

**Notice regarding a Change in the Sector Classification of the Company's Shares.**

STAR MICRONICS CO., LTD. ("STAR MICRONICS" or "the Company") shares, which are listed on the Tokyo Stock Exchange are currently classified as "Electric Appliances" for sector classification purposes. However, based on a decision by the Securities Identification Code Committee, on October 3, 2016, the Company's share sector classification will be reclassified as "Machinery."

As a result, the listing of the Company's shares in various media including newspapers will also change, STAR MICRONICS shares will now be classified under the "Machinery" column under which stocks are displayed. The securities code (7718) will remain unchanged.

1. Changes

	Current Sector Classification	New Sector Classification
Main Classification	Manufacturing	Manufacturing
Sub Classification	Electric Appliances	Machinery

2. Reason for the Change

The share of the Group's Machine Tools sales as a proportion of total net sales has increased. As a result, the Securities Identification Code Committee decided to reclassify the Company's share sector classification to "Machinery," in line with the "handling of industry category" standard for the change of sector classification as determined by the Committee.

3. Date of Change

October 3, 2016 (Monday)