

Notice regarding Revisions to Performance Forecasts.

Based on recent business trend, Star Micronics has revised its full-year consolidated business forecasts for fiscal 2017, announced on April 12, 2016 as follows.

1. Revision of Consolidated Business Forecasts for Full-year Fiscal 2017 (March 1, 2016 to February 28, 2017)

	Net Sales (Millions of yen)	Operating Income (Millions of yen)	Ordinary Income (Millions of yen)	Net Income Attributable to Owners of Parent (Millions of yen)	Net Income Per Share (Yen)
Previous Forecasts: A	48,800	4,500	4,700	4,200	105.46
Revised Forecasts: B	44,400	3,300	3,100	2,800	71.99
Change: B-A	(4,400)	(1,200)	(1,600)	(1,400)	
Change: B vs. A (%)	(9.0)	(26.7)	(34.0)	(33.3)	
(Reference) FY2016	54,457	5,735	5,206	3,720	87.98

2. Reasons

Turning to performance forecasts for the full fiscal year, net sales are projected to total ¥44.4 billion. Due to the expected sluggish nature of sales mainly in the Machine Tools Segment, this reflects such factors as trends in foreign currency exchange rates including the strong yen. From a profit perspective, operating income, ordinary income, and net income attributable to owners of the parent are anticipated to total ¥3.3 billion, ¥3.1 billion, and ¥2.8 billion, respectively in line with such factors as the decline in net sales.

These projections assume a foreign exchange rate of ¥100 to US\$1, and ¥110 to 1 euro for the third and fourth quarters of fiscal 2017.

* 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 performance forecast for net income per share for the full fiscal year takes into account the impact of the repurchase of shares based on the resolution of the Board of Directors at a meeting held on September 29, 2016.

(Supplemental Information)

Consolidated Forecasts for Full-year Fiscal 2017 (By Segment)

(Millions of yen)

		Previous Forecasts	Revised Forecasts	Change	
				Amount	(%)
Special Products	Net Sales	12,300	11,300	(1,000)	(8.1)
	Operating Income	2,000	1,830	(170)	(8.5)
	Income Ratio (%)	16.3	16.2		
Machine Tools	Net Sales	31,640	29,000	(2,640)	(8.3)
	Operating Income	4,420	3,660	(760)	(17.2)
	Income Ratio (%)	14.0	12.6		
Precision Products	Net Sales	4,800	4,100	(700)	(14.6)
	Operating Income	650	280	(370)	(56.9)
	Income Ratio (%)	13.5	6.8		
Cloud Services	Net Sales	60	-	(60)	(100.0)
	Operating Income	(330)	(330)	-	-
	Income Ratio (%)	-	-		
Eliminations or Corporate		(2,240)	(2,140)	100	
Consolidated	Net Sales	48,800	44,400	(4,400)	(9.0)
	Operating Income	4,500	3,300	(1,200)	(26.7)
	Income Ratio (%)	9.2	7.4		

*Special Products is including Cloud Services in consolidated earning report and other disclosure information.