

Notice Regarding Revisions to Business Results Forecasts for the Full Fiscal Year

In light of recent trends in business results, STAR MICRONICS CO., LTD. (“the Company”) has revised its business results forecasts previously announced on August 9, 2024. Brief details are presented as follows.

1. Revision of Consolidated Business Results Forecasts for the Full Fiscal Year Ending December 31, 2024
(January 1, 2024 to December 31, 2024)

	Net Sales	Operating Income	Ordinary Income	Net Income Attributable to Owners of Parent	Net Income Per Share
	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Millions of yen)	(Yen)
Previous Forecasts (A)	68,000	5,400	6,000	3,700	107.68
Revised Forecasts (B)	62,800	3,400	3,900	1,800	52.33
Change (B-A)	(5,200)	(2,000)	(2,100)	(1,900)	
Change (%)	(7.6)	(37.0)	(35.0)	(51.4)	
(Reference) FY2023	78,196	10,350	10,960	8,175	218.89

2. Reasons

After reviewing the Company’s full fiscal year business results estimates based on forecasts and information currently available, including consolidated results for the third quarter cumulative period of the fiscal year under review as well as recent performance trends, sales and profits are expected to fall below previous projections.

Amid the overall effects of the weak yen, and despite an anticipated positive turnaround and continued recovery in the mainstay U.S. market of Special Products business, this downturn in sales and profits largely reflects an expected slowdown in the momentum of recovery in the Chinese market as well as longer-than-anticipated delays in the recovery in other regions in the Machine Tools business.

Meanwhile, business results forecasts by segment are provided in the supplemental information as follows.

* All amounts are rounded down to the nearest million yen unless otherwise stated. Business results forecasts are based on information available as of the date of this release. Actual results may differ materially from forecasts due to a variety of factors.

(Supplemental Information)

Consolidated Business Results Forecasts (By Segment)

(Millions of yen)

		Full Fiscal Year (FY2024)			
		Previous Forecasts	Revised Forecasts	Change	
				Amount	(%)
Special Products	Net Sales	13,200	13,700	500	3.8
	Operating Income	480	900	420	87.5
	Operating Income Ratio (%)	3.6	6.6		
Machine Tools	Net Sales	54,800	49,100	(5,700)	(10.4)
	Operating Income	6,980	4,430	(2,550)	(36.5)
	Operating Income Ratio (%)	12.7	9.0		
Eliminations or Corporate		(2,060)	(1,930)	130	
Consolidated	Net Sales	68,000	62,800	(5,200)	(7.6)
	Operating Income	5,400	3,400	(2,000)	(37.0)
	Operating Income Ratio (%)	7.9	5.4		