

September 2, 2010

## Revision of Forecasts

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In light of recent trends in its business performance, Star Micronics Co., Ltd. has revised its first-half and full-year consolidated forecasts for fiscal 2011, which were announced on April 12, 2010. Details are as follows.

### 1. Revision of Consolidated Forecasts for First Half of Fiscal 2011

(March 1, 2010 to August 31, 2010)

	Net Sales (Millions of yen)	Operating Income (Loss) (Millions of yen)	Ordinary Income (Loss) (Millions of yen)	Net Income (Loss) (Millions of yen)	Net Income (Loss) Per Share (Yen)
Previous Forecasts: A (Announced April 12, 2010)	13,800	(1,250)	(1,150)	(1,870)	(42.44)
Revised Forecasts: B	16,850	280	110	(1,250)	(28.36)
Change:B-A	3,050	1,530	1,260	620	
Change: B vs. A (%)	22.1	—	—	—	
(Reference) First Half of FY2010	13,296	(2,003)	(1,984)	(2,974)	(63.32)

### 2. Revision of Consolidated Forecasts for Full-year Fiscal 2011

(March 1, 2010 to February 28, 2011)

	Net Sales (Millions of yen)	Operating Income (Loss) (Millions of yen)	Ordinary Income (Loss) (Millions of yen)	Net Income (Loss) (Millions of yen)	Net Income (Loss) Per Share (Yen)
Previous Forecasts: A (Announced April 12, 2010)	30,100	(1,000)	(850)	(1,800)	(40.85)
Revised Forecasts: B	35,500	800	700	(900)	(20.65)
Change:B-A	5,400	1,800	1,550	900	
Change: B vs. A (%)	17.9	—	—	—	
(Reference) FY2010	29,180	(3,984)	(3,884)	(8,555)	(187.95)

## Reasons for Revisions

We expect consolidated net sales to increase partly due to a recovery in orders in our Machine Tools Segment, led by European markets, after a protracted slump. As a result, we now expect to record operating income and ordinary income compared with the losses initially forecast. We have revised our first-half and full-year forecasts accordingly. These revised forecasts also include an extraordinary loss of 246 million yen for the write-down of investment securities due to a stock market slump.

The revised forecasts are based on revised exchange rates from the beginning of the second half of the fiscal year onward of 85 yen to the US dollar and 105 yen to the euro.

\* Figures less than one million yen are rounded down. The above forecasts are based on information available to management at the time of release. Investors are warned that a number of uncertainties may cause actual results to differ materially from forecasts.

\* The revised net loss per share forecast reflects the impact of the repurchase of the Company's own shares based on the Board of Directors' resolution passed on September 2, 2010.

(Expanded Information)

Consolidated Forecasts (By Segment)

(Millions of yen)

		First Half of Fiscal 2011				Full-Year Fiscal 2011			
		Previous Forecasts	Revised Forecasts	Change		Previous Forecasts	Revised Forecasts	Change	
				Amount	(%)			Amount	(%)
Special Products	Net Sales	3,660	3,950	290	7.9	7,620	7,800	180	2.4
	Operating Income	350	430	80	22.9	850	750	(100)	(11.8)
	Income Ratio (%)	9.6	10.9			11.2	9.6		
Components	Net Sales	2,000	2,640	640	32.0	3,840	4,500	660	17.2
	Operating Income (Loss)	(460)	(250)	210	—	(750)	(540)	210	—
	Income Ratio (%)	—	—			—	—		
Machine Tools	Net Sales	6,390	8,120	1,730	27.1	15,010	19,100	4,090	27.2
	Operating Income (Loss)	(310)	620	930	—	410	1,680	1,270	309.8
	Income Ratio (%)	—	7.6			2.7	8.8		
Precision Products	Net Sales	1,750	2,140	390	22.3	3,630	4,100	470	12.9
	Operating Income	100	320	220	220.0	260	570	310	119.2
	Income Ratio (%)	5.7	15.0			7.2	13.9		
Eliminations or Corporate		(930)	(840)	90		(1,770)	(1,660)	110	
Consolidated	Net Sales	13,800	16,850	3,050	22.1	30,100	35,500	5,400	17.9
	Operating Income (Loss)	(1,250)	280	1,530	—	(1,000)	800	1,800	—
	Income Ratio (%)	—	1.7			—	2.3		