



ROFIN-SINAR TECHNOLOGIES

- PRESS RELEASE -

Contact: Thorsten Frauenpreiss
Günther Braun
Rofin-Sinar
734-416-0206
- or -
011-49-40-733-63-256

ROFIN-SINAR REPORTS RESULTS FOR THE FIRST QUARTER FISCAL YEAR 2006

Plymouth, MI / Hamburg, Germany -- February 2, 2006 -- Rofin-Sinar Technologies Inc. (NASDAQ: RSTI), one of the world's leading developers and manufacturers of high-performance laser beam sources and laser-based solutions, today announced results for its first fiscal quarter ended December 31, 2005.

FINANCIAL HIGHLIGHTS

(dollars in thousands, except per share data)

	Three months ended		% Change
	12 / 31 / 05	12 / 31 / 04	
Net Sales	\$95,421	\$91,357	+ 4%
Net Income	\$11,357	\$8,518	+ 33%
Earnings Per Share			
Diluted Basis	\$0.73	\$0.55	

The diluted earnings per share calculation is based on the weighted-average shares outstanding and the potential dilution from common stock equivalents (stock options) for December 31, 2004, which was 15.5 million and did not include stock-based compensation expense under SFAS 123R. The quarter ended December 31, 2005, calculation is based on 15.5 million weighted-average shares outstanding and includes \$0.7 million (\$0.6 million net of tax) of stock compensation expense related to the implementation of SFAS 123R.

“We are very pleased with our first quarter results”, commented Günther Braun, CEO and President of RSTI. “They are a reflection of Rofin-Sinar’s solid start to fiscal year 2006, which is marked by strong demand for our products from Asian countries. In particular, Taiwan and China contributed nicely to this year’s first quarter results. With positive developments in our Micro and Marking businesses, we were able to compensate for the softness in our Macro business.”

FINANCIAL REVIEW

- First Quarter -

Net sales totaled \$95.4 million for the first quarter ended December 31, 2005, a 4% increase over the comparable quarter of fiscal year 2005. Gross profit totaled \$40.8 million, or 43% of net sales, compared to \$36.2 million, or 40% of net sales in the same period of fiscal year 2005. Net income amounted to \$11.4 million, or 12% of net sales, compared to \$8.5 million or 9% of net sales in the comparable quarter last fiscal year. Diluted earnings per share equaled \$0.73 for the quarter based upon 15.5 million weighted-average common shares outstanding, compared to diluted earnings per share of \$0.55 based upon 15.5 million weighted-average common shares outstanding for the same period last fiscal year. The first quarter was impacted by the first-time implementation of SFAS 123R, which resulted in \$0.6 million net of income tax stock-based compensation expense.

The strengthening of the US-Dollar, mainly against the Euro, resulted in a decrease in net sales of \$5.8 million in the first quarter.

SG&A with \$16.9 million did not change, representing 18% of net sales. In addition, the amortization expense in the first quarter of fiscal year 2006 decreased by \$0.7 million over the comparable period last year to \$0.9 million (1% of net sales) because a portion of the intangibles acquired with PRC and Lee Laser became fully amortized. Net R&D expenses were flat with \$5.8 million and represent 6% of net sales.

Sales of lasers for marking and micro applications increased by 18% to \$49.8 million and represent 52% of total revenues. Sales of laser products used for macro applications decreased by 7% to \$45.6 million, accounting for the remaining 48% of total sales.

Net sales in North America increased by 1% to \$28.7 million, which is a new quarterly record. In Europe/Asia, net sales increased by 6% to \$66.7 million.

Order entry in the quarter was a \$92.1 million and resulted in an order backlog of \$73.0 million on December 31, 2005.

OUTLOOK

"Our goal for the remainder of fiscal 2006 is to stimulate demand for our Macro products, especially the CO₂ laser product lines, and to drive products and markets for specific welding applications. Furthermore, we will focus on the Asian market to provide our customers leading-edge technology for various applications, with emphasis in the electronics industry," commented Günther Braun.

With operational headquarters in Plymouth, Michigan, and Hamburg, Germany, Rofin-Sinar Technologies Inc. designs, develops, engineers and manufactures laser sources and laser-based system solutions for a wide range of applications. With production facilities in the US, Germany, UK, Sweden, Singapore and Japan, Rofin-Sinar is one of the world's leading designers and manufacturers of industrial lasers and currently has more than 22,000 laser units installed worldwide and serves more than 3,000 customers. Rofin-Sinar's shares trade on the NASDAQ National Market System under the symbol RSTI and are listed in Germany in the "Prime Standard" of the Frankfurt Stock Exchange under ISIN US7750431022. Additional information is available on Rofin-Sinar's home page: <http://www.rofin.com>.

A conference call is scheduled for 11:00 AM EST, today, Thursday, February 2, 2006. This call is also being broadcast live over the internet in listen-only mode. For live webcasting, go to <http://www.rofin.com> at least 10 minutes prior to the call in order to download and install any necessary software. (For more information, please contact Reema Parikh at 212-889-4350 or Mark Walter at +44(0) 207 936 0400)

ROFIN-SINAR TECHNOLOGIES INC.
CONSOLIDATED STATEMENTS OF EARNINGS

(in thousands, except per share data)

	Three Months Ended (unaudited)		Twelve Months Ended (audited)
	<u>12/31/05</u>	<u>12/31/04</u>	<u>9/30/05</u>
- Macro	\$45,625	\$49,127	\$189,241
- Marking/Micro	49,796	42,230	185,950
Net Sales	95,421	91,357	375,191
Costs of goods sold	<u>54,588</u>	<u>55,185</u>	<u>222,189</u>
Gross profit	40,833	36,172	153,002
Selling, general and administrative expenses	16,910	16,859	66,171
Intangibles amortization	859	1,566	5,270
Research and development expenses	<u>5,757</u>	<u>5,784</u>	<u>22,565</u>
Income from operations	17,307	11,963	58,996
Other income	<u>644</u>	<u>1,208</u>	<u>128</u>
Income before income tax and minority interest	17,951	13,171	59,124
Income tax expense	<u>6,441</u>	<u>4,589</u>	<u>20,595</u>
Income before minority interest	11,510	8,582	38,529
Minority interest	<u>153</u>	<u>64</u>	<u>554</u>
Net income	<u>11,357</u>	<u>8,518</u>	<u>37,975</u>
Net income per common share			
* "diluted" basis	\$0.73	\$0.55	\$2.44
** "basic" basis	\$0.75	\$0.57	\$2.52

**The basic net income per common share calculation is based on the weighted-average shares outstanding for each period presented, which was 15.2 million and 15.0 million for the fiscal quarters ending December 31, 2005 and 2004, and 15.1 million for the 12 month period ending September 30, 2005.*

***The diluted earnings per share calculation is based on the weighted-average shares outstanding and the potential dilution from common stock equivalents (stock options) for December 31, 2004, which was 15.5 million and did not include stock-based compensation expense under SFAS 123R. The quarter ended December 31, 2005, calculation is based on 15.5 million weighted-average shares outstanding and includes \$0.7 million (\$0.6 million net of tax) of stock compensation expense related to the implementation of SFAS 123R.*

ROFIN-SINAR TECHNOLOGIES INC.
CONSOLIDATED BALANCE SHEETS

(dollars in thousands)

	At <u>12/31/05</u>	At <u>9/30/05</u>
ASSETS		
Cash, cash equivalents and short-term investments	\$134,506	\$119,277
Trade accounts receivable, net	70,609	77,523
Inventories net	105,942	107,105
Other current assets	<u>13,330</u>	<u>12,610</u>
Total current assets	<u>324,387</u>	<u>316,515</u>
Net property and equipment	33,625	34,221
Other non-current assets	<u>76,392</u>	<u>77,902</u>
Total non-current assets	<u>110,017</u>	<u>112,123</u>
 Total assets	 <u>\$434,404</u>	 <u>\$428,638</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
Short-term debt	16,922	20,152
Accounts payable, trade	13,508	14,702
Other current liabilities	<u>61,681</u>	<u>59,658</u>
Total current liabilities	92,111	94,512
Long-term debt	20,227	20,850
Other non-current liabilities	<u>19,126</u>	<u>19,110</u>
Total liabilities	<u>131,464</u>	<u>134,472</u>
 Net stockholders' equity	 <u>302,940</u>	 <u>294,166</u>
 Total liabilities and stockholders' equity	 <u>\$434,404</u>	 <u>\$428,638</u>

The Company's conference call will include discussions relative to the current quarter results and some comments regarding forward-looking guidance on future operating performance.

"Safe Harbor" Statement Under the Private Securities Litigation Reform Act.

Certain information in this press release that relates to future plans, events or performance, including statements such as to stimulate the demand for our Macro products, especially the CO₂ Slab laser product line, concentrate on specific welding applications and furthermore concentrate on the Asian expansion providing leading-edge technology is forward-looking and is subject to important risks and uncertainties that could cause actual results to differ. Actual results could differ materially based on numerous factors, including currency risk, competition, risk relating to sales growth in CO₂, diode, and Nd:YAG lasers, cyclicalities, conflicting patents and other intellectual property rights of third parties, potential infringement claims and future capital requirements, as well as other factors set forth in our annual report on form 10-K. These forward-looking statements represent the Company's best judgment as of the date of this release based in part on preliminary information and certain assumptions which management believes to be reasonable. The Company disclaims any obligation to update these forward-looking statements.

###