

Consolidated Statements of Changes in Equity

Star Micronics Co., Ltd. and Consolidated Subsidiaries
Years ended February 29, 2012 and February 28, 2011

| | Thousands | | | Millions of yen | | | | | | | |
|--|--|--------------|-----------------|--------------------------|-------------------|------------------------|---|--|---------|--------------------|--------------|
| | Outstanding number of shares of common stock | Common stock | Capital surplus | Stock acquisition rights | Retained earnings | Treasury stock—at cost | Accumulated other comprehensive income | | Total | Minority interests | Total equity |
| | | | | | | | Unrealized gain (loss) on available-for-sale securities | Foreign currency translation adjustments | | | |
| Balance, February 28, 2010 | 44,067 | ¥12,722 | ¥13,876 | | ¥26,587 | ¥(7,036) | ¥ 62 | ¥(5,601) | ¥40,610 | ¥ 651 | ¥41,261 |
| Net income | | | | | 161 | | | | 161 | | 161 |
| Cash dividends, ¥22.0 per share | | | | | (969) | | | | (969) | | (969) |
| Net decrease in unrealized gain on available-for-sale securities | | | | | | | (16) | | (16) | | (16) |
| Net decrease in foreign currency translation adjustments | | | | | | | | (2,546) | (2,546) | | (2,546) |
| Purchase of treasury stock | (1,002) | | | | | (839) | | | (839) | | (839) |
| Disposal of treasury stock | 11 | | | | | 11 | | | 11 | | 11 |
| Net change in the year | | | | | | | | | | 33 | 33 |
| Balance, February 28, 2011 | 43,076 | ¥12,722 | ¥13,876 | | ¥25,779 | ¥(7,864) | ¥ 46 | ¥(8,147) | ¥36,412 | ¥ 684 | ¥37,096 |
| Net income | | | | | 2,427 | | | | 2,427 | | 2,427 |
| Cash dividends, ¥26.0 per share | | | | | (1,034) | | | | (1,034) | | (1,034) |
| Net decrease in unrealized gain on available-for-sale securities | | | | | | | (23) | | (23) | | (23) |
| Net decrease in foreign currency translation adjustments | | | | | | | | (545) | (545) | | (545) |
| Purchase of treasury stock | (1,000) | | | | | (760) | | | (760) | | (760) |
| Retirement of treasury stock | | | | | (3,914) | 3,914 | | | | | |
| Net change in the year | | | | ¥11 | | | | | 11 | (192) | (181) |
| Balance, February 29, 2012 | 42,076 | ¥12,722 | ¥13,876 | ¥11 | ¥23,258 | ¥(4,710) | ¥ 23 | ¥(8,692) | ¥36,488 | ¥ 492 | ¥36,980 |

| | Thousands of U.S. dollars (Note 1) | | | | | | | | | |
|--|------------------------------------|-----------------|--------------------------|-------------------|------------------------|---|--|-----------|--------------------|--------------|
| | Common stock | Capital surplus | Stock acquisition rights | Retained earnings | Treasury stock—at cost | Accumulated other comprehensive income | | Total | Minority interests | Total equity |
| | | | | | | Unrealized gain (loss) on available-for-sale securities | Foreign currency translation adjustments | | | |
| Balance, February 28, 2011 | \$157,062 | \$171,309 | | \$318,259 | \$(97,087) | \$ 568 | \$(100,580) | \$449,531 | \$8,444 | \$457,975 |
| Net income | | | | 29,963 | | | | 29,963 | | 29,963 |
| Cash dividends, \$0.32 per share | | | | (12,766) | | | | (12,766) | | (12,766) |
| Net decrease in unrealized gain on available-for-sale securities | | | | | | | (284) | (284) | | (284) |
| Net decrease in foreign currency translation adjustments | | | | | | | (6,729) | (6,729) | | (6,729) |
| Purchase of treasury stock | | | | | (9,382) | | | (9,382) | | (9,382) |
| Retirement of treasury stock | | | | (48,321) | 48,321 | | | | | |
| Net change in the year | | | | \$136 | | | | 136 | (2,370) | (2,234) |
| Balance, February 29, 2012 | \$157,062 | \$171,309 | \$136 | \$287,135 | \$(58,148) | \$ 284 | \$(107,309) | \$450,469 | \$6,074 | \$456,543 |

See notes to consolidated financial statements.