

FOCUSLIGHT TECHNOLOGIES INC ANNOUNCES THIRD QUARTER 2025

FINANCIAL RESULTS

Xi'an, China – October 30th, 2025 – Focuslight Technologies Inc. (Shanghai Stock Exchange 688167) today reported financial results for the third quarter ended September 30th, 2025.

Key Accounting Data and Financial Indicators

(in RMB, expect per share data and percentages)

Item	Reporting Period 2025 Q3	Change from the Same Period Last Year (%)	2025 Q1~Q3	Change from the Same Period Last Year (%)
Operating Revenue	220,590,355.90	50.12	613,356,428.93	33.88
Net Profit Attributable to Shareholders of the Listed Company	27,187,011.74	N/A	2,246,300.48	N/A
Net Profit Attributable to Shareholders of the Listed Company after Deducting Non-Recurring Gains and Losses	-8,689,321.99	N/A	-35,670,080.29	N/A
Net Cash Flows from Operating Activities	N/A	N/A	89,219,435.61	N/A
Basic Earnings per Share (RMB/Share)	0.30	N/A	0.02	N/A
Diluted Earnings per Share (RMB/Share)	0.30	N/A	0.02	N/A
Weighted Average Return on Net Assets (%)	1.25	Increase of 2.28 percentage points	0.10	Increase of 2.32 percentage points
Total R&D Investment	41,876,271.42	69.01	135,787,000.07	87.76
Proportion of R&D Investment to Operating Revenue (%)	18.98	Increase of 2.12 percentage points	22.14	Increase of 6.36 percentage points

End of Reporting Period Financial Position

(in RMB, expect per share data and percentages)

Item	End of Reporting Period (September 30, 2024)	End of Previous Year (December 31, 2023)	Change (%)
Total Assets	3,059,297,569.31	2,944,307,858.53	3.91
Equity Attributable to Shareholders	2,197,723,301.70	2,111,945,613.64	4.06

Management Comments

The main reasons for the changes in operating revenue and net profit compared to the same period last year are as follows:

Revenue Growth:

1. Rapid Growth in Laser Optics Business:

The laser optics components segment achieved strong growth, primarily driven by increased shipments from customers in the pan-semiconductor sector, as well as rising demand from optical communication and industrial fiber laser customers.

2. Expansion in Automotive Business:

In the automotive segment, shipments for headlight applications continued to increase, supported by higher customer demand.

3. Steady Growth in Global Photonics Process and Manufacturing Services:

The global photonics process and manufacturing services business achieved incremental growth. This was partly contributed by the revenue recognition related to the completion of the first-year settlement period under the manufacturing service agreement with amsOSRAM, in accordance with the contract terms.

Increase in Net Profit:

1. Profit Growth Driven by Revenue Increase

Profit growth was primarily driven by the increase in revenue.

2. Gross Margin Improvement

The gross margin improved, mainly due to the following factors:

(1) The automotive imprinted micro-optics production line was relocated from Neuchâtel, Switzerland, to Shaoguan, China by the end of 2024. The consolidation significantly reduced production and operating costs, thereby enhancing the overall gross margin.

(2) In the laser optics business, the sales proportion of high-end products with higher margins increased. In addition, automation upgrades in traditional product lines helped lower costs and improve yields, partially offsetting the impact of price declines.

(3) In the pan-semiconductor solutions business, the product mix in the first three quarters differed from that of the same period last year, with a higher proportion of high-margin products shipped this year, which lifted the overall gross margin.

(4) Revenue was also recognized in accordance with the terms of the manufacturing service agreement with ams Osram, following the completion of the first-year settlement period.

3. Settlement Compensation

Regarding the transaction where SÜSS MicroTec SE (SMT) sold SUSS MicroOptics S.A. to Focuslight, the two parties had differences over the fulfillment of certain disclosure obligations at the time of closing. After multiple rounds of communication and negotiation, both parties reached a settlement agreement. In this quarter, Focuslight received compensation of RMB 28.14 million (EUR 3.3659 million) from SMT.

Board of Directors, Focuslight Technologies Inc

About Focuslight Technologies, Inc

Founded in 2007 and headquartered in Xi'an, China, Focuslight Technologies Inc. is a fast-growing public company (Shanghai: 688167) that specializes in developing and manufacturing high-power diode laser components and materials, laser optics, as well as photonics module and system solutions focusing on optical communication, consumer electronics, pan-semiconductor, automotive, and medical and health applications. Focuslight has expanded its global footprint through strategic acquisitions including LIMO GmbH in 2017 and SUSS MicroOptics SA in 2024 (now as Focuslight Switzerland SA). With the acquisition of assets from ams OSRAM in 2024, Focuslight extends its business to be a global photonics foundry by providing global photonics industry process development and manufacturing service under the brand of Heptagon. Additional information can be found at www.focuslight.com and www.hptg.com.

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED BALANCE SHEET

(unaudited)
Acc. to China GAAP

Item	September 30, 2025	December 31, 2024
Current Assets:		
Monetary Funds	638,357,827.93	874,126,736.39
Settlement Reserve Funds		
Lending Funds		
Trading Financial Assets	132,088,305.56	
Derivative Financial Assets		
Notes Receivable	31,042,270.29	14,745,067.99
Accounts Receivable	219,913,000.69	146,996,680.29
Accounts Receivable Financing	15,260,526.77	12,909,530.82
Prepayments	38,452,009.27	20,641,183.28
Premiums Receivable		
Reinsurance Receivables		
Reinsurance Contract Reserves Receivable		
Other Receivables	7,538,429.42	10,737,905.24
Including: Interest Receivable		
Dividends Receivable		
Purchased Resale Financial Assets		
Inventory	332,533,397.45	320,718,821.37
Including: Data Resources		
Contract Assets		
Assets Held for Sale		
Non-Current Assets Due Within One Year		
Other Current Assets	42,625,059.38	32,143,388.17
Total Current Assets	1,457,810,826.76	1,433,019,313.55
Non-Current Assets:		
Loans and Advances		
Debt Investments		
Other Debt Investments		
Long-term Receivables		
Long-term Equity Investments	9,339,366.00	10,146,771.03
Other Equity Instrument Investments		
Other Non-Current Financial Assets		
Investment Properties		
Fixed Assets	651,051,108.97	683,830,809.14
Construction in Progress	240,051,741.25	158,859,261.47
Productive Biological Assets		
Oil and Gas Assets		

Right-of-Use Assets	47,139,765.04	57,034,360.97
Intangible Assets	171,578,643.43	181,463,232.00
Including: Data Resources		
Development Expenditure		
Including: Data Resources		
Goodwill	344,809,476.11	320,528,301.80
Long-term Deferred Expenses	15,380,127.30	17,631,445.66
Deferred Tax Assets	120,037,713.35	74,051,717.95
Other Non-Current Assets	2,098,801.10	7,742,644.96
Total Non-Current Assets	1,601,486,742.55	1,511,288,544.98
Total Assets	3,059,297,569.31	2,944,307,858.53
Current Liabilities:		
Short-term Borrowings		7,153,661.20
Borrowings from the Central Bank		
Borrowed Funds		
Trading Financial Liabilities		
Derivative Financial Liabilities		
Notes Payable		
Accounts Payable	61,503,188.04	49,047,635.64
Advances from Customers		
Contract Liabilities	57,472,500.05	15,529,056.79
Sold Repurchase Financial Assets		
Deposits and Interbank Placements		
Securities Brokerage Funds		
Securities Underwriting Funds		
Employee Compensation Payable	64,164,235.73	31,601,130.63
Taxes Payable	12,373,302.62	17,894,620.05
Other Payables	48,937,539.10	50,306,599.66
Including: Interest Payable		
Dividends Payable		
Handling Fees and Commissions Payable		
Reinsurance Payables		
Liabilities Held for Sale		
Non-Current Liabilities Due Within One Year	85,473,476.36	67,647,934.40
Other Current Liabilities		
Total Current Liabilities	329,924,241.90	239,180,638.37
Non-Current Liabilities:		
Insurance Contract Reserves		
Long-term Borrowings	444,449,755.00	489,247,543.00
Bonds Payable		
Including: Preferred Stock		
Perpetual Bonds		

Lease Liabilities	32,603,567.87	42,702,745.27
Long-term Payables		
Long-term Employee Compensation Payable	25,572,567.98	23,017,916.45
Provisions		
Deferred Income	22,207,390.28	24,046,800.64
Deferred Tax Liabilities	6,816,744.58	14,166,601.16
Other Non-Current Liabilities		
Total Non-Current Liabilities	531,650,025.71	593,181,606.52
Total Liabilities	861,574,267.61	832,362,244.89
Owner's Equity (or Shareholders' Equity):		
Paid-in Capital (or Share Capital)	89,859,524.00	90,363,344.00
Other Equity Instruments		
Including: Preferred Stock		
Perpetual Bonds		
Capital Surplus	2,294,119,466.94	2,266,920,181.61
Less: Treasury Stock	180,390,133.86	180,390,133.86
Other Comprehensive Income	20,948,249.16	-33,689,767.81
Special Reserves	2,197,905.28	
Surplus Reserves	12,695,500.11	12,695,500.11
General Risk Reserves		
Undistributed Profits	-41,707,209.93	-43,953,510.41
Total Equity Attributable to Owners of the Parent Company (or Shareholders' Equity)	2,197,723,301.70	2,111,945,613.64
Minority Interests		
Total Owner's Equity (or Shareholders' Equity)	2,197,723,301.70	2,111,945,613.64
Total Liabilities and Owner's Equity (or Shareholders' Equity)	3,059,297,569.31	2,944,307,858.53

CFO: Yiping Ye

CEO: Xingsheng Liu

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED STATEMENT OF INCOME

(unaudited)

Acc. to China GAAP

Item	Nine Months Ended September 30,2025	Nine Months Ended September 30,2024
I. Total Operating Revenue	613,356,428.93	458,154,877.37
Including: Operating Revenue	613,356,428.93	458,154,877.37
Interest Income		
Earned Premiums		
Fee and Commission Income		
II. Total Operating Costs	663,211,108.37	503,401,888.78
Including: Operating Costs	384,977,943.04	318,082,826.18
Interest Expenses		
Fee and Commission Expenses		
Surrender Payments		
Net Claim Expenses		
Net Provision for Insurance Contract Reserves		
Policyholder Dividend Expenses		
Reinsurance Expenses		
Taxes and Surcharges	2,547,909.42	2,943,201.65
Selling Expenses	35,905,909.75	34,271,739.19
Administrative Expenses	111,486,705.38	78,836,965.37
R&D Expenses	135,787,000.07	72,318,258.98
Financial Expenses	-7,494,359.29	-3,051,102.59
Including: Interest Expenses	8,714,470.83	8,722,004.13
Interest Income	11,084,381.69	22,513,230.72
Plus: Other Income	19,345,881.11	10,334,976.22
Investment Income (Losses are indicated with "-")	-408,259.28	-511,326.65
Including: Investment Income from Associates and Joint Ventures	-374,557.75	-492,086.15
Gains from Derecognition of Financial Assets Measured at Amortized Cost		
Exchange Gains (Losses are indicated with "-")		
Net Hedging Gains (Losses are indicated with "-")		
Gains from Changes in Fair Value (Losses are indicated with "-")	1,715,520.64	1,686,628.78
Credit Impairment Losses (Losses are indicated with "-")	8,111,564.11	-346,021.65
Asset Impairment Losses (Losses are indicated with "-")	-29,519,242.95	-23,763,107.16
Gains from Asset Disposal (Losses are indicated with "-")	-682,102.72	194,111.23
III. Operating Profit (Losses are indicated with "-")	-51,291,318.53	-57,651,750.64
Plus: Non-operating Income	30,679,889.47	441,335.61

Less: Non-operating Expenses	2,297,389.38	95,056.09
IV. Total Profit (Total Loss is indicated with “-”)	-22,908,818.44	-57,305,471.12
Less: Income Tax Expenses	-25,155,118.92	-5,518,559.91
V. Net Profit (Net Loss is indicated with “-”)	2,246,300.48	-51,786,911.21
(1) Classified by Continuing Operations		
1. Net Profit from Continuing Operations (Net Loss is indicated with “-”)	2,246,300.48	-51,786,911.21
2. Net Profit from Discontinued Operations (Net Loss is indicated with “-”)		
(2) Classified by Ownership		
1. Net Profit Attributable to Shareholders of the Parent Company (Net Loss is indicated with “-”)	2,246,300.48	-51,786,911.21
2. Minority Interests (Net Loss is indicated with “-”)		
VI. Net Amount of Other Comprehensive Income after Tax	54,638,016.97	-2,207,140.20
(1) Net Amount of Other Comprehensive Income Attributable to Owners of the Parent Company after Tax	54,638,016.97	-2,207,140.20
1. Other Comprehensive Income that Cannot be Reclassified to Profit or Loss		
(1) Changes in Re-measurement of Defined Benefit Plans		
(2) Other Comprehensive Income that Cannot be Transferred to Profit or Loss under the Equity Method		
(3) Changes in Fair Value of Other Equity Investments		
(4) Changes in Fair Value Attributable to Own Credit Risk		
2. Other Comprehensive Income that Can be Reclassified to Profit or Loss	54,638,016.97	-2,207,140.20
(1) Other Comprehensive Income that Can be Transferred to Profit or Loss under the Equity Method		
(2) Changes in Fair Value of Other Debt Investments		
(3) Amounts Reclassified to Other Comprehensive Income for Financial Assets		
(4) Credit Impairment Provisions for Other Debt Investments		
(5) Cash Flow Hedge Reserves		
(6) Exchange Differences on Translation of Foreign Currency Financial Statements	54,638,016.97	-2,207,140.20
(7) Others		
(2) Net Amount of Other Comprehensive Income Attributable to Minority Interests after Tax		
VII. Total Comprehensive Income	56,884,317.45	-53,994,051.41
(1) Total Comprehensive Income Attributable to Owners of the Parent Company	56,884,317.45	-53,994,051.41
(2) Total Comprehensive Income Attributable to Minority Interests		

VIII. Earnings per Share:

(1) Basic Earnings per Share (Yuan/Share)	0.02	-0.58
(2) Diluted Earnings per Share (Yuan/Share)	0.02	-0.58

CFO: Yiping Ye

CEO: Xingsheng Liu

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED CASH FLOWS

(unaudited)

Acc. to China GAAP

Item	Nine Months Ended September 30,2025	Nine Months Ended September 30,2024
I. Cash Flows from Operating Activities:		
Cash Received from Sales of Goods and Rendering of Services	555,590,042.61	427,738,602.80
Net Increase in Customer Deposits and Interbank Deposits		
Net Increase in Borrowings from the Central Bank		
Net Increase in Funds Borrowed from Other Financial Institutions		
Cash Received from Premiums under Original Insurance Contracts		
Net Cash Received from Reinsurance Business		
Net Increase in Policyholder Deposits and Investments		
Cash Received from Interest, Fees, and Commissions		
Net Increase in Borrowed Funds		
Net Increase in Repurchase Business Funds		
Net Cash Received from Securities Brokerage Business		
Tax Refunds Received	6,413,601.53	
Other Cash Received Relating to Operating Activities	93,914,300.07	72,895,375.84
Subtotal of Cash Inflows from Operating Activities	655,917,944.21	500,633,978.64
Cash Paid for Purchases of Goods and Receipt of Services	226,245,645.48	184,417,710.51
Net Increase in Loans and Advances to Customers		
Net Increase in Deposits with the Central Bank and Interbank Deposits		
Cash Paid for Claims under Original Insurance Contracts		
Net Increase in Funds Lent		
Cash Paid for Interest, Fees, and Commissions		
Cash Paid for Policyholder Dividends		
Cash Paid to Employees and for Employees	241,320,823.30	223,545,726.96
Payments of Various Taxes	6,429,486.79	23,263,006.58
Other Cash Paid Relating to Operating Activities	92,702,553.03	92,677,082.13
Subtotal of Cash Outflows from Operating Activities	566,698,508.60	523,903,526.18
Net Cash Flows from Operating Activities	89,219,435.61	-23,269,547.54
II. Cash Flows from Investing Activities:		
Cash Received from Disposal of Investments	262,000,000.00	335,000,000.00
Cash Received from Investment Income	1,627,215.08	1,669,800.01
Net Cash Received from Disposal of Fixed Assets, Intangible Assets, and Other Long-term Assets	795,584.84	
Net Cash Received from Disposal of Subsidiaries and Other Business Units		

Other Cash Received Relating to Investing Activities		
Subtotal of Cash Inflows from Investing Activities	264,422,799.92	336,669,800.01
Cash Paid for Purchases of Fixed Assets, Intangible Assets, and Other Long-term Assets	116,940,357.55	470,741,300.85
Cash Paid for Investments	394,000,000.00	340,000,000.00
Net Increase in Pledged Loans		
Net Cash Paid for Acquiring Subsidiaries and Other Business Units		420,553,786.95
Other Cash Paid Relating to Investing Activities		
Subtotal of Cash Outflows from Investing Activities	510,940,357.55	1,231,295,087.80
Net Cash Flows from Investing Activities	-246,517,557.63	-894,625,287.79
III. Cash Flows from Financing Activities:		
Cash Received from Absorbing Investment		
Including: Cash Received from Minority Shareholders' Investment by Subsidiaries		
Cash Received from Borrowings	40,470,000.00	507,793,550.00
Other Cash Received Relating to Financing Activities		8,274.85
Subtotal of Cash Inflows from Financing Activities	40,470,000.00	507,801,824.85
Cash Paid for Repayment of Debts	62,064,667.50	161,717,439.32
Cash Paid for Distribution of Dividends or Profits and for Interest Payments	10,070,620.58	34,736,113.98
Including: Dividends and Profits Paid to Minority Shareholders by Subsidiaries		
Other Cash Paid Relating to Financing Activities	36,625,468.31	51,103,574.19
Subtotal of Cash Outflows from Financing Activities	108,760,756.39	247,557,127.49
Net Cash Flows from Financing Activities	-68,290,756.39	260,244,697.36
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	6,837,489.67	-14,195,079.75
V. Net Increase in Cash and Cash Equivalents	-218,751,388.74	-671,845,217.72
Plus: Opening Balance of Cash and Cash Equivalents	834,480,329.36	1,558,569,975.37
VI. Closing Balance of Cash and Cash Equivalents	615,728,940.62	886,724,757.65
	555,590,042.61	427,738,602.80

CFO: Yiping Ye

CEO: Xingsheng Liu