

May 15, 2025

Company name:	Datasection Inc.
Representative:	Norihiko Ishihara, Representative Director, President and CEO (Securities code: 3905, TSE Growth)
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### **Notice Regarding the Recording of Extraordinary Losses and Income Taxes - Deferred (Gain)**

Datasection Inc. (hereinafter, the “Company”) hereby announces that it recorded extraordinary losses and income taxes - deferred (gain) in the fiscal year ended March 31, 2025 (April 1, 2024 to March 31, 2025), as detailed below.

#### **1. Extraordinary losses (impairment losses and loss on retirement of non-current assets)**

As a result of a comprehensive review of the recoverable amount, etc., of intangible assets (software) held by a consolidated subsidiary, an impairment loss of 24 million yen was recorded. In addition, the Company recorded a loss on retirement of non-current assets of 8 million yen for software and other assets that were no longer expected to be used in the future.

#### **2. Income taxes - deferred (gain)**

In addition to reassessing the valuation of deferred tax assets, the Company estimated future taxable income at the present time and recognized deferred tax assets to the extent that taxable income is likely to be available against which deductible temporary differences and net loss carried forward can be utilized. As a result, the Company recorded 14 million yen of income taxes - deferred (gain) for the fiscal year ended March 31, 2025.

#### **3. Impact on financial results**

The above extraordinary losses and income taxes - deferred (gain) are reflected in the "Financial Report for the Fiscal Year Ended March 31, 2025 [Japanese GAAP] (Consolidated)" released today.