

CONSOLIDATED FINANCIAL SUMMARY FOR THE SECOND QUARTER ENDED SEPTEMBER 30, 2022 (IFRS)

October 28, 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): November 11, 2022

Dividend payable date (as planned): December 6, 2022

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 second quarter ended September 30, 2022

(From April 1, 2022 to September 30, 2022)

(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 six months ended September, 2022	53,963	5.3	5,412	-27.7	6,770	-9.9	5,105	-7.1	5,100	-6.7	10,097	73.9
September, 2021	51,231	-1.8	7,483	-24.0	7,513	-22.7	5,493	-22.5	5,464	-22.6	5,806	-18.4

	Basic earnings per share		Diluted earnings per share	
	Yen		Yen	
For the six months ended September, 2022	38.29		38.28	
September, 2021	39.83		39.82	

(2) Consolidated Financial Positions

	Total assets	Total equity	Equity attributable to owners of parent	Equity attributable to owners of parent to total assets ratio
For the six months ended September, 2022	Millions of yen 155,686	Millions of yen 116,910	Millions of yen 116,660	% 74.9
For the year ended March, 2022	153,261	114,442	114,196	74.5

2. Dividends

	Annual dividend				
	First quarter	Second quarter	Third quarter	Fiscal year end	Total
For the year ended March, 2022	Yen —	Yen 20.00	Yen —	Yen 20.00	Yen 40.00
For the year ending March, 2023	—	20.00			
For the year ending March, 2023 (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, 2023 (From April 1, 2022 to March 31, 2023)

(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	115,000	9.1	17,500	6.1	19,000	10.8	14,000	9.0	14,000	9.4	105.08

(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 shares)

Q2FY2022 (Sep. 30, 2022)	135,865,594 shares	FY2021 (Mar. 31, 2022)	138,308,494 shares
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2. Total number of treasury shares at the period end

Q2FY2022 (Sep. 30, 2022)	4,197,098 shares	FY2021 (Mar. 31, 2022)	3,349,588 shares
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3. Average number of issued shares during the period (quarterly period-YTD)

Q2FY2022 (Sep. 30, 2022)	133,226,233 shares	Q2FY2021 (Sep. 30, 2021)	137,185,923 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, 2023 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 October 28, 2022.

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1. Consolidated Financial Results

(1) Operating Results

	Six Months Ended September 30,		(Millions of yen)	
	2021	2022	Change	
Orders	54,782	57,944	3,161	5.8%
Backlog	27,271	39,287	12,015	44.1%
Revenue	51,231	53,963	2,732	5.3%
Operating profit (loss)	7,483	5,412	(2,070)	-27.7%
Profit (loss) before tax	7,513	6,770	(742)	-9.9%
Profit (loss)	5,493	5,105	(387)	-7.1%
Profit (loss) attributable to owners of parent	5,464	5,100	(363)	-6.7%

In the field of information and communication, which is the main field of Test and Measurement Business, 5G smartphone penetration is slow despite that operators in each country has already initiated 5G service. This is because of some technical challenges in 5G via mmWave and delayed commercialization via C-band (*1) in the U.S.. In the U.S., where adoption of commercial 5G via mmWave is lagging, construction of base stations and other activities have begun in preparation for commercialization via C-band, which is in the Sub-6 GHz band. Therefore, demand for construction and maintenance measuring equipment is expected to emerge.

Meanwhile, the completion of the "Release 17 (*2)" standardization increase 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 (*3) 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 that are pursuing higher-speed networks are concentrating on the promotion of 100Gbps services, and network equipment manufacturers are developing 400Gbps network equipment.

Regarding COVID-19, the situation continues to be uncertain due to re-spreading infection by new variants. In addition, there are the following significant risk factors, increasing geopolitical risk caused by prolonged Russian invasion of Ukraine, soaring resource prices, prolonged global semiconductor shortage.

Anritsu takes measures against parts procurement risk like semiconductor shortage, such as securing inventory in an organized way, creating structure like strong relationship with business partners in order to get information quickly. Furthermore, we attempt to change high risk parts to alternative items for minimizing the risk.

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

(*2) Standard number used in 3GPP

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

Amid such environment, during the cumulated second-quarter of the fiscal year ending March 31, 2023, orders increased 5.8 percent compared with the same period of the previous fiscal year to 57,944 million yen, and revenue increased 5.3 percent to 53,963 million yen. Operating profit decreased 27.7 percent to 5,412 million yen, profit before tax decreased 9.9 percent to 6,770 million yen. Profit decreased 7.1 percent to 5,105 million yen, and profit attributable to owners of parent decreased 6.7 percent to 5,100 million yen.

Operating results by segment are as follows.

1. Test and Measurement

	Six Months Ended September 30,		(Millions of yen)	
	2021	2022	Change	
Revenue	36,361	36,340	(21)	-0.1%
Operating profit (loss)	7,069	5,436	(1,632)	-23.1%

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 second-quarter of the fiscal year ending March 31, 2023, we captured demand for 5G chipsets and mobile terminals development, as well as development and production-related demand for high-speed network transmission in data centers, etc. However, due to soaring raw material prices as well as increased sales promotion expenses and fixed costs caused by global inflation, rising labor costs, etc., revenue was at the same level as the previous year and operating income decreased.

Consequently, segment revenue decreased 0.1 percent compared with the same period of previous fiscal year to 36,340 million yen, operating profit decreased 23.1 percent to 5,436 million yen.

2. Products Quality Assurance

	Six Months Ended September 30,		(Millions of yen)	
	2021	2022	Change	
Revenue	10,954	11,926	971	8.9%
Operating profit (loss)	738	521	(216)	-29.4%

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 cumulated second-quarter of the fiscal year ending March 31, 2023, capital investment for automation and manpower saving in quality assurance processes in the food market remained strong primarily in Americas. However, operating profit decreased due in part to higher sales promotion and parts procurement costs and distribution costs.

As a result, segment revenue increased 8.9 percent compared with the same period of previous fiscal year to 11,926 million yen, operating profit decreased 29.4 percent to 521 million yen.

3. *Others*

	Six Months Ended September 30,		(Millions of yen)	
	2021	2022	Change	
Revenue	3,914	5,697	1,782	45.5%
Operating profit (loss)	164	(67)	(232)	-

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

TAKASAGO, LTD. became a consolidated subsidiary on January 4, 2022, and this segment business results include the company's business results from the fourth quarter of the last fiscal year.

As a result, segment revenue increased 45.5 percent compared with the same period of the previous fiscal year to 5,697 million yen, and operating loss was 67 million yen. (Operating profit was 164 million yen in the same period of the previous fiscal year.)

(2) Outlook for the Fiscal Year Ending March 31, 2023

We have revised our business forecast announced on April 28, 2022, as shown on page 6.

There are concerns of a decline in the global economy as the result of rising prices, financial tightening policies, rising geopolitical risks, and other factors.

In our Group's main business segment, the T&M business, a price hike in raw materials and global inflation are having a greater impact on our business results than we initially expected. Therefore, based on the first half results, we have revised our operating income forecast for the T&M business downward by 1.5 billion yen. The assumed exchange rates have been revised to 140 yen to the US dollar and 135 yen to the euro in the second half of the fiscal year.

However, we are not making any changes to our initial plans for the PQA business or the other businesses.

Profit before tax, profit, and profit attributable to owners of parent have not been revised to reflect changes to operating profit and the impact of recorded finance income and costs.

As initially planned, we expect to issue annual dividends of 40.00 yen per share.

Revised consolidated forecast for the fiscal year ending March 31, 2023 (From April 1, 2022 to March 31, 2023)

(Millions of yen)

	Revenue	Operating profit	Profit before tax	Profit	Profit attributable to owners of parent
Previously announced forecast (A) (announced on April 28, 2022)	115,000	19,000	19,000	14,000	14,000
Revised forecast (B)	115,000	17,500	19,000	14,000	14,000
Change (B - A)	—	(1,500)	—	—	—
Change (%)	—	-7.9	—	—	—
(Reference) Results for the fiscal year ended March 31, 2022	105,387	16,499	17,150	12,841	12,796

Actual exchange rate : April to September 1US\$=134 Yen

Assumed exchange rate : October to March 1US\$=140 Yen

Consolidated Revenue forecast by Business Segment

(Millions of yen)

	Previous forecast (A) (as of Apr. 28, 2022)	Revised forecast (B)	Change (B-A)	Change (%)	FY2021 results
Revenue	115,000	115,000	—	—	105,387
Test and Measurement	78,000	78,000	—	—	73,320
PQA	24,000	24,000	—	—	21,978
Others	13,000	13,000	—	—	10,089

Consolidated Operating Profit forecast by Business Segment

(Millions of yen)

	Previous forecast (A) (as of Apr. 28, 2022)	Revised forecast (B)	Change (B-A)	Change (%)	FY2021 results
Operating Profit	19,000	17,500	(1,500)	-7.9	16,499
Test and Measurement	17,500	16,000	(1,500)	-8.6	15,202
PQA	1,300	1,300	—	—	1,173
Others	1,200	1,200	—	—	1,123
Adjustment	(1,000)	(1,000)	—	—	(999)

Consolidated Revenue forecast by Region

(Millions of yen)

	Previous forecast (A) (as of Apr. 28, 2022)	Revised forecast (B)	Change (B-A)	Change (%)	FY2021 results
Revenue	115,000	115,000	—	—	105,387
Japan	36,000	33,500	(2,500)	-6.9	31,036
Overseas	79,000	81,500	2,500	3.2	74,350
Americas	25,000	25,000	—	—	23,065
EMEA	12,500	14,000	1,500	12.0	11,605
Asia and Others	41,500	42,500	1,000	2.4	39,679

(*) 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 FY2021 as of March 31, 2022	Q2 FY2022 as of September 30, 2022
Assets		
Current assets		
Cash and cash equivalents	45,689	42,970
Trade and other receivables	26,622	23,981
Other financial assets	17	9
Inventories	25,591	30,457
Income taxes receivable	105	207
Other current assets	3,962	4,021
Total current assets	101,989	101,647
Non-current assets		
Property, plant and equipment	28,150	30,077
Goodwill and intangible assets	8,579	8,823
Investment property	255	233
Trade and other receivables	492	512
Investments accounted for using equity method	3	2
Other financial assets	1,378	1,476
Deferred tax assets	6,379	6,914
Other non-current assets	6,031	5,998
Total non-current assets	51,271	54,039
Total assets	153,261	155,686

(Millions of yen)

	End of FY2021 as of March 31, 2022	Q2 FY2022 as of September 30, 2022
Liabilities and equity		
Liabilities		
Current liabilities		
Trade and other payables	8,426	7,286
Bonds and borrowings	1,133	1,144
Other financial liabilities	964	982
Income taxes payable	1,901	1,999
Employee benefits	8,181	8,196
Provisions	438	469
Other current liabilities	10,244	10,760
Total current liabilities	31,290	30,839
Non-current liabilities		
Trade and other payables	414	397
Bonds and borrowings	2,990	2,992
Other financial liabilities	1,489	1,799
Employee benefits	783	803
Provisions	113	114
Deferred tax liabilities	326	336
Other non-current liabilities	1,410	1,493
Total non-current liabilities	7,529	7,936
Total liabilities	38,819	38,776
Equity		
Share capital	19,189	19,217
Capital surplus	28,432	28,434
Retained earnings	63,206	60,628
Treasury shares	(6,199)	(6,177)
Other components of equity	9,566	14,558
Equity attributable to owners of parent	114,196	116,660
Non-controlling interests	246	250
Total equity	114,442	116,910
Total liabilities and equity	153,261	155,686

(2) Condensed Quarterly Consolidated Statement of Comprehensive Income

Consolidated cumulative second quarter

(Millions of yen)

	FY2021 (6 months) From April 1, 2021 to September 30, 2021	FY2022 (6 months) From April 1, 2022 to September 30, 2022
Revenue	51,231	53,963
Cost of sales	24,219	26,922
Gross profit	27,011	27,041
Other revenue and expenses		
Selling, general and administrative expenses	13,779	16,070
Research and development expense	5,575	5,783
Other income	197	246
Other expenses	370	21
Operating profit (loss)	7,483	5,412
Finance income	120	1,842
Finance costs	88	483
Share of profit (loss) of investments accounted for using equity method	(1)	(0)
Profit (loss) before tax	7,513	6,770
Income tax expense	2,020	1,665
Profit (loss)	5,493	5,105
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	(21)	(18)
Total	(21)	(18)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	335	5,010
Total	335	5,010
Total other comprehensive income	313	4,991
Comprehensive income	5,806	10,097
Profit (loss), attributable to :		
Owners of parent	5,464	5,100
Non-controlling interests	28	4
Total	5,493	5,105
Comprehensive income attributable to :		
Owners of parent	5,778	10,092
Non-controlling interests	28	4
Total	5,806	10,097
Earnings per share		
Basic earnings per share (Yen)	39.83	38.29
Diluted earnings per share (Yen)	39.82	38.28

Second Quarter Consolidated Accounting Period

(Millions of yen)

	FY2021 (3 months) From July 1, 2021 to September 30, 2021	FY2022 (3 months) From July 1, 2022 to September 30, 2022
Revenue	27,442	27,783
Cost of sales	12,901	14,185
Gross profit	14,540	13,597
Other revenue and expenses		
Selling, general and administrative expenses	7,047	8,234
Research and development expense	2,791	3,018
Other income	55	57
Other expenses	357	6
Operating profit (loss)	4,399	2,395
Finance income	37	798
Finance costs	7	337
Share of profit (loss) of investments accounted for using equity method	(1)	(0)
Profit (loss) before tax	4,428	2,855
Income tax expense	1,035	676
Profit (loss)	3,392	2,179
Other comprehensive income		
Items that will not be reclassified to profit or loss		
Financial assets measured at fair value through other comprehensive income	11	(11)
Total	11	(11)
Items that may be reclassified to profit or loss		
Exchange differences on translation of foreign operations	72	1,278
Total	72	1,278
Total other comprehensive income	84	1,267
Comprehensive income	3,476	3,446
Profit (loss), attributable to :		
Owners of parent	3,380	2,183
Non-controlling interests	11	(4)
Total	3,392	2,179
Comprehensive income attributable to :		
Owners of parent	3,464	3,450
Non-controlling interests	11	(4)
Total	3,476	3,446
Earnings per share		
Basic earnings per share (Yen)	24.68	16.55
Diluted earnings per share (Yen)	24.67	16.55

(3) Condensed Quarterly Consolidated Statements of Changes in Equity

Six months ended September 30, 2021 (From April 1, 2021 to September 30, 2021)

(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, 2021	19,171	28,391	56,402	(1,120)	6,413	109,258	196	109,455
Profit (loss)	—	—	5,464	—	—	5,464	28	5,493
Other comprehensive income	—	—	—	—	313	313	—	313
Total comprehensive income	—	—	5,464	—	313	5,778	28	5,806
Share-based payment transactions	12	6	—	—	—	19	—	19
Dividends	—	—	(3,367)	—	—	(3,367)	—	(3,367)
Purchase of treasury shares	—	—	—	(3,945)	—	(3,945)	—	(3,945)
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	12	6	(3,351)	(3,945)	(16)	(7,293)	(0)	(7,293)
Balance at September 30, 2021	19,184	28,397	58,515	(5,065)	6,711	107,743	225	107,968

Six months ended September 30, 2022 (From April 1, 2022 to September 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)	—	—	5,100	—	—	5,100	4	5,105
Other comprehensive income	—	—	—	—	4,991	4,991	0	4,991
Total comprehensive income	—	—	5,100	—	4,991	10,092	4	10,097
Share-based payment transactions	27	1	19	22	—	70	—	70
Dividends	—	—	(2,699)	—	—	(2,699)	—	(2,699)
Purchase of treasury shares	—	—	—	(4,999)	—	(4,999)	—	(4,999)
Disposal of treasury shares	—	—	0	0	—	0	—	0
Retirement of treasury shares	—	(0)	(4,999)	4,999	—	—	—	—
Dividends to non-controlling interests	—	—	—	—	—	—	(0)	(0)
Total transactions with owners and other transactions	27	1	(7,679)	22	—	(7,628)	(0)	(7,628)
Balance at September 30, 2022	19,217	28,434	60,628	(6,177)	14,558	116,660	250	116,910

(4) Condensed Quarterly Consolidated Statements of Cash Flows

(Millions of yen)

	FY2021 (6 months) From April 1, 2021 to September 30, 2021	FY2022 (6 months) From April 1, 2022 to September 30, 2022
Cash flows from operating activities		
Profit (Loss) before tax	7,513	6,770
Depreciation and amortization	2,510	2,903
Interest and dividend income	(60)	(125)
Interest expenses	31	30
Loss (gain) on sale and retirement of fixed assets	342	(46)
Decrease (Increase) in trade and other receivables	4,737	3,998
Decrease (Increase) in inventories	(793)	(2,705)
Increase (Decrease) in trade and other payables	(465)	(2,044)
Increase (Decrease) in employee benefits	(360)	(332)
Other, net	468	(287)
Subtotal	13,925	8,161
Interest received	38	100
Dividends received	21	24
Interest paid	(40)	(28)
Income taxes paid	(2,564)	(1,991)
Income taxes refund	262	131
Net cash provided by (used in) operating activities	11,642	6,398
Cash flows from investing activities		
Proceeds from withdrawal of time deposits	3	8
Purchase of property, plant and equipment	(1,468)	(2,636)
Proceeds from sale of property, plant and equipment	24	57
Purchase of other financial assets	(30)	(125)
Proceeds from sale of other financial assets	54	—
Payments for loans receivable	(10)	—
Other, net	(895)	(500)
Net cash provided by (used in) investing activities	(2,322)	(3,195)
Cash flows from financing activities		
Proceeds from long-term borrowings	3,000	—
Repayments of long-term borrowings	(3,000)	—
Repayments of lease liabilities	(354)	(539)
Purchase of treasury shares	(3,945)	(4,999)
Dividends paid	(3,367)	(2,699)
Other, net	20	43
Net cash provided by (used in) financing activities	(7,647)	(8,194)
Effect of exchange rate changes on cash and cash equivalents	309	2,273
Net increase (decrease) in cash and cash equivalents	1,982	(2,718)
Cash and cash equivalents at beginning of period	49,810	45,689
Cash and cash equivalents at end of period	51,792	42,970

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

None

3. Others

Consolidated Quarterly Financial Highlights

Year ended March 31, 2022

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	23,788	27,442	24,632	29,523
Gross profit	12,470	14,540	12,834	15,626
Operating profit (loss)	3,083	4,399	3,459	5,556
Quarterly profit (loss) before tax	3,085	4,428	3,583	6,053
Quarterly profit (loss)	2,100	3,392	2,713	4,635
Quarterly profit (loss) attributable to owners of parent	2,083	3,380	2,704	4,627
Quarterly comprehensive income	2,330	3,476	3,605	6,668
				(Yen)
Quarterly basic earnings per share	15.16	24.68	20.02	34.29
Quarterly diluted earnings per share	15.15	24.67	20.01	34.28
				(Millions of yen)
Total assets	141,699	142,604	142,123	153,261
Total equity	108,430	107,968	107,745	114,442
				(Yen)
Equity attributable to owners of parent per share	787.21	795.03	796.65	846.15
				(Millions of yen)
Cash flows from operating activities	7,895	3,747	3,723	665
Cash flows from investing activities	(1,344)	(978)	(1,439)	(4,945)
Cash flows from financing activities	(3,565)	(4,082)	(4,142)	(1,605)
Net increase (decrease) in cash and cash equivalents	3,242	(1,260)	(1,355)	(4,747)
Cash and cash equivalents at end of period	53,052	51,792	50,436	45,689

Year ending March 31, 2023

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
				(Millions of yen)
Revenue	26,180	27,783	—	—
Gross profit	13,443	13,597	—	—
Operating profit (loss)	3,017	2,395	—	—
Quarterly profit (loss) before tax	3,915	2,855	—	—
Quarterly profit (loss)	2,926	2,179	—	—
Quarterly profit (loss) attributable to owners of parent	2,917	2,183	—	—
Quarterly comprehensive income	6,651	3,446	—	—
				(Yen)
Quarterly basic earnings per share	21.70	16.55	—	—
Quarterly diluted earnings per share	21.70	16.55	—	—
				(Millions of yen)
Total assets	153,539	155,686	—	—
Total equity	115,076	116,910	—	—
				(Yen)
Equity attributable to owners of parent per share	865.12	886.02	—	—
				(Millions of yen)
Cash flows from operating activities	299	6,099	—	—
Cash flows from investing activities	(1,586)	(1,608)	—	—
Cash flows from financing activities	(6,319)	(1,875)	—	—
Net increase (decrease) in cash and cash equivalents	(5,782)	3,063	—	—
Cash and cash equivalents at end of period	39,907	42,970	—	—

Consolidated Quarterly Financial Position

Year ended March 31, 2022

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	141,699	142,604	142,123	153,261
Current assets	97,409	98,020	96,844	101,989
Non-current assets	44,290	44,584	45,279	51,271
Property, plant and equipment	25,180	25,526	26,057	28,150
Goodwill and intangible assets	5,431	5,236	5,449	8,579
Investment property	440	399	357	255
Other non-current assets	13,238	13,422	13,414	14,286
Liabilities	33,269	34,636	34,377	38,819
Current liabilities	29,802	27,577	27,233	31,290
Non-current liabilities	3,466	7,059	7,143	7,529
Equity	108,430	107,968	107,745	114,442
Share capital	19,182	19,184	19,186	19,189
Capital surplus	28,392	28,397	28,413	28,432
Retained earnings	55,122	58,515	58,508	63,206
Treasury shares	(1,120)	(5,065)	(6,199)	(6,199)
Other component of equity	6,639	6,711	7,603	9,566
Non-controlling interests	213	225	234	246
Interest-bearing debt	5,818	6,392	6,477	6,521

Year ending March 31, 2023

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Assets	153,539	155,686	—	—
Current assets	100,011	101,647	—	—
Non-current assets	53,528	54,039	—	—
Property, plant and equipment	29,920	30,077	—	—
Goodwill and intangible assets	8,790	8,823	—	—
Investment property	233	233	—	—
Other non-current assets	14,585	14,904	—	—
Liabilities	38,463	38,776	—	—
Current liabilities	30,788	30,839	—	—
Non-current liabilities	7,675	7,936	—	—
Equity	115,076	116,910	—	—
Share capital	19,190	19,217	—	—
Capital surplus	28,446	28,434	—	—
Retained earnings	58,424	60,628	—	—
Treasury shares	(4,531)	(6,177)	—	—
Other component of equity	13,291	14,558	—	—
Non-controlling interests	255	250	—	—
Interest-bearing debt	6,721	6,878	—	—

Consolidated Quarterly Segment Information

Year ended March 31, 2022

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	28,087	26,695	28,420	27,461
Test and Measurement	19,937	18,796	19,749	18,625
PQA	5,867	5,742	5,960	5,548
Others	2,282	2,156	2,711	3,287
Backlog by Segment	27,249	27,271	31,810	31,937
Test and Measurement	19,246	19,182	22,451	21,318
PQA	6,049	5,945	6,774	6,595
Others	1,953	2,143	2,584	4,023
Revenue by Segment	23,788	27,442	24,632	29,523
Test and Measurement	16,791	19,570	17,184	19,773
PQA	5,103	5,850	5,135	5,889
Others	1,893	2,021	2,313	3,860
Operating profit (loss) by Segment	3,083	4,399	3,459	5,556
Test and Measurement	2,851	4,217	3,198	4,934
PQA	377	360	179	254
Others	49	115	275	683
Adjustment	(194)	(293)	(194)	(316)
Revenue by Region	23,788	27,442	24,632	29,523
Japan	6,130	7,696	6,187	11,021
Americas	5,101	6,408	5,446	6,110
EMEA	2,964	2,840	3,108	2,692
Asia and Others	9,591	10,497	9,891	9,699

Year ending March 31, 2023

(Millions of yen)

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter
Orders by Segment	29,769	28,175	—	—
Test and Measurement	19,564	17,887	—	—
PQA	6,161	6,659	—	—
Others	4,043	3,628	—	—
Backlog by Segment	37,381	39,287	—	—
Test and Measurement	23,721	25,218	—	—
PQA	7,983	7,911	—	—
Others	5,677	6,157	—	—
Revenue by Segment	26,180	27,783	—	—
Test and Measurement	18,595	17,745	—	—
PQA	5,081	6,844	—	—
Others	2,503	3,193	—	—
Operating profit (loss) by Segment	3,017	2,395	—	—
Test and Measurement	3,398	2,037	—	—
PQA	(76)	598	—	—
Others	(85)	17	—	—
Adjustment	(219)	(257)	—	—
Revenue by Region	26,180	27,783	—	—
Japan	5,875	8,276	—	—
Americas	6,651	5,490	—	—
EMEA	3,442	3,969	—	—
Asia and Others	10,211	10,047	—	—

Anritsu Corporation Supplement

1. Supplement of Trend of Results

(Millions of yen)

	Actual					Forecast
	2018/3	2019/3	2020/3	2021/3	2022/3	2023/3
Revenue	85,967	99,659	107,023	105,939	105,387	115,000
Change %	-1.9%	15.9%	7.4%	-1.0%	-0.5%	9.1%
Operating profit (loss)	4,912	11,246	17,413	19,651	16,499	17,500
Change %	16.0%	128.9%	54.8%	12.8%	-16.0%	6.1%
as % of Revenue	5.7%	11.3%	16.3%	18.5%	15.7%	15.2%
Profit (loss) before taxes	4,602	11,362	17,181	19,838	17,150	19,000
Change %	26.8%	146.9%	51.2%	15.5%	-13.5%	10.8%
as % of Revenue	5.4%	11.4%	16.1%	18.7%	16.3%	16.5%
Profit (loss)	2,898	8,991	13,397	16,143	12,841	14,000
Change %	6.0%	210.2%	49.0%	20.5%	-20.5%	9.0%
as % of Revenue	3.4%	9.0%	12.5%	15.2%	12.2%	12.2%
Basic earnings per share	¥20.97	¥65.20	¥97.20	¥117.18	¥93.98	¥105.08
Orders	88,542	100,819	107,709	107,567	110,665	115,000
Change %	-0.4%	13.9%	6.8%	-0.1%	2.9%	3.9%
Cash flows from operating activities	7,946	12,247	14,721	20,481	16,031	19,000
Change %	-14.1%	54.1%	20.2%	39.1%	-21.7%	18.5%
Free cash flows	4,014	11,631	11,035	15,452	7,324	12,500
Change %	-28.1%	189.7%	-5.1%	40.0%	-52.6%	70.7%
Capital expenditures (* 1,4)	3,430	2,436	4,518	5,449	5,658	6,500
Change %	32.5%	-29.0%	85.5%	20.6%	3.8%	14.9%
Depreciation (* 2,4)	3,964	4,031	4,732	4,545	4,628	5,000
Change %	0.7%	1.7%	17.4%	-4.0%	1.8%	8.0%
R&D expenses (* 3)	10,556	12,008	13,321	11,246	11,386	12,000
Change %	-5.9%	13.8%	10.9%	-15.6%	1.2%	5.4%
as % of Revenue	12.3%	12.0%	12.4%	10.6%	10.8%	10.4%
Number of Employees	3,717	3,778	3,881	3,954	4,168	—

(* 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)

	2021/Q1	2021/Q2	2021/Q3	2021/Q4	2022/Q1	2022/Q2	2022/Q3	2022/Q4
Revenue	23,788	27,442	24,632	29,523	26,180	27,783	—	—
Y o Y	-7.4%	3.7%	0.9%	0.5%	10.1%	1.2%	-	-
Operating profit	3,083	4,399	3,459	5,556	3,017	2,395	—	—
Y o Y	-39.8%	-6.9%	-17.9%	-0.6%	-2.1%	-45.6%	-	-
as % of Revenue	13.0%	16.0%	14.0%	18.8%	11.5%	8.6%	-	-
Profit before tax	3,085	4,428	3,583	6,053	3,915	2,855	—	—
Y o Y	-39.7%	-3.9%	-14.8%	2.5%	26.9%	-35.5%	-	-
as % of Revenue	13.0%	16.1%	14.5%	20.5%	15.0%	10.3%	-	-
Profit	2,100	3,392	2,713	4,635	2,926	2,179	—	—
Y o Y	-40.6%	-4.6%	-19.9%	-18.2%	39.3%	-35.8%	-	-
as % of Revenue	8.8%	12.4%	11.0%	15.7%	11.2%	7.8%	-	-

(Millions of yen)

	2021/Q1	2021/Q2	2021/Q3	2021/Q4	2022/Q1	2022/Q2	2022/Q3	2022/Q4
Upper : Revenue								
Lower : Operating profit								
Test and Measurement	16,791	19,570	17,184	19,773	18,595	17,745	—	—
	2,851	4,217	3,198	4,934	3,398	2,037	—	—
PQA	5,103	5,850	5,135	5,889	5,081	6,844	—	—
	377	360	179	254	(76)	598	—	—
Others	1,893	2,021	2,313	3,860	2,503	3,193	—	—
	49	115	275	683	(85)	17	—	—
Adjustment	—	—	—	—	—	—	—	—
	(194)	(293)	(194)	(316)	(219)	(257)	—	—
Total revenue	23,788	27,442	24,632	29,523	26,180	27,783	—	—
Total operating profit	3,083	4,399	3,459	5,556	3,017	2,395	—	—

3. Supplement of Segment Information

(1) Revenue by Segment

(Millions of yen)

	Actual					Forecast
	2018/3	2019/3	2020/3	2021/3	2022/3	2023/3
Test and Measurement	54,433	68,168	75,165	74,809	73,320	78,000
Y o Y	-8.3%	25.2%	10.3%	-0.5%	-2.0%	6.4%
PQA	22,549	23,074	22,575	21,419	21,978	24,000
Y o Y	15.1%	2.3%	-2.2%	-5.1%	2.6%	9.2%
Others	8,984	8,416	9,282	9,709	10,089	13,000
Y o Y	3.1%	-6.3%	10.3%	4.6%	3.9%	28.9%
Total	85,967	99,659	107,023	105,939	105,387	115,000
Y o Y	-1.9%	15.9%	7.4%	-1.0%	-0.5%	9.1%

(2) Operating Profit by Segment

(Millions of yen)

	Actual					Forecast
	2018/3	2019/3	2020/3	2021/3	2022/3	2023/3
Test and Measurement	2,147	9,413	15,148	17,714	15,202	16,000
Y o Y	0.8%	338.3%	60.9%	16.9%	-14.2%	5.2%
PQA	1,969	1,609	1,287	1,340	1,173	1,300
Y o Y	51.2%	-18.3%	-20.0%	4.1%	-12.5%	10.8%
Others	1,458	1,145	1,900	1,797	1,123	1,200
Y o Y	47.0%	-21.5%	65.9%	-5.4%	-37.5%	6.8%
Adjustment	(663)	(921)	(921)	(1,201)	(999)	(1,000)
Y o Y	-	-	-	-	-	-
Total	4,912	11,246	17,413	19,651	16,499	17,500
Y o Y	16.0%	128.9%	54.8%	12.8%	-16.0%	6.1%

(*) 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.

(3) Revenue by Region

(Millions of yen)

	Actual					Forecast
	2018/3	2019/3	2020/3	2021/3	2022/3	2023/3
Japan	29,753	32,183	36,293	32,202	31,036	33,500
Y o Y	1.4%	8.2%	12.8%	-11.3%	-3.6%	7.9%
Overseas	56,213	67,475	70,729	73,736	74,350	81,500
Y o Y	-3.6%	20.0%	4.8%	4.3%	0.8%	9.6%
Americas	17,419	26,429	20,773	21,380	23,065	25,000
Y o Y	-11.3%	51.7%	-21.4%	2.9%	7.9%	8.4%
EMEA	12,781	12,170	10,693	11,021	11,605	14,000
Y o Y	2.1%	-4.8%	-12.1%	3.1%	5.3%	20.6%
Asia and Others	26,012	28,876	39,262	41,334	39,679	42,500
Y o Y	-0.5%	11.0%	36.0%	5.3%	-4.0%	7.1%
Total	85,967	99,659	107,023	105,939	105,387	115,000
Y o Y	-1.9%	15.9%	7.4%	-1.0%	-0.5%	9.1%