December 13, 2024

Company name: SCAT Inc.
（Tokyo Stock Exchange Standard Market , Code 3974）
Representative： Hideo Nagashima
Representative Director and President
Contact for Inquiries： Sakae Takahashi
Director Executive Officer
(Tel.03-6275-1130)

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 FY2024 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 1,912	Million yen 177	Million yen 182	Million yen 131	￥44.03-
Actual results (B)	1,763	103	109	74	￥26.52-
Difference (B-A)	△148	△74	△72	△57	—
Difference (%)	△7.8%	△42.0%	△40.0%	△43.8%	—

2. Reason for differences

In the beauty ICT business, our main business, in the third quarter we have seen an increase in orders for system sales (merchandise sales) being postponed (for re-lease) and cases in which delivery dates have been postponed. The reasons for this include the consolidation of existing stores at user salons due to a shortage of hairdressers, the postponement of plans to open new stores, soaring prices, and the increased burden of repaying system loans due to the coronavirus pandemic. Furthermore, sales decreased due to last-minute cancellations due to customer circumstances at large users, and all non-transferable products, licenses, and customization work in progress resulted in losses. In addition, regarding extraordinary profits and losses, in FY2023, the recording of extraordinary profits such as rent exemption gain due to the relocation of the Tokyo head office will be a factor in the difference in net income.

For full-year consolidated results, please refer to the "Consolidated Financial Results for the Year Ended October 31, 2024[Japanese GAAP]" disclosed today.

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