

(The following is an unofficial English translation of the Convocation Notice of the 83rd Ordinary General Meeting of Shareholders of Advantest Corporation (the “Company”). The original notice is divided into three volumes, but this English version has been compiled into a single volume. Accordingly, the order of the content may differ from the original. The Company provides this translation for your reference and convenience purposes only, and the Company makes no warranty as to its accuracy or completeness. Please note that pictures, graphs, and reference materials in Japanese have been omitted from this English version.)

(Stock Code Number: 6857)

CONVOCATION NOTICE OF
THE 83rd ORDINARY GENERAL MEETING OF SHAREHOLDERS

Date and time: June 27, 2025 (Friday) at 10:00 a.m.
(All the times listed below will be in Japanese Standard Time)
(The reception desk will open at 9:00 a.m.)

Place: Otemachi Mitsui Hall, Otemachi One 3F,
2-1, Otemachi 1-chome, Chiyoda-ku, Tokyo

Subject matters of the General Meeting of Shareholders:

Matters to be reported:

- Item No.1: Matters concerning the Business Report, Consolidated Financial Statements and Non-Consolidated Financial Statements reporting for the 83rd Fiscal Year (from April 1, 2024 to March 31, 2025)
- Item No.2: Matters concerning the Results of Audit of the Company’s Consolidated Financial Statements by the Independent Auditors and the Audit and Supervisory Committee

Matters to be resolved:

Agenda Items:

- Agenda Item No.1: Partial Amendment of Articles of Incorporation
- Agenda Item No.2: Election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members)
- Agenda Item No.3: Election of 2 Directors who are Audit and Supervisory Committee members
- Agenda Item No.4: Revision of the restricted stock compensation plan for Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members)
- Agenda Item No.5: Revision of the restricted stock compensation plan for Outside Directors (excluding Directors who are Audit and Supervisory Committee members)
- Agenda Item No.6: Revision of the restricted stock compensation plan for Directors who are Audit and Supervisory Committee members

Message to Shareholders

To Our Shareholders

We are pleased to send you this Convocation Notice for the 83rd Ordinary General Meeting of Shareholders.

During the Company group's fiscal year ended March 31, 2025, despite the ongoing uncertainty due to geopolitical risks, the global economy as a whole trended firm, supported by the easing of monetary tightening policies particularly in Europe and the U.S.

Under such global economic conditions, the semiconductor market shifted from the correction phase of the previous fiscal year to a recovery phase. In particular, in the Company group's semiconductor test equipment business, demand for AI-related high-performance semiconductors, such as HPC devices for data centers and high-performance DRAM, increased significantly.

In order to meet our customers' delivery requirements to the greatest extent possible, the Company group worked to ensure timely procurement of parts and product supply capabilities. Our measures, such as long-term agreements with existing suppliers and the diversification of the supply chain for core parts, have been successful.

As a result, in the consolidated fiscal year ended March 31, 2025, net sales were JPY 779.7 billion, operating income was JPY 228.2 billion, income before income taxes was JPY 224.8 billion, and net income was JPY 161.2 billion, all of which marked record highs for a consolidated fiscal year, mainly driven by factors such as an increase in the sales mix of high-margin products and the positive impact of a weaker yen on both sales and profits.

With respect to the year-end dividend distribution to shareholders, we resolved at the meeting of the Board of Directors held on May 22, 2025 to distribute a year-end dividend of JPY 20 per share, with payment to begin on June 6, 2025.

We hope that we may rely on you for your continued support and guidance in the future.

June 2025
Douglas Lefever
Representative Director,
Senior Executive Officer, Group CEO

Koichi Tsukui
Representative Director,
Senior Executive Officer and President, Group COO

(The following is an unofficial English translation of the Convocation Notice (Notice of Access) of the 83rd Ordinary General Meeting of Shareholders of Advantest Corporation (the "Company"). Please understand that the order of the content may differ from the original Japanese version. This translation is provided solely for reference and convenience purposes, and the Company makes no warranty as to its accuracy or otherwise. Please note that pictures, graphs, and reference matters in the original Japanese version have been omitted from this English translation.)

(Stock Code Number: 6857)

June 5, 2025

(Date of commencement of electronic provision measures: May 30, 2025)

To Our Shareholders

Koichi Tsukui
Representative Director
Senior Executive Officer and
President, Group COO
ADVANTEST CORPORATION
1-6-2 Marunouchi, Chiyoda-ku,
Tokyo

CONVOCAION NOTICE OF THE 83rd ORDINARY GENERAL MEETING OF SHAREHOLDERS

Dear Shareholders:

Notice is hereby given that the 83rd Ordinary General Meeting of Shareholders of ADVANTEST CORPORATION (the "Company") will be held as set forth below.

If you cannot attend the General Meeting of Shareholders in person, you can exercise your voting rights via the Internet or in writing. As such, the Company requests that you exercise your voting rights by 5:00 p.m. (All the times listed below will be in Japanese Standard Time) on June 26, 2025 (Thursday).

1. **Date and time:** June 27, 2025 (Friday) at 10:00 a.m.
(The reception desk will open at 9:00 a.m.)
2. **Place:** Otemachi Mitsui Hall, Otemachi One 3F,
2-1, Otemachi 1-chome, Chiyoda-ku, Tokyo

3. **Subject matters of the General Meeting of Shareholders:**

Matters to be reported:

- | | |
|------------|---|
| Item No.1: | Matters concerning the Business Report, Consolidated Financial Statements and Non-Consolidated Financial Statements reporting for the 83rd Fiscal Year (from April 1, 2024 to March 31, 2025) |
| Item No.2: | Matters concerning the results of audit of the Company's Consolidated Financial Statements by the Independent Auditors and the Audit and Supervisory Committee |

Matters to be resolved:

Agenda Items:

- | | |
|-------------------|--|
| Agenda Item No.1: | Partial Amendment of Articles of Incorporation |
| Agenda Item No.2: | Election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members) |
| Agenda Item No.3: | Election of 2 Directors who are Audit and supervisory Committee members |
| Agenda Item No.4: | Revision of the restricted stock compensation plan for Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) |
| Agenda Item No.5: | Revision of the restricted stock compensation plan for Outside Directors (excluding Directors who are Audit and Supervisory Committee members) |
| Agenda Item No.6: | Revision of the restricted stock compensation plan for Directors who are Audit and Supervisory Committee members |

* In convening the General Meeting of Shareholders, the Company has taken electronic provision measures, by which it provides information contained in the Reference Documents for the General Meeting of Shareholders (the “matters subject to electronic provision measures”) in electronic format, and has posted the information on its website as the “Convocation Notice of the 83rd Ordinary General Meeting of Shareholders (Notice of Access),” “Reference Documents for the 83rd Ordinary General Meeting of Shareholders and Business Report (Matters for Document Delivery),” and “Reference Documents for the 83rd Ordinary General Meeting of Shareholders and Business Report (Matters for which Document Delivery is Omitted).” We kindly ask shareholders to access the Company’s website below and review these materials. In addition to the Company’s website, the matters subject to electronic provision measures are also available on the website of Tokyo Stock Exchange (TSE) and the convocation website provided by PRONEXUS INC.

[The Company’s website]

<https://www.advantest.com/investors/shares-and-corporate-bonds/meeting/>

(note: QR code is omitted)

[The Tokyo Stock Exchange (TSE) website]

<https://www2.jpx.co.jp/tseHpFront/JJK010010Action.do?Show=Show>

Please access the TSE website (Listed Company Search), enter our issue name (Advantest) or stock exchange code (6857). Then, click “Basic information,” and “Documents for public inspection/PR information” to review the information.

(note: QR code is omitted)

[PRONEXUS INC.’s website]

<https://d.sokai.jp/6857/teiji/>

(note: QR code is omitted)

Notice of Items to be listed on the Company's website

- Among the matters subject to electronic provision measures, the following information is not included in the paper copies sent to shareholders who have requested delivery of documents in paper format. This is because, in accordance with laws, regulations, and the Company's Articles of Incorporation, such information is made available on the Company's website, etc.: in the Business Report, "Significant Sales Offices and Factories," "Employees," "Major Lenders," "Other significant matters with respect to the current status of the Company group," "Stock Acquisition Rights," "Overview of limited liability agreements," "Overview of indemnification agreements," "Overview of the contents of the directors and officers liability insurance contracts," "Independent Auditor," "The system to ensure the appropriateness of business operations," and "Status of implementation of the system to ensure the appropriateness of business operations"; in the Consolidated Financial Statements, "Consolidated Statement of Comprehensive Income," "Consolidated Statement of Changes in Equity," and "Notes to Consolidated Financial Statements"; in the Non-consolidated Financial Statements, "Balance Sheet (Non-Consolidated)," "Statement of Operations (Non-Consolidated)," "Statement of Changes in Net Assets," and "Notes to Non-Consolidated Financial Statements"; and in the Audit Reports, "The Accounting Auditor's Report on the Consolidated Financial Statements," "The Accounting Auditor's Report on the Non-consolidated Financial Statements," and "The Audit & Supervisory Committee's Audit Report."

Please note that the Business Report, Consolidated Financial Statements, and Non-consolidated Financial Statements audited by the Audit & Supervisory Committee, as well as the Consolidated Financial Statements and Non-consolidated Financial Statements audited by the Accounting Auditor, include the information listed above. Accordingly, the paper copies delivered to shareholders upon request include only part of the documents that were subject to audit by the Audit & Supervisory Committee and the Accounting Auditor in preparing their respective audit reports.

- Any amendments to the matters subject to electronic provision measures will be posted on the respective websites where these relevant documents are disclosed.
- Any significant changes to the operation of the General Meeting of Shareholders will be announced on the Company's website.
- Presentation materials concerning matters to be reported will be made available on the Company's website.
- The results of resolutions will be posted on the Company's website in lieu of issuing written notices.
- On-demand streaming of the General Meeting of Shareholders will be made available on the Company's website at a later date.

[The Company's website]

<https://www.advantest.com/investors/shares-and-corporate-bonds/meeting/>

(note: QR code is omitted)

Notice regarding the Operation of the General Meeting of Shareholders

- No commemorative gifts will be provided to shareholders attending the General Meeting of Shareholders.
- Shareholders who require assistance or Japanese interpretation are allowed to be accompanied by one caregiver or interpreter. However, unless the accompanying individual is also a shareholder with voting rights, their activities will be limited to those appropriate for a caregiver or interpreter.

Instructions for the Exercise of Voting Rights

If you attend the General Meeting of Shareholders

When attending the meeting in person, please submit the voting rights exercise form at the reception desk upon arrival at the venue. Please note that if you attend the meeting in person, it is not necessary to exercise your voting rights in advance via the Internet or by postal mail.

Date and time of the Meeting: June 27, 2025 (Friday) at 10:00 a.m.

If you exercise your voting rights via the Internet or by postal mail

Exercise of voting rights via the Internet

Please indicate your intention to vote “for” or “against” each agenda item by following the instructions provided in the “Guide to Exercise of Voting rights via the Internet.”

Deadline: By 5:00 p.m. on June 26, 2025 (Thursday)

Exercise of voting rights by postal mail

Please indicate your intention to vote “for” or “against” each agenda item on the voting rights exercise form and return it by postal mail.

Deadline: To be delivered by 5:00 p.m. on June 26, 2025 (Thursday)

- If you exercise your voting rights via the Internet, it is not necessary to exercise your voting rights by postal mail.
- In the event that voting rights are exercised both via the Internet and by postal mail, the vote submitted via the Internet shall be deemed valid.
- If you do not indicate your approval or disapproval for any agenda item, your vote will be deemed to be in favor of that item.”
- If you exercise your voting rights by proxy, one other shareholder with voting rights may attend the General Meeting of Shareholders as your proxy. In such cases, a document certifying the authority of the proxy must be submitted.

Guide to Exercise of Voting rights via the Internet

1. How to scan the QR code printed on the voting rights exercise form

- (1). Scan the QR code printed on the right-hand side of the voting rights exercise form. You will be able to log in to the website for exercising voting rights without entering the “Login ID” and “Password.”
- (2). The voting option selection screen will be displayed; please select your preferred voting.
- (3). Follow the on-screen instructions and register your vote “for” or “against” each agenda.
* "QR Code" is a registered product of DENSO WAVE INCORPORATED.

2. How to login with the login ID and password

- (1). Access the website for exercising votes.
<https://evote.tr.mufg.jp/>
- (2). Enter the “Login ID” and “Temporary Password” printed on the right-hand side of the voting rights exercise form.
- (3). Follow the on-screen instructions and register your vote “for” or “against” each agenda.
(note: QR code is omitted.)

- If voting rights are exercised multiple times via the Internet, only the last vote submitted shall be deemed valid.
- In some cases, you may not be able to access the website for exercising voting rights due to your Internet environment, service provider or device model.
- Please note that any Internet connection charges, communication fees or other expenses incurred in accessing the website for exercising voting rights by smartphone, personal computer, or other devices shall be borne by each shareholder.
- The website for exercising voting rights is unavailable daily from 2:30 a.m. to 4:30 a.m. due to system maintenance.
- Institutional investors who have completed the required registration procedures in advance may exercise the voting rights through the electronic voting platform operated by ICJ, Inc.

[Contact for inquiry regarding the website]

Corporate Agency Division, Mitsubishi UFJ Trust and Banking Corporation

Phone number: 0120-173-027 (toll-free number within Japan)

Business hours: 9:00 a.m. to 9:00 p.m.

Notice of Live streaming via the Internet

The General Meeting of Shareholders will be streamed live on the Internet. (note: shareholders only)

Streaming Date and Time: Starting at 10:00 a.m., June 27, 2025 (Friday)

* The viewing screen will be accessible from 9:30 a.m.

How to watch the live streaming on the day

1. How to scan the QR code printed on the voting rights exercise form:

- (1). Scan the QR code printed on the back of the voting rights exercise form. You can log in to the website for viewing without entering the “login ID” and “password.”
 - (2). After logging in, please click the “View live streaming” button.
 - (3). After reviewing the terms of use related to viewing the live streaming, check the box indicating “Agree to the terms of use” and then click the “View” button.
- *"QR Code" is a registered trademark of DENSO WAVE INCORPORATED.

2. How to log in using your login ID and password:

URL: <https://engagement-portal.tr.mufg.jp/> (note: QR code is omitted.)

- (1). Access the website from the above URL.
- (2). Please enter your “login ID” and “password” on the shareholder authentication screen (login screen). Your “login ID” and “password” are printed on the back of the voting rights exercise form.
- (3). After reviewing the terms of use, please check the box indicating “Agree to the terms of use.”
- (4). Click the “Login” button.
- (5). After logging in, please click the “View livestreaming” button.
- (6). After reviewing the terms of use related to the live streaming, please check the box indicating “Agree to the terms of use,” and then click the “View” button.

[Contact for inquiries regarding the live streaming of the General Meeting of Shareholders]

Corporate Agency Division, Mitsubishi UFJ Trust and Banking Corporation

Phone number: 0120-676-808 (toll-free number within Japan)

Business hours: 9:00 a.m. to 5:00 p.m. on Monday through Friday.

Closed on Saturday, Sunday, and holidays; provided, however, that June 27, 2025, from 9:00 a.m. until the meeting ends.

Important notes

- Please note that viewing the live streaming of the meeting does not constitute attendance at the General Meeting of Shareholders under the Companies Act. Therefore, shareholders viewing the live streaming will not be able to ask questions, exercise voting rights, or make objections at the General Meeting of Shareholders. The Company kindly ask that shareholders exercise the voting rights in advance via the Internet or by postal mail.
- In order to protect the privacy of shareholders attending the meeting, filming will be limited to areas around the chairperson and the officers. However, please be aware that shareholders may be incidentally captured in the footage.
- Please make a note of your login ID and password before mailing your voting rights exercise form.
- If you lose the voting rights exercise form, you may request reissuance by contacting to the Inquiries above. However, please note that we may not be able to accommodate reissuance depending on the timing of your inquiry, such as when approximately one week prior to the date of the General Meeting of Shareholders.
- Opinions from shareholders will be received in the form of a message on the day of the General Meeting of Shareholders.
- The audio of the live streaming will be available in Japanese only.
- You may test your viewing environment in advance from the time you receive this Convocation Notice paper, so please perform confirmation in advance.
- If the live streaming cannot be delivered due to unavoidable circumstances, such as technical issues, the Company will provide an announcement on the Company's website.
- Shareholders are responsible for any expenses such as Internet connection fees data charges, or other costs incurred in accessing the live streaming.
- Depending on your computer environment (model, capabilities, etc.) or Internet connectivity environment (line conditions, connection speed, etc.), the video or audio quality of the stream may be affected.
- Internet Explorer is not available on the live streaming site. Please use compatible browsers such as Microsoft Edge, Google Chrome, or Safari. Details regarding system requirements will be available on the "Shareholders' Meeting" section of the Company's website.
- The live streaming is available exclusively to shareholders.
- Please refrain from filming, making video recordings, making audio recordings, saving, or posting the content of the live streamed meeting on social media or any other platforms.
- Disclosure or provision of personal information or any other privacy-related information of shareholders obtained through the live streaming to third parties is strictly prohibited.

[The Company's website]

<https://www.advantest.com/investors/shares-and-corporate-bonds/meeting/>

(note: QR code is omitted)

Guidance on Advance Submission of Questions

We will be accepting questions in advance from shareholders regarding the subject matters of the General Meeting of Shareholders.

How to submit questions

- (1). Please access the advance question submission website via the following URL or QR code provided below.
- (2). Please enter your "Name," "Shareholder Number," and "Details." After filling in all the fields, please review the information and click the "Confirm" button.
- (3). After reviewing the entered information you entered, click the "Submit" button.
* "QR Code" is a registered product of DENSO WAVE INCORPORATED.

[**The website of Registration of Questions in advance**]

https://www2.advantest.com/sh_ask/en/

(note: QR code is omitted)

Submission Deadline: By 5:00 p.m., June 20, 2025 (Friday)

Important notes

Among the questions we received in advance, we intend to address those that are likely to be of high interest to our shareholders on the day of the General Meeting of Shareholders. Please note that we may refrain from answering questions that: are unrelated to the subject matters of the General Meeting of Shareholders, are redundant or repetitive, or may infringe upon the rights or interests of our customers, our employees, or other parties.

Reference Documents for the General Meeting of Shareholders

Agenda Items and Reference Matters:

Agenda Item No. 1: Partial Amendment of Articles of Incorporation

1. Purposes of the Amendments

The Company believes that appropriate disclosure of information prior to the General Meeting of Shareholders is essential for engaging with shareholders constructively and effectively. Based on this belief, the Company proposes to change the record date for the voting rights at the Ordinary General Meeting of Shareholders to May 15. This change is intended to enable the convocation of the Ordinary General Meeting of Shareholders on the date between late July and early August, with a view to the integrated disclosure of the Annual Securities Report and the Business Report.

2. Details of the Amendments

Details of the Amendments are as follows:

(The underlined text is to be amended.)

Current Articles of Incorporation	Proposed Amendments
<p>(Record Date) Article 11</p> <p>1. The record date for the voting rights at the ordinary general meeting of shareholders of the Company shall be <u>March 31</u> of each year.</p> <p>2. <u>In addition to the case provided for in</u> the preceding paragraph, whenever necessary, in accordance with a resolution of the Board of Directors and upon giving prior public notice, the Company may set <u>a</u> record date <u>as necessary</u>.</p>	<p>(Record Date <u>for Ordinary General Meeting of Shareholders</u>) Article 11</p> <p>1. The record date for the voting rights at the ordinary general meeting of shareholders of the Company shall be <u>May 15</u> of each year.</p> <p>2. <u>Notwithstanding the provisions of</u> the preceding paragraph, whenever necessary, in accordance with a resolution of the Board of Directors and upon giving prior public notice, the Company may <u>separately</u> set <u>the</u> record date <u>set forth in the preceding paragraph</u>.</p>
<p>(Convocation of General Meeting of Shareholders) Article 12</p> <p>The ordinary general meeting of shareholders shall be convened within three (3) months <u>after April 1 each year</u> and the extraordinary general meeting of shareholders shall be convened at any time whenever necessary.</p>	<p>(Convocation of General Meeting of Shareholders) Article 12</p> <p>The ordinary general meeting of shareholders shall be convened within three (3) months <u>from the record date set forth in the preceding article</u>, and the extraordinary general meeting of shareholders shall be convened at any time whenever necessary.</p>

Agenda Item No. 2: Election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members)

The term of office of all 6 current Directors (excluding Directors who are Audit and Supervisory Committee members) will expire at the conclusion of this Ordinary General Meeting of Shareholders. The Company therefore proposes the election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members). The Company has received a report from the Audit and Supervisory Committee stating that this agenda was decided by the Board of Directors following the deliberation by the Nomination and Compensation Committee, taking into consideration the career, capabilities, personality, and other attributes of each candidate in a comprehensive manner, and that the candidate nomination procedure was appropriate and there were no particular issues to note.

Below are the profiles of the candidates for the Director (excluding Directors who are Audit and Supervisory Committee members).

Candidate No.	Name	Present position and assignment	Number of meetings of the Board of Directors attended
1	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> Douglas Lefever	Representative Director, Senior Executive Officer, Group CEO (Corporate Strategy & Finance, Business Promotion, Technology in charge)	13/13 (100%)
2	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> Koichi Tsukui	Representative Director, Senior Executive Officer and President, Group COO (Human Capital & General Affairs & Legal, Supply Chain, Business Process Innovation in charge)	12/13 (92%)
3	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> Yoshiaki Yoshida	Director, Chairperson of the Board	13/13 (100%)
4	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <div style="border: 1px solid black; padding: 2px; display: inline-block; background-color: #cccccc;">Independent</div> Toshimitsu Urabe	Outside Director	13/13 (100%)
5	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <div style="border: 1px solid black; padding: 2px; display: inline-block; background-color: #cccccc;">Independent</div> Nicholas Benes	Outside Director	13/13 (100%)
6	<div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <div style="border: 1px solid black; padding: 2px; display: inline-block; background-color: #cccccc;">Independent</div> Naoto Nishida	Outside Director	13/13 (100%)

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
1	 Douglas Lefever <div style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> (December 10, 1970) Number of Years as Director: 5 years	June 1998 Joined Advantest America, Inc. August 2014 Executive Officer, Advantest Corporation September 2014 Director, President and CEO, Advantest America, Inc. June 2017 Managing Executive Officer, Advantest Corporation June 2020 Director, Managing Executive Officer June 2021 Director, Senior Executive Officer CSO (Chief Strategy Officer)	14,624
		January 2023 Representative Director, Corporate Vice President, Group COO (Chief Operating Officer) June 2023 Representative Director, Corporate Vice President Group COO (Corporate Strategy, Business Promotion, Technology in charge) Chairman, Advantest America, Inc. April 2024 Representative Director, Senior Executive Officer (present position) Group CEO (Corporate Strategy, Business Promotion, Technology in charge) April 2025 Group CEO (Corporate Strategy & Finance, Business Promotion, Technology in charge) (present position)	Number of the Company Shares to be provided under the Restricted Stock Compensation 119,589
<p>Reason for Nomination as Director</p> <p>Mr. Douglas Lefever is responsible for promoting business development, primarily in the United States (Silicon Valley). Mr. Douglas Lefever had served as Representative Director, Corporate Vice President, Group COO of the Company since January 2023, and has served as Representative Director, Senior Executive Officer, Group CEO since April 2024. He possesses a wealth of knowledge and experience in the Company group’s business operations and corporate management. The Company expects him to contribute to enhancing and invigorating the diversity of the Board of Directors. Thus, the Company has determined that he is well qualified to realize the sustainable enhancement of corporate value and has re-nominated him as a candidate for a Director.</p>			

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
2	 <p data-bbox="325 663 467 689">Koichi Tsukui</p> <div data-bbox="325 707 467 748" style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <p data-bbox="292 775 501 801">(December 11, 1964)</p> <p data-bbox="296 831 496 909">Number of Years as Director: 5 years</p>	<p data-bbox="544 297 655 324">April 1987</p> <p data-bbox="724 297 1018 324">Joined Advantest Corporation</p> <p data-bbox="544 331 647 358">June 2014</p> <p data-bbox="724 331 900 358">Executive Officer</p> <p data-bbox="544 365 647 392">June 2015</p> <p data-bbox="724 365 1002 392">Managing Executive Officer</p> <p data-bbox="544 398 647 425">June 2020</p> <p data-bbox="724 398 1094 425">Director, Managing Executive Officer</p> <p data-bbox="544 432 647 459">June 2021</p> <p data-bbox="724 432 1059 499">Director, Senior Executive Officer CTO (Chief Technology Officer)</p> <p data-bbox="544 506 676 533">January 2023</p> <p data-bbox="724 506 1117 573">Representative Director, Corporate Vice President, Group Co-COO</p> <p data-bbox="544 580 647 607">June 2023</p> <p data-bbox="724 580 1117 703">Representative Director, Corporate Vice President Group Co-COO (Production, Business Process Innovation in charge)</p> <p data-bbox="544 710 655 736">April 2024</p> <p data-bbox="724 710 1134 833">Representative Director, Senior Executive Officer and President (present position) Group COO (Administration, Production, Business Process Innovation in charge)</p> <p data-bbox="544 840 647 866">June 2024</p> <p data-bbox="724 840 1155 907">Group COO (Administration, Supply Chain, Business Process Innovation in charge)</p> <p data-bbox="544 913 647 940">April 2025</p> <p data-bbox="724 913 1187 1014">Group COO (Human Capital & General Affairs & Legal, Supply Chain, Business Process Innovation in charge) (present position)</p>	74,407
<p data-bbox="268 1032 632 1059">Reason for Nomination as Director</p> <p data-bbox="268 1066 1388 1301">Mr. Koichi Tsukui has been engaged in business operations and sales and marketing operations for many years, including an overseas assignment in Germany. Mr. Koichi Tsukui had served as Representative Director, Corporate Vice President, Group Co-COO of the Company since January 2023, and has served as Representative Director, Senior Executive Officer and President, Group COO since April 2024. He possesses a wealth of knowledge and experience in the Company group's business and corporate management. Thus, the Company has determined that he is well qualified to realize the sustainable enhancement of corporate value and has re-nominated him as a candidate for a Director.</p>			

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
3	 <p data-bbox="308 566 488 591">Yoshiaki Yoshida</p> <div data-bbox="323 607 472 651" style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <p data-bbox="308 680 488 705">(February 8, 1958)</p> <p data-bbox="308 734 488 813">Number of Years as Director: 12 years</p>	<p data-bbox="544 300 1015 324">April 1999 Joined Advantest Corporation</p> <p data-bbox="544 336 898 360">June 2006 Executive Officer</p> <p data-bbox="544 371 1002 396">June 2009 Managing Executive Officer</p> <p data-bbox="544 407 1094 432">June 2013 Director, Managing Executive Officer</p> <p data-bbox="544 443 1058 468">June 2016 Director, Senior Executive Officer</p> <p data-bbox="544 479 1150 504">January 2017 Representative Director, President and CEO</p> <p data-bbox="544 515 1166 568">January 2023 Representative Director, President and Group CEO</p> <p data-bbox="544 580 1206 674">June 2023 Representative Director, President Group CEO (Administration, New Area Business Development Initiative in charge)</p> <p data-bbox="544 685 1147 739">April 2024 Director, Chairperson of the Board (present position)</p>	298,243
<p data-bbox="268 844 628 869">Reason for Nomination as Director</p> <p data-bbox="268 880 1388 1151">After serving as Representative Director of a subsidiary of the Company, Executive Vice President of the Corporate Planning Group, Executive Vice President of the Corporate Relations Group, and Executive Vice President of the Nanotechnology Business Group, Mr. Yoshiaki Yoshida served as Representative Director, President and CEO of the Company from January 2017, and as Representative Director, President and Group CEO of the Company from January 2023. Since April 2024, he has served as Chairperson of the Board, overseeing management from a non-executive position. He possesses a wealth of knowledge and experience in the Company group's business and corporate management. Thus, the Company has determined that he is well qualified to realize the sustainable enhancement of corporate value and and has re-nominated him as a candidate for a Director.</p>			

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
4	 <p>Toshimitsu Urabe</p> <p>Reappointed</p> <p>Independent</p> <p>(October 2, 1954)</p> <p>Number of Years as Outside Director: 6 years</p>	<p>April 1978 Joined Mitsubishi Corporation</p> <p>April 2009 Senior Vice President and Deputy Chief Representative for China of Mitsubishi Corporation, and President for Mitsubishi Corporation (Hong Kong) Ltd.</p> <p>April 2011 Senior Vice President and Senior Assistant to Senior Executive Vice President, Human Resources of Mitsubishi Corporation</p> <p>April 2013 Executive Vice President, Group CEO, Business Service Group of Mitsubishi Corporation</p> <p>April 2017 Advisor, Mitsubishi Corporation</p> <p>June 2017 Deputy President and Executive Officer of Mitsubishi UFJ Lease & Finance Company Limited (currently Mitsubishi HC Capital Inc.) (Resigned as Executive Officer in March 2021) (Resigned as Director in April 2021)</p> <p>June 2019 Outside Director of Advantest Corporation (present position)</p> <p>April 2021 Outside Director of Japan Business Systems, Inc. (present position)</p>	5,183
<p>Reason for Nomination as Outside Director and Expected Roles</p> <p>Mr. Toshimitsu Urabe has extensive management experience at a leading Japanese general trading company and a nonbank financial institution, particularly in overseas experience in the United States and Asia, business investment decision-making, and administrative management, such as human resources and IT. The Company expects him to apply his knowledge to the Company group's global management, thereby contributing to the sustainable enhancement of corporate value and the revitalization of the Board of Directors. Thus, the Company has determined that he is well qualified to serve as an Outside Director, and has re-nominated him as a candidate for an Outside Director.</p> <p>Supplementary Information with respect to Independence</p> <p>Mr. Toshimitsu Urabe has no special transactions with the Company that would affect his independent judgment. In addition, in FY 2024, there were no special business relationships between the Company and Japan Business Systems, Inc.</p> <p>Therefore, the Company has determined that he is sufficiently independent in accordance with the Independence Criteria of Independent Outside Directors established by the Company. Furthermore, as he also satisfies the requirements for independent directors set forth by Tokyo Stock Exchange, Inc., the Company has registered him as an Independent Director.</p>			

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
5	 <p>Nicholas Benes</p> <p>Reappointed</p> <p>Independent</p> <p>(April 16, 1956)</p> <p>Number of Years as Outside Director: 6 years</p>	<p>September 1983 Joined Morgan Guaranty Trust Company of New York (currently JPMorgan Chase & Co.)</p> <p>November 1983 Joined California State Bar Association.</p> <p>October 1984 Joined New York State Bar Association.</p> <p>May 1994 Senior Managing Director, Kamakura Corporation</p> <p>April 1997 President and Founder, JTP Corporation</p> <p>March 2000 Outside Director, Alps Mapping Co., Ltd.</p> <p>December 2006 Outside Director, Livedoor Holdings Co., Ltd.</p> <p>March 2007 Outside Director, Cecile Co., Ltd.</p> <p>November 2009 Representative Director, The Board Director Training Institute of Japan (present position)</p> <p>June 2016 Outside Director, Imagica Robot Holdings Inc. (currently IMAGICA GROUP Inc.)</p> <p>June 2019 Outside Director of Advantest Corporation (present position)</p>	3,000
<p>Reason for Nomination as Outside Director and Expected Roles</p> <p>Mr. Nicholas Benes has extensive knowledge and experience in corporate governance and investment banking, including M&A transactions. The Company expects him to apply his knowledge of corporate governance, finance matters and the shareholder-oriented perspective to the Company group’s global management, thereby contributing to the sustainable enhancement of corporate value and the revitalization of the Board of Directors. Thus, the Company has determined that he is well qualified to serve as an Outside Director, and has re-nominated him as a candidate for an Outside Director.</p> <p>Supplementary Information with respect to Independence</p> <p>Mr. Nicholas Benes has no special transactions with the Company that would affect his independent judgment. The Company has paid an annual fee to, and received executive training from the Board Director Training Institute of Japan, where he serves as a Representative Director. The amount of payment to the Board Director Training Institute of Japan in FY2024 was less than JPY 1,000,000.</p> <p>Therefore, the Company has determined that the institute does not constitute a significant business partner as defined in the Independence Criteria of Independent Outside Directors established by the Company, and accordingly, he is sufficiently independent. Furthermore, as he also satisfies the requirements for independent directors set forth by Tokyo Stock Exchange, Inc., the Company has registered him as an Independent Director.</p>			

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
6	 <p>Naoto Nishida</p> <p>Reappointed</p> <p>Independent</p> <p>(February 11, 1954)</p> <p>Number of Years as Outside Director: 2 years</p>	<p>April 1978 Joined Toshiba Corporation</p> <p>June 2007 Director, Production Engineering Center, Toshiba Corporation</p> <p>April 2009 General Manager, Productivity Planning Division, Toshiba Corporation</p> <p>April 2011 General Manager, Technology Planning Division, Toshiba Corporation</p> <p>June 2012 Executive Officer, Corporate Vice President (General Manager, Technology Planning Division), Toshiba Corporation</p> <p>June 2013 Executive Officer, Corporate Senior Vice President (In charge of Procurement & Logistics Group, In charge of Production Control Group), Toshiba Corporation</p> <p>June 2014 Board of Director, Executive Officer, Corporate Executive Vice President (In charge of Technology & Innovation Dept., IT system Dept., New Business Dept., Research & Development Center, Software Technology Center), Toshiba Corporation</p> <p>September 2015 Executive Officer, Corporate Executive Vice President (In charge of Research & Development Management Dept.), Toshiba Corporation</p> <p>April 2016 Executive Officer, Corporate Executive Vice President (In charge of Technology Management Dept.), Toshiba Corporation</p> <p>November 2017 Special Commission, Toshiba Corporation (present position)</p> <p>June 2023 Outside Director of Advantest Corporation (present position)</p>	1,325
<p>Reason for Nomination as Outside Director and Expected Roles</p> <p>Mr. Naoto Nishida possesses a wealth of knowledge and experience as a laser technology expert, in addition to his expertise in technology, supply chain management (SCM), production, and research & development at a global company deeply involved in semiconductors. The Company expects him to apply his expertise in our business, industry, and technology as well as his perspectives on strategic innovation to the Company group's global management, thereby contributing to the sustainable enhancement of corporate value and the revitalization of the Board of Directors. Thus, the Company has determined that he is well qualified to serve as an Outside Director, and has re-nominated him as a candidate for an Outside Director.</p> <p>Supplementary Information with respect to Independence</p> <p>Mr. Naoto Nishida has no special transactions with the Company that would affect his independent judgment. The Company has transactions with Toshiba Corporation, where Mr. Naoto Nishida serves as Special Commission, and its affiliates, including the sales of the Company's products. The amount of such transactions with Toshiba Corporation and its affiliates in FY2024 was less than 1% of the total of the Company's consolidated cost of sales and selling, general and administrative expenses.</p> <p>Therefore, the Company has determined that Toshiba Corporation does not constitute a significant business partner as defined in the Independence Criteria of Independent Outside Directors established by the Company, and accordingly, he is sufficiently independent. Furthermore, as he also satisfies the requirements for independent directors set forth by Tokyo Stock Exchange, Inc., the Company has registered him as an Independent Director.</p>			

Notes:

1. These candidates do not have any special interests with the Company.
2. Mr. Yoshiaki Yoshida is currently a Non-executive Director of the Company, and if his reappointment is approved, he will continue to serve as a Non-executive Director.
3. Messrs. Toshimitsu Urabe, Nicholas Benes, and Naoto Nishida are candidates for Outside Director.
4. The Company has entered into a limited liability agreement pursuant to Article 427, Paragraph 1 of the Companies Act with each of Messrs. Yoshiaki Yoshida, Toshimitsu Urabe, Nicholas Benes and Naoto Nishida. The upper limit of liability based on this agreement is the minimum liability as provided in the applicable laws and ordinances. If the candidates are reappointed as Directors as originally proposed, the Company will continue the respective limited liability agreements with each of them.
5. The Company has concluded a directors and officers liability insurance contract as provided for in Article 430-3, Paragraph 1 of the Companies Act, with insurance companies. The insurance policy insures all directors, executive officers and employees of the Company, including employees in managerial and supervisory positions, and all employees of Company subsidiaries, including executives and employees in managerial and supervisory positions, against legal damages and litigation expenses that may arise when the insured party assumes liability for the execution of his or her duties or is subject to a claim for the pursuit of the said liability. However, the insurance policy has certain exclusions, such as providing no coverage for damage suffered by insured parties arising from actions taken by the said insured parties with the knowledge that they were in violation of the law, to ensure that the insured parties execute their duties in an appropriate manner. The insurance premiums, including riders, are borne in their entirety by the company to which the insured party belongs, and no insurance premiums are borne by the insured parties themselves. Messrs. Douglas Lefever, Koichi Tsukui, Yoshiaki Yoshida, Toshimitsu Urabe, Nicholas Benes and Naoto Nishida are currently directors of the Company (excluding Directors who are Audit and Supervisory Committee members) and are covered by the insurance policy as insured. If they are reappointed as a Director, they will continue to be covered by the insurance policy as insured. The Company plans to renew the insurance contract while each director is in office.
6. The Company has concluded indemnification agreements with Messrs. Douglas Lefever, Koichi Tsukui, Yoshiaki Yoshida, Toshimitsu Urabe, Nicholas Benes and Naoto Nishida pursuant to Article 430-2, Paragraph 1 of the Companies Act. If the candidates are reappointed as Directors as originally proposed, the Company will continue the respective indemnification agreements with each of them. Under the said agreement, the Company shall indemnify the candidates against expenses listed in Item 1 of the Paragraph and losses listed in Item 2 of the Paragraph to the extent permitted by laws and regulations. However, certain conditions of exemption are established to ensure that the appropriateness of the execution of duties by the insured persons is not impaired by the said agreements, and the amount of expenses and losses of no less than JPY 3 million requires deliberation by the Board of Directors.
7. “Number of the Company Shares Held” is the number of the Company’s common shares held as of March 31, 2025. For residents in Japan, the number includes their interest in the Company’s Executives’ Shareholding Association, and for non-residents in Japan, the number includes their interest in the omnibus account established by Global Shares Execution Services Limited, the stock compensation plan administrator.
8. The Company has introduced a share-based compensation system for Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee Members), consisting of a restricted stock compensation plan and a performance share unit system. As Mr. Douglas Lefever is a Non-resident, the restricted stock unit plan (a plan in which shares of the Company are delivered after a certain period of time) is applied to him in lieu of the restricted stock compensation plan. Since the shares are to be delivered after the restricted period ends, the number of shares scheduled to be delivered under this plan is presented as “Number of Company Shares to be provided under the Restricted Stock Compensation”. Under the performance share unit system approved at the 82nd Ordinary General Meeting of Shareholders held on 28 June 2024, the number of shares to be delivered is calculated and granted based on the level of achievement of numerical performance targets for the business years corresponding to the Mid-term Management Plan (the performance evaluation period). Accordingly, the “Number of the Company Shares Held” and the “Number of Company Shares to be provided under the Restricted Stock Compensation” do not include any shares corresponding to performance evaluation period for which the achievement of performance targets has not yet been confirmed. Under this performance share unit system, the maximum total number of the Company’s common shares to be delivered to eligible Directors for each Mid-term Management Plan period (three fiscal years) is 1,200,000 shares.
9. The Company has introduced a restricted stock compensation plan as a stock-based compensation plan for Outside Directors of the Company (excluding Directors who are Audit and Supervisory Committee members).

Agenda Item No. 3: Election of 2 Directors who are Audit and Supervisory Committee members

The term of office of the current Directors who are Audit and Supervisory Committee members, Mr. Yuichi Kurita and Ms. Tomoko Nakada, will expire at the conclusion of this Ordinary General Meeting of Shareholders. The Company therefore proposes the election of 2 Directors who are Audit and Supervisory Committee members. The Company has obtained the consent of the Audit and Supervisory Committee with respect to this agenda item.

Below are the profiles of the candidates for Directors who are Audit and Supervisory Committee members.

Candidate No.	Name	Present position and assignment	Number of meetings of the Board of Directors and the Audit and Supervisory Committee attended
1	<input type="checkbox"/> Reappointed Yuichi Kurita	Director, Standing Audit and Supervisory Committee Member	Meetings of the Board of Directors: 13/13 (100%) Meetings of the Audit and Supervisory Committee: 14/14 (100%)
2	<input type="checkbox"/> Reappointed <input checked="" type="checkbox"/> Independent Tomoko Nakada	Outside Director, Audit and Supervisory Committee Member	Meetings of the Board of Directors: 13/13 (100%) Meetings of the Audit and Supervisory Committee: 14/14 (100%)

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
1	 <p data-bbox="311 566 459 618">Yuichi Kurita (July 28, 1949)</p> <div data-bbox="311 633 459 678" style="border: 1px solid black; padding: 2px; display: inline-block;">Reappointed</div> <p data-bbox="263 703 507 840">Number of Years as Director who is an Audit and Supervisory Committee member: 10 years</p>	<p data-bbox="536 297 644 322">April 1973</p> <p data-bbox="716 297 935 322">Joined Fujitsu Limited</p> <p data-bbox="536 333 652 358">March 2001</p> <p data-bbox="716 333 1007 358">Joined Advantest Corporation</p> <p data-bbox="536 369 638 394">June 2003</p> <p data-bbox="716 369 890 394">Executive Officer</p> <p data-bbox="536 405 638 430">June 2007</p> <p data-bbox="716 405 1085 430">Director, Managing Executive Officer</p> <p data-bbox="536 441 638 465">June 2010</p> <p data-bbox="716 441 1050 465">Director, Senior Executive Officer</p> <p data-bbox="536 477 638 501">June 2012</p> <p data-bbox="716 477 1177 501">Standing Audit and Supervisory Board Member</p> <p data-bbox="536 512 638 537">June 2015</p> <p data-bbox="716 512 1118 575">Director, Standing Audit and Supervisory Committee Member (present position)</p>	21,442

Reason for Nomination as Director who is an Audit and Supervisory Committee member:

Mr. Yuichi Kurita has many years of experience in finance and corporate planning departments and possesses a wealth of knowledge and experience in finance and accounting. He previously served as a Director and an Audit and Supervisory Board Member of the Company. He currently serves as a Director who is a standing Audit and Supervisory Committee member, striving to enhance audit, supervision, and corporate governance of the Company's group. In view of his achievements, the Company has determined that he is well qualified to further strengthen these functions and, has re-nominated him as a candidate for Director who is an Audit and Supervisory Committee member.

	Name (Date of Birth)	Brief Career Summary, Current Position and Responsibilities, and Other Significant Concurrent Positions (if any)	Number of the Company Shares Held
2	 Tomoko Nakada (January 20, 1972) <div style="border: 1px solid black; padding: 2px; width: fit-content; margin: 5px auto;">Reappointed</div> <div style="border: 1px solid black; padding: 2px; width: fit-content; margin: 5px auto;">Independent</div> Number of Years as Director who is an Audit and Supervisory Committee member: 2 years	April 1997 Judge, Tokyo District Court June 2000 Registered as attorney-at-law (Daini Tokyo Bar Association) August 2002 Registered as attorney, New York State, U.S.A March 2015 International Fellow, The American College of Trust and Estate Counsel (ACTEC) (present position) April 2017 Academician, The International Academy of Estate and Trust Law (TIAETL) (present position) December 2020 Founder and Representative, Tokyo Heritage Law Firm (present position) June 2021 Outside Director, Audit and Supervisory Committee Member, TS Tech Co., Ltd. (present position) June 2023 Outside Director, Audit and Supervisory Committee member of Advantest Corporation (present position)	1,325

Reason for Nomination as Director who is an Audit and Supervisory Committee member and Expected Roles

Although Ms. Tomoko Nakada has not been directly involved in the management of a company in the past, she possesses a wealth of experience and a high level of expertise in law as a judge and as a lawyer, gained through her work as corporate legal affairs, general civil cases, and domestic and international inheritance cases. The Company expects to apply her legal insights to the Company group’s audit and supervision, thereby contributing to the enhancement of compliance. Thus, the Company has determined that she is well qualified as an Outside Director who is an Audit and Supervisory Committee member, and has re-nominated her as a candidate for Outside Director who is an Audit and Supervisory Committee member.

Supplementary Information with respect to Independence

The Company has no special transactions with Ms. Tomoko Nakada, the law firm she is the representative of, or TS Tech Co., Ltd., where she serves as an Outside Director and Audit and Supervisory Committee member. However, Ms. Tomoko Nakada is a relative within the third degree of kinship of an attorney at the law firm of Nagashima Ohno & Tsunematsu. The Company has transactions with the law firm related to the provision of legal advice, but the amount paid to the firm by the Company in FY2024 was less than 1% of the total income of the law firm. Therefore, the Company has determined that she is sufficiently independent in accordance with the Independence Criteria of Independent Outside Directors established by the Company. Furthermore, as she also satisfies the requirements for independent directors set forth by Tokyo Stock Exchange, Inc., the Company has registered her as an Independent Director.

Notes:

1. These candidates do not have any special interests with the Company.
2. Ms. Tomoko Nakada is a candidate for Outside Director.
3. The Company has entered into a limited liability agreement pursuant to Article 427, Paragraph 1 of the Companies Act with Mr. Yuichi Kurita and Ms. Tomoko Nakada. The upper limit of liability based on this agreement is the minimum liability as provided in the applicable laws and ordinances. If the candidates are reappointed as Directors as originally proposed, the Company will continue the respective limited liability agreements with each of them.
4. The Company has concluded a directors and officers liability insurance contract as provided for in Article 430-3, Paragraph 1 of the Companies Act, with an insurance company. The insurance policy insures all directors, executive officers and employees of the Company, including employees in managerial and supervisory positions, and all employees of the Company subsidiaries, including executives and employees in managerial and supervisory positions, against legal damages and litigation expenses that may arise when the insured party assumes liability for the execution of his or her duties or is subject to a claim for the pursuit of the said liability. However, the insurance policy has certain exclusions, such as providing no coverage for damage suffered by insured parties arising from actions taken by the said insured parties with the knowledge that they were in violation of the law, to ensure that the insured parties execute their duties in an appropriate manner. The insurance premiums, including riders, are borne in their entirety by the company to which the insured party belongs, and no insurance premiums are borne by the insured parties themselves. Mr. Yuichi Kurita and Ms. Tomoko Nakada are currently Directors who are Audit and Supervisory Committee members of the Company and are covered by the insurance policy as insured. If both of them are reappointed as Director who are Audit and Supervisory Committee members, they will continue to be covered by the insurance policy as insured. The Company plans to renew the insurance contract while the directors are in office.
5. The Company has concluded an indemnification agreement with Mr. Yuichi Kurita and Ms. Tomoko Nakada pursuant to Article 430-2, Paragraph 1 of the Companies Act. If the candidates are reappointed as Directors as originally proposed, the Company will continue the respective indemnification agreements with each of them. Under the said agreement, the Company shall indemnify the candidates against expenses listed in Item 1 of the Paragraph and losses listed in Item 2 of the Paragraph to the extent permitted by laws and regulations. However, certain conditions of exemption are established to ensure that the appropriateness of the execution of duties by the insured persons is not impaired by the said agreements, and the amount of expenses and losses of no less than JPY 3 million requires the deliberation by the Board of Directors.
6. “Number of the Company Shares Held” is the number of the Company’s common shares held as of March 31, 2025. The number includes their interest in the Company’s Executives’ Shareholding Association.
7. The Company has introduced a restricted stock compensation plan as a stock-based compensation plan for Directors who are Audit and Supervisory Committee members.

(Reference) Overview of Agenda Items No. 4, No. 5 and No. 6

Revision of the Compensation System for Directors (excluding Directors who are Audit & Supervisory Committee members) and Directors who are Audit & Supervisory Committee members

			Directors (excluding Outside Directors and Audit & Supervisory Committee members)	Outside Directors (excluding Directors who are Audit and Supervisory Committee members)	Directors who are Audit & Supervisory Committee member
Cash Compensation	Maximum amount	Current	Up to JPY1.2 billion per year	Up to JPY 150 million per year	Up to JPY100 million per year
		Proposal	<i>No change</i>	<i>No change</i>	<i>No change</i>
Restricted Stock (RS)	Maximum amount and the number of shares Agenda Items 5 and 6	Current	Up to JPY 1 billion / 400,000 shares per year	Up to JPY 45 million / 18,000 shares per year	Up to JPY 30 million / 12,000 shares per year
		Proposal	<i>No change</i>	Up to JPY 75 million / 30,000 shares per year	Up to JPY 50 million / 20,000 shares per year
	Timing of Lifting of Transfer Restrictions (as medium- to long-term incentives) Agenda Item 4	Current	Upon resignation of Director and executive officer	Upon resignation of Director	Upon resignation of Director
		Proposal	At least 3 years only for Non-residents	<i>No change</i>	<i>No change</i>
	Timing of Lifting of Transfer Restrictions (as part of the Recruiting & Retention Program)	Current	At least 3 years	Not granted	Not granted
		Proposal	<i>No change</i>	<i>No change</i>	<i>No change</i>
Maximum amount per person Agenda Items 5 and 6	Current	Within overall compensation limit	Up to 30% of cash compensation and JPY 5 million per year	Up to 30% of cash compensation and JPY 5 million per year	
	Proposal	<i>No change</i>	Up to one-third of total compensation	Up to one-third of total compensation	
Performance Share Units (PSU)	Maximum amount and the number of shares	Current	Up to JPY 1 billion / 400,000 shares per year	Not granted	Not granted
		Proposal	<i>No change</i>	<i>No change</i>	<i>No change</i>

* Maximum dilution rate per year, including existing executive compensation plans that are not subject to revision this time

Current: Approximately 0.21%

Proposal: Approximately 0.22%

<Reason for the Revisions>

Agenda Item 4: In accordance with the RS granting conditions of overseas global companies.

Agenda Items 5 and 6: To respond to the increasing compensation levels of Outside Directors and Directors who are Audit & Supervisory Committee Members, while promoting value-sharing with shareholders.

* To enhance discipline, stock ownership guidelines have been introduced and a clawback mechanism has been established, in conjunction with efforts to improve the flexibility of the executive compensation system in response to business and organizational expansion as well as globalization.

Agenda Item No. 4: Revision of the restricted stock compensation plan for Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members)

At the 79th Ordinary General Meeting of Shareholders held on June 23, 2021, based on a resolution of the Board of Directors of the Company, the Company shall issue restricted stock compensation (hereinafter referred to as "RS" in this agenda item) to the Directors of the Company (excluding Outside Directors and Directors who are Audit and Supervisory Committee members. Hereinafter referred to as "Eligible Directors") as a medium- to long-term incentive. At the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024, regarding RS, the total amount of monetary compensation claims to be paid to the Eligible Directors for this item shall be "not more than 1 billion yen per year", the total number of the Company's common stocks to be issued or disposed of to the Eligible Directors by payment of all such monetary compensation claims as assets contributed in kind shall be "not more than 400,000 shares per year" and in addition to RS as a medium- to long-term incentives, the Company may grant RS within the framework of the total amount of monetary compensation claims and the total number of shares of common stock as a recruiting and retention program.

Considering regional differences in the system and the practice of stock-based compensation, the Company proposes revising the RS system as below, with the aim of further increasing incentives for the Eligible Directors.

Specifically, regarding the existing RS (the outline of which is described in 1. and 2.(1) below), which set the transfer restriction period from the date of allotment to the time immediately after retirement from any of the positions of Director or executive officer of the Company for the purpose of medium- to long-term incentives, the Company proposes to make the transfer restriction period etc. applicable to non-residents of Japan the same as that of the existing RS as a recruiting and retention program (the outline of which is described in 1. and 2. (3) below), which has a transfer restriction period of three years or longer (the outline of which is described in 2. (2) below).

Other than the above revisions, there are no changes to the contents of this RS system.

The outline of the revised RS system and other details based on this agenda item are as described in 1. through 3. below. The specific timing and allocation of payments to each Eligible Director will be determined by the Company's Board of Directors after deliberation by the Nomination and Compensation Committee.

With regard to this agenda, the Company has received a report from the Audit and Supervisory Committee stating that this agenda was decided by the Board of Directors following the deliberation by the Nomination and Compensation Committee, that the procedure for determining compensation, etc. was appropriate, and that there were no specific findings. The Company believes the details to be appropriate.

The current number of Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) is three. If Agenda Item No. 2, "Election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members)," is approved and passed as originally proposed, there will be no change in the number of such Directors.

1. Overview of RS

Based on the resolution of the Board of Directors, the Eligible Directors shall make in-kind payment of all cash compensation claims paid to the Eligible Directors and shall in return receive shares of common stock of the Company that shall be issued or disposed of as RS, and the total number of shares of common stock of the Company to be issued or disposed of under this agenda item shall not exceed 400,000 shares per year. However, if the Company splits (including an allotment of common shares without consideration) or consolidates its common stock after the date of the resolution for this agenda item, or if the total number of shares of common stock of the Company to be issued or disposed of as RS needs to be adjusted, the total number of such shares shall be adjusted

to a reasonable extent.

The amount to be paid-in per share of common stock of the Company that has been issued or disposed as stated above shall be determined by the Board of Directors, within a scope in which the amount is not particularly favorable to the Eligible Directors who subscribe for such shares of common stock of the Company, based on the closing price of shares of common stock of the Company on the Prime Market of the Tokyo Stock Exchange on the business day immediately preceding each date of the resolution by the Board of Directors regarding such issuance or disposal (or, if there was no trade on such business day, the closing price on the trading day immediately prior thereto). In addition, upon the issuance or disposal of the Company's common shares and the payment of monetary compensation claims as assets contributed in kind, the Company and the Eligible Director shall enter into an agreement on the allotment of restricted stock (hereinafter referred to as the "Allotment Agreement" in this agenda item) including the terms and conditions set forth in Section 2 below.

2. Outline of details of the Allotment Agreement

(1) RS as a medium- to long-term incentive for residents of Japan

The details of the Allotment Agreement to be concluded in the case where RS are granted as a medium- to long-term incentive to Eligible Directors who are residents of Japan on the date of the conclusion of the Allotment Agreement shall be as below:

① Transfer restriction period

The Eligible Directors may not transfer, create a security interest on, or otherwise dispose of shares of common stock of the Company allotted to them under the Allotment Agreement (hereinafter referred to as "Allotted Shares" in this Item (1)) during the period from the date of allotment in accordance with the Allotment Agreement until the time immediately after their resignation from any of the position of Director or executive officer of the Company (hereinafter referred to as the "Transfer Restriction Period" in this Item (1)) (this restriction hereinafter referred to as the "Transfer Restriction" in this Item (1)).

② Handling when resigning for reasons other than those justifiable prior to the expiration of the Term of Service

In the event that an Eligible Director resigns from any of the positions of Director or executive officer of the Company before the expiration of the period determined in advance by the Board of Directors (hereinafter referred to as the "Term of Service" in this Item (1)), the Company shall automatically acquire the Allotted Shares without consideration, unless such resignation is due to expiration of term of office, death or for other justifiable reasons.

③ Lifting the Transfer Restriction

The Company shall lift the Transfer Restriction for all of the Allotted Shares upon expiration of the Transfer Restriction Period, on the condition that the Eligible Director continuously remained in the position of Director or executive officer of the Company throughout the Term of Service. If the Eligible Director resigned from any of the position of a Director or an executive officer of the Company prior to the expiration of the Term of Service due to expiration of term of office, death or for other justifiable reasons, the Company shall make reasonable adjustments, as necessary, to the number of Allotted Shares for which the Transfer Restriction will be lifted and the timing at which the Transfer Restriction will be lifted. The Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted in accordance with the above-stated provisions.

④ Treatment in the event of organizational restructuring, etc.

Notwithstanding the provisions in ① above, if, during the Transfer Restriction Period, matters concerning a merger agreement in which the Company becomes the dissolving company, a stock-for-stock exchange agreement or a stock-transfer plan in which the Company becomes a wholly-owned subsidiary or any other matters concerning organizational restructuring, etc. is approved at the General Meeting of Shareholders of the Company (or the Board of Directors of the Company

in cases where approval at a general meeting of shareholders is not required for the such organizational restructuring, etc.), the Company shall, by resolution of the Board of Directors, lift the Transfer Restriction prior to the effective date of such organizational restructuring, etc., for the number of Allotted Shares that is reasonably determined based on the period from the date of commencement of the Transfer Restriction Period until the date of approval of such organizational restructuring, etc. In the cases set forth above, the Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted.

⑤ Other Matters

Other matters concerning Allotment Agreement shall be determined by the Board of Directors of the Company.

(2) RS as a medium- to long-term incentive for non-residents of Japan

The details of the Allotment Agreement to be concluded in the case where RS are granted as a medium- to long-term incentive to Eligible Directors who are non-residents of Japan on the date of the conclusion of the Allotment Agreement shall be similar to that of the Allotment Agreement to be concluded when RS are granted as a recruiting and retention program as described below in (3).

(3) RS as a recruiting and retention program

The details of the Allotment Agreement to be concluded in the case where RS are granted as a recruiting and retention program to the Eligible Directors (regardless of whether they are residents or non-residents of Japan) shall be as below:

① Transfer restriction period

The Eligible Directors may not transfer, create a security interest on, or otherwise dispose of shares of common stock of the Company allotted to them under the Allotment Agreement (hereinafter referred to as “Allotted Shares” in this Item (3)) for a period of not less than three (3) years from the date of allotment under the Allotment Agreement, as determined by the Board of Directors of the Company (hereinafter referred to as the “Transfer Restriction Period” in this Item (3)) (this restriction hereinafter referred to as the “Transfer Restriction” in this Item (3)).

② Handling when resigning or retiring for reasons other than those justifiable prior to the expiration of the Term of Service

In the event that an Eligible Director resigns from any of the positions of Director, corporate auditor, executive officer, employee (including contract employees) or any other similar position at the Company or any of its subsidiaries before the expiration of the Transfer Restriction Period, the Company shall automatically acquire the Allotted Shares without consideration, unless such resignation is due to expiration of term of office, death or for other justifiable reasons.

③ Lifting the Transfer Restriction

The Company shall lift the Transfer Restriction for all of the Allotted Shares upon expiration of the Transfer Restriction Period, on the condition that the Eligible Director continuously remained in the position of Director, corporate auditor, executive officer, employee (including contract employees) or any other similar position at the Company or any of its subsidiaries. If the Eligible Director resigned from any of the position of Director, corporate auditor, executive officer, employee (including contract employees) or any other similar position at the Company or any of its subsidiaries, prior to the expiration of the Transfer Restriction Period due to expiration of term of office, death or for other justifiable reasons, the Company shall make reasonable adjustments, as necessary, to the number of Allotted Shares for which the Transfer Restriction will be lifted and the timing at which the Transfer Restriction will be lifted. The Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted in accordance with the above-stated provisions.

④ Treatment in the event of organizational restructuring, etc.

Notwithstanding the provisions in ① above, if, during the Transfer Restriction Period, matters concerning a merger agreement in which the Company becomes the dissolving company, a stock-for-stock exchange agreement or a stock-transfer plan in which the Company becomes a wholly-

owned subsidiary or any other matters concerning organizational restructuring, etc. is approved at the General Meeting of Shareholders of the Company (or the Board of Directors of the Company in cases where approval at a general meeting of shareholders is not required for the such organizational restructuring, etc.), the Company shall, by resolution of the Board of Directors, lift the Transfer Restriction prior to the effective date of such organizational restructuring, etc., for the number of Allotted Shares that is reasonably determined based on the period from the date of commencement of the Transfer Restriction Period until the date of approval of such organizational restructuring, etc. In the cases set forth above, the Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted.

⑤ Other Matters

Other matters concerning Allotment Agreement shall be determined by the Board of Directors of the Company.

3. Post-delivery restricted stock unit plan

If the Eligible Director is a non-resident of Japan at the time of receiving the allotment of above RSs, the restricted stock unit ("RSU") plan (a plan in which shares of the Company are delivered after a certain period of time) may be applied instead of the above RSs for the purpose of complying with laws and regulations and avoiding tax disadvantages in the country of residence of such Eligible Director. Even in such case, the terms shall be the same as those of the above RSs, except for the timing of the issuance or disposal of shares of common stock of the Company and a payment of money to the heirs of the Directors in lieu of shares in the event of the death of the subject director. The RSs and RSUs together will be operated within the total amount of monetary compensation claims and the total number of shares of the Company's common stock set forth above.

Agenda Item No. 5: Revision of the restricted stock compensation plan for Outside Directors (excluding Directors who are Audit and Supervisory Committee members)

At the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024, based on a resolution of the Board of Directors of the Company, the Company shall issue restricted stock compensation (hereinafter referred to as "RS" in this agenda item) to the Outside Directors of the Company (excluding Directors who are Audit and Supervisory Committee members. Hereinafter referred to as "Eligible Outside Directors"). The total amount of monetary compensation claims to be paid to Outside Directors shall be "not more than 45 million yen per year" and the total number of shares of common stock of the Company to be issued or disposed of to the Eligible Outside Directors as a result of payment of all such monetary compensation claims as assets contributed in kind shall be "not more than 18,000 shares per year". The amount of monetary compensation claims to be paid to each Eligible Outside Director with respect to RS shall be "not more than 30% of the amount of monetary compensation to be paid to such an Eligible Outside Director and not more than 5,000,000 yen".

In order to further promote the Eligible Outside Directors to share value with shareholders, the Company proposes revising the RS system as below.

Specifically, with respect to RS, (1) the total amount of monetary compensation claims to be paid to Eligible Outside Directors shall be revised to "not more than 75 million yen per year" and the total number of shares of common stock of the Company to be issued or disposed of to the Eligible Outside Directors as a result of payment of all such monetary compensation claims as assets contributed in kind shall be revised to "not more than 30,000 shares per year" and (2) the amount of monetary compensation claims to be paid to each Eligible Outside Director shall be revised to "not more than one-third of the total of this amount and the amount of monetary compensation to be paid to such an Eligible Outside Director".

The maximum number of shares of our common stock to be issued or disposed of as RS is 30,000 shares per year as described above, and the maximum dilution rate will be approximately 0.004% per year at the time of the resolution of this agenda item. Even if Agenda Item No. 4, No. 5 and No. 6 are approved as proposed, the maximum number of shares of common stock of the Company to be issued or disposed of pursuant to those propositions and Performance Share Unit System for Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) resolved at the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024 is 1,650,000 shares per year, and the maximum dilution rate will be approximately 0.22% per year at the time of resolution of this agenda item.

The overview of the RS and other details based on this agenda item are described in 1. through 3. below, and there is no change from the previous version except for the above-mentioned points. The specific timing and allocation of payments to each Eligible Outside Director will be determined by the Company's Board of Directors after deliberation by the Nomination and Compensation Committee.

With regard to this agenda, the Company has received a report from the Audit and Supervisory Committee stating that this agenda was decided by the Board of Directors following the deliberation by the Nomination and Compensation Committee, that the procedure for determining compensation, etc. was appropriate, and that there were no specific findings. The Company believes the details to be appropriate.

The current number of Outside Directors (excluding Directors who are Audit and Supervisory Committee members) is three. If Agenda Item No.2, "Election of 6 Directors (excluding Directors who are Audit and Supervisory Committee members)," is approved and passed as proposed, there will be no change in the number of Outside Directors.

1. Overview of the RS

Based on the resolution of the Board of Directors, the Eligible Outside Directors shall make in-kind payment of all cash compensation claims paid to the Eligible Outside Directors and shall in return

receive shares of common stock of the Company that shall be issued or disposed of as RS, and the total number of shares of common stock of the Company to be issued or disposed of under this agenda shall not exceed 30,000 shares per year. However, if the Company splits (including an allotment of common shares without consideration) or consolidates its common stock after the date of the resolution for this agenda, or if the total number of shares of common stock of the Company to be issued or disposed of as RS needs to be adjusted, the total number of such shares shall be adjusted to a reasonable extent. The amount to be paid-in per share of common stock of the Company that has been issued or disposed as stated above shall be determined by the Board of Directors, within a scope in which the amount is not particularly favorable to the Eligible Outside Directors who subscribe for such shares of common stock of the Company, based on the closing price of shares of common stock of the Company on the Prime Market of the Tokyo Stock Exchange on the business day immediately preceding each date of the resolution by the Board of Directors regarding such issuance or disposal (or, if there was no trade on such business day, the closing price on the trading day immediately prior thereto).

2. Outline of details of the Allotment Agreement

① Transfer restriction period

The Eligible Outside Directors may not transfer, create a security interest on, or otherwise dispose of shares of common stock of the Company allotted to them under the Allotment Agreement (hereinafter referred to as “Allotted Shares” in this agenda item) during the period from the date of allotment in accordance with the Allotment Agreement until the time immediately after their resignation of Director of the Company (hereinafter referred to as the “Transfer Restriction Period” in this agenda item) (this restriction hereinafter referred to as the “Transfer Restriction” in this agenda item).

② Handling when resigning for reasons other than those justifiable prior to the expiration of the Term of Service

In the event that an Eligible Outside Director resigns from Director of the Company before the expiration of the period determined in advance by the Board of Directors (hereinafter referred to as the “Term of Service” in this agenda item), the Company shall automatically acquire the Allotted Shares without consideration, unless such resignation is due to expiration of term of office, death or for other justifiable reasons.

③ Lifting the Transfer Restriction

The Company shall lift the Transfer Restriction for all of the Allotted Shares upon expiration of the Transfer Restriction Period, on the condition that the Eligible Outside Director continuously remained in the position of Director of the Company throughout the Term of Service. If the Eligible Outside Director resigned from the position of Director of the Company prior to the expiration of the Term of Service due to expiration of term of office, death or for other justifiable reasons, the Company shall make reasonable adjustments, as necessary, to the number of Allotted Shares for which the Transfer Restriction will be lifted and the timing at which the Transfer Restriction will be lifted. The Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted in accordance with the above-stated provisions.

④ Treatment in the event of organizational restructuring, etc.

Notwithstanding the provisions in ① above, if, during the Transfer Restriction Period, matters concerning a merger agreement in which the Company becomes the dissolving company, a stock-for-stock exchange agreement or a stock-transfer plan in which the Company becomes a wholly-owned subsidiary or any other matters concerning organizational restructuring, etc. is approved at the General Meeting of Shareholders of the Company (or the Board of Directors of the Company in cases where approval at a general meeting of shareholders is not required for the such organizational restructuring, etc.), the Company shall, by resolution of the Board of Directors, lift the Transfer Restriction prior to the effective date of such organizational restructuring, etc., for

the number of Allotted Shares that is reasonably determined based on the period from the date of commencement of the Transfer Restriction Period until the date of approval of such organizational restructuring, etc. In the cases set forth above, the Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted.

⑤ Other matters

Other matters concerning Allotment Agreement shall be determined by the Board of Directors of the Company.

3. Post-delivery restricted stock unit plan

If an Eligible Outside Director is a non-resident of Japan at the time of receiving the allotment of the above RSs, the restricted stock unit ("RSU") plan (a plan in which shares of the Company are delivered after a certain period of time) may be applied instead of the above RSs for the purpose of complying with laws and regulations and avoiding tax disadvantages in the country of residence of such Eligible Outside Director. Even in such case, the terms shall be the same as those of the above RSs, except for the timing of the issuance or disposal of shares of common stock of the Company and a payment of money to the heirs of the Directors in lieu of shares in the event of the death of the subject director. The RSs and RSUs together will be operated within the total amount of monetary compensation claims and the total number of shares of the Company's common stock set forth above.

Agenda Item No. 6: Revision of the restricted stock compensation plan for Directors who are Audit and Supervisory Committee members

At the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024, based on a resolution of the Board of Directors of the Company, the Company shall issue restricted stock compensation (hereinafter referred to as "RS" in this agenda item) to the Directors who are Audit and Supervisory Committee members of the Company. The total amount of monetary compensation claims to be paid to Directors who are Audit and Supervisory Committee members with respect to RS shall be "not more than 30 million yen per year" and the total number of shares of common stock of the Company to be issued or disposed to Directors who are Audit and Supervisory Committee members by payment of all such monetary compensation claims as assets contributed in kind shall be "12,000 shares per year". The amount of monetary compensation claims to be paid to each Director who are Audit and Supervisory Committee members with respect to RS shall be "not more than 30% of the amount of monetary compensation to be paid to such Director who are Audit Committee members and not more than 5 million yen".

In order to further promote the Directors who are Audit and Supervisory Committee members to share value with shareholders, the Company proposes to revise the RS system as below.

Specifically, with respect to RS, (1) the total amount of monetary compensation claims to be paid to the Directors who are Audit and Supervisory Committee members shall be revised to "not more than 50 million yen per year" and the total number of shares of common stock of the Company to be issued or disposed of to the Directors who are Audit and Supervisory Committee members as a result of payment of all such monetary compensation claims as assets contributed in kind shall be revised to "not more than 20,000 shares per year" and (2) the amount of monetary compensation claims to be paid to each Directors who are Audit and Supervisory Committee members shall be revised to "not more than one-third of the total of this amount and the amount of monetary compensation to be paid to such an Director who is an Audit and Supervisory Committee member".

The maximum number of shares of our common stock to be issued or disposed of as RS is 20,000 shares per year as described above, and the maximum dilution rate will be approximately 0.003% per year at the time of the resolution of this agenda item. Even if Agenda Item No. 4, No. 5 and No. 6 are approved as proposed, the maximum number of shares of common stock of the Company to be issued or disposed of pursuant to those propositions and Performance Share Unit System for directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) resolved at the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024 is 1,650,000 shares per year, and the maximum dilution rate will be approximately 0.22% per year at the time of resolution of this agenda item.

The overview of the RS and other details based on this agenda item are described in 1. through 3. below, and there is no change from the previous version except for the above-mentioned points. The specific timing and allocation of payments to each director who is an Audit and Supervisory Committee member will be determined by the Audit and Supervisory Committee.

With regard to this agenda, the revision of this plan were discussed by all Audit and Supervisory Committee members, and the Company has received a report from the Audit and Supervisory Committee stating that this agenda was decided by the Board of Directors following the deliberation by the Nomination and Compensation Committee, that the procedure for determining the compensation, etc. was appropriate, and that there were no specific opinions that should be stated at the General Meeting of Shareholders. The Company believes the details to be appropriate.

The current number of Directors who are Audit and Supervisory Committee members is three, and if Agenda Item No. 3, "Election of 2 Directors who are Audit and Supervisory Committee members," is approved and passed as proposed, there will be no change in the number of Directors who are Audit and Supervisory Committee members.

1. Overview of the RS

Based on the resolution of the Board of Directors, the eligible directors who are Audit and

Supervisory Committee members shall make in-kind payment of all cash compensation claims paid to the eligible directors and shall in return receive shares of common stock of the Company that shall be issued or disposed of as RS, and the total number of shares of common stock of the Company to be issued or disposed of under this agenda shall not exceed 20,000 shares per year. However, if the Company splits (including an allotment of common shares without consideration) or consolidates its common stock after the date of the resolution for this agenda, or if the total number of shares of common stock of the Company to be issued or disposed of as RS needs to be adjusted, the total number of such shares shall be adjusted to a reasonable extent.

The amount to be paid-in per share of common stock of the Company that has been issued or disposed as stated above shall be determined by the Board of Directors, within a scope in which the amount is not particularly favorable to the eligible directors who are Audit and Supervisory Committee members who subscribe for such shares of common stock of the Company, based on the closing price of shares of common stock of the Company on the Prime Market of the Tokyo Stock Exchange on the business day immediately preceding each date of the resolution by the Board of Directors regarding such issuance or disposal (or, if there was no trade on such business day, the closing price on the trading day immediately prior thereto). The issuing or disposal of shares of common stock of the Company under this agenda and in-kind payment of cash compensation claims shall be subject to the conclusion of an agreement on the allotment of restricted stock including the terms and conditions set forth below (hereinafter referred to as the "Allotment Agreement" in this agenda item) with each eligible director who is an Audit and Supervisory Committee member that includes the following details.

2. Outline of details of the Allotment Agreement

① Transfer restriction period

The eligible directors who are Audit and Supervisory Committee members may not transfer, create a security interest on, or otherwise dispose of shares of common stock of the Company allotted to them under the Allotment Agreement (hereinafter referred to as "Allotted Shares" in this agenda) during the period from the date of allotment in accordance with the Allotment Agreement until the time immediately after their resignation as a Director of the Company (hereinafter referred to as the "Transfer Restriction Period" in this agenda) (this restriction hereinafter referred to as the "Transfer Restriction" in this agenda).

② Handling when resigning for reasons other than those justifiable prior to the expiration of the Term of Service

In the event that an eligible director who is an Audit and Supervisory Committee member resigns as a Director of the Company before the expiration of the period determined in advance by the Board of Directors (hereinafter referred to as the "Term of Service" in this agenda), the Company shall automatically acquire the Allotted Shares without consideration, unless such resignation is due to expiration of term of office, death or for other justifiable reasons.

③ Lifting the Transfer Restriction

The Company shall lift the Transfer Restriction for all of the Allotted Shares upon expiration of the Transfer Restriction Period, on the condition that the eligible director who is an Audit and Supervisory Committee member continuously remained in the position of Director of the Company throughout the Term of Service. If the eligible director who is an Audit and Supervisory Committee member resigned from the position of a Director of the Company prior to the expiration of the Term of Service due to expiration of term of office, death or for other justifiable reasons, the Company shall make reasonable adjustments, as necessary, to the number of Allotted Shares for which the Transfer Restriction will be lifted and the timing at which the Transfer Restriction will be lifted. The Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted in accordance with the above-stated provisions.

④ Treatment in the event of organizational restructuring, etc.

Notwithstanding the provisions in ① above, if, during the Transfer Restriction Period, matters concerning a merger agreement in which the Company becomes the dissolving company, a stock-for-stock exchange agreement or a stock-transfer plan in which the Company becomes a wholly-owned subsidiary or any other matters concerning organizational restructuring, etc. is approved at the General Meeting of Shareholders of the Company (or the Board of Directors of the Company in cases where approval at a general meeting of shareholders is not required for the such organizational restructuring, etc.), the Company shall, by resolution of the Board of Directors, lift the Transfer Restriction prior to the effective date of such organizational restructuring, etc., for the number of Allotted Shares that is reasonably determined based on the period from the date of commencement of the Transfer Restriction Period until the date of approval of such organizational restructuring, etc. In the cases set forth above, the Company shall automatically acquire without consideration Allotted Shares for which the Transfer Restriction has not been lifted at the time immediately after the Transfer Restriction is lifted.

⑤ Other matters

Other matters concerning Allotment Agreement shall be determined by the Board of Directors of the Company with the consent of the Audit and Supervisory Committee.

3. Post-delivery restricted stock unit plan

If a Director who is the Audit and Supervisory Committee member is a non-resident of Japan at the time of receiving allotment of the above RSs, the restricted stock unit ("RSU") plan (a plan in which shares of the Company are delivered after a certain period of time) may be applied instead of the above RSs for the purpose of complying with laws and regulations and avoiding tax disadvantages in the country of residence of such Director who is the Audit and Supervisory Committee member. Even in such case, the terms shall be the same as those of the above RSs, except for the timing of the issuance or disposal of shares of common stock of the Company and a payment of money to the heirs of the Directors in lieu of shares in the event of the death of the subject director. The RSs and RSUs together will be operated within the total amount of monetary compensation claims and the total number of shares of the Company's common stock set forth above.

END

(Reference)

Policies and Procedures for Determining Compensation for Directors and Executive Officers (after revisions)

1. Basic policy

Based on the Company's corporate mission and vision, we aim to create a system for the compensation of directors and executive officers that contributes to the enhancement of corporate value. The ground rules of the system are as follows.

- (1) Compensation mix and compensation level that shall attract international human resources who support the Company's global business development.

In order to continue to grow globally in the complex and rapidly evolving semiconductor industry, we will appoint talented people from all over the world and compensate them appropriately by global standards.

- (2) Bonus that is strongly linked to business performance

Given the inevitability of fluctuations in business performance, strongly indexing bonuses to performance will fully reward the contributions of officers when business performance is strong and will reduce the burden on the Company during downturns in business performance.

- (3) Stock compensation that incentivizes directors and officers to share values with shareholders and promotes management from a medium- to long-term perspective

We will combine transfer-restricted stock compensation, which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders, and performance-linked stock compensation, which promotes the achievement of medium-term management goals that lead to corporate value improvement.

2. Policy on the system, timing, conditions, and determination of compensation for director (excluding outside directors and directors who are Audit and Supervisory Committee members)

- (1) For directors who also serve as executive officers, base compensation (monetary remuneration) appropriate to their duties and responsibilities will be paid monthly, in addition to the executive officer compensation specified in 5 below.

- (2) The compensation of directors who do not serve as executive officers shall be set as follows, in accordance with the basic policy set forth in 1 above.

(a) Structure: Base compensation (monetary remuneration), Stock compensation

(b) Ratio: Base compensation : Stock compensation = 1 : 1 (guideline in the standard amount)

(c) Base compensation

Base compensation shall be set at an appropriate level according to duties and responsibilities as such director, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).

(d) Stock compensation

- We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
- Shares of RS will be granted every business year as described above.
- As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when a director retires.

- (3) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.

3. Policy on the system, timing, conditions, and determination of compensation for outside directors (excluding directors who are Audit and Supervisory Committee members)

The compensation of outside directors (excluding directors who are Audit and Supervisory Committee members) shall be set as follows in consideration of their roles and independence with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Stock compensation

- (2) Ratio: Stock compensation not to exceed one-third of total compensation

- (3) Base compensation

Base compensation shall be set at an appropriate level according to duties and responsibilities as such director, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).

- (4) Stock compensation
 - We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
 - Shares of RS will be granted every business year as described above.
 - As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when an director retires.
- (5) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.

4. Policy on the system, timing, conditions, and determination of compensation for directors who are Audit and Supervisory Committee members

The compensation of directors who are Audit and Supervisory Committee members shall be set as follows in consideration of their roles and independence with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Stock compensation
- (2) Ratio: Stock compensation not to exceed one-third of total compensation
- (3) Base compensation
 - Base compensation will be paid monthly. The individual compensation level of directors who are Audit and Supervisory Committee members will be decided through discussions with them.
- (4) Stock compensation
 - We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
 - Shares of RS will be granted every business year as described above.
 - The individual compensation level of directors who are Audit and Supervisory Committee members will be decided through discussions with them.
 - As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when an director retires.
- (5) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.

5. Policy on the system, timing, conditions, and determination of compensation for executive officers

The compensation of executive officers shall be set as follows with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Performance-linked bonuses (monetary remuneration), Stock compensation
- (2) Ratio: Base compensation : Performance-linked bonuses : Stock compensation =
 - 1 : 1 : 4 (Senior Executive Officer (Group CEO))
 - 1 : 1 : 2 (Senior Executive Officer (Group COO))
 - Between 1 : 1 : 1 and 1 : 1 : 1.5 (Senior Executive Officer)
 - 1 : 1 : 1 (Executive Officer)

*All of the above estimates are based on the standard amount.

- (3) Base compensation
 - Base compensation shall be set at an appropriate level according to individual duties and responsibilities, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).
- (4) Performance-linked bonuses
 - Performance-linked bonuses (monetary remuneration) are short-term incentives for the results

of a single year, and are paid once a year after the performance of the Group for the relevant business year is confirmed.

- a. The amount of bonuses is determined using net income as an index.
 - b. Target amounts will be set by referring to the net income targets of the single-year business plan and mid-term management plan. We will pay the standard amount when the target values are achieved, but the amount paid will fluctuate as described below when actual results undershoot or exceed the target values.
 - Actual results <50% of target values: 0% of standard amount
 - Actual results >150% of target values: 200% of standard amount
 - Actual results 50% -150% of target values: Varies between 0-200% of standard amount
- (5) Stock compensation
- We will grant restricted stock (RS) and performance-linked stock compensation (PSU) with the intention of incentivizing the pursuit of medium- to long-term enhancement of corporate value in alignment with shareholder priorities. As a general rule, the ratio of RS to PSUs should be 1:3 for the Senior Executive Officers (Group CEO) and 1:1 for other Executive Officers.
 - a. Shares of RS will be granted every business year as described above. As a general rule, for residents in Japan, holding is obligatory during the term of office, and transfer restrictions will be lifted when an officer retires and for non-residents in Japan, establish a transfer restriction period of 3 to 5 years.
 - b. PSU shall be granted in a lump sum for three years in the first year of the three-year mid-term management plan, with the base value being the points that will become shares of a value determined to be as described above. After the expiration of the term of the mid-term management plan, We will grant shares in proportion to the points, which are varied between 60% and 140% of the base value according to the degree of achievement of the mid-term management targets. The indicators for evaluating achievement of mid-term management targets are as follows, and the degree of fluctuation is determined by the total value of both indicators.
 - Main indicator: Earnings per share (EPS) during the mid-term management plan
 - Fluctuation between 70% and 130% of the standard amount
 - Sub-indicator: Relative Total Shareholders Return (r-TSR) and Sustainability
 - Fluctuation between -5% to 5% of the standard amount

*However, the indicators and fluctuation ranges may be revised in response to the new mid-term management plan.
- Note, officers who take office or retire in the second or third years of the medium-term management plan will be as standard performance, prorated according to the length of time they have served.
- (6) Additional compensation may be paid for the purpose of securing managers, specially skilled personnel, and/or similar individuals, depending on the conditions of the human resource market in each region and/or industry. As a general rule, compensation levels across regions shall be adjusted through base compensation (monetary compensation) and stock compensation while stock compensation shall be used to secure a pool of specific human resources. The stock compensation shall be in the form of RS or PSU, but the term of the RS transfer restriction under this section shall be 3 to 5 years.
 - (7) Compensation for non-residents in Japan may be different from the above due to laws and other circumstances.
 - (8) If there are changes in the Company's financial situation or business environment that are clearly judged to make it difficult to achieve the goals of the mid-term management plan, this system and its operation may be reviewed based on a resolution of the Board of Directors.
 - (9) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.
6. Procedures and methods for determining compensation
- (1) Individual compensation for directors (excluding directors who are Audit and Supervisory Committee members) and executive officers is deliberated by the Nomination and Compensation Committee based on consultation with the Board of Directors, and proposed to the Board of

Directors. The Board of Directors deliberates on proposals from the Nomination and Compensation Committee and decides on compensation.

- (2) However, performance-linked bonuses are determined as follows:
- a. Up to 30% of the total amount calculated and determined according to the policies above of performance-linked bonuses for executive officers, excluding the Group CEO, shall be redistributed based on individual evaluations conducted by the Group CEO and approved by the Nomination and Compensation Committee. Results of these evaluations and redistributions shall be reported to the Board of Directors.
 - b. In principle, the Group CEO's performance-linked bonus is calculated based on the results of performance indicators, but if the Board of Directors deems it necessary and clearly states their reasoning, it may be increased or decreased.

7. Reduction of compensation, clawbacks, etc.

The Company may reduce future compensation or claw back past compensation by resolution of the Board of Directors in the event of certain circumstances, such as violation of relevant laws and regulations or internal rules, or material restatement due to errors discovered in the consolidated financial statements.

8. Stock ownership guidelines

The Company recommends that Executive Officers hold the Company's shares (including RS/RSUs) as follows. The Company will set the criteria for the amount and the number of shares based on the amount of base compensation and the stock price at the start of the Mid-term Management Plan, and one of them shall be satisfied with a grace period of five years until the achievement of the criteria.

Group CEO: 4 years of base compensation

Executive officers other than Group CEO: 2 years of base compensation

(Supplementary provision)

This amendment is subject to suspension of approval on the condition that all proposals for remuneration of directors are approved at the Ordinary General Meeting of Shareholders scheduled for June 2025.

(Reference)

Skill Matrix for the Board of Directors following the General Meeting of Shareholders

In nomination and selection of Directors and Senior Executive Officers, the Company recognizes that noteworthy issues around the corporate management and communication with stakeholders have to be taken into consideration, in addition to our Purpose & Mission, management strategies, and business strategies. Our business is indispensable for the manufacturing of semiconductors, which support the development of our society, and also assumes the important function of supporting the stable operation of the facilities and systems in our society and industries, creating great opportunities for growth even in the surrounding areas. The Company has selected the following nine areas of management activities which are considered important for the Company to grow the business in the medium to long term and realize the improvement of our corporate value: "Management & Corporate Strategy," "Semiconductor," "Technology," "Sales & Marketing," "Finance & Accounting," "Legal & Compliance," "Human Capital Management," "Global Business," and "Digital Transformation". The Board of Directors and the Nomination and Compensation Committee have discussed the essential "insight and experiences" required for the execution of duties and the fulfilment of the responsibly of supervision in the nine areas, and established the required skill sets for Senior Executive Officers and Directors. If the election of all of the candidates presented in this convocation notice of is approved as originally proposed, the skills of the Directors will be as shown in the table below. Following the environmental changes, the skills required by the Company will be constantly updated.

Details of Skill

Areas for management activities	Items	Experience, knowledge, and abilities expected
① Management & Corporate Strategy	Top management	Management experience at a company or legal entity (as a chairperson, president, representative director or equivalents)
	Management strategy	Experience and knowledge as a head of a management strategies department *1,2
	Business investment and M&A	Experience and knowledge of business investment and M&A
② Semiconductor	Semiconductor-related industries	Experience in semiconductor-related industries and knowledge of the semiconductor industry
③ Technology	Industries & technologies (incl. Environment and Energy)	Knowledge of the electrical/electronics related industry and ICT technologies
	Research & development	Experience and knowledge as a head of an R&D department *1,2
	SCM *3, production, and quality assurance	Experience and knowledge as a head of SCM *3, production, production engineering, and quality assurance departments *1,2
④ Sales & Marketing	Sales and marketing	Experience and knowledge as a head of a sales and marketing department *1,2
⑤ Finance & Accounting	Finance, accounting and audit	Experience and knowledge as a head of a finance, accounting and audit department *1,2 or as a certified public accountant and auditor
	Communication with the capital market	Experience and knowledge as a head of the department responsible for communicating with investors and shareholders *1,2, such as a head of IR (Investor Relations) or SR (Shareholder Relations) department
⑥ Legal & Compliance	Legal affairs, risk management, and compliance	Experience and knowledge as a head of a legal affairs, risk management, or compliance department *1,2 or as an attorney at law
⑦ Human Capital Management	Human capital management	Experience and knowledge as a head of an HR department *1,2 or in recruiting & developing human capital, and talent management

⑧ Global Business	Global business	Experience at a global organization or experience working in a foreign country
⑨ Digital Transformation	IT & DX	Experience and knowledge as a head of an IT department ¹ , and as a head of a DX promotion department ^{*1,2}

*1 :The head of a large company or a company with complicated businesses or operations

*2: The executive of a specialized service company in the relevant field

*3: Supply Chain Management

Skill Matrix

		Fundamental managerial activities deemed essential for carrying out management duties and guiding/supervising our management team														Key areas of our immediate management issues	
		① Management & Corporate Strategy				② Semiconductor	③ Technology				④ Sales & Marketing	⑤ Finance & Accounting		⑥ Legal & Compliance	⑦ Human Capital Management	⑧ Global Business	⑨ Digital Transformation
		Attribute		Management			Business investment and M&A	R&D, Semiconductor, Industries & Technologies			SCM, production, and quality assurance	Sales and marketing	Finance & Accounting, Communication with Capital Market		Legal affairs, risk management, and compliance	Human capital management	Global business
Gender	Nationality	Member of the Audit and Supervisory Committee	Independent member	Top management	Management strategy	Semiconductor-related industries		Industries & technologies (incl. Environment and Energy)	Research & development	Finance, accounting and audit			Communication with the capital market				
Inside Directors	Douglas Lefever	Male	American			○	○	○	○	○		○				○	
	Koichi Tsukui	Male	Japanese			○	○	○	○	○		○				○	
	Yoshiaki Yoshida	Male	Japanese			○	○	○	○			○				○	
	Yuichi Kurita	Male	Japanese	○			○	○	○			○	○			○	
Outside Directors	Toshimitsu Urabe	Male	Japanese		○	○	○								○	○	○
	Nicholas Benes	Male	American		○	○	○					○	○		○	○	
	Naoto Nishida	Male	Japanese		○			○	○	○						○	
	Sayaka Sumida	Female	Japanese	○	○							○		○		○	
	Tomoko Nakada	Female	Japanese	○	○									○		○	

*Skills of the Senior Executive Officers (excluding those concurrently serving as directors) as of June 27, 2025 will be as follows.

Senior Executive Officers	Keith Hardwick	Male	American				○	○				○			○	○	
	Yasuo Mihashi	Male	Japanese			○	○	○				○	○			○	
	Juergen Serrer	Male	German					○	○							○	
	Makoto Nakahara	Male	Japanese					○		○	○					○	
	Sanjeev Mohan	Male	American					○			○					○	
	Richard Junger	Male	German					○			○					○	○
	Yong Xu	Male	Chinese					○			○					○	
	Toshiaki Adachi	Male	Japanese					○		○						○	○
	Hisako Takada	Female	Japanese			○	○		○			○	○			○	

(Reference)

Independence Criteria of Independent Outside Directors

Outside Director of Advantest Corporation (the “Company”) shall be judged to be independent provided none of the following conditions apply presently and recently.

1. Major Business Partner
 - (1) Entity transacts with the Company as Major Business Partner or Executive thereof
 - (2) Major Business Partner of the Company or Executive thereof
2. Expert
 - (1) Consultant, Accountant or Lawyer who receives a large amount of money or other compensation from the Company. (In case that the receiver of such compensation is a legal entity or group such as union, the person who belongs to such entity.)
3. Relative
 - (1) Relative of person who falls in the condition set forth in 1 or 2 above.
 - (2) Relative of Executive or Board Director of the subsidiary of Company
 - (3) Relative of person who was an Executive or Board Director of Company or subsidiary of Company recently.

Notes

- *1 “Recently” shall mean time range substantially identical to presently.
- *2 “Major Business Partner” means partner whose revenue from the transaction with the Company shares the considerable part of revenue of the Company or partner supplying the Company with commodities or services indispensable to the Company’s business.
- *3 “Executive” means the “executive” defined in the Ordinance for Enforcement of the Companies Act.
- *4 “Relative” means the person’s relative within the second degree of kinship.

(Reference)

Information on Shares the Company Group Holds (as of March 31, 2025)

Number of Stocks and Amounts held by the Company group for purposes other than pure investment.

Holder	Classification	Company	Amount (Millions of yen)	Reason for holding shares
	Listed	Micronics Japan Co., Ltd	522	To build partnerships
	Unlisted	6 companies	162	Primarily for business support purposes
The Company			684	
	Listed	Technoprobe S.p.A.	15,247	To build partnerships
		PDF Solutions, Inc.	9,449	For joint business development
		2 companies	1,480	To build partnerships
	Unlisted	2 companies	365	Primarily for business support purposes
The Company’s subsidiaries			26,541	

(Note) The amount of shares held by the Company for strategic purposes is presented based on book value in accordance with Japanese standards. The amount of shares held by the Company’s subsidiaries as strategic-shareholdings is presented at market value in accordance with IFRS. The effectiveness of these investments is evaluated periodically and reported to the Board of Directors.

(Attachments)

Business Report

(April 1, 2024 through March 31, 2025)

1. Current Conditions of the Company group

(1) Business conditions during the fiscal year

(i) Operations and Results of Business

[Overall]

During Advantest's fiscal year ended March 31, 2025, despite the ongoing uncertainty due to geopolitical risks, the global economy as a whole trended firmly, supported by the easing of monetary tightening policies particularly in Europe and the U.S.

Under such global economic conditions, the semiconductor market shifted from the correction phase of the last fiscal year to a recovery trend. While demand for semiconductors for applications such as those for automotive and industrial equipment remained soft, demand for semiconductors related to the proliferation of AI, such as HPC devices for data centers and high-performance DRAM, drove market growth.

In Advantest's semiconductor test equipment business, demand for high-performance semiconductors related to AI increased significantly. In order to meet our customers' delivery requirements to the greatest extent possible, Advantest worked to ensure the timely procurement of parts and product supply capabilities. Our measures, such as long-term agreements with existing suppliers and the diversification of supply chain for core parts, have been successful.

As a result of the above, in the consolidated fiscal year ended March 31, 2025, net sales were JPY 779.7 billion (60.3% increase in comparison to the previous fiscal year), operating income was JPY 228.2 billion (2.8 times increase in comparison to the previous fiscal year), income before income taxes was JPY 224.8 billion (2.9 times increase in comparison to the previous fiscal year) and net income was JPY 161.2 billion (2.6 times increase in comparison to the previous fiscal year). All figures have reached record highs for the fiscal year due to factors such as an increase in the sales mix of high-margin products and the positive impact of the weaker yen on both sales and profits. In the fourth quarter, an impairment loss of approximately JPY 21.4 billion was recorded for a portion of goodwill and intangible assets. Average currency exchange rates in the fiscal year ended March 31, 2025, were 1 USD to 153 JPY (143 JPY in the previous fiscal year) and 1 EUR to 164 JPY (155 JPY in the previous fiscal year). The percentage of net sales to overseas customers was 98.0% (95.9% in the corresponding period of the previous fiscal year).

[Business conditions by Business Segment]

Semiconductor and Component Test System Segment

In this segment, while demand for mature semiconductors in the automotive and industrial equipment sectors remained soft, sales of test equipment for high-performance SoC semiconductors increased significantly due to the increasing complexity of semiconductors and performance enhancement of semiconductors such as HPC devices. With regards to test equipment for memory semiconductors, sales grew significantly on the back of strong demand for high-performance DRAM such as HBM. Our enhanced procurement of materials and product supply capabilities also supported an increase in sales.

As a result of the above, net sales were JPY 598.1 billion (80.4% increase in comparison to the previous fiscal year), and segment income was JPY 244.0 billion (2.7 times increase in comparison to the previous fiscal year).

Mechatronics System Segment

In this segment, robust customer demand for semiconductor test equipment led to growth in sales of related device interfaces.

As a result of the above, net sales were JPY 73.2 billion (38.9% increase in comparison to the previous fiscal year), and segment income was JPY 16.8 billion (83.0% increase in comparison to the previous fiscal year).

Services, Support and Others Segment

In this segment, support services sales increased as the installed base grew. However, an impairment loss of approximately JPY 21.4 billion was recorded for goodwill and intangible assets related to the test sockets business of Essai, Inc. This was due to softness in sales for a major customer and delays in expanding sales to new customers. As a result, this segment incurred a loss exceeding that of the previous fiscal year. The segment loss for the previous fiscal year includes a profit of approximately JPY 3.2 billion from settlement payments related to disputes with business partners, as well as an impairment loss of approximately JPY 9.0 billion on a portion of goodwill.

As a result of the above, net sales were JPY 108.4 billion (6.0% increase in comparison to the previous fiscal year), and segment loss was JPY 10.9 billion (JPY 8.1 billion deterioration in comparison to the previous fiscal year).

Sales Breakdown by Business Segment (consolidated)

IFRS						
Fiscal Year	FY2023 (the 82nd)		FY2024 (the 83rd)		Change from the previous period	
Segment	Amount (Millions of yen)	Percentage (%)	Amount (Millions of yen)	Percentage (%)	Amount (Millions of yen)	Percentage increase (decrease) (%)
Semiconductor and Component Test System	331,542	68.2	598,128	76.7	266,586	80.4
Mechatronics System	52,695	10.8	73,180	9.4	20,485	38.9
Services, Support and Others	102,270	21.0	108,399	13.9	6,129	6.0
Total	486,507	100.0	779,707	100.0	293,200	60.3
Overseas	466,784	95.9	763,858	97.9	297,074	63.6

(ii) Capital Expenditures

The Company group invested a total of JPY 21 billion in capital expenditures in FY2024 centering around new product development and production facilities, in addition to the expansion investment of manufacturing sites in the United States.

(iii) Financing

There was no significant financing during FY2024.

(iv) Acquisition or disposal of shares or other equities or stock acquisition rights of other companies

In January 2025, the Company acquired common shares of Technoprobe S.p.A. and FormFactor, Inc. through a subsidiary of the Company. Furthermore, in March 2025, the Company acquired common shares of MICRONICS JAPAN CO.,LTD.

These acquisitions were made as minority investments and were intended to build partnerships with major probe card manufacturers.

(2) Conditions of Assets, Profit and Loss

Conditions of Assets, Profit and Loss of the Company group (consolidated)

	IFRS			
	FY2021 (the 80th)	FY2022 (the 81st)	FY2023 (the 82nd)	FY2024 (the 83rd)
Net sales (Millions of yen)	416,901	560,191	486,507	779,707
Operating Margin (%)	27.5	29.9	16.8	29.3
Net income (loss) attributable to owners of the parent (Millions of yen)	87,301	130,400	62,290	161,177
Return on Invested Capital (ROIC) (%)	28.4	34.6	13.5	31.5
Basic earnings per share (EPS) (Yen)	112.39	174.35	84.45	218.67
Total equity attributable to owners of the parent (Millions of yen)	294,621	368,694	431,178	506,539
Total assets (Millions of yen)	494,696	600,224	671,229	854,210

(Notes)

1. The name of each item in the category above is presented according to the IFRS terminology.
2. The Company enacted a 4-for-1 share split of its common share with an effective date of October 1, 2023. "Basic earnings per share" is calculated based on the assumption that the share split was implemented at the beginning of the fiscal year 2021.
3. Return on Invested Capital = NOPAT / Invested capital (average at beginning and end of period). NOPAT = Operating income x (1 - tax ratio 25%). Invested Capital = Borrowings + Corporate bonds + Total equity, with excluding Lease liabilities.)

(3) Significant Subsidiaries

Name of Subsidiary	Common Stock	Percentage of Voting Rights (Note)	Principal Business
Advantest America, Inc.	USD 4,059 thousand	100%	Development and sales of the Company's products
Advantest Test Solutions, Inc.	USD 2,500 thousand	100%	Design and sales of the Company's products
Essai, Inc.	USD 500 thousand	100%	Design, production and sales of the Company's products
Advantest Europe GmbH	EUR 10,793 thousand	100%	Development and sales of the Company's products
Advantest Taiwan Inc.	NTD 500,000 thousand	100%	Sales of the Company's products
Advantest (Singapore) Pte. Ltd.	SGD 15,300 thousand	100%	Sales of the Company's products
Advantest Korea Co., Ltd.	KRW 9,516 million	100%	Production and support for sales of the Company's products
Advantest (China) Co., Ltd.	USD 8,000 thousand	100%	Support for sales of the Company's products

(Note) Percentage of voting rights include indirectly held shares.

(4) Issues to be Addressed

1. Mid- to Long-term Management Policy: the "Grand Design"

In order to continue to be a company that embodies our purpose and mission of "Enabling Leading-edge Technologies," in 2018, the Company established its mid- to long-term management policy, the "Grand Design," which outlines the direction the Company group should take, including what the Company wants to be in the long-term and what the Company should do to achieve this.

Under the 2018 version of the "Grand Design", the Company executed on two mid-term management plans: the first mid-term management plan (MTP1, FY2018-FY2020), and the second mid-term management plan (MTP2, FY2021-FY2023), and achieved market share gains, business expansion, and profitability improvement at a scale and speed that exceeded the original plans.

Then, in 2024, in order to further develop the Company and to continue to be of the greatest value to customers and society, the Company has refreshed its "Grand Design" to reflect the changes in its management and business structure up to that time and the latest outlook for the long-term business environment at that time.

In accordance with the refreshed "Grand Design," the Company group will strive to expand the value it provides to stakeholders and strengthen the management foundation that supports this value.

<Vision Statement>

"Be the most trusted and valued test solution company in the semiconductor value chain."

By expanding the economic and social benefits it provides, the Company aims to become the most trusted and valued test solution company in the semiconductor value chain for all its stakeholders.

<View on Long-term Business Environment and Issues to be Addressed>

Future uncertainties in the macro business environment are expected to remain high. Today, the issues surrounding the world with climate change, geopolitical risks, demographics change, etc. are becoming more consequential, and the complexity of solving problems from those issues are increasing dramatically.

While such issues remain, innovations, represented by AI, continue dynamically in various industries in order to solve those social issues. In response to this, regarding semiconductors, which are the foundation of social innovations, the Company expects to see greater inter-company and interregional collaboration to further improve performance and ensure economic rationality, and to strengthen the supply chain within the region. Along with these trends, the Company assumes that the semiconductor value chain will continue to evolve over the medium- to long-term, while further increasing its complexity.

Furthermore, when looking ahead at technological trends in semiconductor testing, technological advancements to achieve higher semiconductor performance and energy efficiency, such as further miniaturization, adoption of new architectures, and adoption of advanced packaging, are expected to continue to raise the complexity of semiconductor testing in the future. In particular, the Company expects that test complexity will become even more pronounced in AI- and HPC (high performance computing)-related semiconductors, which are expected to be the biggest growth drivers of the semiconductor market.

With this increasing complexity as a key trend in the industry, the Company anticipates the semiconductor test-related market to grow over the medium- to long-term as customers invest in increasing their testing capacity. In addition, the Company predicts that future test solutions will need to be more highly automated to improve efficiency in the semiconductor quality assurance process. Under these trends, the Company group believes that in addition to the development and sale of products with superior performance, the provision of new solutions and services that harmoniously develop and integrate these products will be a further growth opportunity, and the Company intends to make the realization of such opportunities the cornerstone of its medium- to long-term future growth strategies. Furthermore, as the entire industry becomes increasingly complex, efficiency will also be important for the Company group, and the Company will strive to improve efficiency in a variety of ways across all aspects of management and operations.

<Long-term Management Goals>

Semiconductors will be essential for the realization of a sustainable society and the development of various industries. In fact, almost all of the Company group's businesses are related to the realization and diffusion of semiconductors with superior performance. Therefore, the Company believes that developing business activities based on its purpose & mission and contributing to the development and diffusion of semiconductors with superior performance through our leading-edge technologies will continue to directly contribute to a "safer, more secure and more comfortable" society while realizing its own sustainable growth.

Reflecting these ideas, the Company group will promote initiatives that contribute to a sustainable society while focusing on solving customer issues such as the aforementioned increasing complexity in semiconductor testing. Through these efforts, the Company group aims over the long-term to expand the economic and social value it provides to each stakeholder in a multifaceted and well-balanced manner.

2. Overview of the Third Mid-term Management Plan [MTP3, FY2024-FY2026]

The Company expects that the semiconductor test-related market to continue to grow over the medium-to long-term, while will include short-term down cycles. In addition to the expansion of the semiconductor market, the Company believes that business opportunities for the Company group will expand over the medium-to long-term, as the industry faces structural challenges in dealing with the complexity of semiconductors.

In this environment, the Company group will work to expand the value it provides to stakeholders over the medium-to long-term by promoting its third mid-term management plan, which was formulated in accordance with the refreshed "Grand Design."

<Strategies>

1. Outpace the growth in our core market

In the future core market, the Company group expects growth opportunities to arise from increased semiconductor production volume, higher performance semiconductors, and the increasing complexity of semiconductors. To address these opportunities, the Company group will not only improve the performance of individual test solutions, but also will create new value for its customers by provision of "Automation of Test," that enables more efficient semiconductor testing, through organically integrating its diverse portfolio of products and solutions and collaborating with external partners. Through these efforts, the Company will continue to grow faster than the market.

2. Expand adjacently / new businesses

As semiconductors continue to become more high-performance and complex, there is a demand for broader and more integrated test solutions. The Company group has been expanding its business into system level test and test peripherals, and will continue this initiative to further increase the value it

provides to customers. More specifically, the Company will work to leverage its installed base of products to promote its field services and the Company Cloud Solutions™ and Applied Research & Venture Team to create business opportunities.

3. Drive operational excellence

The Company group will continue to solve testing issues in the semiconductor industry by leveraging in-house technology, know-how, and resources on a cross-functional basis. In addition to the above, to become a company that is valuable to all of the stakeholders, the Company believes that it needs to improve not only the excellence of its products and technologies, but also the efficiency and effectiveness of all of its operations. To this end, the Company group is committed to accelerating internal operation and streamlining manpower by using DX (digital transformation), building a resilient supply chain, strengthening our human capital through recruiting competent talents and expanding employee training, and improving internal productivity through the use of AI and data analytics.

4. Enhance sustainability

The Company group will further strengthen its foundation for enhancing corporate value through proactive and positive action on sustainability issues such as climate change and human rights, the execution of responsible business activities, including legal compliance and adherence to ethical business practices, and the reinforcement of risk management and enhancement of corporate governance, to earn greater trust from each stakeholder. The Company will also strive to cultivate and instill a common culture and shared values within the Company, as these are the starting point for promoting initiatives related to sustainability.

<Targeted Management Metrics>

In MTP3, the Company group will strive to enhance its corporate value by increasing sales, improving profitability, and improving capital efficiency through the above four strategies. Given this framework, the management metrics that are emphasized in MTP3 are sales, operating profit margin, net income, return on invested capital (ROIC), and basic earnings per share (EPS). The Company has been endeavoring to grow all these numbers. In order to evaluate the progress of the plan from a medium- to long-term perspective, the Company uses three-year averages to level the impact of industry cycle. In FY2024, the first year of MTP3, the Company exceeded our target for all of the management metrics.

	MTP3 targets*1 (FY2024-2026 Avg.)	FY2024 Results*2
Sales	JPY 560-700 billion	JPY 779.7 billion
Operating profit margin	22-28%	29.3%
Net income	JPY 93-147 billion	JPY 161.2 billion
Return on Invested Capital*3 (ROIC)	18-28%	31.5%
Basic Earnings per share (EPS)	JPY 127 - 202	JPY 218.67

(Notes)

1. MTP3 financial targets are based on exchange rate assumptions of JPY 140 to the US dollar and JPY 155 to EUR.
2. Actual exchange rate for FY2024 were JPY 153 to the USD and JPY 164 to EUR
3. Return on Invested Capital = NOPAT / Invested capital (average at beginning and end of period). NOPAT = Operating income x (1 - tax ratio 25%). Invested Capital = Borrowings + Corporate bonds + Total equity, with excluding Lease liabilities.)

<Cost / Profit Structure>

The Company group will work to improve its gross profit margin through measures such as increasing the development and sales of superior test solutions and optimizing supply chain management and manufacturing operations. The Company will also actively invest in areas that will be the source of sustainable value creation, for instance by means of R&D investment and investment in human capital. At the same time, we will strive to continuously improve our profit structure by implementing measures to increase management efficiency and operational productivity, such as DX. On the other hand, there is a high degree of future uncertainties in the global economy and market conditions. The Company group will strive to achieve these management goals by carrying out flexible financial management in line with

changes in the business environment.

<Capital Policy & Shareholder Returns>

The Company group has set its capital policy to prioritize business investment for growth such as R&D, facility enhancements, and M&A. In order to strengthen the Company group's ability to generate cash in the future in line with the long-term semiconductor market expansion and further semiconductor performance gains, the Company will allocate cumulative operating cash flow (before deducting R&D expenses) of JPY 600 billion or more, expected during MTP3 period, to investments in organic and non-organic growth in its core businesses and the acceleration of business expansion into adjacent markets. The Company will also be flexible in utilization of liabilities (debt) from the viewpoint of balance sheet management that considers both capital efficiency and capital cost. In addition, the Company ensures an appropriate capital structure with maintaining financial soundness in order to strengthen the Company's business position and enhance its corporate value.

The shareholder return that is in congruence with MTP3 for the three years starting from April 1, 2024, under the premise of a stable business environment, is set to make stable and continuous dividend with a minimum amount of JPY 30 per share for the full year. In addition to dividends, the Company has set a target to achieve a cumulative total return ratio* of 50% or more over the three years of MTP3.

The Company estimates that its cash on hand will range between JPY 100-120 billion in normal times. When surplus cash arises beyond that which is needed for investments and cash for working capital, the Company will return it to our shareholders via dividend and treasury share purchase.

*Total return ratio: (Dividend + share repurchase) / consolidated net income

3. Outlook

Looking at the Company's market environment going forward, in CY2025, the semiconductor market will continue to be driven by demand for AI-related semiconductors, as it was in the previous year with the ongoing implementation of AI in society. In the semiconductor test equipment market, while the recovery in demand for applications other than AI, such as for automotive and industrial equipment, is expected to take some time, high level of demand is expected to continue for AI-related applications, against the backdrop of increasing complexity and production expansion. The increasing number of companies entering the AI-related semiconductor market is also likely to contribute to the growth in demand.

On the other hand, looking at the global economy, the business environment surrounding the Company is becoming increasingly uncertain due to ongoing geopolitical risks, and the risk of rapid exchange rate fluctuations.

Based on this outlook, our full-year consolidated earnings forecast for FY2025 calls for net sales of JPY 755.0 billion, operating income of JPY 242.0 billion, income before income taxes of JPY 240.0 billion, and net income of JPY 179.0 billion. This forecast is based on exchange rate assumptions of USD 1 to JPY 140 and EUR 1 to JPY 155.

At this time, the Company does not recognize more than a minor direct impact on its business and results from tariff measures. However, we perceive that the business environment surrounding our company is becoming increasingly uncertain, and the situation remains unpredictable.

The Company will continue to constantly monitor changes in the external environment and respond expeditiously and flexibly. The Company will strive to expand the value it provides to stakeholders over the mid/long-term by pursuing the measures set out in the Third Mid-term Management Plan.

(5) Primary Areas of Business

The Company group manufactures and sells semiconductor and component test systems products and mechatronics-related products such as test handlers and device interfaces. The Company group also engages in research and development activities and provides maintenance and support services associated with these products.

■ Significant Sales Offices and Factories

(i) Japan

Category	Name of Office	Location
Head Office, Sales Offices and Service Offices	Head Office	Chiyoda-ku, Tokyo
R&D Centers, Laboratories	Gunma R&D Center	Meiwa-machi, Ora-gun, Gunma
	Saitama R&D Center	Kazo-shi, Saitama
Factories	Gunma Factory	Ora-machi, Ora-gun, Gunma

(ii) Overseas

Category	Name of Office	Location
Sales Offices, R&D Centers, Laboratories and Service Offices, Factories	Advantest America, Inc.	U.S.A.
	Essai, Inc.	U.S.A.
	Advantest Europe GmbH	Germany
	Advantest Taiwan Inc.	Taiwan
	Advantest (Singapore) Pte. Ltd.	Singapore
	Advantest Korea Co., Ltd.	Korea
	Advantest (China) Co., Ltd.	China

■ Employees (as of March 31, 2025)

Employees of the Company group

Segment	Number of Employees	Increase from end of FY2023
Semiconductor and Component Test System	3,613(312)	110(2)
Mechatronics System	723(90)	41(11)
Services, Support and Others	2,423(143)	70(△4)
Corporate (Common)	242(53)	14(6)
Total	7,001 (598)	235 (15)

(Note)1. The numbers set forth above indicate the number of working regular employees, excluding those temporarily assigned from the Company's group to entities outside the Company's group, and including those temporarily assigned to the Company's group from outside entities. The numbers in brackets indicate the annual average number of non-regular employees, which are not included in the above figures.

2. The number of employees listed as Corporate (Common) includes the number of employees who belong to Administration Group or others that cannot be classified in a specific segment.

■ Major Lenders (as of March 31, 2025)

Lender	Balance of borrowings
MUFG Bank, Ltd.	JPY 60,000 million
Mizuho Bank, Ltd.	JPY 14,952 million

■ Other significant matters with respect to the current status of the Company group

Not applicable.

2. Company Information

(1) Equity Stock (as of March 31, 2025)

(i) Total number of issuable shares 1,760,000,000 shares

(ii) Total number of issued shares 766,141,256 shares

(Note) The total number of issued shares includes treasury shares (32,422,231 shares).

(iii) Number of shareholders 98,048

(iv) Major Shareholders (Top 10 shareholders)

Name of Shareholder	Number of Shares (in: thousand shares)	Percentage of Ownership (%)
The Master Trust Bank of Japan, Ltd. (trust account)	227,336	30.98
Custody Bank of Japan, Ltd. (trust account)	98,145	13.37
HSBC HONG KONG-TREASURY SERVICES A/C ASIAN EQUITIES DERIVATIVES	19,029	2.59
THE BANK OF NEW YORK MELLON 140042	16,722	2.27
STATE STREET BANK AND TRUST COMPANY 505001	16,459	2.24
STATE STREET BANK WEST CLIENT - TREATY 505234	16,244	2.21
JP MORGAN CHASE BANK 385781	10,597	1.44
BNY GCM CLIENT ACCOUNT JPRD AC ISG (FE-AC)	9,411	1.28
STATE STREET BANK AND TRUST COMPANY 505103	7,870	1.07
MOXLEY & CO LLC	6,678	0.91

(Note)1. Number of Shares is rounded down to the nearest thousand.

2. Percentage of Ownership is calculated excluding treasury shares (32,422,231 shares).

3. Percentage of Ownership is rounded down to the second decimal place.

(v) Status of shares issued to officers as compensation for the execution of their duties during FY2024

	Number of shares (shares)	Number of eligible (person)
Directors (excluding Directors who are Audit and Supervisory Committee members and outside directors)	137,305	3
Outside directors (excluding Directors who are Audit and Supervisory Committee members)	1,731	3
Directors who are Audit and Supervisory Committee members	1,923	3

(Note) Contents of the stock compensation of the Company are stated in 2. (2) d, 3. (4), 4. (4) and 5. (5) of <Directors and Executive Officers Compensation Policy and Procedure> in (ii) of 2. (2) Directors and Audit and Supervisory Committee members.

(vi) Important items regarding our shares

The Company purchased treasury stock as outlined below, pursuant to the resolution made at the meeting of the Board of Directors held on October 30, 2024, to purchase treasury stock in accordance with the Articles of Incorporation, as stipulated in Article 459, Paragraph 1 of the Companies Act.

Types of shares acquired	:	Common shares
Total number of shares acquired	:	5,711,000 shares
Total cost of acquisition	:	JPY 49,999,998,563(excluding brokerage commissions)
Acquisition period	:	From November 1, 2024 to January 28, 2025
Reason for acquisition	:	For the purpose of shareholder returns and improving capital efficiency.

The Company has resolved, at the meeting of the Board of Directors held on April 25, 2025, to purchase treasury stock in accordance with the Articles of Incorporation, as stipulated in Article 459, Paragraph 1 of the Companies Act.

Types of shares acquired	:	Common shares
Total number of shares to be acquired	:	Up to 19 million shares (Equivalent to 2.6% of outstanding shares excluding treasury shares as of March 31, 2025)
Total cost of acquisition	:	Up to 70 billion yen
Acquisition period	:	From May 7, 2025 to September 22, 2025
Reason for acquisition	:	For the purpose of shareholder returns and improving capital efficiency.

(2) Directors and Audit and Supervisory Committee Members

(i) Directors and Audit and Supervisory Committee Members (as of March 31, 2025)

Title	Name	Assignment in the Company and significant concurrent positions
Representative Director	Douglas Lefever*	Corporate Strategy, Business Promotion, Technology in charge
Representative Director	Koichi Tsukui*	Administration, Supply Chain, Business Process Innovation in charge
Director, Chairperson of the Board	Yoshiaki Yoshida	
Director	Toshimitsu Urabe	Outside Director, Japan Business Systems, Inc.
Director	Nicholas Benes	Representative Director, The Board Director Training Institute of Japan
Director	Naoto Nishida	Special Commission, Toshiba Corporation
Director Standing Audit and Supervisory Committee Member	Yuichi Kurita	
Director Audit and Supervisory Committee Member	Sayaka Sumida	Outside Audit & Supervisory Board Member, Furukawa Electric Co., Ltd. Outside Director, Audit Committee Member, Japan Exchange Group, Inc.
Director Audit and Supervisory Committee Member	Tomoko Nakada	Outside Director, Audit and Supervisory Committee Member, TS Tech Co., Ltd.

- (Note)1. Mr. Yuichi Kurita has been appointed as a standing Audit and Supervisory Committee member in order to enhance effectiveness of audits and supervisory function by the Audit and Supervisory Committee through information gathering by attending important meetings and conducting hearings about reports on operations received from execution departments as well as through strengthened collaboration between the Independent Auditor and the internal audit division.
2. Mr. Yuichi Kurita, a Director who is an Audit and Supervisory Committee member, has many years of experience in corporate planning and finance, as well as experience serving as an officer of the Company responsible for administration. Ms. Sayaka Sumida, a Director who is an Audit and Supervisory Committee member, has experience as a certified public accountant working for an auditing firm. Both Mr. Kurita and Ms. Sumida have considerable knowledge regarding finance and accounting.
3. Mr. Toshimitsu Urabe, Mr. Nicholas Benes, Mr. Naoto Nishida, Ms. Sayaka Sumida and Ms. Tomoko Nakada are outside directors.
4. The Company has registered Directors Toshimitsu Urabe, Nicholas Benes, Naoto Nishida, Sayaka Sumida and Tomoko Nakada as independent directors with the Tokyo Stock Exchange.
5. As of April 1, 2025, the assignment of Directors have been changed as follows.

	New	Former
Douglas Lefever	Corporate Strategy & Finance, Business Promotion, Technology in charge	Corporate Strategy, Business Promotion, Technology in charge
Koichi Tsukui	Human Capital & General Affairs & Legal, Supply Chain, Business Process Innovation in charge	Administration, Supply Chain, Business Process Innovation in charge

6. The Company has in place an Executive Officers System and * indicates a Director who also serves as an Executive Officer.

7. The assignments of Executive Officers are currently held as follows:

Title	Name	Assignment in the Company and significant concurrent positions
Senior Executive Officer, Group CEO	Douglas Lefever	Group CEO (Chief Executive Officer)
Senior Executive Officer and President, Group COO	Koichi Tsukui	Group COO (Chief Operating Officer)
Senior Executive Officer	Keith Hardwick	CHO & CCO (Chief Human Capital Officer & Chief Compliance Officer)
Senior Executive Officer	Yasuo Mihashi	CFO & CSO (Chief Financial Officer & Chief Strategy Officer)
Senior Executive Officer	Juergen Serrer	CTO (Chief Technology Officer) & ATE Business Group Leader
Senior Executive Officer	Makoto Nakahara	CCRO (Chief Customer Relations Officer)
Senior Executive Officer	Sanjeev Mohan	Co-CCRO (Co-Chief Customer Relations Officer)
Senior Executive Officer	Richard Junger	CSCO, CDO & CIO (Chief Supply Chain Officer, Chief Digital Officer & Chief Information Technology Officer)
Senior Executive Officer	Yong Xu	China Business Strategy
Senior Executive Officer	Toshiaki Adachi	Sub-leader, ATE Business Group
Executive Officer	Suan Seng Sim (Ricky Sim)	Managing Director (CEO), Advantest (Singapore) Pte. Ltd.
Executive Officer	Masayuki Suzuki	Executive Vice President, Memory Test Business Unit, ATE Business Group
Executive Officer	Naruo Tanaka	Executive Vice President, New Area Business Development Initiative
Executive Officer	Wan-Kun Wu (Alex Wu)	Chairperson of the Board, President (CEO), Advantest Taiwan Inc.
Executive Officer	Chien-Hua Chang (Titan Chang)	Executive Vice President, Field Service Group
Executive Officer	Akio Osawa	Senior Vice President (Officer) (System Solution), Sales Group
Executive Officer	Yasushi Yoshimoto	Co-CHO & Co-CCO (Co-Chief Human Capital Officer & Co-Chief Compliance Officer)
Executive Officer	Jaehyuk Cha	Representative Director and President, Advantest Korea Co., Ltd.
Executive Officer	Daisuke Watanabe	Executive Vice President, Technology Development Group, ATE Business Group
Executive Officer	Ralf Stoffels	Division Manager, 93000 Product Unit, SoC Test Business Unit, ATE Business Group
Executive Officer	Katsuhiko Tsunetsugu	Senior Vice President (Officer), Corporate Strategy Group
Executive Officer	Andre Vachenaer	Executive Vice President, Corporate IT Group
Executive Officer	Kazuyuki Yamashita	Senior Vice President, DH Business Group
Executive Officer	Steven Hsieh	Senior Vice President (Officer) (Asia), Sales Group
Executive Officer	Jintie Li	Director, Advantest (China) Co., Ltd.
Executive Officer	Masaki Arai	Executive Vice President, Global Production Unit, Corporate Supply Chain (CSC) Group

(Note)1. As of April 1, 2025, the assignments of Executive Officers have been changed as follows.

	New	Former
Yasuo Mihashi	CSO	CFO & CSO
Juergen Serrer	CTO & Test System Business Group Leader	CTO & ATE Business Group Leader
Toshiaki Adachi	Sub-leader, Test System Business Group	Sub-leader, ATE Business Group
Masayuki Suzuki	Executive Vice President, Memory Test Business Unit, Test System Business Group	Executive Vice President, Memory Test Business Unit, ATE Business Group
Naruo Tanaka	Executive Vice President, New Area Business Development Initiative, Technology & Research Group	Executive Vice President, New Area Business Development Initiative
Chien-Hua Chang (Titan Chang)	Advisor, Field Service Group	Executive Vice President, Field Service Group
Daisuke Watanabe	Executive Vice President, Technology Development Group, Technology & Research Group	Executive Vice President, Technology Development Group, ATE Business Group
Ralf Stoffels	Division Manager, 93000 Product Unit, SoC Test Business Unit, Test System Business Group	Division Manager, 93000 Product Unit, SoC Test Business Unit, ATE Business Group
Kazuyuki Yamashita	Executive Vice President, DH Group, Test System Business Group	Senior Vice President, DH Business Group

2. As of April 1, 2025, the following appointments to the position of Senior Executive Officer or Executive Officer have occurred

Title	Name	Assignment in the Company and significant concurrent positions
Senior Executive Officer	Hisako Takada	CFO
Executive Officer	Kesa Yorozu	General Counsel
Executive Officer	Fabio Morgana	Research & Venture, Technology & Research Group
Executive Officer	Jonathan Sinskie	ATS Business Unit Leader, Test System Business Group

(ii) Matters concerning policy for determining the details of individual compensation, etc. for directors (excluding directors who are Audit and Supervisory Committee members)

The Company's policy for determining the details of individual compensation for directors (excluding directors who are Audit and Supervisory Committee members) is as follows. This policy was approved by the Board of Directors on May 21, 2024. The Nomination and Compensation Committee deliberated on individual compensation for directors (excluding directors who are Audit and Supervisory Committee members) for FY2024 based on the policy and reported their findings to the Board of Directors. The Board of Directors deliberated on and determined compensation based on the Nomination and Compensation Committee's findings, and the Company believes that compensation is in line with the policy.

<Policies and Procedures for Determining Compensation for Directors and Executive Officers>

1. Basic policy

Based on the Company's corporate mission and vision, we aim to create a system for the compensation of directors and executive officers that contributes to the enhancement of corporate value. The ground rules of the system are as follows.

(1) Compensation mix and compensation level that shall attract international human resources who support the Company's global business development.

In order to continue to grow globally in the complex and rapidly evolving semiconductor industry, we will appoint talented people from all over the world and compensate them appropriately by global standards.

(2) Bonus that is strongly linked to business performance

Given the inevitability of fluctuations in business performance, strongly indexing bonuses to performance will fully reward the contributions of officers when business performance is strong and will reduce the burden on the Company during downturns in business performance.

- (3) Stock compensation that incentivizes directors and officers to share values with shareholders and promotes management from a medium- to long-term perspective

We will combine transfer-restricted stock compensation, which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders, and performance-linked stock compensation, which promotes the achievement of medium-term management goals that lead to corporate value improvement.

2. Policy on the system, timing, conditions, and determination of compensation for director (excluding outside directors and directors who are Audit and Supervisory Committee members)

- (1) For directors who also serve as executive officers, base compensation (monetary remuneration) appropriate to their duties and responsibilities will be paid monthly, in addition to the executive officer compensation specified in 5 below.

- (2) The compensation of directors who do not serve as executive officers shall be set as follows, in accordance with the basic policy set forth in 1 above.

- (a) Structure: Base compensation (monetary remuneration), Stock compensation

- (b) Ratio: Base compensation: Stock compensation = 1 : 0.5 (guideline in the standard amount)

- (c) Base compensation

Base compensation shall be set at an appropriate level according to duties and responsibilities as such director, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).

- (d) Stock compensation

- We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
- Shares of RS will be granted every business year as described above.
- As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when an director retires.

- (3) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.

3. Policy on the system, timing, conditions, and determination of compensation for outside directors (excluding directors who are Audit and Supervisory Committee members)

The compensation of outside directors (excluding directors who are Audit and Supervisory Committee members) shall be set as follows in consideration of their roles and independence with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Stock compensation

- (2) Ratio: Base compensation : Stock compensation = 1 : 0.3 (guideline in the standard amount)

- (3) Base compensation

Base compensation shall be set at an appropriate level according to duties and responsibilities as such director, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).

- (4) Stock compensation

- We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
- Shares of RS will be granted every business year as described above.
- As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when an director retires.

- (5) In addition to the above, lump sum payments may be made based on special events such as the

anniversary of the Company's founding.

4. Policy on the system, timing, conditions, and determination of compensation for directors who are Audit and Supervisory Committee members

The compensation of directors who are Audit and Supervisory Committee members shall be set as follows in consideration of their roles and independence with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Stock compensation
- (2) Ratio: Base compensation: Stock compensation = 1 : 0.3 (guideline in the standard amount)
- (3) Base compensation
Base compensation will be paid monthly. The individual compensation level of directors who are Audit and Supervisory Committee members will be decided through discussions with them.
- (4) Stock compensation
 - We will grant restricted stock (RS), which incentivizes the pursuit of medium- to long-term corporate value improvement, which is also beneficial to shareholders.
 - Shares of RS will be granted every business year as described above.
 - The individual compensation level of directors who are Audit and Supervisory Committee members will be decided through discussions with them.
 - As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when a director retires.
- (5) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.

5. Policy on the system, timing, conditions, and determination of compensation for executive officers
The compensation of executive officers shall be set as follows with the basic policy set forth in 1 above.

- (1) Structure: Base compensation (monetary remuneration), Performance-linked bonuses (monetary remuneration), Stock compensation
- (2) Ratio: Base compensation: Performance-linked bonuses : Stock compensation =
 - 1 : 1 : 2 (Senior Executive Officer (Group CEO))
 - 1 : 1 : 1.5 (Senior Executive Officer (Group COO))
 - Between 1 : 1 : 1 and 1 : 1 : 1.2 (Senior Executive Officer)
 - Between 1 : 0.8 : 0.8 and 1 : 1 : 1 (Executive Officer)

*All of the above estimates are based on the standard amount.
- (3) Base compensation
Base compensation shall be set at an appropriate level according to individual duties and responsibilities, and will be paid monthly, with reference to external objective data (i.e. the level of compensation paid to people with similar responsibilities by companies of similar size in each country).
- (4) Performance-linked bonuses
 - Performance-linked bonuses (monetary remuneration) are short-term incentives for the results of a single year, and are paid once a year after the performance of the Group for the relevant business year is confirmed.
 - a. The amount of bonuses is determined using net income as an index.
 - b. Target amounts will be set by referring to the net income targets of the single-year business plan and mid-term management plan. We will pay the standard amount when the target values are achieved, but the amount paid will fluctuate as described below when actual results undershoot or exceed the target values.
 - Actual results <50% of target values: 0% of standard amount
 - Actual results >150% of target values: 200% of standard amount
 - Actual results 50% -150% of target values: Varies between 0-200% of standard amount
- (5) Stock compensation

- We will grant restricted stock (RS) and performance-linked stock compensation (PSU) with the intention of incentivizing the pursuit of medium- to long-term enhancement of corporate value in alignment with shareholder priorities. As a general rule, about half of the stock-based compensation should be RS and about half should be PSU.
 - a. Shares of RS will be granted every business year as described above. As a general rule, holding is obligatory during the term of office, and transfer restrictions will be lifted when an officer retires.
 - b. PSU shall be granted in a lump sum for three years in the first year of the three-year mid-term management plan, with the base value being the points that will become shares of a value determined to be as described above. After the expiration of the term of the mid-term management plan, We will grant shares in proportion to the points, which are varied between 60% and 140% of the base value according to the degree of achievement of the mid-term management targets. The indicators for evaluating achievement of mid-term management targets are as follows, and the degree of fluctuation is determined by the total value of both indicators.
 - Main indicator: Earnings per share (EPS) during the mid-term management plan
→ Fluctuation between 70% and 130% of the standard amount
 - Sub-indicator: Relative Total Shareholders Return (r-TSR) and ESG evaluation
→ Fluctuation between -5% to 5% of the standard amount

*However, the indicators and fluctuation ranges may be revised in response to the new mid-term management plan.

Note, officers who take office or retire in the second or third years of the medium-term management plan will be as standard performance, prorated according to the length of time they have served.
 - (6) Additional compensation may be paid for the purpose of securing managers, specially skilled personnel, and/or similar individuals, depending on the conditions of the human resource market in each region and/or industry. As a general rule, compensation levels across regions shall be adjusted through base compensation (monetary compensation) and stock compensation while stock compensation shall be used to secure a pool of specific human resources. The stock compensation shall be in the form of RS or PSU, but the term of the RS transfer restriction under this section shall be at least three years.
 - (7) Compensation for non-residents in Japan may be different from the above due to laws and other circumstances.
 - (8) If there are changes in the Company's financial situation or business environment that are clearly judged to make it difficult to achieve the goals of the mid-term management plan, this system and its operation may be reviewed based on a resolution of the Board of Directors.
 - (9) In addition to the above, lump sum payments may be made based on special events such as the anniversary of the Company's founding.
6. Procedures and methods for determining compensation
- (1) Individual compensation for directors (excluding directors who are Audit and Supervisory Committee members) and executive officers is deliberated by the Nomination and Compensation Committee based on consultation with the Board of Directors, and proposed to the Board of Directors. The Board of Directors deliberates on proposals from the Nomination and Compensation Committee and decides on compensation.
 - (2) However, performance-linked bonuses are determined as follows:
 - a. Up to 30% of the total amount calculated and determined according to the policies above of performance-linked bonuses for executive officers, excluding the Group CEO, shall be redistributed based on individual evaluations conducted by the Group CEO and approved by the Nomination and Compensation Committee. Results of these evaluations and redistributions shall be reported to the Board of Directors.
 - b. In principle, the Group CEO's performance-linked bonus is calculated based on the results of

performance indicators, but if the Board of Directors deems it necessary and clearly states their reasoning, it may be increased or decreased.

7. Reduction of compensation, clawbacks, etc.

The Company may reduce future compensation or claw back past compensation by resolution of the Board of Directors in the event of certain circumstances, such as violation of relevant laws and regulations or internal rules.

(iii) Matters concerning policies for determining the details of individual compensation, etc. for Directors who are Audit and Supervisory Committee members

The Company has established a policy for determining the details of individual compensation for directors who are Audit and Supervisory Committee members. Under the policy, the amount of compensation for each Audit and Supervisory Committee member is determined through discussions by Audit and Supervisory Committee members, taking into consideration the distinction between standing and non-standing positions, the assignment of auditing duties, the details and level of compensation paid to directors, and other factors. This policy was approved by a resolution of the Audit and Supervisory Committee held on January 27, 2016.

(iv) Total amount of compensation for directors

Officer Category	Company Category	Total Compensation (Millions of yen)	Total Compensation by Category (Millions of yen)				Number of Eligible Officers (person)
			Cash Compensation		Non-Cash Compensation		
			Base Compensation	Performance-based Compensation	Restricted stock compensation	Performance-based Stock Compensation	
Directors (excluding Audit and Supervisory Committee members) (excluding Outside Directors)	the Company	1,188	221	254	289	424	3
	Consolidated subsidiary	11	11	-	-	-	
Directors (Audit and Supervisory Committee members) (excluding Outside Directors)	the Company	47	44	-	3	-	1
Outside Directors (not Audit and Supervisory Committee members)	the Company	86	74	-	12	-	5
		(50)	(43)	(-)	(7)	(-)	(3)
		(36)	(31)	(-)	(5)	(-)	(2)

(Note)1. Performance-linked bonuses are paid to Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) as performance-based compensation. Performance-linked bonuses are cash compensation for achievements for a single year and paid out once a year after the corporate performance of the Company group for the said fiscal year is confirmed. Net income is used as the performance indicator of the said bonuses which are positioned as a short-term incentive. The details of the performance-linked bonuses and the reasons for selection of this indicator are described in <Policies and Procedures for Determining Compensation for Directors and Executive Officers> 5. (4) and 6. (2) described in 2. (2) "Directors and Audit and Supervisory Committee Members" (ii). The indicators, actual results and payment rates for performance-linked bonuses are as follows.

Indicators	Actual results	Payment rates
Net Income	161.2 Billion yen	168.7%

2. Restricted stock compensation and performance-based stock compensation are delivered to Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) as non-cash compensation. For restricted stock compensation and performance-based stock compensation, the amount recorded as an expense for FY2024 in accordance with IFRS standards is listed.

Regarding restricted stock compensation and performance-based stock compensation, the 82nd Ordinary General

Meeting of Shareholders held on June 28, 2024 resolved that (1) restricted stock compensation for the Company's Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) shall not be more than JPY 1 billion per year, and the total number of common shares of the Company to be delivered to eligible Directors shall be within 400,000 shares per year; and (2) a performance share unit for the said Directors shall not be more than JPY 3 billion for each mid-term management plan (three fiscal years), and the total number of common shares of the Company to be delivered to eligible Directors shall be within 1,200,000 shares for each mid-term management plan (three fiscal years). The number of Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) at the end of the 82nd Ordinary General Meeting of Shareholders was three. The state of delivery of the said stock compensations in FY2024 is described in (v) of 2. (1) Equity Stock.

The details of the restricted stock compensation and performance-based stock compensation, as well as the indicators and the reasons for their selection in the performance-based stock compensation are as described in <Policies and Procedures for Determining Compensation for Directors and Executive Officers> 5 (5) described in 2.(2) "Directors and Audit and Supervisory Committee Members".

3. At the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024, shareholders approved that the total amount of cash compensation for the Company's Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) shall not be more than JPY 1.2 billion per year. The number of Directors (excluding Outside Directors and Directors who are Audit and Supervisory Committee members) at the end of the 82nd Ordinary General Meeting of Shareholders was three.
4. Restricted stock compensation is delivered to Outside Directors (excluding Directors who are Audit and Supervisory Committee members) as non-cash compensation. In the restricted stock compensation column, the amount recorded as an expense for FY2024 in accordance with IFRS standards is listed. The company resolved that at the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024 that the amount of restricted stock compensation for the Outside Directors (excluding Directors who are Audit and Supervisory Committee members) shall be not more than JPY 45 million per year, the total number of shares of common stock of the Company to be delivered to eligible Outside Directors shall be not more than 18,000 shares per year, and the per-person amount of cash compensation claims to be paid to eligible Outside Directors shall be not more than 30% of the cash compensation paid to the relevant Outside Director and not more than JPY 5 million per year. The number of Outside Directors (excluding Directors who are Audit and Supervisory Committee members) at the end of the 82nd Ordinary General Meeting of Shareholders was three. The state of delivery of the said stock compensation in FY2024 is described in (v) of 2. (1) Equity Stock. Details of the restricted stock compensation are as stated in 3 (4) of <Policies and Procedures for Determining Compensation for Directors and Executive Officers> in (ii) of 2.(2) "Directors and Audit and Supervisory Committee members".
5. At the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024, shareholders approved that the total amount of cash compensation for the Company's Outside Directors (excluding Directors who are Audit and Supervisory Committee members) shall not be more than JPY 150 million per year. The number of Outside Directors (excluding Directors who are Audit and Supervisory Committee members) at the end of the 82nd Ordinary General Meeting of Shareholders was three.
6. Restricted stock compensation is delivered to the Directors who are Audit and Supervisory Committee members as non-cash compensation. In the restricted stock compensation column, the amount recorded as an expense for FY2024 in accordance with IFRS standards is listed. The company resolved that at the 82nd Ordinary General Meeting of Shareholders held on June 28, 2024 that the amount of restricted stock compensation for the Directors who are Audit and Supervisory Committee members shall be not more than JPY 30 million per year, and the total number of share of common stock of the Company to be delivered to eligible Directors who are Audit and Supervisory Committee members shall be not more than 12,000 shares per year, and the per-person amount of cash compensation claims to be paid to eligible Directors who are Audit and Supervisory Committee members shall be not more than 30% of the cash compensation paid to the relevant Director who is an Audit and Supervisory Committee member and not more than JPY 5 million per year. The number of Directors who are Audit and Supervisory Committee members at the end of the 82nd Ordinary General Meeting of Shareholders was three. The state of delivery of the said stock compensation in FY2024 is described in (v) of 2. (1) Equity Stock. Details of the restricted stock compensation are in 4 (4) of <Policies and Procedures for Determining Compensation for Directors and Executive Officers> in (ii) of 2.(2) "Directors and Audit and Supervisory Committee members".
7. At the 73rd Ordinary General Meeting of Shareholders held on June 24, 2015, shareholders approved that the total amount of compensation for the Company's Directors who are Audit and Supervisory Committee members shall not be more than 100 million yen per year. The number of Directors who are Audit and Supervisory Committee members at the end of the 73rd Ordinary General Meeting of Shareholders was three (including two outside directors).
8. Individual compensation of Directors (excluding Directors who are Audit and Supervisory Committee members) is deliberated by the Nomination and Compensation Committee with consultation to the Board of Directors and proposed to the Board of Directors. The Board of Directors deliberates on proposals from the Nomination and Compensation Committee and decides compensation. However, with respect to the performance-based compensation for Executive Officers (including those concurrently serving as Directors) other than the Group CEO, it is considered most appropriate to reflect the evaluation of such Executive Officers by the Group CEO,

who is the top executive officer in charge of business execution. Therefore, regarding performance-based compensation for this current fiscal year, Mr. Douglas Lefever, who is Representative Director and Senior Executive Officer and Group CEO (Corporate Strategy, Business Promotion, Technology in charge) as of the end of this fiscal year, will evaluate each executive officer, and redistributed the performance-based compensation for each individual, which was approved by the Nomination and Compensation Committee (members: Mr. Toshimitsu Urabe, Ms. Sayaka Sumida, and Mr. Yoshiaki Yoshida, whose positions and responsibilities are described in (i) Directors and Audit and Supervisory Committee members of 2 (2) Directors and Audit and Supervisory Committee members). Individual amounts of performance-based compensation which the Nomination and Compensation Committee approves are within the range decided by the Board of Directors, and the amounts are reported to the Board of Directors after the approval by the Nomination and Compensation Committee. The range of individual amounts of performance-based compensation which the Nomination and Compensation Committee approves is stated in 6. (2) a. of <Policies and Procedures for Determining Compensation for Directors and Executive Officers> in (ii) of 2. (2) Directors and Audit and Supervisory Committee members

(v) Matters pertaining to outside directors and outside Audit and Supervisory Committee members

(a) Significant concurrent positions held and relationship to the Company

Name	Concurrent position(s)	Relationship to the Company
Toshimitsu Urabe (Outside Director)	Outside Director, Japan Business Systems, Inc.	There is no special relationship between Japan Business Systems, Inc. and the Company.
Nicholas Benes (Outside Director)	Representative Director, The Board Director Training Institute of Japan	The Company has paid an annual fee to and received executive training from The Board Director Training Institute of Japan (“BDTI”). The amount of payment to BDTI in FY2024 was less than JPY 1million.
Naoto Nishida (Outside Director)	Special Commission, Toshiba Corporation	The Company has transactions with Toshiba Corporation and its affiliates, including the sales of our products, etc. The amount of such transactions with Toshiba Corporation and its affiliates, in FY2024 was less than 1% of the total of the Company’s consolidated cost of sales and selling, general and administrative expenses.
Sayaka Sumida (Outside Director, Audit and Supervisory Committee Member)	Outside Audit & Supervisory Board Member, Furukawa Electric Co., Ltd.	The Company has transactions with Furukawa Electric Co., Ltd., including the purchase of raw materials, etc. The amount of such transactions with Furukawa Electric Co., Ltd., in FY2024 was less than 1% of the total of the Company’s consolidated cost of sales and selling, general and administrative expenses.
	Outside Director, Audit Committee Member, Japan Exchange Group, Inc.	The Company makes payments including listing fees to Tokyo Stock Exchange, Inc., which is a subsidiary of Japan Exchange Group, Inc. The amount of such transactions with Tokyo Stock Exchange, Inc. in FY2024 was less than 1% of the total of the Company’s consolidated cost of sales and selling, general and administrative expenses.
Tomoko Nakada (Outside Director, Audit and Supervisory Committee Member)	Outside Director, Audit and Supervisory Committee Member, TS Tech Co., Ltd.	There is no special relationship between TS Tech Co., Ltd. and the Company.

(b) Principal activities

Name	Attendance	Participation at meetings
Toshimitsu Urabe (Outside Director)	Meetings of Board of Directors: 13 out of 13 times	<p>Mr. Urabe is expected to apply his knowledge of corporate management, investment decision-making and administrative management such as human resources and IT to the Company group's global management, thereby contributing to the sustainable enhancement of the Company's corporate value and revitalization of the Board of Directors.</p> <p>During FY2024, based on his experience in business investment in global companies, he performed duties based on his role, such as providing advice on M&A and, as the Chairperson of the Nomination and Compensation Committee, making statements based on his own experience in the fields of management and human resources with respect to the executive compensation.</p> <p>Mr. Urabe expresses his opinions mainly on business investment decisions, global management, and the promotion of DX, based on his management experience.</p>
Nicholas Benes (Outside Director)	Meetings of Board of Directors: 13 out of 13 times	<p>Mr. Benes is expected to apply his knowledge of corporate governance, finance matters and the shareholder-oriented perspective to the Company group's global management, thereby contributing to the sustainable enhancement of the Company's corporate value and revitalization of the Board of Directors.</p> <p>During FY2024, Mr. Benes performed his duties based on his role, including M&A advisory service based on his experience in investment banks, providing advice from the perspective of shareholders including institutional shareholders</p> <p>Mr. Benes expresses his opinions based mainly on his knowledge of corporate governance and finance matters.</p>
Naoto Nishida (Outside Director)	Meetings of Board of Directors: 13 out of 13 times	<p>Mr. Nishida is expected to apply his knowledge of corporate management, supply chain management (SCM), production, and research & development to the Company group's global management, thereby contributing to the sustainable enhancement of the Company's corporate value and revitalization of the Board of Directors.</p> <p>During FY2024, Mr. Nishida performed his duties based on his role, including making statements on SCM and safety and health based on his experience in the production and procurement division of a global company.</p> <p>Mr. Nishida expresses his opinions mainly on global management and SCM, based on his management experience.</p>
Sayaka Sumida (Outside Director, Audit and Supervisory Committee Member)	Meetings of Board of Directors: 13 out of 13 times	<p>Ms. Sumida is expected to apply her knowledge of finance and accounting to the Company group's audit and supervision, thereby contributing to the enhancement of corporate accounting and internal controls.</p> <p>During FY2024, Ms. Sumida performed her duties based on her role, including providing advice on internal audit and disclosure documents such as the Annual Securities Report, based on many years of experience as a certified public accountant.</p>
	Meetings of Audit and Supervisory Committee: 14 out of 14 times	<p>Ms. Sumida expresses her opinions mainly in relation to corporate accounting and auditing from a professional perspective.</p>
Tomoko Nakada (Outside Director, Audit and Supervisory Committee Member)	Meetings of Board of Directors: 13 out of 13 times	<p>Ms. Nakada is expected to apply her knowledge of laws and compliance to the Company group's audit and supervision, thereby contributing to the enhancement of compliance.</p> <p>During FY 2024, Ms. Nakada performed her duties based on her role, including pointing out matters relating to risk management and providing advice from a compliance perspective based on her many years of experience as an attorney-at-law.</p>
	Meetings of Audit and Supervisory Committee: 14 out of 14 times	<p>Ms. Nakada expresses her opinions mainly in relation to law and compliance from a professional perspective.</p>

(3) Policies on the distribution of surplus

Based on the premise that a sustainable level of business development and mid-to-long term enhancement of corporate value is fundamental to the creation of shareholder value, the Company practices management that is conscious of capital efficiency, financial soundness, and shareholder returns.

The Company has set the capital policy to prioritize business investment for growth such as R&D, facility enhancements, and M&A, while being flexible in utilization of liabilities (debt) from the viewpoint of balance sheet management that considers both capital efficiency and capital cost. In addition, the Company ensures an appropriate capital structure with maintaining financial soundness in order to strengthen the Company's business position and enhance its corporate value.

The shareholder return that is in congruence with the third mid-term management plan for the three years starting from April 1, 2024, under the premise of stable business environment, is set to make stable and continuous dividend with a minimum amount of JPY30 per share for the full year. In addition to dividends, the Company has set a target to achieve a cumulative total return ratio(*) of 50% or more, including share repurchase, over the three years of the third mid-term management plan. However, there is a possibility that the Company may not be able to disburse shareholder returns due to the occurrence of investment growth opportunities that require more funds than expected and the deterioration of business performance for the changes in the market environment.

* Total return ratio: (Dividend + share repurchase)/consolidated net income

■ Stock Acquisition Rights

Stock acquisition rights held by directors and Audit and Supervisory Committee members (as of March 31, 2025)

	Resolution at the meeting of the Board of Directors held on June 25, 2020
Date of issuance	July 13, 2020
Issuance Price	JPY 206,283 per unit
Holding status of stock acquisition rights by directors and Audit and Supervisory Committee members	210 units (2 persons)
Directors (excluding Audit and Supervisory Committee members and Outside Directors)	210 units (2 persons)
Outside directors (excluding Audit and Supervisory Committee members)	0 units (0 persons)
Directors (Audit and Supervisory Committee members)	0 units (0 persons)
Class and aggregate number of shares to be issued or delivered upon exercise	83,790 shares of common stock (each stock acquisition right is exercisable for 399 shares)
Exercise price to be paid upon exercise	JPY 1,748 per share
Exercise period	July 14, 2022 to July 13, 2025
Terms of exercise	The stock acquisition rights may not be inherited.
Reasons for the Company's acquisition of the stock acquisition rights	The Company shall automatically acquire the stock acquisition rights, for no consideration, if: (a) the general meeting of shareholders or, if approval by the shareholders' meeting is not legally required, then the board of directors resolves to approve (i) any merger agreement pursuant to which the Company shall dissolve, (ii) any agreement or a plan pursuant to which the Company shall split all or part of its business or (iii) any stock-for-stock exchange agreement or stock-transfer plan pursuant to which the Company shall become a wholly-owned subsidiary of another company; (b) the rights holder becomes a person who does not hold any position as a director, corporate auditor, officer, employee or any other similar position of the Company or its domestic or overseas subsidiaries; except when he/she resigns due to expiration of term of office, and when the Company deems that it is appropriate to allow him/her to exercise his/her stock acquisition rights and notifies him/her; (c) the rights holder dies.
Restriction on the transfer of the stock acquisition rights	Acquisition of stock acquisition rights by transfer shall require approval by the Board of Directors. Provided, however, if it is the Company acquiring the stock acquisition rights by transfer, such transfer shall be deemed to be approved by the Board of Directors.

(Note) The Company enacted a 4-for-1 share split of its common share with an effective date of October 1, 2023. The number of shares after the stock split is stated.

- Overview of limited liability agreements

The Company entered into a limited liability agreement pursuant to Article 427, Paragraph 1 of the Companies Act, with non-executive directors, Yoshiaki Yoshida, Toshimitsu Urabe, Nicholas Benes, Naoto Nishida, Yuichi Kurita, Sayaka Sumida and Tomoko Nakada. The upper limit of liability based on each agreement is the minimum liability as provided in the relevant laws and regulations.

- Overview of indemnification agreements

The Company has concluded indemnification agreements with directors Douglas Lefever, Koichi Tsukui, Yoshiaki Yoshida, Toshimitsu Urabe, Nicholas Benes, Naoto Nishida, Yuichi Kurita, Sayaka Sumida and Tomoko Nakada pursuant to the Article 430-2, Paragraph 1 of the Companies Act. Under the said agreements, the Company shall indemnify them against expenses listed in Item 1 of the said Paragraph and losses listed in Item 2 of the said Paragraph to the extent permitted by laws and regulations. However, certain conditions of exemption are established to ensure that the appropriateness of the execution of duties by the insured persons is not impaired by the said agreements, and the amount of expenses and losses of no less than JPY 3 million requires the deliberation by the Board of Directors.

- Overview of the contents of the directors and officers liability insurance contracts

The Company has concluded a directors and officers liability insurance contract with an insurance company in accordance with Article 430-3, Paragraph 1 of the Companies Act, covering all employees of the Company, including Directors, Executive Officers, and employees in managerial and supervisory positions, and also all employees of the Company's subsidiaries, including executives and employees in managerial and supervisory positions.

The company to which the insured belongs bears the full amount of the insurance premium including the rider part, so there is no substantial insurance premium burden for the insured party.

The insurance policy covers legal damages and litigation expenses that may arise when the insured party assumes liability for the execution of his or her duties or is subject to a claim for the pursuit of the said liability.

However, under such insurance contracts, measures are taken to ensure that the appropriateness of the execution of duties by the insured person is not impaired by establishing certain conditions of exemption, such as that damage to the insured person caused by an act committed by the insured person in recognition of a violation of laws and regulations is not covered.

- Independent Auditor
 - (i) Name of independent auditor
Ernst & Young ShinNihon LLC
 - (ii) Remuneration

	Amount
Remuneration to the independent auditor for this fiscal year	JPY163 million
Total amount of cash and other financial benefits payable by the Company and its subsidiaries to the independent auditor	JPY178 million

- (Notes) 1. Under the agreement between the Company and the Independent Auditor, as the Company has not drawn any distinction between the remuneration for the audit services pursuant to the Companies Act and that pursuant to the Financial Instruments and Exchange Act of Japan, the amount set forth above represents the aggregate amount of these audit services.
2. The Company's significant overseas subsidiaries have been audited by the Ernst & Young group.

(iii) Non-audit remuneration

The Company has entrusted third-party assurance services for non-financial information to Ernst & Young ShinNihon LLC, in addition to audit attestation services under Article 2, Paragraph 1 of the Certified Public Accountants Act.

(iv) Reason that the Audit and Supervisory Committee gave consent to the amount of remuneration to the independent auditor

The Audit and Supervisory Committee obtained necessary materials and received reports from directors, executive officers, the internal departments concerned, and the independent auditor, and reviewed appropriateness of the content of the audit plan of the independent auditor, the status of execution of independent audit duties, the basis for calculation of the estimated amount of remuneration. As a result, the Audit and Supervisory Committee concluded that the amount of remuneration to the independent auditor is appropriate and gave consent pursuant to Article 399, Paragraphs 1 and 3 of the Companies Act.

(v) Policies on dismissal or non-reappointment of the independent auditor

In the case that the independent auditor falls under any of the items according to Article 340, Paragraph 1 of the Companies Act, the Audit and Supervisory Committee shall dismiss the independent auditor upon the unanimous consent of the Audit and Supervisory Committee members. In such case, an audit and supervisory committee member who is appointed by the Audit and Supervisory Committee shall report the dismissal and its reasons at the first general meeting of shareholders convened after such dismissal. In addition, other than the above, if it is deemed to be difficult for the independent auditor to conduct appropriate audits due to the occurrence of events that impair its qualification or independence, the Audit and Supervisory Committee shall determine the content of an agenda item about dismissal or non-reappointment of the independent auditor to be submitted to a general meeting of shareholders.

■ The System to Ensure the Appropriateness of Business Operations

The Board of Directors resolved a system that ensures the appropriateness of its business as follows:

Basic Policy for the System to Ensure the Appropriateness of Business

Holding "Enabling Leading-Edge Technologies" as our corporate mission, the Advantest Group established The Advantest Way that clarifies mission, vision, core values, guiding principle and ethical standards of the Advantest Group, and has strived to increase the transparency of its management and achieve a sustainable level of business development and mid-to-long term enhancement of corporate value. To further promote these efforts, the Company will prepare a framework as described in each paragraph below, implement the establishment, development and management of the internal control

system, and ensure the sound operations of the Company.

1. Framework to the effective performance of duties by Board Directors of the Company and the Subsidiaries
 - (i) The Company promotes management efficiency by separating the management decision making function and supervisory function from the function of the execution of operations. The Board of Directors shall make management decisions and supervise management. Regarding execution of operations, executive officers and employees shall execute operations based on the Board of Directors' clarification of the function and authority of the body executing operations, while delegating necessary authorities to ensure the prompt and efficient performance of duties.
 - (ii) The Board of Directors of the Company, as the management decision making body, shall make decisions on significant matters concerning the execution of business and basic management policies of Advantest Group, including the Internal Control System, and in its capacity to supervise management, the Board of Directors shall monitor and supervise execution of duties by Directors and executive officers.
 - (iii) The Board of Directors of the Company shall approve the basic management policy of the Advantest Group, receive reports on business results based on monthly closing account, financial situation, status of the performance of duties by each department, and review the appropriateness of such plans.
2. Framework to ensure the compliance with applicable laws and ordinances as well as the articles of incorporation by directors, executive officers, and employees of the Company and the Subsidiaries in performing their duties
 - (i) To ensure compliance with all applicable laws and regulations as well as the articles of incorporation, and to ensure that actions are taken faithfully and ethically, the Company shall establish The Advantest Way for all directors, executive officers and employees of the Advantest Group, and notify such directors, executive officers and employees of these codes. Furthermore, the Company shall establish the "Code of Ethics for Executives" for directors and executive officers.
 - (ii) The Advantest Group shall establish subcommittees such as the Internal Control Committee and the Disclosure Committee in order to ensure the appropriateness of business of Advantest Group.
 - The Internal Control Committee shall report to the Board of Directors about the design and operation of Internal Control System as deemed necessary.
 - The Disclosure Committee oversees the proper disclosure by management and report to the Board of Directors as deemed necessary.
 - (iii) Regarding compliance, Chief Compliance Officer (CCO) supervises the compliance of laws and regulations and the implementation of The Advantest Way and report to the Board of Directors as deemed necessary.
 - (iv) The Company establishes a corporate ethics helpline for whistleblowing such that employees can report behaviors that are illegal or inappropriate in light of applicable laws, Articles of Incorporation or The Advantest Way. The Company stipulates that the reporter / consultant will not treat such persons adversely for having reported an incident or sought consultation regarding a potential violation, and will thoroughly disseminate it.
3. Rules relating to the management of risk of loss and other frameworks of the Company and the Subsidiaries
 - (i) With respect to potential risks behind management environment, business activities and corporate assets of Advantest Group, the Company shall identify and classify risk factors for each important business process, analyze the magnitude of risks, possibility of actual occurrence and frequency of such occurrence, etc., and create written policies and procedures regarding the appropriate response to and avoidance/ reduction of the risks, as part of the internal control activities.
 - (ii) With respect to emergency situations such as disasters, the Company shall establish the Risk Management Group, create written emergency action guidelines and prepare by implementing education and training programs on a regular base.
 - (iii) The Internal Control Committee shall thoroughly manage risks of the Advantest Group and report material risks to the Board of Directors.
 - (iv) The Company is making efforts to prevent occupational injuries, create a comfortable working

environment, and promote the good health of its employees through the establishment of the Safety and Health Committee.

4. Framework regarding the retention and management of information with respect to the performance of duties by Board Directors of the Company
 - (i) The Company shall properly retain and manage the following information regarding the exercise of duties by directors, pursuant to the internal rules that stipulate details such as the period of retention, person in charge of retention and method of retention.
 - Minutes of general meetings of shareholders and reference materials
 - Minutes of meetings of the Board of Directors and reference materials
 - Other important documents regarding the exercise of duties by directors
 - (ii) The Company shall establish the Information Security Committee that is responsible for protecting personal information and preventing confidential information from leaking.
5. Framework to ensure the appropriateness of operations of the Company, and the group as a whole, including its subsidiaries
 - (i) The Advantest Group shall establish and operate the same quality of internal control system for the Company and each company of the Advantest Group in order to conduct the consolidated group management placing an emphasis on business evaluation based on consolidated accounting.
 - (ii) The internal control system of the Advantest Group is supported by each department of the Company that is responsible for each group company, and is established and operated as a unified system based on the policies of the group created by the Internal Control Committee. Significant matters concerning the status of each group company that is controlled by the Internal Control Committee shall be reported to the Board of Directors.
 - (iii) Auditing Group of the Company supervises an internal audit to each group company.
6. Matters relating to employee(s) who assist the Audit and Supervisory Committee
The Company shall establish the Audit and Supervisory Committee and assign the employee(s) who assist it.
7. Matters relating to the independence of the employee(s) referred to in the preceding Section from Board Directors of the Company (excluding directors who are Audit and Supervisory Committee members) and the matters for ensuring the effectiveness of direction to the employee(s)
 - (i) The personnel matters including but not limited to assignment, transfer, performance appraisal and disciplinary action of the employee(s) referred to in Section 6 shall be subject to a prior consent of the Audit and Supervisory Committee.
 - (ii) The employee(s) referred to in Section 6 shall perform their duties exclusively pursuant to the instruction and order by directors who are Audit and Supervisory Committee members and their independence from any officers or employees other than the directors who are Audit and Supervisory Committee members shall be ensured.
8. Framework for reporting to the Audit and Supervisory Committee of the Company
 - (i) In the event that any violation or breach of applicable laws, Articles of Incorporation or The Advantest Way or the fact that could cause serious damage is detected or reported, such event shall be reported immediately to the Audit and Supervisory Committee.
 - (ii) The Company shall adopt a system that allows directors who are Audit and Supervisory Committee members to attend important meetings such as the Executive Management Committee and to keep abreast important matters regarding the execution of operations.
 - (iii) In the event that a report or consultation is made to the Corporate Ethics Helpline, the Company shall adopt a system that such report or consultation shall be reported immediately to the Audit and Supervisory Committee.
 - (iv) Under the provisions of section 8. (i) and (iii), The Company stipulates that the reporter to the Audit and Supervisory Committee will not treat such persons adversely for having reported an incident, and will thoroughly disseminate it.

9. Other frameworks to ensure the effective implementation of audit by the Audit and Supervisory Committee
 - (i) The Company shall ensure that the Audit and Supervisory Committee cooperates with the Accounting Auditors, the Auditing Group (an internal audit division of the Company) and the corporate auditor of each Advantest Group Company, and that there are opportunities to exchange opinions with them as deemed necessary.
 - (ii) The Company shall ensure that there are opportunities to exchange opinions between the Audit and Supervisory Committee and the Representative Director and shall strive for communication between them.
 - (iii) In case that a member of Audit Supervisory Committee requests a prepayment of expense necessary to perform his or her duties, the Company shall establish a necessary procedure of the prepayment and execute it without delay in accordance with the designated procedure.

■ Status of implementation of the system to ensure the appropriateness of business operations

The status of implementation of the system to ensure the appropriateness of business during the fiscal year is as follows:

(i) Framework for the effective performance of duties

To promote management efficiency, the Board of Directors performs management decision-making and supervision in accordance with Regulations of the Board of Directors and Executive Officers and employees execute business in accordance with the Global Organization and Authorization Rules.

The Executive Management Committee is positioned as a decision-making body for important business matters of the Company. Among Executive Officers, those who are deemed capable of leading the group management are nominated as Senior Executive Officers who serve as members of the Executive Management Committee. The Executive Management Committee has largely delegated authority to unit leaders to realize speedy management.

As the Company started the third mid-term management plan from FY 2024, the Company has appointed Mr. Douglas Lefever as Group CEO and Mr. Koichi Tsukui as Group COO and President of the Company as of April 1, 2024, in order for the Company's group to realize even greater progress for the rapidly changing, fast-growing semiconductor industry.

(ii) Framework concerning compliance

The Company established The Advantest Way, which articulates the Purpose & Mission, the Vision, the Core Values, the Guiding Principle, and the Ethical Standards, under which we raise INTEGRITY as our Core Values. We are promoting initiatives with the aim of materializing INTEGRITY in our daily operations and making INTEGRITY our true corporate culture. Specifically, we launched the "INTEGRITY award" to recognize and express appreciation for employees who have demonstrated INTEGRITY by recommendation from peer employees from FY2022.

In order to ensure that INTEGRITY is integrated into the corporate culture, the Company has established a system in which "INTEGRITY Ambassadors" are appointed from each unit worldwide and supported by a "Culture Council" headed by the Group CEO, instead of the conventional short-term project in FY 2022. The Company group aims to spread INTEGRITY by promoting specific activities throughout the Company group and at each unit.

The Company has established internal and external helplines. The Company has also transitioned the external helpline to more highly confidential system since March 2023. The Company ensures that all officers and employees around the world are aware of the role of the helpline, and has established an appropriate reporting system. In FY2023, the Company group launched the GCEP (Group-wide Compliance Education Program) to deliver basic education to all the company group employees with the aim of raising compliance awareness and acquainting them with the minimum rules. Eleven e-learning courses, including "The Advantest Way," "Information Security," "Export Control," and

“Anti-bribery” were available in 16 languages (with some exceptions) in FY2024.

(iii) Framework for risk management

In addition to discussing a broad range of risks to the global economy and the overall business environment at Board of Directors and Executive Management Committee, the Internal Control Committee chaired by the Group COO and attended by Outside Directors as observers identifies and analyzes important risks throughout the Company group and clarifies departments responsible for each risk and the policies and procedures for dealing with each risk. Moreover, the Company shall report to the Board of Directors on the design and operation status of the internal control system and on the cases where significant defects and significant deficiencies are found in the internal control evaluation process.

The Company has established the Risk Management Group headed by the Group COO to respond to emergency disasters. Starting in FY2022, we have undertaken a comprehensive review of its Business Continuity Management (BCM) documentation at major domestic and overseas sites, which was completed in June 2024. The new BCM documentation is in an ISO-compliant format. In addition, in FY2024, BCM drills were conducted at major domestic business sites in accordance with the BCM documentation.

(iv) Framework for retention and management of information

The Company retains and manages minutes of General Meetings of Shareholders and minutes of meetings of the Board of Directors and their reference materials, and important documents regarding the exercise of duties by directors pursuant to the internal rules. In addition, in order to implement the Company group's overall information Basic Policy on Information Security, a Global Information Security Committee was established in a form that includes members from overseas subsidiaries. The Committee meets once a quarter to share security incidents and take measures to prevent recurrence, protect personal information and prevent leakage of confidential information, and maintain and improve the security of IT systems. In FY2024, the Company conducted a simulation drill for dealing with cyberattacks and alerted all employees whenever phishing emails were received. In 2021, the Company began to obtain ISO 27001 certification for its information security management system, and the Company obtained it in Japan in August 2021. Subsidiary in Germany, the U.S., and Singapore were certified by the end of FY2024.

(v) Framework to ensure the appropriateness of operations of the group

The Company establishes important business processes for Advantest as a whole, and by providing guidance on risk analysis and appropriate responses to such risks, the Company group establishes and operates the same internal control system. The Internal Control Committee monitors the status of internal controls of each company based on the CSA (Control Self-Evaluation) of each unit conducted by the internal audit division. It also monitors the status through audits by the internal audit division and gives instructions so that each group company can operate in accordance with the policy for building internal control systems. The Internal Control Committee reports to the Board of Directors if important matters concerning internal control of each group company are discovered.

The internal audit division reports the audit results to the Group CEO, the Group COO and the Audit and Supervisory Committee, and also to the Board of Directors.

(vi) Framework for the implementation of audit by the Audit and Supervisory Committee

The Company has put in place a system whereby a standing Audit and Supervisory Committee member attends important meetings such as the meeting of the Executive Management Committee and

grasp important matters regarding the execution of operations. The Audit and Supervisory Committee holds meetings with the independent auditor and the internal audit division, as necessary, to ensure good communication. The Company provides opportunities for the Group CEO, the Group COO and the Audit and Supervisory Committee to exchange opinions on a periodic basis or on an as-needed basis in order to ensure good communication.

The Company has established the Audit and Supervisory Committee Office to which a full-time employee who assists the Audit and Supervisory Committee is assigned. The employee who assists the Audit and Supervisory Committee performs his duties in accordance with instructions of the Audit and Supervisory Committee members, and thus his independence from directors who are not Audit and Supervisory Committee members and from other officers and employees is ensured.

Consolidated Financial Statements

Consolidated Statement of Financial Position

(As of March 31, 2025)

(Millions of Yen)

	FY2023 (reference)	FY2024		FY2023 (reference)	FY2024
Assets			Liabilities		
Current assets	420,261	599,753	Current liabilities	126,277	309,424
Cash and cash equivalents	106,702	262,544	Trade and other payables	76,863	107,093
Trade and other receivables	88,855	113,031	Short-term borrowings	—	74,952
Inventories	204,389	209,707	Income taxes payable	10,262	73,023
Other current assets	20,315	14,471	Provisions	8,668	12,454
Non-current assets	250,968	254,457	Lease liabilities	5,147	5,046
Property, plant and equipment, net	78,884	78,602	Other financial liabilities	1,868	5,790
Right-of-use assets	19,106	18,338	Other current liabilities	23,469	31,066
Goodwill and intangible assets, net	98,514	78,365	Non-current liabilities	113,774	38,247
Other financial assets	20,139	30,167	Long-term borrowings	75,143	3
Deferred tax assets	33,423	47,894	Lease liabilities	14,153	13,502
Other non-current assets	902	1,091	Retirement benefit liabilities	19,134	17,614
			Deferred tax liabilities	3,934	4,709
			Other non-current liabilities	1,410	2,419
			Total liabilities	240,051	347,671
			Equity		
			Share capital	32,363	32,363
			Share premium	45,441	46,665
			Treasury shares	(56,353)	(104,193)
			Retained earnings	355,299	489,850
			Other components of equity	54,428	41,854
			Total equity attributable to owners of the parent	431,178	506,539
			Total equity	431,178	506,539
Total assets	671,229	854,210	Total liabilities and equity	671,229	854,210

Consolidated Statement of Profit or Loss

(From April 1, 2024 to March 31, 2025)

(Millions of Yen)

	FY2023 (reference)	FY2024
Net sales	486,507	779,707
Cost of sales	(240,477)	(334,622)
Gross profit	246,030	445,085
Selling, general and administrative expenses	(158,963)	(195,392)
Other income	3,926	1,366
Other expenses	(9,365)	(22,898)
Operating income	81,628	228,161
Financial income	1,244	1,895
Financial expenses	(4,702)	(5,282)
Income before income taxes	78,170	224,774
Income taxes	(15,880)	(63,597)
Net income	62,290	161,177
Net income attributable to: Owners of the parent	62,290	161,177

Consolidated Statement of Comprehensive Income

(From April 1, 2024 to March 31, 2025)

(Millions of Yen)

	FY2023 (reference)	FY2024
Net income	62,290	161,177
Other comprehensive income (loss), net of tax		
Items that will not be reclassified to profit or loss		
Remeasurements of defined benefit pension plan	(640)	825
Net change in fair value measurements of equity instruments at fair value through other comprehensive income	(3,238)	(6,740)
Items that may be subsequently reclassified to profit or loss		
Exchange differences on translation of foreign operations	26,029	(5,834)
Total other comprehensive income (loss)	22,151	(11,749)
Total comprehensive income for the year	84,441	149,428
Comprehensive income attributable to:		
Owners of the parent	84,441	149,428

Consolidated Statement of Changes in Equity

(From April 1, 2024 to March 31, 2025)

(Millions of Yen)

	Equity attributable to owners of the parent						
	Share capital	Share premium	Treasury shares	Retained earnings	Other components of equity	Total	Total Equity
FY2024							
Balance as of April 1, 2024	32,363	45,441	(56,353)	355,299	54,428	431,178	431,178
Net income				161,177		161,177	161,177
Other comprehensive income (loss), net of tax					(11,749)	(11,749)	(11,749)
Total comprehensive income for the year	—	—	—	161,177	(11,749)	149,428	149,428
Purchase of treasury shares		(48)	(50,005)			(50,053)	(50,053)
Disposal of treasury shares		(1,702)	2,165	(112)		351	351
Dividends				(27,339)		(27,339)	(27,339)
Share-based payments		2,893				2,893	2,893
Other		81				81	81
Transfer from other components of equity to retained earnings				825	(825)	—	—
Total transactions with the owners	—	1,224	(47,840)	(26,626)	(825)	(74,067)	(74,067)
Balance as of March 31, 2025	32,363	46,665	(104,193)	489,850	41,854	506,539	506,539

Notes to Consolidated Financial Statements

1. Notes to significant matters based on which the consolidated financial statements were prepared

(1) Basis of presentation

The consolidated financial statements of Advantest Corporation (The "Company") and its consolidated subsidiaries (collectively, The "Company group") have been prepared on the basis of International Financial Reporting Standards ("IFRS"), pursuant to paragraph 1 of Article 120 of the Ordinance on Accounting of Companies (*kaisha keisan kisoku*). However, certain disclosures required on the basis of IFRS are omitted pursuant to the latter part of Article 120, Paragraph 1 of the Ordinance on Accounting of Companies.

(2) Scope of consolidation

Consolidated subsidiaries

(a) Number of subsidiaries 39

(b) Names of major consolidated subsidiaries are described in "1. Current Conditions of the Company group, (3) Significant Subsidiaries" of the Business Report.

(3) Material accounting policies

(i) Cash and cash equivalents

Cash and cash equivalents include cash on hand, deposits at call with banks, and other short term highly liquid investments with maturities of 3 months or less from the date of acquisition that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value.

(ii) Inventories

The cost of inventories includes purchase costs, processing costs and all other costs incurred to bring inventories to their present location and condition.

Inventories are measured at the lower of cost or net realizable value. If net realizable value is less than the cost, that difference is accounted for as a write off and recognized as an expense. The weighted average method is used to calculate cost. Net realizable value represents the estimated selling price in the ordinary course of business, less all estimated costs of completion and estimated costs necessary to make the sale.

(iii) Financial instruments

(a) Non-derivative financial assets

The Company group classifies non-derivative financial assets into the following categories: financial assets measured at amortized cost, financial assets measured at fair value through other comprehensive income or financial assets measured at fair value through profit or loss.

The Company group initially recognizes financial assets measured at amortized cost on the date that they are originated. All other financial assets are recognized initially on the trade date, the date on which the Company group becomes party to the contractual provisions.

The Company group derecognizes a financial asset when contractual rights to the cash flows from the asset expire. In transferring contractual rights to the cash flows from a financial asset, the Company group will derecognize the financial asset if the Company group neither transfers nor retains substantially all the risks and rewards of ownership of the financial asset and does not retain control of the financial asset.

Financial assets and liabilities are offset and presented net in the consolidated statement of financial position only when the Company group has a legally enforceable right to offset the recognized amounts and intends to settle on a net basis or to realize the asset and settle the liability simultaneously.

Financial assets measured at amortized cost

Financial assets are subsequently measured at amortized cost in case they meet the following requirements:

- The financial asset is held within a business model with the objective of collecting contractual cash flows.
- The contractual terms of the financial asset provide cash flows on specified dates that are solely payments of principal and interest on the principal amount outstanding.

Financial assets measured at amortized cost are initially measured at fair value (including direct transaction costs). The carrying amount of financial assets measured at amortized cost is subsequently measured using the

effective interest method, and the expected credit losses are recognized as allowance for doubtful accounts. The expected credit losses are calculated based on historical loss experience or future recoverable amounts.

Financial assets measured at fair value through other comprehensive income

The Company group holds certain instruments with the purpose of expanding its revenue base by maintaining and strengthening business relations with the investees. These equity instruments are classified as financial assets measured at fair value through other comprehensive income by designation. They are initially and subsequently measured at fair value, and the changes in fair value are recognized in other comprehensive income (OCI). The cumulative amount of OCI is recognized in equity as other components of equity. If the Company group derecognizes financial assets, the cumulative gain or loss recognized in OCI is reclassified from other components of equity to retained earnings. Dividends on financial assets measured at fair value through other comprehensive income are recognized in profit or loss, except when they are considered to be return of the investment.

Financial assets measured at fair value through profit or loss

The other financial assets are classified as financial assets measured at fair value through profit or loss. These instruments are subsequently measured at fair value and the changes in fair value are recognized in profit or loss.

(b) Non-derivative financial liabilities

The Company group classifies non-derivative financial liabilities into the following categories: financial liabilities measured at amortized cost or financial liabilities measured at fair value through profit or loss.

The Company group recognizes debt securities on the day when issued. Financial liabilities other than debt securities are initially recognized on the trade date, the date on which the Company group becomes party to contractual provisions.

The Company group derecognizes a financial liability when its contractual obligations are discharged, cancelled, or expire.

These financial liabilities measured at amortized cost are measured initially at fair value, less any directly attributable transaction costs and subsequently measured at amortized cost using the effective interest method. The amortization charge for each period is recognized as financial expenses in profit or loss.

These financial liabilities measured at fair value through profit or loss are measured initially at fair value. After initial recognition, these are subsequently measured at fair value and the changes in fair value are recognized in profit or loss.

(iv) Property, plant and equipment (except right-of-use assets)

Except for assets that are not subject to depreciation such as land, assets are depreciated using the straight-line method over their estimated useful lives.

(v) Goodwill and other intangible assets

Goodwill is not amortized. Intangible assets (except right-of-use assets) for which useful lives can be determined are amortized by the straight-line method over their estimated useful lives from the date the assets are available for use.

(vi) Impairment

Property, plant and equipment, right-of-use assets, goodwill and intangible assets are tested for impairment if there is any indication of impairment for the assets. Goodwill is tested for impairment both annually and when there is any indication of impairment. An impairment loss is recognized if the recoverable amount of an asset, cash-generating unit (CGU) or CGU group is less than its carrying amount.

(vii) Provisions

Provisions are recognized when the Company group has present legal or constructive obligations as a result of past events, it is probable that outflows of resources embodying economic benefits will be required to settle the obligations, and reliable estimates of the obligations can be made.

When the effect of the time value of money is material, provisions are measured at the present value of the expenditures expected to be required to settle the obligations.

(viii) Post-employment benefits

The Company and certain of its subsidiaries have retirement and severance defined benefit plans covering substantially all of their employees. For each defined benefit plan, the present value of defined benefit obligations, related current service cost and past service cost are calculated using the projected unit credit method. The discount rates are the yields of high quality corporate bonds that have maturity terms approximating those of the obligations which the benefits are expected to be paid. Net defined benefit liability (asset) is measured at the present value of the defined benefit obligation less the fair value of plan assets. Remeasurements of net of liabilities or assets for defined benefit plans are recognized in full as other comprehensive income in the period when they are incurred and reclassified to retained earnings immediately. Past service costs are recognized immediately in profit or loss.

(ix) Revenue

The Company group recognizes revenue based on the five-step model.

Step 1: Identify the contract(s) with a customer

Step 2: Identify the performance obligations (accounting treatment for goods or services separately)

Step 3: Determine the transaction price (amount of consideration)

Step 4: Allocate the transaction price to the performance obligations

Step 5: Recognize revenue when the entity satisfies a performance obligation

The Company group sells test system products of semiconductor and mechatronics-related products such as test handlers that handling semiconductor devices, the revenue for these is recognized when control of such products is transferred to customers as the performance obligation is satisfied based on contractual terms. The timing at which control of such products transferred to customers is determined upon delivery or acceptance.

Additionally, the Company group has performance obligation towards customers on the service contracts. Revenue from such service contracts is recognized over the contract term on the straight-line basis.

(x) Foreign currency translation

Assets and liabilities of foreign operations are translated into Japanese yen using the exchange rate at the end of the reporting period, and revenue and expense items are translated using the average exchange rates during the period. Gains or losses derived from translating foreign operations' financial statements are recognized in other comprehensive income and presented in other components of equity.

(xi) Income Taxes

The Company group has adopted exceptions stipulated by the amendments to IAS 12. Therefore, the Company group does not recognize and disclose deferred tax assets and liabilities related to the income taxes arising from the Pillar Two Model rules which were announced by the Organization for Economic Co-operation and Development's (OECD). The impact of applying the exceptions on the Company group's consolidated financial statements is immaterial.

2. Notes to accounting estimates

(1) Valuation of inventories

(i) Amount recognized in the consolidated financial statements as of March 31, 2025.

Inventories	¥209,707 million
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(ii) Other information that deepens the understanding of users of the consolidated financial statements regarding the content of accounting estimates

Inventories are measured at the lower of cost or net realizable value after initial recognition. If the net realizable value is less than the cost, the difference is accounted for as a write off and recognized as an impairment loss. In addition, based on forecasts by product model, the Company group analyzes whether there is an excess inventory balance and consider the necessity of recording an impairment loss. Furthermore, if inventories become excessive, or if the market environment deteriorates beyond forecasts and the net realizable value significantly declines, there is a possibility that a loss may occur.

In the fiscal year ended March 31, 2025, demand for semiconductors related to the proliferation of AI drove market growth. In the Company group's semiconductor test equipment business, demand for high-performance semiconductors related to AI increased significantly. On the other hand, demand for cornerstone consumer electronics products, other than AI-related applications, such as automotive and industrial equipment, remained soft. The inventory turnover period for some raw materials related to these specific products, which account for approximately 9% of total raw materials and suppliers, has become particularly long.

(2) Impairment of property, plant and equipment, right-of-use assets, goodwill and intangible assets

(i) Amount recognized in the consolidated financial statements as of March 31, 2025.

Property, plant and equipment, net	¥78,602 million
Right-of-use assets	¥18,338 million
Goodwill and intangible assets, net	¥78,365 million

(ii) Other information that deepens the understanding of users of the consolidated financial statements regarding the content of accounting estimates

The Company group performs an impairment test for property, plant and equipment, right-of-use assets, goodwill and intangible assets when there is any indication that the recoverable amount is less than the carrying amount of the assets. Goodwill is tested for impairment both annually and when there is any indication of impairment.

The impairment test is performed by comparing the carrying amount and the recoverable amount of cash-generating unit (CGU) or CGU group. If the recoverable amount is less than the carrying amount, impairment loss is recognized. The recoverable amount is based on the value in use mainly calculated by the discounted cash flow model. The estimated future cash flows associated with CGU or CGU group are discounted to present value using a pre-tax discount rate which reflects current market assessments of the time value of money and any risks specific to CGU or CGU group. The estimated future cash flows associated with CGU or CGU group are based on the business plan for 3 years approved by management and the growth rate after 3 years. Pre-tax discount rates used for measuring the value in use for the fiscal year ended March 31, 2025 were 11.8% - 19.8% .

CGU that has significant goodwill as of March 31, 2025 is R&D Altanova group, and the amount of goodwill and intangible assets allocated to the CGU are ¥27,479 million and ¥8,398 million, respectively. As of March 31, 2025, Essai, Inc. has no balance of goodwill and intangible assets as impairment losses were recognized.

The key assumptions in the impairment test of CGU above are the sales forecast to existing large-volume customers and prospects for new customers that form the basis of the three-year business plan, discount rate and growth rate after 3 years. Generally, a reduction rate of capital expenditures of semiconductor manufacturers during downturns in the semiconductor industry, including investments in semiconductor test systems, is much greater than a reduction rate of worldwide semiconductor sales.

These assumptions are based on the best estimates and judgments of management, but they could be affected by variable and uncertain future economic conditions. Any changes in these assumptions may have a material impact on amount recognized in the consolidated financial statements in future periods. As of March 31, 2025, Essai, Inc. recognized ¥21,393 million of impairment losses for goodwill and intangible assets due to softness in sales for a major customer and delays in expanding sales to new customers.

(3) Post-employment benefits

(i) Amount recognized in the Consolidated Financial Statements as of March 31, 2025.

Retirement benefit liabilities	¥17,614 million
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(ii) Other information that deepens the understanding of users of the consolidated financial statements regarding the content of accounting estimates

The Company and certain of its subsidiaries have retirement and severance plans, which are defined benefit and defined contribution plans covering substantially all of their employees. For defined benefit plans, the present value of defined benefit obligations on each of these plans and the service costs are calculated based on actuarial assumptions. These actuarial assumptions require estimates and judgments on variables such as discount rates. The key assumptions are discount rate and rate of compensation increase.

The actuarial assumptions are determined based on the best estimates and judgments made by management; however, there is the possibility that these assumptions may be affected by changes in uncertain future economic conditions, which may have a material impact on amount recognized in the consolidated financial statements in future periods.

(4) Valuation of deferred tax assets

(i) Amount recognized in the Consolidated Financial Statements as of March 31, 2025

Deferred tax assets	¥47,894million
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(ii) Other information that deepens the understanding of users of the consolidated financial statements regarding the content of accounting estimates

The Company group judges the recoverability of deferred tax assets depending on taxable income based on the business plan and tax planning.

Key assumption for estimates of taxable income is sales forecast of each business unit as the basis for business plan. Generally, a reduction rate of capital expenditures of semiconductor manufacturers during downturns in the semiconductor industry, including investments in semiconductor test systems, is much greater than a reduction rate of worldwide semiconductor sales due to significant demand volatility in the semiconductor industry. In addition, the semiconductor industry has been highly cyclical with recurring periods of excess inventory, which possibly have a severe effect on the semiconductor industry's demand for semiconductor test systems. Therefore, the Company group estimates the timing, period, and amount of taxable income taking into account deviation of past forecast and actual results as well as uncertainty due to future changes in economic conditions.

Differences in result and forecast of taxable income may have a material impact on the amount of deferred tax assets recognized in the consolidated financial statements in future periods.

3. Notes to consolidated statement of financial position

(1) Allowances directly deducted from balances of assets

Trade and other receivables	¥50 million
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(2) Accumulated depreciation on property, plant and equipment:	¥116,811 million
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(Accumulated impairment losses are included)

4. Notes to consolidated statement of changes in equity

(1) Total number of issued shares as of March 31, 2025

Common shares 766,141,256 shares

(2) Dividends from surplus

(i) Dividends paid

Resolution	Class of shares	Amount of dividend	Dividend per share	Record date	Effective date
Board of Directors' meeting held on May 21, 2024	Common shares	¥13,291 million	¥18	March 31, 2024	June 7, 2024
Board of Directors' meeting held on October 30, 2024	Common shares	¥14,047 million	¥19	September 30, 2024	December 2, 2024

(ii) Dividend with a record date in the fiscal year and an effective date in the following fiscal year

Resolution	Class of shares	Source of dividend	Amount of dividend	Dividend per share	Record date	Effective date
Board of Directors' meeting held on May 22, 2025	Common shares	Retained earnings	¥14,674 million	¥20	March 31, 2025	June 6, 2025

(3) Stock acquisition rights outstanding as of March 31, 2025

(Excluding stock acquisition rights for which the exercise period has not begun)

Pursuant to the resolution adopted at the meeting of the Board of Directors of June 25, 2020

Common shares 235,410 shares

5. Notes to financial instruments

(1) Financial instruments

The Company group limits its fund management to short-term instruments including deposits at financial institutions with high credit ratings. Credit risk of notes receivable and trade accounts receivable pertaining to customers are minimized through credit administration standards.

The Company group keeps track of fair values of shares and other securities it owns, and annually reviews them to determine whether the Company group should continuously hold them. In addition, the Company group obtains financing from bonds issued and bank loans when needed. Furthermore, the Company group will not make any speculative derivative transactions other than to conduct derivative exchange rate transactions in order to cope with actual demand risks, pursuant to its fund management guidelines with high credit rating financial institutions.

(2) Fair value of financial instruments

(Borrowings)

Short-term borrowings are settled on a short-term basis, and their fair value approximates their carrying amount. The fair value of long-term borrowings with floating rates is assumed to be quite similar to the carrying amount, because it reflects market interest rates in a short period of time and the Company group's credit status is not significantly different after the execution. The fair value of long-term borrowings with fixed rates is calculated by the total sum of the principal and interest discounted by using the interest rates that would be applied if similar new borrowings were conducted.

(Other accounts payable)

The fair value of other accounts payable measured at amortized cost is calculated based on the present value discounted by interest rate reflecting the effect of credit risk.

The fair value of other accounts payable measured at fair value through profit or loss is calculated based on the present value of the expected payment amount. The expected payment amount is calculated based on factors

such as share price and discounted by interest rate reflecting the effect of credit risk to find the present value.

(Others)

Financial instruments other than above are settled mainly on a short-term basis, and their fair value approximates their carrying amount.

(3) Fair value hierarchy of financial instruments

Financial instruments are classified into three levels of the fair value hierarchy based on the measurement inputs' observability and materiality as follows:

Level 1: Fair value measured at quoted prices for identical assets or liabilities in active markets

Level 2: Fair value measured by direct or indirect observable inputs other than Level 1

Level 3: Fair value measured by significant unobservable inputs

When several inputs are used for a fair value measurement, the level is determined based on the input with the lowest level in the fair value measurement as a whole.

The transfers between levels in the fair value hierarchy are deemed at the beginning of each quarter period.

There were no transfers of financial instruments between levels during the fiscal year ended March 31, 2025.

- (i) The financial assets and financial liabilities measured at amortized cost were classified by hierarchy as follows. The table does not include financial instruments whose fair values approximate their carrying amounts or are immaterial:

As of March 31, 2025

Millions of Yen

	Carrying amount	Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost					
Current portion of long-term borrowings	74,952	—	74,558	—	74,558
Other non-current accounts payable	638	—	619	—	619
Total financial liabilities	75,590	—	75,177	—	75,177

- (ii) The financial assets and financial liabilities measured at fair value on a recurring basis were classified by hierarchy as follows:

As of March 31, 2025

Millions of Yen

	Level 1	Level 2	Level 3	Total
Financial assets that are measured at fair value through profit or loss				
Derivatives	—	165	—	165
Financial assets that are measured at fair value through other comprehensive income				
Equity instruments (Note)	26,698	—	982	27,680
Total financial assets	26,698	165	982	27,845
Financial liabilities that are measured at fair value through profit or loss				
Other current accounts payable	—	231	—	231
Other non-current accounts payable	—	825	—	825
Derivatives	—	2,924	—	2,924
Total financial liabilities	—	3,980	—	3,980

(Note) The Company group holds equity instruments to accomplish expansion of revenue base by maintaining and enforcing relationships with investees. These equity instruments are designated as financial assets measured at fair value through other comprehensive income (“FVTOCI”).

The movement of financial assets categorized within Level 3 of the fair value hierarchy was as follows:

Millions of Yen

	Fiscal year ended March 31, 2025
Balance at beginning of year	929
Gains or losses	
Other comprehensive income (Note)	54
Others	(1)
Balance at end of year	982

(Note) Gains or losses recognized in other comprehensive income are presented in net change in fair value measurements of equity instruments at FVTOCI of the consolidated statement of comprehensive income.

6. Notes to revenue recognition

(1) Disaggregation of revenue

The Company group has three reportable operating segments: “semiconductor and component test system business,” “mechatronics system business” and “services, support and others.” Net sales disaggregated by region and segment were as follows:

Millions of Yen

	Semiconductor and Component Test System Business	Mechatronics System Business	Services, Support and Others	Elimination and Corporate	Consolidated
Main regions					
Japan	9,471	2,835	3,543	—	15,849
Americas	20,584	4,746	21,789	—	47,119
Europe	10,916	2,368	6,678	—	19,962
Asia	557,157	63,231	76,389	—	696,777
Total	598,128	73,180	108,399	—	779,707

The breakdown of semiconductor and component test system business was as follows:

SoC : ¥440,452 million

Memory : ¥157,676 million

Revenue is accounted for in accordance with the account policy described in (3) (ix) of note 1, “Notes to significant matters based on which the consolidated financial statements were prepared.”

The transaction price is measured based on the amount promised in the contracts with customers and includes no significant financing components because there are no contracts with long payment terms from the satisfaction of performance obligation to payment of transaction price. Payment terms are generally within 3 months. Additionally, there are no significant revenue including variable consideration.

In case there are multiple performance obligations in the contract, transaction price is allocated to each individual performance obligation based on the standalone selling price which is calculated from reasonably available information including prices of similar transactions.

(2) Contract balances

Receivables and liabilities from contracts with customers were as follows:

Millions of Yen

	As of March 31, 2024 (reference)	As of March 31, 2025
Receivables from contracts with customers		
- Notes and trade accounts receivables	80,815	105,884
Contract liabilities		
- Advance receipt	18,233	28,798

Contract liabilities are mainly cash received from customers before satisfied performance obligations or consideration paid for the unfulfilled service when the service is continuously provided. Both are included in the advance receipt. Advance receipt is included in “Other current liabilities” in the consolidated statement of financial position.

The Company group recognized ¥15,591 million as a revenue from the balance of contract liabilities as of April 1, 2024 in the fiscal year ended March 31, 2025, and the amount carried forward to the following fiscal years onward is insignificant.

There was no revenue recognized in the fiscal year ended March 31, 2025 from performance obligations satisfied or partially satisfied in past periods.

(3) Transaction price allocated to the remaining performance obligations

The Company group applies the practical expedients for exemption on disclosure of information on remaining performance obligations because it has no significant transactions with performance obligation terms exceeding one year. Additionally, the consideration from contracts with customers, which is not included in the transaction price, is insignificant.

7. Notes to per share information

Equity attributable to owners of the parent per share:	¥690.80
Basic earnings per share:	¥218.67

8. Notes to significant subsequent events

(Share repurchase)

The Company resolved to acquire its own shares under Article 459, paragraph 1 of the Companies Act, at the Board of Directors' meeting held on April 25, 2025 as follows:

(1) Reason for acquisition of own shares

The shareholder return policy of the Company is cumulative total return ratio (*) of 50% or more over the three years of the third mid-term management plan. In consideration of the earnings forecast for the following fiscal year and the situation of cash on hand, the Company acquires treasury shares for the purpose of shareholder returns and improving capital efficiency.

(*) Total return ratio: $(\text{Dividend} + \text{Share repurchase}) / \text{Consolidated net income}$

(2) Details of acquisition

(i) Type of shares to be acquired

The Company's common shares

(ii) Total number of shares to be acquired

Up to 19 million shares (Equivalent to 2.6% of outstanding shares excluding treasury shares as of March 31, 2025)

(iii) Total cost of acquisition

Up to 70 billion yen

(iv) Period of acquisition

From May 7, 2025 to September 22, 2025

(v) Acquisition method

Purchase on the Tokyo Stock Exchange

9. Other notes

Amounts less than one million yen are rounded.

Non-Consolidated Financial Statements

Balance Sheet (Non-Consolidated)

(As of March 31, 2025)

(Millions of Yen)

Items	FY2023 (reference)	FY2024	Items	FY2023 (reference)	FY2024
Assets			Liabilities		
Current assets	346,822	547,716	Current liabilities	165,130	367,516
Cash and deposits	61,446	220,553	Trade accounts payable	39,670	64,180
Trade notes receivable	13	0	Current portion of long-term borrowings	—	74,952
Electronically recorded monetary claims	3,303	1,366	Other accounts payable	12,612	12,813
Accounts receivable	89,722	143,914	Accrued expenses	7,786	7,420
Merchandises and finished goods	18,739	21,752	Income taxes payable	232	61,475
Work in progress	33,605	40,523	Advance receipt	7,329	13,489
Raw materials and supplies	114,299	102,981	Deposits received	79,252	113,413
Other current assets	25,695	16,627	Accrued warranty expenses	8,106	12,287
Non-current assets	239,382	262,264	Bonus accrual for directors	130	277
Property, plant and equipment	21,095	21,174	Provision for share-based remuneration	5,688	2,537
Buildings and structures	5,326	5,426	Other current liabilities	4,325	4,673
Land	8,089	8,089	Non-current liabilities	88,467	15,779
Other property, plant and equipment	7,680	7,659	Long-term borrowings	75,141	—
Intangible fixed assets	941	1,560	Provision for retirement benefits	11,314	11,225
Patent right	36	13	Asset retirement obligations	40	40
Other intangible fixed assets	905	1,547	Provision for share-based remuneration	1,511	4,026
Investments and other assets	217,346	239,530	Other non-current liabilities	461	488
Investment securities	373	684	Total liabilities	253,597	383,295
Investment in affiliated companies	149,731	165,316	Net assets		
Long-term loans receivable	38,187	37,632	Shareholders' equity	332,324	426,664
Deferred tax assets	22,763	28,713	Common stock	32,363	32,363
Other non-current assets	6,292	7,185	Capital surplus	32,973	35,638
Total assets	586,204	809,980	Capital reserve	32,973	32,973
			Other capital surplus	—	2,665
			Retained earnings	323,341	462,856
			Legal reserve	3,083	3,083
			Other retained earnings	320,258	459,773
			[Retained earnings carried forward]	[320,258]	[459,773]
			Treasury shares	(56,353)	(104,193)
			Valuation and translation adjustments	66	△101
			Valuation difference on available for-sale securities	66	△101
			Stock acquisition rights	217	122
			Total net assets	332,607	426,685
			Total liabilities and net assets	586,204	809,980

Statement of Operations (Non-Consolidated)

(From April 1, 2024 to March 31, 2025)

(Millions of Yen)

Items	FY2023 (reference)	FY2024
Net sales	394,694	673,095
Cost of sales	199,551	296,520
Gross profit	195,143	376,575
Selling, general and administrative expenses	140,062	159,147
Operating income	55,081	217,428
Non-operating income		
Interest and dividends income	10,189	16,805
Other	374	579
Non-operating expenses		
Interest expenses	5,422	5,712
Foreign exchange losses	1,730	1,415
Other	424	734
Ordinary income	58,068	226,951
Income before income taxes	58,068	226,951
Income taxes - current	13,339	66,047
Income taxes - deferred	(4,665)	(5,950)
Net income	49,394	166,854

Statement of Changes in Net Assets

(From April 1, 2024 to March 31, 2025)

(Millions of Yen)

	Shareholders' equity							Valuation and translation adjustments	Stock acquisition rights	Total net assets
	Common stock	Capital surplus		Retained earnings		Treasury shares	Total shareholders' equity	Valuation difference on available-for-sale securities		
		Capital reserve	Other capital surplus	Legal reserve	Other retained earnings					
					Retained earnings carried forward					
Balance at beginning of year	32,363	32,973	—	3,083	320,258	(56,353)	332,324	66	217	332,607
Changes in the year										
Dividends from retained earnings					(27,339)		(27,339)			(27,339)
Net income					166,854		166,854			166,854
Purchase of treasury shares						(50,005)	(50,005)			(50,005)
Disposal of treasury shares			2,665			2,165	4,830			4,830
Changes of items other than shareholders' equity, net								(167)	(95)	(262)
Total changes in the year	—	—	2,665	—	139,515	(47,840)	94,340	(167)	(95)	94,078
Balance at end of year	32,363	32,973	2,665	3,083	459,773	(104,193)	426,664	(101)	122	426,685

Notes to Non-Consolidated Financial Statements

1. Notes to significant accounting policies

(1) Valuation of securities

(i) Investments in subsidiaries: Stated at cost using the moving average method

(ii) Other securities

(a) Securities other than ones without market value

Stated at fair value based on market prices at the end of the relevant period (evaluation difference is accounted for as a component of stockholders' equity; cost of other securities sold is determined using the moving average method)

(b) Securities without market value

Stated at cost using the moving average method

(2) Valuation of inventories

Stated principally at cost using the gross average method (balance sheet value of assets are calculated using a method in which book values are written down in accordance with decreased profitability)

(3) Depreciation and amortization of non-current assets

(i) Depreciation of plant and equipment

Based on the straight-line method

(ii) Amortization of intangible fixed assets

Based on the straight-line method

However, software for internal use is amortized using the straight-line method over its estimated useful life of 5 years.

(4) Allowances/Provisions

(i) Allowance for doubtful accounts

To prepare for credit losses on accounts receivable and loans, etc., an allowance equal to the estimated amount of uncollectible receivables is provided for general receivables based on a historical write-off ratio and for bad receivables based on a case-by-case determination of collectability.

(ii) Accrued warranty expenses

To reasonably account for repair costs covered under product warranty in the respective periods in which they arise, the allowance for a given year is provided in an amount determined based on the ratio of repair costs in that year to net sales in the preceding year.

(iii) Bonus accrual for directors

In preparation for the payment of bonuses to directors of the total amount expected to be paid, an estimated amount for the fiscal year ended March 31, 2025 is reported.

(iv) Provision for retirement benefits

To provide for employee retirement benefits, an allowance is provided in an amount determined based on the estimated retirement benefit obligations and pension assets at the end of the fiscal year.

Prior service cost is amortized on a straight-line basis over the average remaining service period of employees.

Any actuarial gains and losses are amortized on a straight-line basis over the average remaining service period of employees, and the amount is recorded in the fiscal year subsequent to its occurrence.

(v) Provision for share-based remuneration

In preparation for share benefit expected to be paid in the future, an estimated amount for the fiscal year ended March 31, 2025 is reported.

(5) Revenue recognition

The Company has adopted ASBJ Statement No. 29 (revised 2020) Accounting Standard for Revenue Recognition (March 31, 2020) and ASBJ Guidance No. 30 (revised 2020) Implementation Guidance on Accounting Standard for Revenue Recognition (March 31, 2020) and recognized revenue of goods or services upon transfer of the control of the promised goods or services to customers.

For details, see (3) (ix) of note 1, “Notes to significant matters based on which the consolidated financial statements were prepared” in the Notes to consolidated financial statements.

(6) Implementation of a group tax sharing system

The Company has implemented a group tax sharing system.

2. Notes to changes in accounting policies

The Company has adopted the revised accounting standards for current income taxes including ASBJ Statement No.27 Accounting Standard for Current Income Taxes (October 28, 2022) from the fiscal year ended March 31, 2025. There is no impact of this application on the non-consolidated financial statements.

3. Notes to accounting estimates

(1) Valuation of inventories

(i) Amount recognized in the non-consolidated financial statements as of March 31, 2025

Merchandises and finished goods	¥21,752 million
Work in progress	¥40,523 million
Raw materials and supplies	¥102,981 million

(ii) Other information that deepens the understanding of users of the non-consolidated financial statements regarding the content of accounting estimates

See (1) (ii) of note 2, “Notes to accounting estimates” in the Notes to consolidated financial statements.

- (2) Impairment of property, plant and equipment and intangible assets
- (i) Amount recognized in the non-consolidated financial statements as of March 31, 2025
- | | |
|-------------------------------|-----------------|
| Property, plant and equipment | ¥21,174 million |
| Intangible fixed assets | ¥1,560 million |
- (ii) Other information that deepens the understanding of users of the non-consolidated financial statements regarding the content of accounting estimates
See (2) (ii) of note 2, "Notes to accounting estimates" in the Notes to consolidated financial statements.
- (3) Provision for retirement benefits
- (i) Amount recognized in the non-consolidated financial statements as of March 31, 2025
- | | |
|-----------------------------------|-----------------|
| Provision for retirement benefits | ¥11,225 million |
|-----------------------------------|-----------------|
- (ii) Other information that deepens the understanding of users of the non-consolidated financial statements regarding the content of accounting estimates
See (3) (ii) of note 2, "Notes to accounting estimates" in the Notes to consolidated financial statements.
- (4) Valuation of deferred tax assets
- (i) Amount recognized in the non-consolidated financial statements as of March 31, 2025
- | | |
|---------------------|-----------------|
| Deferred tax assets | ¥28,713 million |
|---------------------|-----------------|
- (ii) Other information that deepens the understanding of users of the non-consolidated financial statements regarding the content of accounting estimates
See (4) (ii) of note 2, "Notes to accounting estimates" in the Notes to consolidated financial statements.
- (5) Valuation of investment in affiliated companies
- (i) Amount recognized in the non-consolidated financial statements as of March 31, 2025
- | | |
|------------------------------------|--|
| Investment in affiliated companies | ¥53,526 million (Advantest America, Inc. shares) |
|------------------------------------|--|
- (ii) Other information that deepens the understanding of users of the non-consolidated financial statements regarding the content of accounting estimates
- In valuing Advantest America, Inc. shares, the Company reflects the excess earning power of its subsidiaries Advantest Test Solutions, Inc., Essai, Inc., R&D Altanova, Inc. and its sub-subsidiary Shin Puu Technology Co., Ltd. in its valuation of real value. Determining whether the excess earning power is declining is based on estimated future cash flows based on a three-year business plan approved by management, growth rate after 3 years and discount rate.
- The key assumptions in determining whether the excess earning power is declining are the sales forecast to existing large-volume customers and prospects for new customers that form the basis of the three-year business plan, discount rate and growth rate after 3 years. Generally, a reduction rate of capital expenditures of semiconductor manufacturers during downturns in the semiconductor industry, including investments in semiconductor test systems, is much greater than a reduction rate of worldwide semiconductor sales.
- These assumptions are based on the best estimates and judgments of management, but they could be affected by variable and uncertain future economic conditions. Any changes in these assumptions may have a material impact on amount recognized in the non-consolidated financial statements in future periods.

4. Notes to balance sheet

- | | |
|--|------------------|
| (1) Accumulated depreciation on property, plant and equipment: | ¥31,939 million |
| (2) Short-term monetary receivables from affiliated companies: | ¥123,813 million |
| Long-term monetary receivables from affiliated companies: | ¥37,580 million |
| Short-term monetary payables to affiliated companies: | ¥126,891 million |

- (3) The Company has a commitment line agreement with a financial institution in order to ensure efficient procurement of funding for business activities. The unexecuted balance of borrowings at the fiscal year ended March 31, 2025 based on this agreement is as follows.

Total amount of loan limit	¥60,000 million
Borrowing outstanding balance	—
Balance	¥60,000 million

5. Notes to statement of operations

Transactions with affiliated companies

Sales:	¥469,637 million
Purchases:	¥149,811 million
Non-operating transactions:	¥19,269 million

6. Notes to statement of changes in net assets

Total number of treasury shares as of March 31, 2025

Common shares	32,422,231 shares
---------------	-------------------

7. Notes to tax effect accounting

The breakdown of deferred tax assets and liabilities was as follows;

	(Millions of Yen)
Deferred tax assets	
Appraised value of inventories	8,005
Provision for retirement benefits	3,496
Fixed assets	17,923
Accrued warranty expenses	3,765
Other	6,400
Subtotal of deferred tax assets	39,589
Valuation allowance for deductible temporary differences	(9,261)
Subtotal of valuation allowance	(9,261)
Total of deferred tax assets	30,328
Deferred tax liabilities	
Prepaid pension costs	(1,615)
Total of deferred tax liabilities	(1,615)
Net deferred tax assets	28,713

8. Notes to transactions with related parties

- (1) Parent company and major corporate shareholders

Not applicable.

- (2) Officers and major individual investors

Not applicable.

(3) Subsidiaries

Company name	Address	Common stock	Principal Activities	Percentage of Voting Rights	Description of relationships		Details of transactions	Amount of transactions	Items	Balance at fiscal year end
					Officer of subsidiaries temporarily transferred from the Company	Business relationship				
Advantest America, Inc.	California, U.S.A.	4,059 thousand US Dollars	Development and sale of test systems, etc.	100.0%	Yes	Development and sale of the Company's products	Sales	¥103,706 million	Accounts receivable	¥44,658 million
							Loans	—	Long-term loans receivable	¥37,380 million
							Depositing of cash	—	Deposits received	¥15,902 million
Advantest Europe GmbH	Munich, Germany	10,793 thousand Euro	Development and sale of test systems, etc.	100.0%	Yes	Development and sale of the Company's products	Subcontract cost for R&D etc.	¥40,801 million	Other accounts payable	¥4,041 million
							Depositing of cash	—	Deposits received	¥7,241 million
Advantest Taiwan Inc.	Hsin-Chu Hsien, Taiwan	500,000 thousand New Taiwan Dollars	Sale of test systems, etc.	100.0%	Yes	Sale of the Company's products	Sales	¥255,787 million	Accounts receivable	¥61,921 million
							Depositing of cash	—	Deposits received	¥29,887 million
Advantest (Singapore) Pte. Ltd.	Singapore	15,300 thousand Singapore Dollars	Sale of test systems, etc.	100.0%	Yes	Sale of the Company's products	Depositing of cash	—	Deposits received	¥53,916 million
Advantest Korea Co., Ltd.	Cheonan, South Korea	9,516 million Korean won	Manufacture and sales support of test systems, etc.	100.0%	Yes	Production of Advantest products	Sales	¥71,695 million	Accounts receivable	¥8,258 million

Terms and conditions of transactions and determination of policies thereof

- With respect to sales, the price is determined by referring to the market price, among others.
- With respect to deposit, it is from cash management system, and the interest rate is determined by taking into account the market interest rate. As the cash are continuously transferred, the amount of transactions are not listed.

9. Notes to revenue recognition

The information that is the basis for understanding the revenue from contracts with customers are omitted, as it is described in note 6, "Notes to revenue recognition" in the Notes to consolidated financial statements.

10. Notes to per share information

Net assets per share: ¥581.37
Net income per share: ¥226.24

11. Notes to significant subsequent events

(Share repurchase)

The Company resolved to acquire its own shares under Article 459, paragraph 1 of the Companies Act, at the Board of Directors' meeting held on April 25, 2025.

For details, see note 8, "Notes to significant subsequent events" in the Notes to consolidated financial statements.

12. Other notes

Amounts less than one million yen are rounded.

Audit Reports

Copy of Report of Independent Auditors (Consolidated)

Independent Auditor's Report

May 20, 2025

The Board of Directors
Advantest Corporation

Ernst & Young ShinNihon LLC
Tokyo, Japan

/s/ Toshiyuki Matsumoto
Toshiyuki Matsumoto
Designated Engagement Partner
Certified Public Accountant

/s/ Minoru Ota
Minoru Ota
Designated Engagement Partner
Certified Public Accountant

/s/ Hiroyuki Nakada
Hiroyuki Nakada
Designated Engagement Partner
Certified Public Accountant

Opinion

Pursuant to Article 444, paragraph 4 of the Companies Act, we have audited the accompanying consolidated financial statements, which comprise the consolidated statement of financial position, the consolidated statements of income, comprehensive income, changes in equity, and notes to the consolidated financial statements of Advantest Corporation and its subsidiaries (the Group) applicable to the fiscal year from April 1, 2024 to March 31, 2025. In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position and results of operations of the Group applicable to the fiscal year ended March 31, 2025, in accordance with accounting principles generally accepted in Japan.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Japan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The other information comprises the information included in the Group's business report and its supplementary schedules. Management is responsible for preparation and disclosure of the other information. The Audit and Supervisory Committee is responsible for overseeing the Group's reporting process of the other information.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of Management, the Audit and Supervisory Committee for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with accounting principles generally accepted in Japan, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern and disclosing, as required by accounting principles generally accepted in Japan, matters related to going concern.

The Audit and Supervisory Committee is responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Consider internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances for our risk assessments, while the purpose of the audit of the consolidated financial statements is not expressing an opinion on the effectiveness of the Group's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation in accordance with accounting principles generally accepted in Japan.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the consolidated financial statements. We are responsible for the direction, supervision and review of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Audit and Supervisory Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit and Supervisory Committee with a statement that we have complied with the ethical requirements regarding independence that are relevant to our audit of the consolidated financial statements in Japan, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied to reduce threats to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and its designated engagement partners do not have any interest in the Group which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes to the Readers of Independent Auditor's Report:

This is an English translation of the Independent Auditor's Report as required by the Companies Act for the conveniences of the reader.

Copy of Report of Independent Auditors

Independent Auditor's Report

May 20, 2025

The Board of Directors
Advantest Corporation:

Ernst & Young ShinNihon LLC
Tokyo, Japan

/s/ Toshiyuki Matsumoto
Toshiyuki Matsumoto
Designated Engagement Partner
Certified Public Accountant

/s/ Minoru Ota
Minoru Ota
Designated Engagement Partner
Certified Public Accountant

/s/ Hiroyuki Nakada
Hiroyuki Nakada
Designated Engagement Partner
Certified Public Accountant

Opinion

Pursuant to Article 436, paragraph 2 (i) of the Companies Act, we have audited the accompanying financial statements, which comprise the balance sheet, the statement of operations, the statement of changes in net assets, and notes to the financial statements of Advantest Corporation (the Company) applicable to the 83rd fiscal year from April 1, 2024 to March 31, 2025.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position and results of operations of the Company applicable to the fiscal year ended March 31, 2025, in accordance with accounting principles generally accepted in Japan.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in Japan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in Japan, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Information

The other information comprises the information included in the Company's business report and its supplementary schedules. Management is responsible for preparation and disclosure of the other information. The Audit and Supervisory Committee is responsible for overseeing the Company's reporting process of the other information. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of Management, the Audit and Supervisory Committee for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in Japan, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern and disclosing, as required by accounting principles generally accepted in Japan, matters related to going concern.

The Audit and Supervisory Committee is responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with auditing standards generally accepted in Japan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
- Consider internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances for our risk assessments, while the purpose of the audit of the financial statements is not expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation in accordance with accounting principles generally accepted in Japan.
- Plan and perform the audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Company as a basis for forming an opinion on the financial statements. We are responsible for the direction, supervision and review of the audit of the financial information of the entities or business units within the Company. We remain solely responsible for our audit opinion.

We communicate with the Audit and Supervisory Committee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Audit and Supervisory Committee with a statement that we have complied with the ethical requirements regarding independence that are relevant to our audit of the financial statements in Japan, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied to reduce threats to an acceptable level.

Interest Required to Be Disclosed by the Certified Public Accountants Act of Japan

Our firm and its designated engagement partners do not have any interest in the Company which is required to be disclosed pursuant to the provisions of the Certified Public Accountants Act of Japan.

Notes to the Readers of Independent Auditor's Report:

This is an English translation of the Independent Auditor's Report as required by the Companies Act for the conveniences of the reader.

Copy of Audit and Supervisory Committee's Audit Report

Audit Report

The Audit and Supervisory Committee of Advantest Corporation (the "Company") has audited the performance of duties by Directors during the 83rd fiscal year (from April 1, 2024 to March 31, 2025). We hereby report the method and result thereof as follows.

1. Methods and Content of Audit

Regarding the content of the resolution of the Board of Directors relating to matters stipulated in Article 399-13, Paragraph 1, Item 1(b) and (c) of the Companies Act of Japan and the status of the system being developed pursuant to such resolutions (internal controls system), the Audit and Supervisory Committee periodically received reports from the Directors, Executive Officers, and employees and other personnel concerning the establishment and management of such system, sought explanations as necessary, and expressed opinions. In addition, the Audit and Supervisory Committee carried out audits according to the following method:

- (i) In compliance with the Rules for Audit by the Audit and Supervisory Committee established by the Audit and Supervisory Committee, pursuant to the audit policies, audit plans, priority audit items, allocation of duties, etc., and in coordination with the internal audit division and other relevant departments with jurisdiction over internal control, the audit and supervisory committee members attended important meetings such as Executive Management Committee, Business Plan Meeting, Internal Control Committee, received reports from Directors, Executive Officers and employees on the performance of their duties, requested further explanations as deemed necessary, reviewed important approval-granting documents, and inspected the state of business operations and assets at the head office and other important branch offices.

With respect to subsidiaries, we communicated with and exchanged information by interview with the directors and opinion exchange meeting with corporate auditors of the subsidiaries and received business reports from subsidiaries as deemed necessary, and conducted audit to the Company's main consolidated subsidiaries overseas (mainly by interviewing via face to face or web conferences), and confirmed their state of business operations and assets.

As a result of these investigations and audit activities, we shared our views with directors and department heads on what we recognized as a need for feedback.

- (ii) In addition, we monitored and reviewed whether the Independent Auditors maintained their independent positions and conducted the audit properly, received reports from the Independent Auditors on the performance of their duties, such as audit plans, group audit status, quarterly status including interim review results, and year-end audit results, and requested further explanations as deemed necessary. Furthermore, we were informed by the Independent Auditors that they are establishing a "System to ensure the appropriate performance of duties" (*Syokumu no Suikou ga Tekisei ni Okonawareru Koto o Kakuho Suru Tameno Taisei*) (Matters as defined in each Item of Article 131 of the Company Accounting Regulations) pursuant to "Quality control standards of audit" (*Kansa ni Kansuru Hinshitsu Kanri Kijyun*) (the Business Accounting Council), and requested their explanations as deemed necessary. We also discussed focus items for audit including key audit matters (KAM) with the Independent Auditors, received reports on the status of implementation of the audit related to such matters, and requested their explanations as deemed necessary, and actively communicated our views as the Audit and Supervisory Committee.

Based on the above methods, we reviewed the business report and the related supplementary schedules, the consolidated financial statements (the consolidated statement of financial position, consolidated statement of profit or loss, consolidated statement of comprehensive income, consolidated statement of changes in equity, and notes to consolidated financial statements), and the non-consolidated financial statements (the balance sheet, statement of operations, statement of changes in net assets, notes to non-consolidated financial statements) as well as the related supplementary schedules for the 83rd fiscal year.

2. Results of Audit

(1) Results of audit of the business report and other documents

- (i) The business report and the related supplementary schedules of the Company accurately present the financial conditions of the Company in conformity with applicable laws and regulations and the Articles of Incorporation of the Company.
- (ii) No irregularity or material violation of applicable laws or regulations or the Articles of Incorporation of the Company was found with respect to the activities of the Directors.
- (iii) The contents of the resolutions of the meeting of the Board of Directors with respect to the internal control system are appropriate. In addition, there are no matters to be pointed out regarding the entries in the business report and the performance of duties of Directors with respect to the internal control system.

(2) Results of audit of the consolidated financial statements and the related supplementary schedules

The methods and results of audit performed by Ernst & Young ShinNihon LLC, the independent auditor of the Company, are appropriate.

(3) Results of audit of the financial statements and the related supplementary schedules

The methods and results of audit performed by Ernst & Young ShinNihon LLC, the independent auditor of the Company, are appropriate.

May 21, 2025

Audit and Supervisory Committee of Advantest Corporation

Sayaka Sumida

Chairperson of Audit and Supervisory Committee

Yuichi Kurita

Standing Audit and Supervisory Committee Member

Tomoko Nakada

Audit and Supervisory Committee Member

Note: Audit and Supervisory Committee Members Sayaka Sumida and Tomoko Nakada are outside directors provided in Article 2, Item 15, and Article 331, Paragraph 6 of the Companies Act of Japan.