

November 21, 2024

Company Name: Datasection Inc.  
Representative: Representative Director, President and CEO, Norihiko Ishihara  
(Code Number: 3905 TSE Growth)  
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## **Notice of Conclusion of Basic Agreement for Business Alliance with Wistron**

Datasection Inc. resolved on November 21, 2024, to enter into discussions for a business alliance with Wistron Corporation (Headquarters: New Taipei City, Taiwan, Chairman: Simon Lin, TWSE: 3231, hereinafter referred to as "Wistron "), a leading provider of contract manufacturing services (EMS) services for electronic devices such as notebook computers and cloud servers, and have concluded a basic agreement with Wistron.

### **1. Purpose and Reason for the Business Alliance**

Wistron provides not only laptops and servers, but also network systems, enterprise storage solutions, professional display products, communication equipment, after-sales service, e-waste recycling. Wistron manufactures and provides vertically integrated cloud and display solutions. It is also focusing on emerging technologies such as 5G, AI, metaverse-related applications, electric and autonomous vehicles, and Industry 4.0.

Datasection has strengths in large-capacity data analysis and high-performance image analysis using AI. With the operation of AI data centers and the development of AI cloud as new strategies, the "Notice Regarding Establishment of Subsidiary" and "Notice of Establishment of DS AI Infrastructure Global Investment Fund (tentative name)" on August 7, 2024, and the " Notice of Conclusion of Collaboration and Joint Working Agreement for Construction of AI Data Center " dated August 19, we are promoting each initiative. In addition, we have been searching for capable suppliers in order to secure multiple stable procurement of servers equipped with high-performance GPUs, which are the foundation for AI data center operation and AI cloud service deployment.

The two companies have signed the basic agreement for the business alliance with the aim of collaborating on securing servers equipped with state-of-the-art NVIDIA GPUs in the field of AI servers, for which demand is expected to grow in the future, and in the operation of AI data centers, utilizing the technologies, products, resources, and networks of both companies.

### **2. Details of the Business Alliance**

In preparation for this business alliance, discussions are proceeding with a focus on securing servers equipped with state-of-the-art NVIDIA GPUs in the field of AI servers and

the operation of AI data centers, and details such as the specific details of this business alliance will be disclosed appropriately as soon as they are decided based on future discussions.

### 3. Overview of Wistron (as of the end of December 2023)

(1) Name	WISTRON CORPORATION			
(2) Location of Head Office	Xintai 5th Rd., Xizhih Dist., New Taipei City			
(3) Title and name of the representative	Chairman, Simon Lin			
(4) Business description	Manufacture of ICT products (PCs, servers, storage) and provision of cloud, AI, and IoT-related technologies			
(5) Capital:	TWD 28,997 million (The amount converted to 1 Taiwan dollar at the closing price of 4.593 yen on December 29, 2023 is 133,186 million yen)			
(6) Date of establishment	May 30, 2001			
(7) Major shareholders	Labor Pension Fund 3.16% Cathay MSCI Taiwan ESG Sustainability High DividendYIELD ETF 3.13% Fubon Life Insurance Co., Ltd. 1.84%			
(8) The Company's operating results and financial position in the last three periods  Note:	Fiscal year end	Fiscal Year Ended December 2021	Fiscal Year Ended December 2022	Fiscal Year Ended December 2023
	Net Worth	JPY 323,448M	JPY 410,963M	JPY 478,701M
	per share Net Worth	JPY111.40	JPY141.63	JPY165.08
	Total Assets	JPY 2,064,382M	JPY 1,845,875M	JPY 2,077,830M
	Sales	JPY 3,578,678M	JPY 4,198,317M	JPY 3,982,392M
	Operating Profit	JPY 67,974M	JPY 117,138M	JPY 125,803M
	Ordinary Income	JPY 79,845M	JPY 105,364M	JPY 111,704M
	Net Income	JPY 61,138M	JPY 81,088M	JPY 83,892M
	per share Net Income	JPY15.60	JPY17.09	JPY18.73

	per share Dividends	JPY9.13	JPY11.08	JPY11.94
(9) Listed companies and Relationship with the company concerned	Capital Relations	There is no such matter.		
	Personal Relationships	There is no such matter.		
	Business Relationships	There is no such matter.		
	Related Parties	It does not apply to related parties.		

Note: The Company's operating results and financial position for the last three periods are calculated at NT\$1 for the fiscal year ended December 2021 at 4.151 yen at the closing price on December 31, 2021, at the closing price on December 30, 2022 at 4.263 yen for the fiscal year ended December 2022, and at 4.593 yen at the closing price on December 29, 2023 for the fiscal year ended December 2023.

#### 4. Schedule

- (1) Date of Conclusion of the Memorandum of Understanding November 21, 2024
- (2) Commencement date of the Business Alliance (tentative) We aim to achieve this by March 2025.

#### 5. Future Prospects

The impact of this incident on the Company's consolidated financial results for the fiscal year ending March 2025 has already been reflected in the upwardly revised full-year consolidated earnings forecast on August 14, 2024. In addition, we believe that the realization of this business alliance will contribute to the enhancement of our business performance and corporate value over the medium to long term. In the future, if there is a matter that needs to be disclosed, we will promptly disclose it.