

Notice regarding Revisions to Business Forecasts

Based on recent business trends, STAR MICRONICS CO., LTD. has revised its business forecasts announced on August 9, 2019, as follows.

1. Revision of Consolidated Business Forecasts for Full-year Fiscal 2019 (January 1, 2019 to December 31, 2019)

	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	61,300	6,200	6,600	4,400	123.42
Revised Forecasts: B	58,600	4,900	5,000	3,300	92.57
Change: B-A	(2,700)	(1,300)	(1,600)	(1,100)	
Change: B vs. A (%)	(4.4)	(21.0)	(24.2)	(25.0)	

2. Reasons

Turning to consolidated results for the full fiscal year, while trends in both the Special Products and Precision Products segments are projected to come in in line with previous forecasts, sales in the Machine Tools Segment, which had for the most part exceeded expectations up to the third quarter, are anticipated to fall in China and remain weak in Europe in the fourth quarter. As a result, both sales and profit are anticipated to fall below previous forecasts.

*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.

(Supplemental Information)
 Consolidated Forecasts (By Segment)

(Millions of yen)

		Full-year Fiscal 2019			
		Previous Forecasts	Revised Forecasts	Change	
				Amount	(%)
Special Products	Net Sales	12,430	12,670	240	1.9
	Operating Income	1,600	1,600	-	-
	Income Ratio (%)	12.9	12.6		
Machine Tools	Net Sales	46,000	42,900	(3,100)	(6.7)
	Operating Income	7,000	5,650	(1,350)	(19.3)
	Income Ratio (%)	15.2	13.2		
Precision Products	Net Sales	2,870	3,030	160	5.6
	Operating Income	(30)	70	100	-
	Income Ratio (%)	-	2.3		
Eliminations or Corporate		(2,370)	(2,420)	(50)	
Consolidated	Net Sales	61,300	58,600	(2,700)	(4.4)
	Operating Income	6,200	4,900	(1,300)	(21.0)
	Income Ratio (%)	10.1	8.4		