



May 10, 2024

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**Notice of Concerning the Differences between Forecasts and Actual Financial Results,
 and Recording Extraordinary Loss and Income Taxes-Deferred (Profit).**

GEECHS Inc. hereby announces that we recorded extraordinary loss and adjustments for income taxes-deferred, etc. (profit) for the fiscal year ended March 31, 2024. Consequently, there are differences between the forecasts for the fiscal year ended March 31, 2024 announced on November 10, 2023 and the actual financial results announced today, as follows.

1. Differences between the full-year consolidated earnings forecast for the fiscal year ended March 31, 2024 (April 1, 2023 – March 31, 2024)

	Sales	EBITDA	Operating income	Ordinary income	Net income attributable to owners of the parent	Net income per share
Previous forecast (A)	million yen 24,400	million yen 300	million yen 50	million yen 40	million yen -165	yen -15.98
Results (B)	23,739	362	90	82	-1,473	-142.75
Differences (B-A)	-660	62	40	42	-1,308	
Percentage of change (%)	-2.7%	20.7%	81.7%	106.2%	-	
(Reference) Results for the previous fiscal year ended March 31, 2023	15,997	-	589	567	244	23.20

2. Recording of extraordinary loss and adjustments for income taxes-deferred (profit)

We have recorded an impairment loss for Launch Group Holdings Pty Ltd (located in Australia, hereinafter referred to as "Launch"). Considering the current performance falls significantly short of the expectations at the time of acquisition, we conducted a valuation based on the revised future cash flows, resulting in an impairment loss of 1,556 million yen for Launch's goodwill and customer-related assets. As a result, we have recognized income taxes-deferred (profit) of 2c19 million yen, attributable to the partial release of deferred tax liabilities related to the aforementioned customer assets.

3. Reason for the differences

Regarding the full-year consolidated results for the fiscal year ending March 31, 2024, although there was a slight shortfall in sales mainly due to delays in orders from Launch, operating income and ordinary income were generally in line with the forecast due to cost reduction. However, as mentioned above, recording impairment losses from Launch mainly resulted in a significant net loss attributable to the parent company shareholders for the current period.

There is no change to the fiscal year-end dividend forecast of 10 yen per share, as announced on November 10, 2023.