

Notice Regarding Revisions to Business Forecasts

Based on recent business trends, STAR MICRONICS CO., LTD. has revised its business forecasts announced on February 9, 2021, as follows.

1. Revision of Consolidated Business Forecasts for the First Half of Fiscal 2021 (January 1, 2021 to June 30, 2021)

	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	21,800	1,000	1,100	900	25.49
Revised Forecasts: B	27,600	2,500	2,700	2,000	56.62
Change: B-A	5,800	1,500	1,600	1,100	
Change: B vs. A (%)	26.6	150.0	145.5	122.2	

2. Revision of Consolidated Business Forecasts for Full-year Fiscal 2021 (January 1, 2021 to December 31, 2021)

	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	52,000	4,200	4,400	3,300	93.47
Revised Forecasts: B	57,800	5,700	6,000	4,400	124.54
Change: B-A	5,800	1,500	1,600	1,100	
Change: B vs. A (%)	11.2	35.7	36.4	33.3	

3. Reasons

For the first half of the fiscal year under review, the Special Products Segment is expected to enjoy food delivery-related strong demand mainly in the U.S. market as well as robust mPOS demand in the domestic market. In the mainstay Machine Tools Segment, automotive and other demand is expected to remain at a high level in the Chinese market. Recognizing that demand is also recovering in the U.S. and European markets, both sales and profits are projected to exceed initial forecasts.

A variety of factors including the procurement of components for both the Special Products and Machine Tools segments as well as logistics delays attributable to COVID-19 are clouding business results forecasts for the full fiscal year ending December 31, 2021. As of the date of this announcement, initial forecasts have therefore been revised to reflect the increase in the second quarter and other factors. In the event that further revisions are deemed necessary in the future, the Company will take steps to promptly disclose details.

*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)

		First Half of Fiscal 2021				Full-year Fiscal 2021			
		Previous Forecasts	Revised Forecasts	Change		Previous Forecasts	Revised Forecasts	Change	
				Amount	(%)			Amount	(%)
Special Products	Net Sales	5,600	7,400	1,800	32.1	11,720	13,520	1,800	15.4
	Operating Income Income Ratio (%)	750 13.4	1,440 19.5	690	92.0	1,680 14.3	2,370 17.5	690	41.1
Machine Tools	Net Sales	16,200	20,200	4,000	24.7	40,280	44,280	4,000	9.9
	Operating Income Income Ratio (%)	1,150 7.1	1,960 9.7	810	70.4	4,420 11.0	5,230 11.8	810	18.3
Eliminations or Corporate		(900)	(900)	—		(1,900)	(1,900)	—	
Consolidated	Net Sales	21,800	27,600	5,800	26.6	52,000	57,800	5,800	11.2
	Operating Income Income Ratio (%)	1,000 4.6	2,500 9.1	1,500	150.0	4,200 8.1	5,700 9.9	1,500	35.7