December 14, 2023

Company name: SCAT Inc.
（Tokyo Stock Exchange Standard Market , Code 3974）
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Notice regarding differences between individual performance and previous fiscal year results

SCAT Inc. (the “Company”), would like to inform you that there has been a difference between the individual results for the FY2023 and the previous fiscal year's results as follows.

1. Differences between individual results for fiscal 2023 and previous fiscal year results.

	Net sales	Operating profit	Ordinary profit	net income	Net income per share
Previous period results (A)	Million yen 1,721	Million yen 144	Million yen 147	Million yen 55	￥13.28-
Actual results (B)	1,912	177	182	131	￥44.08-
Difference (B-A)	190	33	34	76	—
Difference (%)	11.1%	23.5%	23.6%	139.7%	—

2. Reason for differences

The company's sales for this fiscal year increased both in sales and profits due to growth in system sales in our mainstay ICT business for beauty salons. The background to this is an increase in customers' IT investment due to the national policy of promoting DX, and an increase in sales opportunities due to the use of IT introduction subsidies.

Regarding extraordinary gains and losses, net income decreased in the previous fiscal year (FY2022) due to the recording of impairment losses associated with the sale of fixed assets such as land and buildings related to the Oyama Head Office.

In the current fiscal year (FY2023), net income increased significantly due to the recording of extraordinary income (rent exemption gain) due to the relocation of the Tokyo head office, resulting in a large increase in income compared to the previous fiscal year.

For full-year consolidated results, please refer to the "Consolidated Financial Results for the Year Ended October 31, 2023[Japanese GAAP]" disclosed today.

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