

CONSOLIDATED FINANCIAL SUMMARY
FOR THE THIRD QUARTER ENDED DECEMBER 31, 2021
(IFRS)

January 27, 2022

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): February 10, 2022

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 third quarter ended December 31, 2021

(From April 1, 2021 to December 31, 2021)

(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 nine months ended												
December, 2021	75,864	-0.9	10,943	-22.2	11,097	-20.4	8,206	-21.7	8,168	-21.8	9,412	-10.2
December, 2020	76,564	0.2	14,060	24.3	13,933	24.0	10,477	25.6	10,445	25.7	10,485	32.5

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
For the nine months ended				
December, 2021	59.83		59.81	
December, 2020	76.00		75.96	

(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 nine months ended				
December, 2021	142,123	107,745	107,511	75.6
For the year ended				
March, 2021	144,100	109,455	109,258	75.8

2. Dividends

	Annual dividend				
	First quarter	Second quarter	Third quarter	Fiscal year end	Total
For the year ended	Yen				
March, 2021	—	15.50	—	24.50	40.00
For the year ending					
March, 2022	—	20.00	—		
For the year ending					
March, 2022 (Forecast)				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, 2022 (From April 1, 2021 to March 31, 2022)

(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	110,000	3.8	17,500	-10.9	17,500	-11.8	14,000	-13.3	14,000	-13.1	102.55

(Note) Correction of financial forecast from the most recent financial forecast: Yes

※ 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 stock)

Q3FY2021 (Dec. 31, 2021)	138,303,994 shares	FY2020 (Mar. 31, 2021)	138,282,494 shares
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2. Total number of treasury stock at the period end

Q3FY2021 (Dec. 31, 2021)	3,349,538 shares	FY2020 (Mar. 31, 2021)	830,502 shares
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3. Average number of issued shares during the period (quarterly period-YTD)

Q3FY2021 (Dec. 31, 2021)	136,520,492 shares	Q3FY2020 (Dec. 31, 2020)	137,441,710 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

• 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, 2022 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 January 27, 2022.

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1. Consolidated Financial Results

(1) Operating Results

	Nine Months Ended December 31,		(Millions of yen)	
	2020	2021	Change	
Orders	79,797	83,203	3,406	4.3%
Backlog	24,326	31,810	7,483	30.8%
Revenue	76,564	75,864	(700)	-0.9%
Operating profit (loss)	14,060	10,943	(3,117)	-22.2%
Profit (loss) before tax	13,933	11,097	(2,835)	-20.4%
Profit (loss)	10,477	8,206	(2,271)	-21.7%
Profit (loss) attributable to owners of parent	10,445	8,168	(2,276)	-21.8%

In the field of information and communication, which is the main field of Test and Measurement Business, 5G commercialization schedules of operators in each country are making progress smoothly. In July 2020, 3GPP has standardized *release 16*(*1), which prescribe ultralow latency communications and multiple simultaneous connections for expansion of use case. 3GPP is working on standards of *release 17*(*1), targeting improved 5G efficiency and capability such as expansion of high frequency range, expansion of communication area, low-power consumption, and low-cost communication. Even in the United States, where adoption of commercial 5G via millimeter wave is lagging, moves toward commercialization via C-band (*2), which is in the Sub-6 GHz band, are becoming more active. In response, 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 local 5G. 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, and the 5G base station market is vitalizing.

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 that are pursuing higher-speed networks are concentrating on the promotion of 100Gbps services, and network equipment manufacturers are developing 400Gbps network equipment.

With regard to COVID-19, the situation continues to be uncertain due to the re-spreading of infection by new variants. There are concerns about the prolonged impact of the global shortage of semiconductors on socioeconomic activities, and this is a significant risk factor for corporate performance.

Amid such environment, the Test and Measurement Business Group has focused on solution development for the 5G investment demand as well as improvement of organizational infrastructure. Consequently, the group acquired development demand for 5G commercialization. Furthermore, it acquired development and production demand for higher-speed networks.

While in the field of PQA (Product Quality Assurance), automation investment on processed foods production lines is underway, and demand for contaminant inspection using X-rays and quality guarantee toward packaging remained steady. Amid such environment, the PQA Group has worked to reinforce competitiveness of its solutions focused on X-rays, as well as strengthen its sales structure.

As a result, during the cumulated third-quarter of the fiscal year ending March 31, 2022, orders

increased 4.3 percent compared with the same period of the previous fiscal year to 83,203 million yen, and revenue decreased 0.9 percent to 75,864 million yen. Operating profit decreased 22.2 percent to 10,943 million yen, profit before tax decreased 20.4 percent to 11,097 million yen. Profit decreased 21.7 percent to 8,206 million yen, and profit attributable to owners of parent decreased 21.8 percent to 8,168 million yen.

(*1) standard number used in 3GPP

(*2)The name for one of the frequency bands (4 to 8 GHz) when dividing the microwave bands

Operating results by segment are as follows.

1. Test and Measurement

	Nine Months Ended December 31,		(Millions of yen)	
	2020	2021	Change	
Revenue	54,442	53,546	(896)	-1.6%
Operating profit (loss)	12,549	10,267	(2,281)	-18.2%

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 cumulated third-quarter of the fiscal year ending March 31, 2022, development demand for 5G chipsets and mobile devices was growing steadily. In addition, we acquired development and production demand for network speedup in data centers. However, revenue decreased compared with the same period of previous fiscal year due to the global shortage of semiconductors. In addition, parts procurement costs and sales promotion costs increased. Our U.S. subsidiary recorded a loss on disposal of non-current assets of 355 million yen in second quarter.

Consequently, segment revenue decreased 1.6 percent compared with the same period of previous fiscal year to 53,546 million yen, operating profit decreased 18.2 percent to 10,267 million yen.

2. Products Quality Assurance

	Nine Months Ended December 31,		(Millions of yen)	
	2020	2021	Change	
Revenue	15,348	16,089	740	4.8%
Operating profit (loss)	978	918	(60)	-6.1%

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 cumulated third-quarter of the fiscal year ending March 31, 2022, capital investment in the food market to automate quality assurance processes and save manpower remained strong both in regions such as Asia and the United States where the situation of the COVID-19 infection is improving. As a result, Operating profit decreased contrary to revenue increase. This is due to increased parts procurement costs caused by shortage of semiconductors. Consequently, segment revenue increased 4.8 percent compared with the same period of previous fiscal year to 16,089 million yen, and operating profit decreased 6.1 percent to 918 million yen.

3. Others

	Nine Months Ended December 31,		(Millions of yen)	
	2020	2021	Change	
Revenue	6,773	6,228	(545)	-8.0%
Operating profit (loss)	1,116	439	(676)	-60.6%

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

During the cumulated third-quarter of the fiscal year ending March 31, 2022, revenue decreased compared with the same period of previous fiscal year due to intensified price competition in Sensing & Device business. Segment revenue decreased 8.0 percent compared with the same period of the previous fiscal year to 6,228 million yen, and operating profit decreased 60.6 percent to 439 million yen.

(2) Outlook for the Fiscal Year Ending March 31, 2022

Anritsu Group changed the performance forecasts announced on April 27, 2021.

The global shortage of semiconductors has had a prolonged impact on socio-economic activities, and our production has also been greatly affected by the shortage of parts supply, including semiconductors.

In the T&M segment, the Group's mainstay business, although development demand for 5G has been strong, the outlook is expected to remain uncertain due to the effects of semiconductor shortages at some smartphone manufacturers with short delivery times and delays in the commercialization schedule of C-band in the United States.

In the PQA segment, delivery times are expected to remain long due to the shortage of semiconductors.

Given this situation, we have revised downward our revenue and operating profit forecasts for the T&M segment and PQA segment, as they are expected to fall short of our initial forecasts. In Others segment, revenue and operating profit are expected to increase due to the inclusion of the fourth quarter results of TAKASAGO, LTD., which became a consolidated subsidiary on January 4, 2022.

We plan to pay an annual dividend of 40 yen per share as planned at the beginning of the fiscal year.

Revised consolidated forecast for the fiscal year ending March 31, 2022 (From April 1, 2021 to March 31, 2022)

(Millions of yen)

	Revenue	Operating profit	Profit before tax	Profit	Profit attributable to owners of parent
Previously announced forecast (A) (announced on April 27, 2021)	114,000	20,500	20,500	16,200	16,200
Revised forecast (B)	110,000	17,500	17,500	14,000	14,000
Change (B - A)	(4,000)	(3,000)	(3,000)	(2,200)	(2,200)
Change (%)	-3.5	-14.6	-14.6	-13.6	-13.6
(Reference) Results for the fiscal year ended March 31, 2021	105,939	19,651	19,838	16,143	16,105

Actual exchange rate : April to December 1US\$=111 Yen
 Assumed exchange rate : January to March 1US\$=111 Yen

Consolidated Revenue forecast by Business Segment

(Millions of yen)

	Previous forecast (A) (as of Apr. 27, 2021)	Revised forecast (B)	Change (B-A)	Change (%)	FY2020 results
Revenue	114,000	110,000	(4,000)	-3.5	105,939
Test and Measurement	82,000	77,000	(5,000)	-6.1	74,809
PQA	23,000	22,600	(400)	-1.7	21,419
Others	9,000	10,400	1,400	15.6	9,709

Consolidated Operating Profit forecast by Business

(Millions of yen)

	Previous forecast (A) (as of Apr. 27, 2021)	Revised forecast (B)	Change (B-A)	Change (%)	FY2020 results
Operating Profit	20,500	17,500	(3,000)	-14.6	19,651
Test and Measurement	18,500	16,000	(2,500)	-13.5	17,714
PQA	1,800	1,300	(500)	-27.8	1,340
Others	1,200	1,300	100	8.3	1,797
Adjustment	(1,000)	(1,100)	(100)	—	(1,201)

Consolidated Revenue forecast by Region

(Millions of yen)

	Previous forecast (A) (as of Apr. 27, 2021)	Revised forecast (B)	Change (B-A)	Change (%)	FY2020 results
Revenue	114,000	110,000	(4,000)	-3.5	105,939
Japan	37,000	35,500	(1,500)	-4.1	32,202
Overseas	77,000	74,500	(2,500)	-3.2	73,736
Americas	22,500	22,500	—	—	21,380
EMEA	11,500	11,500	—	—	11,021
Asia and Others	43,000	40,500	(2,500)	-5.8	41,334

(Note) 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 Quarterly Consolidated Financial Statements

(1) Condensed Quarterly Consolidated Statement of Financial Position

(Millions of yen)

	End of FY2020 as of 3.31.21	Q3 FY2021 as of 12.31.21
Assets		
Current assets		
Cash and cash equivalents	49,810	50,436
Trade and other receivables	26,184	19,566
Other financial assets	14	13
Inventories	20,043	23,202
Income tax receivables	89	87
Other assets	3,672	3,537
Total current assets	99,815	96,844
Non-current assets		
Property, plant and equipment	25,277	26,057
Goodwill and intangible assets	5,184	5,449
Investment property	482	357
Trade and other receivables	355	471
Investments accounted for using equity method	—	3
Other financial assets	1,826	1,688
Deferred tax assets	6,839	6,993
Other assets	4,319	4,258
Total non-current assets	44,285	45,279
Total assets	144,100	142,123

(Millions of yen)

	End of FY2020 as of 3.31.21	Q3 FY2021 as of 12.31.21
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	6,671	6,739
Bonds and borrowings	4,131	1,131
Other financial liabilities	844	813
Income tax payables	2,572	1,461
Employee benefits	8,007	5,754
Provisions	396	379
Other liabilities	8,596	10,953
Total current liabilities	31,220	27,233
Non-current liabilities		
Trade and other payables	382	372
Bonds and borrowings	—	2,989
Other financial liabilities	923	1,557
Employee benefits	737	777
Provisions	112	113
Deferred tax liabilities	78	103
Other liabilities	1,190	1,229
Total non-current liabilities	3,424	7,143
Total liabilities	34,645	34,377
Equity		
Common stock	19,171	19,186
Additional paid-in capital	28,391	28,413
Retained earnings	56,402	58,508
Treasury stock	(1,120)	(6,199)
Other components of equity	6,413	7,603
Total equity attributable to owners of parent	109,258	107,511
Non-controlling interests	196	234
Total equity	109,455	107,745
Total liabilities and equity	144,100	142,123

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

Consolidated cumulative third quarter

(Millions of yen)

	FY2020 (9 months) From April 1, 2020 to December 31, 2020	FY2021 (9 months) From April 1, 2021 to December 31, 2021
Revenue	76,564	75,864
Cost of sales	34,858	36,018
Gross profit	41,706	39,846
Other revenue and expenses		
Selling, general and administrative expenses	19,566	20,526
Research and development expense	8,165	8,237
Other income	156	237
Other expenses	70	375
Operating profit (loss)	14,060	10,943
Finance income	220	311
Finance expenses	346	155
Share of profit (loss) of associates and joint ventures accounted for using equity method	—	(1)
Profit (loss) before tax	13,933	11,097
Income tax expense	3,456	2,891
Profit (loss)	10,477	8,206
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Change of financial assets measured at fair value	147	(75)
Total	147	(75)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation	(139)	1,280
Total	(139)	1,280
Total of other comprehensive income	7	1,205
Comprehensive income	10,485	9,412
Profit (loss), attributable to :		
Owners of parent	10,445	8,168
Non-controlling interests	32	37
Total	10,477	8,206
Comprehensive income attributable to :		
Owners of parent	10,453	9,374
Non-controlling interests	32	37
Total	10,485	9,412
Earnings per share		
Basic earnings per share (Yen)	76.00	59.83
Diluted earnings per share (Yen)	75.96	59.81

Third quarter consolidated accounting period

(Millions of yen)

	FY2020 (3 months) From October 1, 2020 to December 31, 2020	FY2021 (3 months) From October 1, 2021 to December 31, 2021
Revenue	24,403	24,632
Cost of sales	11,075	11,798
Gross profit	13,327	12,834
Other revenue and expenses		
Selling, general and administrative expenses	6,455	6,747
Research and development expense	2,699	2,662
Other income	44	39
Other expenses	4	5
Operating profit (loss)	4,213	3,459
Finance income	64	191
Finance expenses	69	67
Share of profit (loss) of associates and joint ventures accounted for using equity method	—	0
Profit (loss) before tax	4,208	3,583
Income tax expense	821	870
Profit (loss)	3,387	2,713
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Change of financial assets measured at fair value	(54)	(53)
Total	(54)	(53)
Items that may be reclassified subsequently to profit or loss		
Exchange differences on translation	39	945
Total	39	945
Total of other comprehensive income	(14)	891
Comprehensive income	3,372	3,605
Profit (loss), attributable to :		
Owners of parent	3,383	2,704
Non-controlling interests	3	8
Total	3,387	2,713
Comprehensive income attributable to :		
Owners of parent	3,368	3,596
Non-controlling interests	3	8
Total	3,372	3,605
Earnings per share		
Basic earnings per share (Yen)	24.62	20.02
Diluted earnings per share (Yen)	24.60	20.01

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

Nine months ended December 31, 2020 (From April 1, 2020 to December 31, 2020)

(Millions of yen)

	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at April 1, 2020	19,151	28,277	43,182	(1,119)	4,681	94,172	159	94,331
Profit (loss)	—	—	10,445	—	—	10,445	32	10,477
Other comprehensive income	—	—	—	—	7	7	—	7
Total comprehensive income	—	—	10,445	—	7	10,453	32	10,485
Share-based payments	18	33	2	0	—	54	—	54
Dividends paid	—	—	(4,878)	—	—	(4,878)	—	(4,878)
Purchase of treasury stock	—	—	—	(0)	—	(0)	—	(0)
Disposal of treasury stock	—	0	—	0	—	0	—	0
Dividends to non-controlling interests	—	—	—	—	—	—	(0)	(0)
Transfer from other components of equity to retained earnings	—	—	2	—	(2)	—	—	—
Total transactions with owners and other transactions	18	33	(4,873)	(0)	(2)	(4,825)	(0)	(4,825)
Balance at December 31, 2020	19,169	28,311	48,753	(1,120)	4,686	99,800	191	99,991

Nine months ended December 31, 2021 (From April 1, 2021 to December 31, 2021)

(Millions of yen)

	Common stock	Additional paid-in capital	Retained earnings	Treasury stock	Other components of equity	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at April 1, 2021	19,171	28,391	56,402	(1,120)	6,413	109,258	196	109,455
Profit (loss)	—	—	8,168	—	—	8,168	37	8,206
Other comprehensive income	—	—	—	—	1,205	1,205	—	1,205
Total comprehensive income	—	—	8,168	—	1,205	9,374	37	9,412
Share-based payments	14	22	(0)	—	—	36	—	36
Dividends paid	—	—	(6,077)	—	—	(6,077)	—	(6,077)
Purchase of treasury stock	—	—	—	(5,079)	—	(5,079)	—	(5,079)
Dividends to non-controlling interests	—	—	—	—	—	—	(0)	(0)
Transfer from other components of equity to retained earnings	—	—	16	—	(16)	—	—	—
Total transactions with owners and other transactions	14	22	(6,062)	(5,079)	(16)	(11,120)	(0)	(11,121)
Balance at December 31, 2021	19,186	28,413	58,508	(6,199)	7,603	107,511	234	107,745

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	FY2020 (9 months) From April 1, 2020 to December 31, 2020	FY2021 (9 months) From April 1, 2021 to December 31, 2021
Cash flows from (used in) operating activities		
Profit (Loss) before tax	13,933	11,097
Depreciation and amortization expense	3,705	3,788
Interest and dividends income	(109)	(81)
Interest expenses	50	45
Loss (gain) on sale and retirement of non-current assets	1	346
Decrease (Increase) in trade and other receivables	4,085	6,482
Decrease (Increase) in inventories	(1,740)	(2,743)
Increase (Decrease) in trade and other payables	(1,053)	183
Increase (Decrease) in employee benefits	(1,391)	(2,254)
Other, net	1,920	2,468
Sub Total	19,402	19,334
Interest received	72	59
Dividends received	36	22
Interest paid	(54)	(52)
Income taxes paid	(4,981)	(4,346)
Income taxes refund	101	349
Net cash flows from (used in) operating activities	14,577	15,366
Cash flows from (used in) investing activities		
Payments into time deposits	(4)	—
Proceeds from withdrawal of time deposits	4	3
Purchase of property, plant and equipment	(2,117)	(2,502)
Proceeds from sale of property, plant and equipment	2	13
Purchase of other financial assets	(26)	(30)
Proceeds from sale of other financial assets	5	54
Payments for loans receivable	—	(10)
Other, net	(1,651)	(1,290)
Net cash flows from (used in) investing activities	(3,788)	(3,761)
Cash flows from (used in) financing activities		
Net increase (decrease) in short-term borrowings	(173)	—
Proceeds from long-term borrowings	—	3,000
Repayments of long-term borrowings	—	(3,000)
Redemption of bonds	(8,000)	—
Repayments of lease liabilities	(634)	(655)
Purchase of treasury stock	(0)	(5,079)
Dividends paid	(4,878)	(6,077)
Other, net	28	23
Net cash flows from (used in) financing activities	(13,658)	(11,789)
Effect of exchange rate change on cash and cash equivalents	151	811
Net increase (decrease) in cash and cash equivalents	(2,717)	626
Cash and cash equivalents at beginning of period	47,669	49,810
Cash and cash equivalents at end of period	44,952	50,436

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

None

3. Reference Information

Consolidated Quarterly Financial Highlights

Year ended March 31, 2021

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	25,693	26,468	24,403	29,374
Gross profit	14,450	13,927	13,327	15,498
Operating profit (loss)	5,121	4,725	4,213	5,590
Quarterly profit (loss) before tax	5,115	4,609	4,208	5,905
Quarterly profit (loss)	3,535	3,554	3,387	5,666
Quarterly profit (loss) attributable to owners of parent	3,515	3,545	3,383	5,660
Quarterly comprehensive income	3,706	3,406	3,372	9,382
				(Yen)
Quarterly basic earnings per share	25.58	25.80	24.62	41.18
Quarterly diluted earnings per share	25.57	25.79	24.60	41.16
				(Millions of yen)
Total assets	129,681	134,069	132,876	144,100
Total equity	95,350	98,736	99,991	109,455
				(Yen)
Equity attributable to owners of parent per share	692.46	717.00	726.08	794.88
				(Millions of yen)
Cash flows from operating activities	4,900	8,471	1,206	5,903
Cash flows from investing activities	(1,120)	(1,418)	(1,248)	(1,241)
Cash flows from financing activities	(10,982)	(242)	(2,434)	(800)
Net increase (decrease) in cash and cash equivalents	(7,217)	6,778	(2,277)	4,858
Cash and cash equivalents at end of period	40,451	47,230	44,952	49,810

Year ending March 31, 2022

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	23,788	27,442	24,632	—
Gross profit	12,470	14,540	12,834	—
Operating profit (loss)	3,083	4,399	3,459	—
Quarterly profit (loss) before tax	3,085	4,428	3,583	—
Quarterly profit (loss)	2,100	3,392	2,713	—
Quarterly profit (loss) attributable to owners of parent	2,083	3,380	2,704	—
Quarterly comprehensive income	2,330	3,476	3,605	—
				(Yen)
Quarterly basic earnings per share	15.16	24.68	20.02	—
Quarterly diluted earnings per share	15.15	24.67	20.01	—
				(Millions of yen)
Total assets	141,699	142,604	142,123	—
Total equity	108,430	107,968	107,745	—
				(Yen)
Equity attributable to owners of parent per share	787.21	795.03	796.65	—
				(Millions of yen)
Cash flows from operating activities	7,895	3,747	3,723	—
Cash flows from investing activities	(1,344)	(978)	(1,439)	—
Cash flows from financing activities	(3,565)	(4,082)	(4,142)	—
Net increase (decrease) in cash and cash equivalents	3,242	(1,260)	(1,355)	—
Cash and cash equivalents at end of period	53,052	51,792	50,436	—

Consolidated Quarterly Financial Position

Year ended March 31, 2021

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	129,681	134,069	132,876	144,100
Current assets	89,451	93,424	92,506	99,815
Non-current assets	40,230	40,644	40,370	44,285
Property, plant and equipment	25,204	25,469	25,184	25,277
Goodwill and intangible assets	4,016	4,343	4,686	5,184
Investment property	622	565	524	482
Other non-current assets	10,386	10,266	9,974	13,341
Liabilities	34,331	35,332	32,885	34,645
Current liabilities	27,152	31,202	29,077	31,220
Non-current liabilities	7,178	4,129	3,807	3,424
Equity	95,350	98,736	99,991	109,455
Common stock	19,161	19,167	19,169	19,171
Additional paid-in capital	28,328	28,300	28,311	28,391
Retained earnings	43,952	47,500	48,753	56,402
Treasury stock	(1,119)	(1,119)	(1,120)	(1,120)
Other component of equity	4,849	4,701	4,686	6,413
Non-controlling interests	178	187	191	196
Interest-bearing debt (including lease liabilities)	6,642	6,603	6,374	5,848

Year ending March 31, 2022

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	141,699	142,604	142,123	—
Current assets	97,409	98,020	96,844	—
Non-current assets	44,290	44,584	45,279	—
Property, plant and equipment	25,180	25,526	26,057	—
Goodwill and intangible assets	5,431	5,236	5,449	—
Investment property	440	399	357	—
Other non-current assets	13,238	13,422	13,414	—
Liabilities	33,269	34,636	34,377	—
Current liabilities	29,802	27,577	27,233	—
Non-current liabilities	3,466	7,059	7,143	—
Equity	108,430	107,968	107,745	—
Common stock	19,182	19,184	19,186	—
Additional paid-in capital	28,392	28,397	28,413	—
Retained earnings	55,122	58,515	58,508	—
Treasury stock	(1,120)	(5,065)	(6,199)	—
Other component of equity	6,639	6,711	7,603	—
Non-controlling interests	213	225	234	—
Interest-bearing debt (including lease liabilities)	5,818	6,392	6,477	—

Consolidated Quarterly Segment Information

Year ended March 31, 2021

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	29,019	25,022	25,754	27,770
Test and Measurement	22,047	16,764	17,981	19,597
PQA	4,696	5,645	5,220	6,008
Others	2,276	2,612	2,552	2,165
Backlog by Segment	25,237	23,571	24,326	22,571
Test and Measurement	18,239	16,522	17,082	15,926
PQA	5,208	4,882	5,117	5,185
Others	1,790	2,166	2,127	1,459
Revenue by Segment	25,693	26,468	24,403	29,374
Test and Measurement	19,260	18,262	16,920	20,367
PQA	4,416	5,960	4,971	6,071
Others	2,016	2,245	2,511	2,936
Operating profit (loss) by Segment	5,121	4,725	4,213	5,590
Test and Measurement	4,946	4,052	3,549	5,165
PQA	138	566	273	362
Others	194	328	593	681
Adjustment	(158)	(222)	(203)	(618)
Revenue by Region	25,693	26,468	24,403	29,374
Japan	6,162	7,601	7,432	11,006
Americas	5,585	4,928	5,014	5,852
EMEA	2,357	2,773	2,585	3,305
Asia and Others	11,588	11,164	9,371	9,209

Year ending March 31, 2022

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	28,087	26,695	28,420	—
Test and Measurement	19,937	18,796	19,749	—
PQA	5,867	5,742	5,960	—
Others	2,282	2,156	2,711	—
Backlog by Segment	27,249	27,271	31,810	—
Test and Measurement	19,246	19,182	22,451	—
PQA	6,049	5,945	6,774	—
Others	1,953	2,143	2,584	—
Revenue by Segment	23,788	27,442	24,632	—
Test and Measurement	16,791	19,570	17,184	—
PQA	5,103	5,850	5,135	—
Others	1,893	2,021	2,313	—
Operating profit (loss) by Segment	3,083	4,399	3,459	—
Test and Measurement	2,851	4,217	3,198	—
PQA	377	360	179	—
Others	49	115	275	—
Adjustment	(194)	(293)	(194)	—
Revenue by Region	23,788	27,442	24,632	—
Japan	6,130	7,696	6,187	—
Americas	5,101	6,408	5,446	—
EMEA	2,964	2,840	3,108	—
Asia and Others	9,591	10,497	9,891	—

Anritsu Corporation Supplement

1. Supplement of Trend of Results

(Millions of yen)

	Actual					Forecast
	2017/3	2018/3	2019/3	2020/3	2021/3	2022/3
Revenue	87,638	85,967	99,659	107,023	105,939	110,000
Change %	-8.3%	-1.9%	15.9%	7.4%	-1.0%	3.8%
Operating profit (loss)	4,234	4,912	11,246	17,413	19,651	17,500
Change %	-28.2%	16.0%	128.9%	54.8%	12.8%	-10.9%
as % of Revenue	4.8%	5.7%	11.3%	16.3%	18.5%	15.9%
Profit (loss) before taxes	3,628	4,602	11,362	17,181	19,838	17,500
Change %	-33.2%	26.8%	146.9%	51.2%	15.5%	-11.8%
as % of Revenue	4.1%	5.4%	11.4%	16.1%	18.7%	15.9%
Profit (loss)	2,734	2,898	8,991	13,397	16,143	14,000
Change %	-27.4%	6.0%	210.2%	49.0%	20.5%	-13.3%
as % of Revenue	3.1%	3.4%	9.0%	12.5%	15.2%	12.7%
Basic earnings per share	¥19.65	¥20.97	¥65.20	¥97.20	¥117.18	¥102.55
Orders	88,934	88,542	100,819	107,709	107,567	113,500
Change %	-6.0%	-0.4%	13.9%	6.8%	-0.1%	5.5%
Cash flows from operating activities	9,246	7,946	12,247	14,721	20,481	19,500
Change %	-9.3%	-14.1%	54.1%	20.2%	39.1%	-4.8%
Free cash flows	5,581	4,014	11,631	11,035	15,452	13,500
Change %	384.0%	-28.1%	189.7%	-5.1%	40.0%	-12.6%
Capital expenditures (* 1,4)	2,588	3,430	2,436	4,518	5,449	6,000
Change %	-52.1%	32.5%	-29.0%	85.5%	20.6%	10.1%
Depreciation (* 2,4)	3,935	3,964	4,031	4,732	4,545	5,000
Change %	5.3%	0.7%	1.7%	17.4%	-4.0%	10.0%
R&D expenses (* 3)	11,212	10,556	12,008	13,321	11,246	12,000
Change %	-14.3%	-5.9%	13.8%	10.9%	-15.6%	6.7%
as % of Revenue	12.8%	12.3%	12.0%	12.4%	10.6%	10.9%
Number of Employees	3,788	3,717	3,778	3,881	3,954	-

(* 1) Capitalized development cost booked as intangible asset is not included.

(* 2) Amortization of capitalized development cost booked as intangible asset is not included.

(* 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.

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

2. Supplement of Quarterly Results

(Millions of yen)

	2020/Q1	2020/Q2	2020/Q3	2020/Q4	2021/Q1	2021/Q2	2021/Q3	2021/Q4
Revenue	25,693	26,468	24,403	29,374	23,788	27,442	24,632	—
Y o Y	10.6%	-0.4%	-8.3%	-4.0%	-7.4%	3.7%	0.9%	-
Operating profit	5,121	4,725	4,213	5,590	3,083	4,399	3,459	—
Y o Y	90.0%	20.0%	-10.0%	-8.3%	-39.8%	-6.9%	-17.9%	-
as % of Revenue	19.9%	17.9%	17.3%	19.0%	13.0%	16.0%	14.0%	-
Profit before tax	5,115	4,609	4,208	5,905	3,085	4,428	3,583	—
Y o Y	102.1%	20.0%	-13.5%	-0.7%	-39.7%	-3.9%	-14.8%	-
as % of Revenue	19.9%	17.4%	17.2%	20.1%	13.0%	16.1%	14.5%	-
Profit	3,535	3,554	3,387	5,666	2,100	3,392	2,713	—
Y o Y	97.4%	22.9%	-7.4%	12.1%	-40.6%	-4.6%	-19.9%	-
as % of Revenue	13.8%	13.4%	13.9%	19.3%	8.8%	12.4%	11.0%	-

(Millions of yen)

Upper : Revenue Lower : Operating profit	2020/Q1	2020/Q2	2020/Q3	2020/Q4	2021/Q1	2021/Q2	2021/Q3	2021/Q4
Test and Measurement	19,260	18,262	16,920	20,367	16,791	19,570	17,184	—
	4,946	4,052	3,549	5,165	2,851	4,217	3,198	—
PQA	4,416	5,960	4,971	6,071	5,103	5,850	5,135	—
	138	566	273	362	377	360	179	—
Others	2,016	2,245	2,511	2,936	1,893	2,021	2,313	—
	194	328	593	681	49	115	275	—
Adjustment	—	—	—	—	—	—	—	—
	(158)	(222)	(203)	(618)	(194)	(293)	(194)	—
Total revenue	25,693	26,468	24,403	29,374	23,788	27,442	24,632	—
Total operating profit	5,121	4,725	4,213	5,590	3,083	4,399	3,459	—

3. Supplement of Segment Information

(1) Revenue by Segment

(Millions of yen)

	Actual					Forecast
	2017/3	2018/3	2019/3	2020/3	2021/3	2022/3
Test and Measurement	59,333	54,433	68,168	75,165	74,809	77,000
Y o Y	-12.4%	-8.3%	25.2%	10.3%	-0.5%	2.9%
PQA	19,588	22,549	23,074	22,575	21,419	22,600
Y o Y	3.7%	15.1%	2.3%	-2.2%	-5.1%	5.5%
Others	8,716	8,984	8,416	9,282	9,709	10,400
Y o Y	-2.2%	3.1%	-6.3%	10.3%	4.6%	7.1%
Total	87,638	85,967	99,659	107,023	105,939	110,000
Y o Y	-8.3%	-1.9%	15.9%	7.4%	-1.0%	3.8%

(2) Operating Profit by Segment

(Millions of yen)

	Actual					Forecast
	2017/3	2018/3	2019/3	2020/3	2021/3	2022/3
Test and Measurement	2,130	2,147	9,413	15,148	17,714	16,000
Y o Y	-54.7%	0.8%	338.3%	60.9%	16.9%	-9.7%
PQA	1,302	1,969	1,609	1,287	1,340	1,300
Y o Y	9.0%	51.2%	-18.3%	-20.0%	4.1%	-3.0%
Others	992	1,458	1,145	1,900	1,797	1,300
Y o Y	72.5%	47.0%	-21.5%	65.9%	-5.4%	-27.7%
Adjustment	(190)	(663)	(921)	(921)	(1,201)	(1,100)
Y o Y	-	-	-	-	-	-
Total	4,234	4,912	11,246	17,413	19,651	17,500
Y o Y	-28.2%	16.0%	128.9%	54.8%	12.8%	-10.9%

(*) Way to allot headquarter administrative expenses to each business segment changed from the year ended March 31, 2019 and figures of operating profit for the year ended March 31, 2018 are restated. However, the above figures ended March 31, 2017 are not subjective to the adjustment.

(3) Revenue by Region

(Millions of yen)

	Actual					Forecast
	2017/3	2018/3	2019/3	2020/3	2021/3	2022/3
Japan	29,338	29,753	32,183	36,293	32,202	35,500
Y o Y	2.7%	1.4%	8.2%	12.8%	-11.3%	10.2%
Overseas	58,299	56,213	67,475	70,729	73,736	74,500
Y o Y	-12.9%	-3.6%	20.0%	4.8%	4.3%	1.0%
Americas	19,633	17,419	26,429	20,773	21,380	22,500
Y o Y	-15.5%	-11.3%	51.7%	-21.4%	2.9%	5.2%
EMEA	12,520	12,781	12,170	10,693	11,021	11,500
Y o Y	-7.5%	2.1%	-4.8%	-12.1%	3.1%	4.3%
Asia and Others	26,145	26,012	28,876	39,262	41,334	40,500
Y o Y	-13.4%	-0.5%	11.0%	36.0%	5.3%	-2.0%
Total	87,638	85,967	99,659	107,023	105,939	110,000
Y o Y	-8.3%	-1.9%	15.9%	7.4%	-1.0%	3.8%