	3,603
Income tax expense	—	—	—	—	—	—	—	817
Profit (loss)	—	—	—	—	—	—	—	2,786

(Notes 1) Others: Sensing & Devices, Logistics, Welfare related service, Lease on real estate and others

(Notes 2) Adjustment of operating profit includes elimination of inter-segment transactions (11 million yen) and company-wide expenses not allocated to business segments (-558 million yen). Company-wide expenses are mainly composed of basic research expense as well as selling, general and administrative expenses not attributable to business segments.

Six months ended September 30, 2024 (From April 1, 2024 to September 30, 2024)

(Millions of yen)

	Reportable segment				Others (Notes 1)	Total	Adjustment (Notes 2)	Consolidated
	Test and Measurement	PQA	Environmental Measurement	Subtotal				
Revenue :								
External customers	33,985	12,993	3,528	50,507	2,801	53,309	—	53,309
Inter segment	6	1	—	8	1,437	1,446	(1,446)	—
Total	33,992	12,994	3,528	50,515	4,239	54,755	(1,446)	53,309
Cost of sales, Other revenue and expenses	(31,451)	(11,935)	(3,465)	(46,851)	(3,610)	(50,462)	729	(49,732)
Operating profit (loss)	2,541	1,059	63	3,664	628	4,292	(716)	3,576
Finance income	—	—	—	—	—	—	—	373
Finance expenses	—	—	—	—	—	—	—	567
Share of profit (loss) of investments accounted for using equity method	—	—	—	—	—	—	—	(0)
Profit (loss) before tax	—	—	—	—	—	—	—	3,381
Income tax expense	—	—	—	—	—	—	—	1,142
Profit (loss)	—	—	—	—	—	—	—	2,238

(Notes 1) Others: Sensing & Devices, Logistics, Welfare related service, Lease on real estate and others

(Notes 2) Adjustment of operating profit includes elimination of inter-segment transactions (3 million yen) and company-wide expenses not allocated to business segments (-720 million yen). Company-wide expenses are mainly composed of basic research expense as well as selling, general and administrative expenses not attributable to business segments.

3. Revenue by Region

(Millions of yen)

	FY2023 From April 1, 2023 to September 30, 2023	FY2024 From April 1, 2024 to September 30, 2024
Japan	14,636	15,790
Americas	12,519	13,393
EMEA	7,940	7,461
Asia and Others	15,799	16,663
Total	50,895	53,309

(Notes 1) Revenue is based on the geographical location of the customers, and it is classified by country or region.

(Notes 2) EMEA: Europe, Middle East and Africa

3. Others

Consolidated Quarterly Financial Highlights

Year ended March 31, 2024

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	22,742	28,153	26,886	32,170
Gross profit	10,136	13,413	12,700	15,368
Operating profit (loss)	(57)	2,991	2,225	3,824
Quarterly profit (loss) before tax	427	3,176	2,032	4,315
Quarterly profit (loss)	241	2,545	1,134	3,752
Quarterly profit (loss) attributable to owners of parent	250	2,539	1,134	3,751
Quarterly comprehensive income	3,409	3,689	(329)	6,461
				(Yen)
Quarterly basic earnings per share	1.90	19.28	8.62	28.48
Quarterly diluted earnings per share	1.90	19.28	8.62	28.48
				(Millions of yen)
Total assets	151,467	157,402	154,268	161,085
Total equity	118,306	122,012	119,059	125,525
				(Yen)
Equity attributable to owners of parent per share	896.83	924.92	904.17	952.66
				(Millions of yen)
Cash flows from operating activities	2,299	5,616	2,455	6,201
Cash flows from investing activities	(1,086)	(794)	(776)	(986)
Cash flows from financing activities	(2,998)	(315)	(2,893)	(370)
Net increase (decrease) in cash and cash equivalents	(532)	5,089	(1,683)	5,950
Cash and cash equivalents at end of period	36,301	41,390	39,707	45,657

Year ending March 31, 2025

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	25,229	28,079	—	—
Gross profit	11,649	13,499	—	—
Operating profit (loss)	622	2,953	—	—
Quarterly profit (loss) before tax	1,254	2,127	—	—
Quarterly profit (loss)	716	1,522	—	—
Quarterly profit (loss) attributable to owners of parent	716	1,521	—	—
Quarterly comprehensive income	3,446	(3,111)	—	—
				(Yen)
Quarterly basic earnings per share	5.43	11.55	—	—
Quarterly diluted earnings per share	5.43	11.55	—	—
				(Millions of yen)
Total assets	161,114	155,905	—	—
Total equity	126,361	123,275	—	—
				(Yen)
Equity attributable to owners of parent per share	959.00	935.38	—	—
				(Millions of yen)
Cash flows from operating activities	3,846	6,921	—	—
Cash flows from investing activities	(761)	(754)	—	—
Cash flows from financing activities	(2,937)	(740)	—	—
Net increase (decrease) in cash and cash equivalents	1,515	3,166	—	—
Cash and cash equivalents at end of period	47,172	50,338	—	—

Consolidated Quarterly Financial Position

Year ended March 31, 2024

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	151,467	157,402	154,268	161,085
Current assets	96,534	101,658	99,679	105,843
Non-current assets	54,933	55,743	54,589	55,242
Property, plant and equipment	29,363	29,573	28,889	28,935
Goodwill and intangible assets	8,788	8,829	8,594	8,231
Investment property	233	233	236	236
Other non-current assets	16,548	17,107	16,869	17,838
Liabilities	33,161	35,389	35,209	35,559
Current liabilities	25,057	30,109	30,244	30,592
Non-current liabilities	8,103	5,279	4,964	4,967
Equity	118,306	122,012	119,059	125,525
Share capital	19,218	19,219	19,219	19,219
Capital surplus	28,456	28,470	28,702	28,580
Retained earnings	60,692	63,232	61,737	65,696
Treasury shares	(6,177)	(6,177)	(6,177)	(6,050)
Other component of equity	15,897	17,041	15,573	18,074
Non-controlling interests	219	226	4	5
Interest-bearing debt	6,967	7,372	7,297	7,193

Year ending March 31, 2025

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	161,114	155,905	—	—
Current assets	105,490	102,027	—	—
Non-current assets	55,624	53,877	—	—
Property, plant and equipment	28,892	27,943	—	—
Goodwill and intangible assets	8,509	8,037	—	—
Investment property	236	236	—	—
Other non-current assets	17,985	17,659	—	—
Liabilities	34,753	32,630	—	—
Current liabilities	29,825	25,144	—	—
Non-current liabilities	4,928	7,486	—	—
Equity	126,361	123,275	—	—
Share capital	19,219	19,219	—	—
Capital surplus	28,604	28,585	—	—
Retained earnings	63,777	65,305	—	—
Treasury shares	(6,050)	(6,012)	—	—
Other component of equity	20,804	16,170	—	—
Non-controlling interests	6	6	—	—
Interest-bearing debt	7,276	6,376	—	—

Consolidated Quarterly Segment Information

Year ended March 31, 2024

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	23,020	32,789	24,225	27,241
Test and Measurement	14,104	22,734	15,216	16,841
PQA	5,704	6,480	5,778	7,125
Environmental Measurement	1,792	2,071	1,711	1,679
Others	1,418	1,503	1,518	1,595
Backlog by Segment	37,173	42,188	38,105	34,676
Test and Measurement	23,513	28,559	24,918	22,968
PQA	7,056	7,265	6,949	6,585
Environmental Measurement	4,940	4,805	4,645	3,750
Others	1,663	1,558	1,592	1,372
Revenue by Segment	22,742	28,153	26,886	32,170
Test and Measurement	15,192	17,927	17,741	20,144
PQA	5,368	6,377	5,979	7,647
Environmental Measurement	824	2,197	1,871	2,545
Others	1,357	1,650	1,293	1,833
Operating profit (loss) by Segment	(57)	2,991	2,225	3,824
Test and Measurement	424	2,690	1,770	2,659
PQA	20	222	453	598
Environmental Measurement	(311)	140	183	523
Others	68	226	149	366
Adjustment	(259)	(288)	(331)	(325)
Revenue by Region	22,742	28,153	26,886	32,170
Japan	5,955	8,681	8,114	11,485
Americas	5,557	6,961	6,683	6,701
EMEA	3,631	4,308	4,218	4,169
Asia and Others	7,597	8,201	7,869	9,814

Year ending March 31, 2025

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	25,986	27,492	—	—
Test and Measurement	16,240	15,007	—	—
PQA	6,723	7,769	—	—
Environmental Measurement	1,654	2,984	—	—
Others	1,368	1,731	—	—
Backlog by Segment	36,771	34,057	—	—
Test and Measurement	23,843	20,020	—	—
PQA	7,950	7,931	—	—
Environmental Measurement	3,916	4,837	—	—
Others	1,060	1,267	—	—
Revenue by Segment	25,229	28,079	—	—
Test and Measurement	16,832	17,152	—	—
PQA	5,564	7,429	—	—
Environmental Measurement	1,487	2,040	—	—
Others	1,344	1,457	—	—
Operating profit (loss) by Segment	622	2,953	—	—
Test and Measurement	604	1,936	—	—
PQA	127	931	—	—
Environmental Measurement	(55)	118	—	—
Others	315	312	—	—
Adjustment	(369)	(346)	—	—
Revenue by Region	25,229	28,079	—	—
Japan	6,864	8,925	—	—
Americas	6,582	6,810	—	—
EMEA	3,326	4,134	—	—
Asia and Others	8,454	8,208	—	—

Anritsu Corporation Supplement

1. Supplement of Trend of Results

(Millions of yen)

	Actual					Forecast
	2020/3	2021/3	2022/3	2023/3	2024/3	2025/3
Revenue	107,023	105,939	105,387	110,919	109,952	115,000
Y o Y	7.4%	-1.0%	-0.5%	5.2%	-0.9%	4.6%
Operating profit (loss)	17,413	19,651	16,499	11,746	8,983	11,000
Y o Y	54.8%	12.8%	-16.0%	-28.8%	-23.5%	22.4%
as % of Revenue	16.3%	18.5%	15.7%	10.6%	8.2%	9.6%
Profit (loss) before taxes	17,181	19,838	17,150	12,438	9,951	11,000
Y o Y	51.2%	15.5%	-13.5%	-27.5%	-20.0%	10.5%
as % of Revenue	16.1%	18.7%	16.3%	11.2%	9.1%	9.6%
Profit (loss)	13,397	16,143	12,841	9,256	7,674	8,300
Y o Y	49.0%	20.5%	-20.5%	-27.9%	-17.1%	8.2%
as % of Revenue	12.5%	15.2%	12.2%	8.3%	7.0%	7.2%
Basic earnings per share	¥97.20	¥117.18	¥93.98	¥69.98	¥58.29	¥62.99
Orders	107,709	107,567	110,665	110,107	107,277	115,000
Y o Y	6.8%	-0.1%	2.9%	-0.5%	-2.6%	7.2%
Cash flows from operating activities	14,721	20,481	16,031	6,114	16,573	17,500
Y o Y	20.2%	39.1%	-21.7%	-61.9%	171.1%	5.6%
Free cash flows	11,035	15,452	7,324	897	12,929	13,000
Y o Y	-5.1%	40.0%	-52.6%	-87.7%	-	0.5%
Capital expenditures (* 1,2)	4,518	5,449	5,658	5,369	4,167	4,500
Y o Y	85.5%	20.6%	3.8%	-5.1%	-22.4%	8.0%
Depreciation (* 1,2)	4,732	4,545	4,628	5,128	5,338	5,500
Y o Y	17.4%	-4.0%	1.8%	10.8%	4.1%	3.0%
R&D expenses (* 3)	13,321	11,246	11,386	11,420	9,943	10,000
Y o Y	10.9%	-15.6%	1.2%	0.3%	-12.9%	0.6%
as % of Revenue	12.4%	10.6%	10.8%	10.3%	9.0%	8.7%
Number of Employees	3,881	3,954	4,168	4,144	4,083	-

(* 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) 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)

	2023/Q1	2023/Q2	2023/Q3	2023/Q4	2024/Q1	2024/Q2	2024/Q3	2024/Q4
Revenue	22,742	28,153	26,886	32,170	25,229	28,079	—	—
Y o Y	-13.1%	1.3%	-3.0%	10.0%	10.9%	-0.3%	-	-
Operating profit	(57)	2,991	2,225	3,824	622	2,953	—	—
Y o Y	-	24.9%	-14.0%	2.0%	-	-1.3%	-	-
as % of Revenue	-0.3%	10.6%	8.3%	11.9%	2.5%	10.5%	-	-
Profit before tax	427	3,176	2,032	4,315	1,254	2,127	—	—
Y o Y	-89.1%	11.2%	1.4%	17.8%	193.7%	-33.0%	-	-
as % of Revenue	1.9%	11.3%	7.6%	13.4%	5.0%	7.6%	-	-
Profit	241	2,545	1,134	3,752	716	1,522	—	—
Y o Y	-91.8%	16.8%	-1.3%	25.0%	196.8%	-40.2%	-	-
as % of Revenue	1.1%	9.0%	4.2%	11.7%	2.8%	5.4%	-	-

(Millions of yen)

	2023/Q1	2023/Q2	2023/Q3	2023/Q4	2024/Q1	2024/Q2	2024/Q3	2024/Q4
Upper : Revenue								
Lower : Operating profit								
Test and Measurement	15,192	17,927	17,741	20,144	16,832	17,152	—	—
	424	2,690	1,770	2,659	604	1,936	—	—
PQA	5,368	6,377	5,979	7,647	5,564	7,429	—	—
	20	222	453	598	127	931	—	—
Environmental Measurement	824	2,197	1,871	2,545	1,487	2,040	—	—
	(311)	140	183	523	(55)	118	—	—
Others	1,357	1,650	1,293	1,833	1,344	1,457	—	—
	68	226	149	366	315	312	—	—
Adjustment	—	—	—	—	—	—	—	—
	(259)	(288)	(331)	(325)	(369)	(346)	—	—
Total revenue	22,742	28,153	26,886	32,170	25,229	28,079	—	—
Total operating profit	(57)	2,991	2,225	3,824	622	2,953	—	—

3. Supplement of Segment Information

(1) Revenue by Segment

(Millions of yen)

	Actual					Forecast
	2020/3	2021/3	2022/3	2023/3	2024/3	2025/3
Test and Measurement	75,165	74,809	73,320	72,753	71,005	73,800
Y o Y	10.3%	-0.5%	-2.0%	-0.8%	-2.4%	3.9%
PQA	22,575	21,419	21,978	24,849	25,373	26,700
Y o Y	-2.2%	-5.1%	2.6%	13.1%	2.1%	5.2%
Environmental Measurement	—	—	—	6,376	7,438	9,000
Y o Y	-	-	-	-	16.7%	21.0%
Others	9,282	9,709	10,089	6,939	6,134	5,500
Y o Y	10.3%	4.6%	3.9%	-31.2%	-11.6%	-10.3%
Total	107,023	105,939	105,387	110,919	109,952	115,000
Y o Y	7.4%	-1.0%	-0.5%	5.2%	-0.9%	4.6%

(2) Operating Profit by Segment

(Millions of yen)

	Actual					Forecast
	2020/3	2021/3	2022/3	2023/3	2024/3	2025/3
Test and Measurement	15,148	17,714	15,202	10,874	7,544	9,200
Y o Y	60.9%	16.9%	-14.2%	-28.5%	-30.6%	21.9%
PQA	1,287	1,340	1,173	1,331	1,295	1,900
Y o Y	-20.0%	4.1%	-12.5%	13.5%	-2.7%	46.7%
Environmental Measurement	—	—	—	51	537	700
Y o Y	-	-	-	-	943.9%	30.3%
Others	1,900	1,797	1,123	560	810	400
Y o Y	65.9%	-5.4%	-37.5%	-50.1%	44.8%	-50.7%
Adjustment	(921)	(1,201)	(999)	(1,071)	(1,204)	(1,200)
Y o Y	-	-	-	-	-	-
Total	17,413	19,651	16,499	11,746	8,983	11,000
Y o Y	54.8%	12.8%	-16.0%	-28.8%	-23.5%	22.4%

(* 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
	2020/3	2021/3	2022/3	2023/3	2024/3	2025/3
Japan	36,293	32,202	31,036	33,042	34,236	37,500
Y o Y	12.8%	-11.3%	-3.6%	6.5%	3.6%	9.5%
Overseas	70,729	73,736	74,350	77,876	75,715	77,500
Y o Y	4.8%	4.3%	0.8%	4.7%	-2.8%	2.4%
Americas	20,773	21,380	23,065	24,799	25,903	26,500
Y o Y	-21.4%	2.9%	7.9%	7.5%	4.5%	2.3%
EMEA	10,693	11,021	11,605	14,732	16,328	16,500
Y o Y	-12.1%	3.1%	5.3%	26.9%	10.8%	1.1%
Asia and Others	39,262	41,334	39,679	38,344	33,483	34,500
Y o Y	36.0%	5.3%	-4.0%	-3.4%	-12.7%	3.0%
Total	107,023	105,939	105,387	110,919	109,952	115,000
Y o Y	7.4%	-1.0%	-0.5%	5.2%	-0.9%	4.6%