

Financial Highlights

Star Micronics Co., Ltd. and Consolidated Subsidiaries
For the years ended February 2010, 2011 and 2012

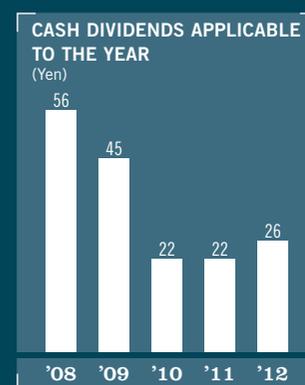
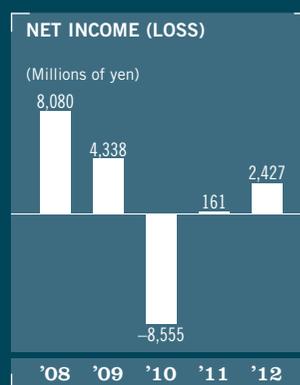
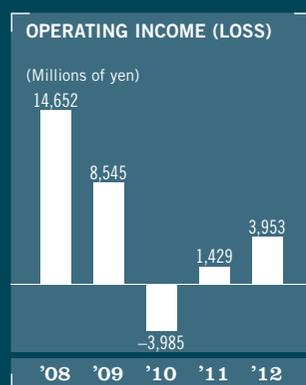
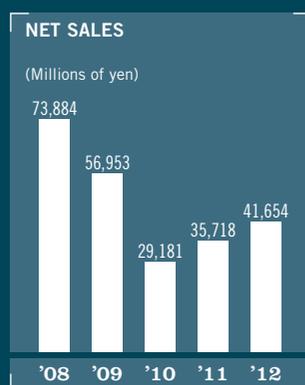
	Millions of yen			Change (%)	Thousands of U.S. dollars
	2010	2011	2012	2012/2011	2012
For the year:					
Net sales	¥29,181	¥35,718	¥41,654	16.6 %	\$514,247
Operating income (loss)	(3,985)	1,429	3,953	176.6	48,802
Net income (loss)	(8,555)	161	2,427		29,963
Return on sales		0.5%	5.8%		
Capital expenditures	1,586	974	2,040	109.4	25,185
Depreciation and amortization	2,884	1,762	1,607	(8.8)	19,840
At year-end:					
Total assets	50,681	49,250	51,925	5.4	641,049
Total equity	41,261	37,096	36,980	(0.3)	456,543
Equity ratio	80.1%	73.9%	70.2%		

	Yen			Change (%)	U.S. dollars
Per share:					
Basic net income (loss)	¥ (187.95)	¥ 3.71	¥ 56.94		\$0.70
Cash dividends applicable to the year	22.00	22.00	26.00	18.2 %	0.32

Stock information:					
Common shares issued	51,033,234	51,033,234	47,033,234*		
Number of shareholders	11,915	10,929	11,353		

Note: The rate of ¥81 to US\$1, prevailing on February 29, 2012, has been used for translation into U.S. dollar amounts.

* The number of outstanding stock declined by 4,000,000 shares compared to February 28, 2011, as a result of the cancellation of some of our treasury stock.



Contents

00	Financial Highlights
01	Profile
02	At a Glance by Region
04	To Our Shareholders Decisions Made With an Eye to the Future
09	Business Review
10	Review of Operations
10	Special Products
11	Components
12	Machine Tools
13	Precision Products
14	Corporate Governance
16	Consolidated Eleven-Year Summary

18	Management's Discussion and Analysis
24	Consolidated Balance Sheets
26	Consolidated Statements of Income Consolidated Statement of Comprehensive Income
27	Consolidated Statements of Changes in Equity
28	Consolidated Statements of Cash Flows
29	Notes to Consolidated Financial Statements
47	Independent Auditors' Report
48	Stock Information
49	Corporate Data

FORWARD-LOOKING STATEMENTS

Statements in this annual report with respect to Star Micronics' plans, strategies and beliefs as well as all other statements that are not historical facts are forward-looking statements involving risks and uncertainties. These forward-looking statements rely on a number of assumptions concerning future events. The important factors that could cause actual results to differ materially from such statements include, but are not limited to, general worldwide economic conditions, competitive pressure on sales and pricing, and movements of currency exchange rates.