

Supplementary Explanatory Materials Regarding the Tender Offer by Taiyo Pacific Partners

Notice Regarding Expression of Opinion on the Tender Offer
for the Company's Share Certificates, etc., by Solsticia Co., Ltd.

STAR MICRONICS CO., LTD.

<https://www.star-m.jp>

Stock Code 7718

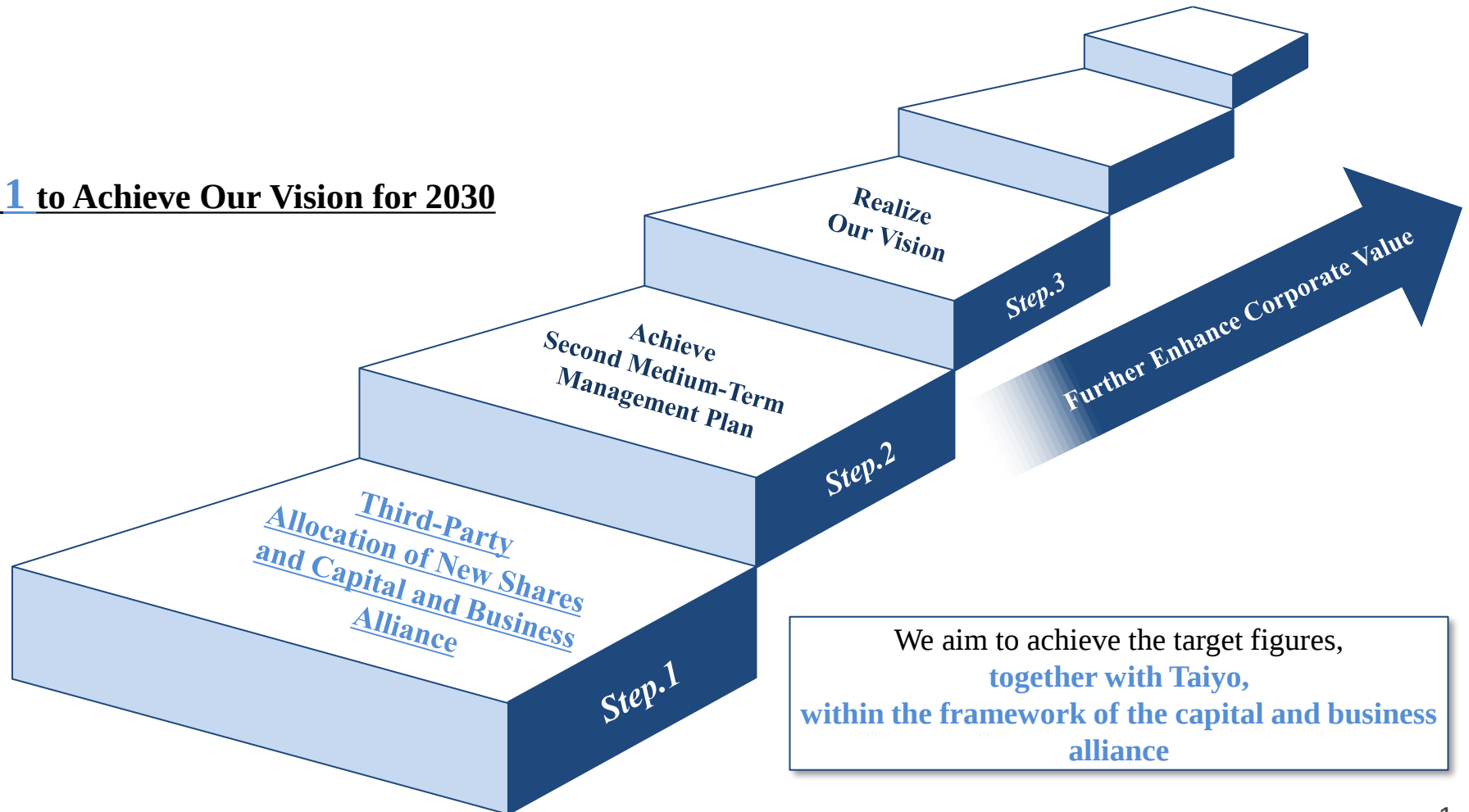
November 12, 2025

Implementation of Third-Party Allotment and Capital and Business Alliance on April 7, 2025



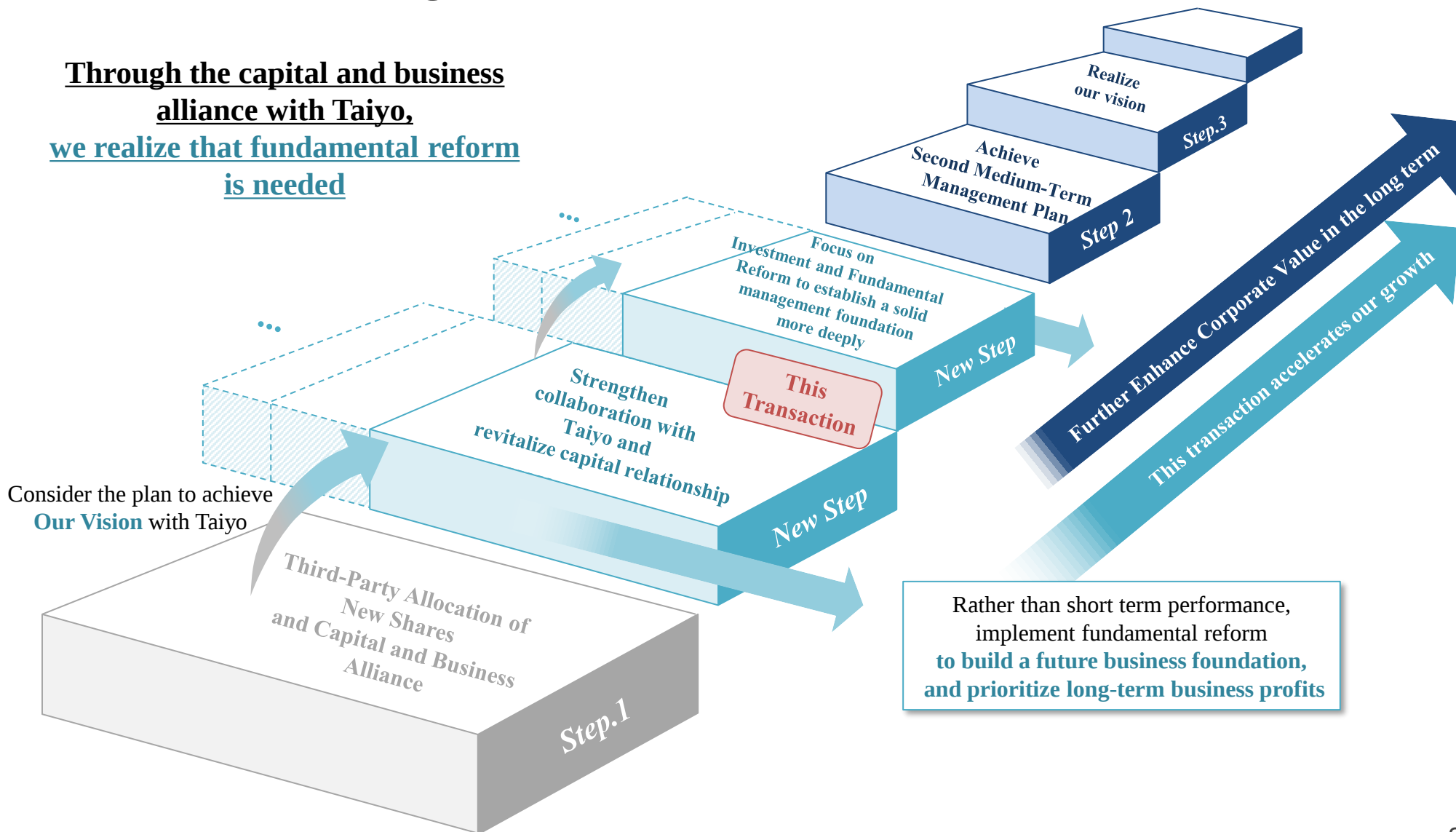
In April 2025, through the implementation of a third-party allotment and capital and business alliance,
aim to establish a solid management foundation for further growth.

Step. 1 to Achieve Our Vision for 2030



Aiming for Fundamental Reform for Further Growth

Through the capital and business alliance with Taiyo, we realize that fundamental reform is needed



On November 12, 2025, Star Micronics resolved at a meeting of its board of directors to express its opinion to support the tender offer for the purpose of privatization and acquiring all the outstanding shares by Taiyo Pacific Partners and to recommend that its shareholders tender their shares in the Tender Offer

Outline

● Price of Purchase

- 2,210 yen per Company Share
- The premiums of the tender offer price: 30.69% added to the closing price of previous business day of the tender offer, 31.78% to the one-month average, 30.77% to the three-month average, 30.23% to the six-month average

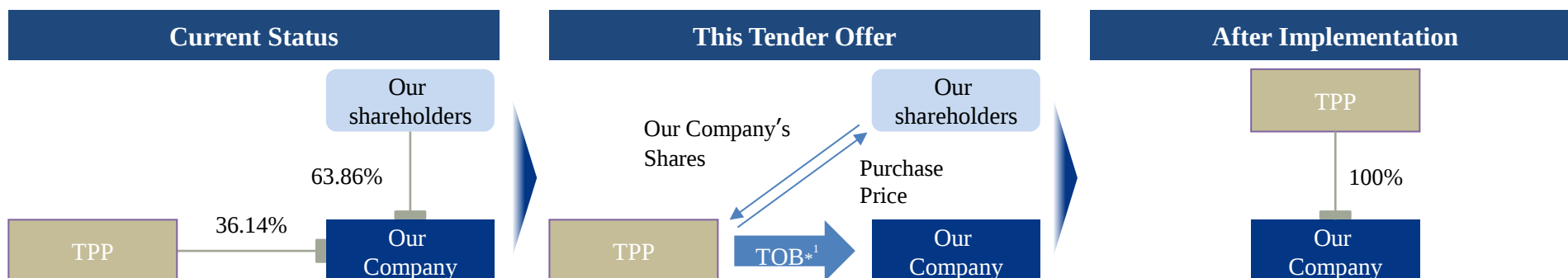
● Number of Shares to be Purchased

- minimum number of shares: 14,800,700 shares / maximum number of shares: Not set

● Tender Offer Period

- Announcement Date: November 12, 2025
- Thursday, November 13, 2025 to Thursday, December 25, 2025
- Following the completion of the tender offer, procedures to make a wholly-owned subsidiary are planned

Structure of this transaction



- TPP holds 36.14% of our company's voting rights

- TPP conducts a tender offer for our Company's shares through this SPC*²

- Following the implementation of a squeeze-out of minority shareholders, our company will become a wholly-owned subsidiary of TPP.

*1: Abbreviation for "Take Over Bid." Tender offer

*2: Abbreviation for "Special Purpose Company." A company established for specific purposes such as M&A.

**While each business has high potential,
our company needs to accelerate “Driving Change” due to business environment changes**

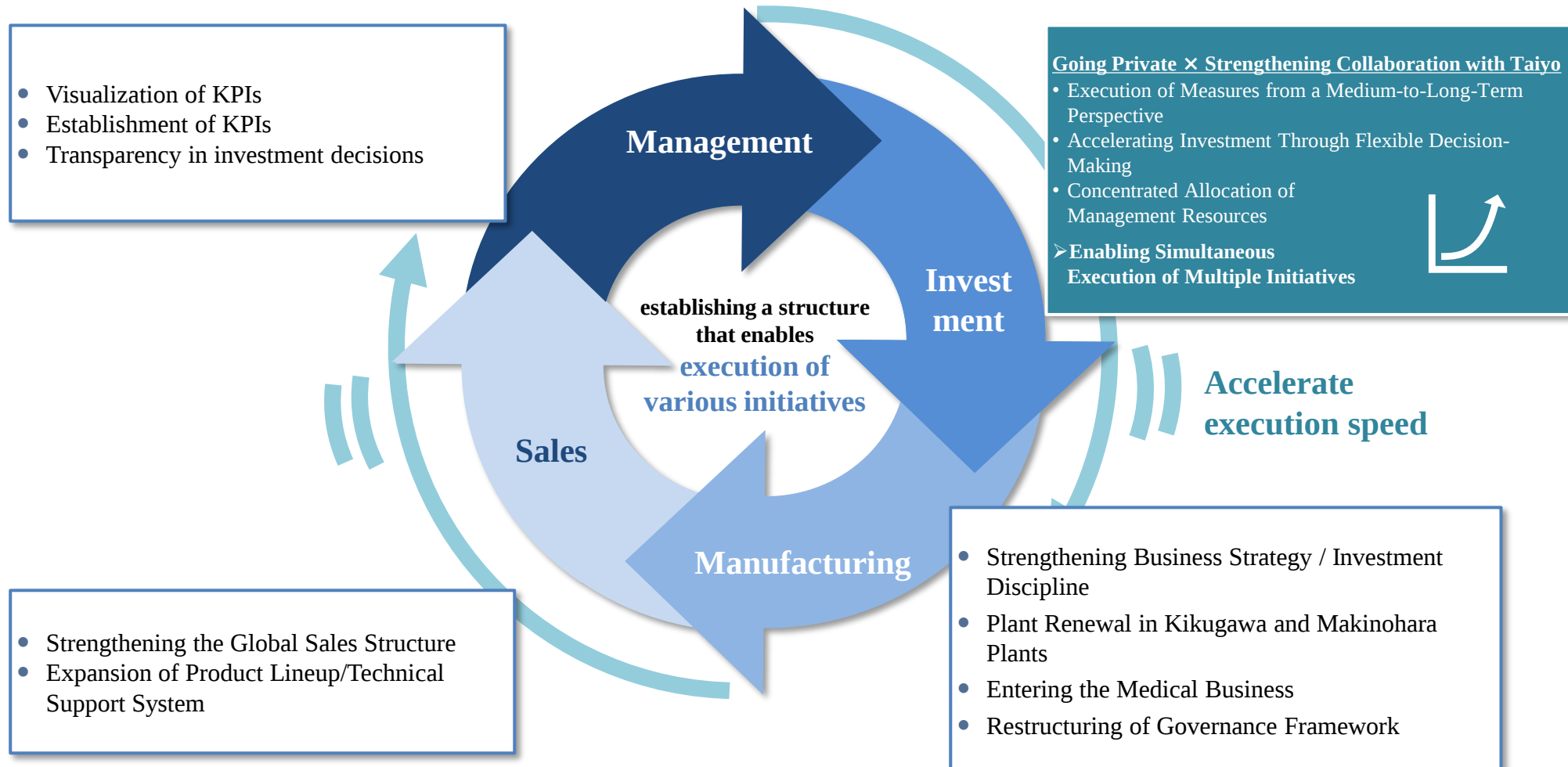
● Macro Environment

- The changes in globalization such as Trump tariffs, etc.
- Increasing geopolitical risks, including the prolongation of conflicts around the world, and decreasing incomes due to rising costs of resources and raw materials

● Business Environment

- **Machine Tools**  Sustained growth in demand for automatic lathes driven by greater product miniaturization, precision
Intensifying competition with existing competitors and new players
- **Special Products**  Anticipated expansion of label printer demand
Intensifying competition in the label printer market due to slowdown in receipt printer demand
- **New Business**  Sustained growth in the medical device-related market
Need for medium-to-long-term initiatives, including restructuring business strategies considering the regulated industry (business licenses, product certifications, etc.)

To address supply chain challenges, it is essential to implement swift measures on **multiple growth strategy initiatives and fundamental reforms** from a medium-to-long-term perspective



Relationship of Trust with Our Group and a Certain Degree of Success from the Capital and Business Alliance

Why Taiyo?

- Over 2-year relationship of trust strengthened through capital and business alliances
 - Achieved reasonably success in “enhancement of visibility of key management indicators” and “strengthening of investment discipline” after the alliance
 - Further leveraging Taiyo's management expertise and resources—particularly human and financial resources—acquired from domestic and international portfolio companies
- ▶ **Establishing a management environment enabling concentrated investment of time and resources through delisting to drive fundamental reform**



Essential Measures



- Strengthening management by thoroughly enhancing the visibility of key management indicators
- Reinforcing the business investment strategy and enhancing the capital allocation policy
- Reforming the business, including redesigning regional strategies in major regions in Europe and the United States and reconstructing the overseas governance structure (Machine tool)
- Transformation by more strategic focus and fundamental streamlining (Special Products)
- Redefining the target business model and restructuring the business strategies (New Business)

Realize Our Vision and Further Enhancement of Corporate Value