FOCUSLIGHT
Never stop exploring

FOCUSLIGHT TECHNOLOGIES INC ANNOUNCES THIRD QUARTER 2026 FINANCIAL RESULTS

Xi'an, China – October 30th, 2026 – Focuslight Technologies Inc. (Shanghai Stock Exchange 688167) today reported financial results for the third quarter ended September 30th, 2026.

Key Accounting Data and Financial Indicators

(in RMB, except per share data and percentages)

Item	Reporting Period 2026 Q3	Change from the Same Period Last Year (%)	2026 Q1~Q3	Change from the Same Period Last Year (%)
Operating Revenue	258,028,559.99	16.97	676,593,660.75	10.31
Net Profit Attributable to Shareholders of the Listed Company	18,295,322.14	-32.71	-48,933,458.18	-2,278.40
Net Profit Attributable to Shareholders of the Listed Company after Deducting Non-Recurring Gains and Losses	17,211,562.41	N/A	-52,265,941.72	N/A
Net Cash Flows from Operating Activities	N/A	N/A	59,550,229.45	-33.25
Basic Earnings per Share (RMB/Share)	0.14	-33.33	-0.38	-2,000.00
Diluted Earnings per Share (RMB/Share)	0.14	-33.33	-0.38	-2,000.00
Weighted Average Return on Net Assets (%)	0.80	Decrease of 0.45 percentage points	-2.16	Decrease of 2.26 percentage points
Total R&D Investment	52,184,873.23	24.62	141,266,539.88	4.04
Proportion of R&D Investment to Operating Revenue (%)	20.22	Increase of 1.24 percentage points	20.88	Decrease of 1.26 percentage points

End of Reporting Period Financial Position

(in RMB, except per share data and percentages)

Item	End of Reporting Period (September 30, 2026)	End of Previous Year (December 31, 2025)	Change (%)
Total Assets	3,298,570,572.55	3,056,052,107.17	7.94
Equity Attributable to Shareholders	2,296,339,291.53	2,220,620,427.74	3.41

FOCUSLIGHT
Never stop exploring

Management Comments

In the first three quarters of 2026, the Company recorded operating revenue of RMB 676.59 million (including RMB 670.63 million from principal business operations), an increase of 10.31% year-on-year.

In the third quarter of 2026, the Company recorded operating revenue of RMB 258.03 million, an increase of 16.97% year-on-year, and net profit attributable to shareholders of the listed company of RMB 18.30 million, a decrease of 32.71% year-on-year.

Revenue from the Company's principal business by downstream application market for the first three quarters of 2026 was as follows:

1. **Industrial market: RMB 171.52 million, -6% YoY**

   Market demand recovered overall in the third quarter. The Company continued to optimize its customer base and order mix, selectively reducing lower-priced orders to support its overall gross profit margin.

2. **Semiconductor market: RMB 165.85 million, +32% YoY**

   The growth was mainly driven by the increased demand for semiconductor processing application specific laser systems and optical components.

3. **Optical communications market: RMB 105.70 million, +166% YoY**

   The Company continued to advance its development of optical components, submounts, and testing equipment for high-speed optical communications applications. Optical components for pluggable optical modules were adopted by new customers. In NPO/CPO applications, V-groove arrays and coupling optics for external lasers received volume orders. A high-performance submount for silicon photonics continuous-wave (CW) laser sources and external lasers is undergoing sample validation with multiple customers. The pitch error measurement system received volume orders, reflecting progress from R&D validation to commercial application.

4. **Consumer electronics market: RMB 95.38 million, +80% YoY**

   The two-year manufacturing and R&D services agreement between the Company and amsOSRAM expired in September 2026. Following its expiration, cooperation between the two parties has transitioned from a manufacturing services model under the agreement to a market-based commercial cooperation model. Follow-on cooperation continues to progress normally.

   The Company's first consumer electronics project has entered mass production. The Company has received formal purchase orders, commenced small-batch production and delivery, and secured a development opportunity for a next-generation project. These developments mark the transition of the Company's consumer electronics business from R&D validation to industrialization.

5. **Healthcare market: RMB 67.69 million, -11% YoY**

Overall demand remained stable in the third quarter.

6. **Automotive market: RMB 61.76 million, -47% YoY**

   Revenue declined significantly, primarily due to adjustments in customer demand and changes in project life cycles.

7. **Scientific research market: RMB 2.72 million**

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 laser sources and materials, optical components, as well as photonics module and system solutions focusing on optical communication, consumer electronics, and pan-semiconductor applications. Focuslight has expanded its global footprint with manufacturing facilities and expert teams in China, Germany, Switzerland, Singapore, and Malaysia. With the relaunch of the Heptagon brand, the company extends its business to be a global photonics foundry by providing global photonics industry process development and manufacturing service. Additional information can be found at www.focuslight.com.

FOCUSLIGHT
Never stop exploring

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED BALANCE SHEET

(unaudited)

Acc. to China GAAP

Item	September 30, 2026	December 31, 2025
Current Assets:		
Monetary Funds	535,386,474.18	630,199,484.71
Settlement Reserve Funds		
Lending Funds		
Trading Financial Assets		135,336,789.39
Derivative Financial Assets		
Notes Receivable	8,311,212.13	22,617,367.69
Accounts Receivable	268,832,219.84	206,239,880.96
Accounts Receivable Financing	1,541,974.43	17,183,946.03
Prepayments	50,811,542.32	23,446,392.43
Premiums Receivable		
Reinsurance Receivables		
Reinsurance Contract Reserves Receivable		
Other Receivables	12,440,902.84	10,474,205.54
Including: Interest Receivable		
Dividends Receivable		
Purchased Resale Financial Assets		
Inventory	325,004,380.56	287,852,758.85
Including: Data Resources		
Contract Assets		
Assets Held for Sale		
Non-Current Assets Due Within One Year	841,465.30	
Other Current Assets	68,610,329.87	44,232,646.56
Total Current Assets	1,271,780,501.47	1,377,583,472.16
Non-Current Assets:		
Loans and Advances		
Debt Investments		
Other Debt Investments		
Long-term Receivables	2,088,333.45	
Long-term Equity Investments	47,123,209.79	10,241,484.32
Other Equity Instrument Investments		
Other Non-Current Financial Assets		
Investment Properties		
Fixed Assets	742,108,127.95	674,082,417.32
Construction in Progress	459,302,305.44	278,771,190.32
Productive Biological Assets		
Oil and Gas Assets		
Right-of-Use Assets	27,149,422.34	42,356,342.91

Intangible Assets	137,441,629.03	164,351,711.46
Including: Data Resources		
Development Expenditure		
Including: Data Resources		
Goodwill	292,982,593.66	342,905,044.76
Long-term Deferred Expenses	10,436,284.62	13,915,814.38
Deferred Tax Assets	238,246,818.79	136,917,545.08
Other Non-Current Assets	69,911,346.01	14,927,084.46
Total Non-Current Assets	2,026,790,071.08	1,678,468,635.01
Total Assets	3,298,570,572.55	3,056,052,107.17
Current Liabilities:		
Short-term Borrowings	65,000,000.00	5,747,752.00
Borrowings from the Central Bank		
Borrowed Funds		
Trading Financial Liabilities		113,800.00
Derivative Financial Liabilities		
Notes Payable	12,852,142.09	
Accounts Payable	100,794,946.74	69,248,080.97
Advances from Customers		
Contract Liabilities	73,314,055.11	39,232,675.52
Sold Repurchase Financial Assets		
Deposits and Interbank Placements		
Securities Brokerage Funds		
Securities Underwriting Funds		
Employee Compensation Payable	58,014,865.27	47,795,473.24
Taxes Payable	21,309,724.53	30,836,470.86
Other Payables	101,089,431.16	32,621,367.84
Including: Interest Payable		
Dividends Payable		
Handling Fees and Commissions Payable		
Reinsurance Payables		
Liabilities Held for Sale		
Non-Current Liabilities Due Within One Year	159,884,282.87	128,325,563.37
Other Current Liabilities		
Total Current Liabilities	592,259,447.77	353,921,183.80
Non-Current Liabilities:		
Insurance Contract Reserves		
Long-term Borrowings	352,494,285.00	409,078,615.00
Bonds Payable		
Including: Preferred Stock		
Perpetual Bonds		
Lease Liabilities	16,695,296.52	27,264,976.04
Long-term Payables		

Long-term Employee Compensation Payable	9,859,432.50	15,701,674.00
Provisions		
Deferred Income	21,129,960.43	21,604,187.83
Deferred Tax Liabilities	9,792,858.80	7,861,042.76
Other Non-Current Liabilities		
Total Non-Current Liabilities	409,971,833.25	481,510,495.63
Total Liabilities	1,002,231,281.02	835,431,679.43
Owner's Equity (or Shareholders' Equity):		
Paid-in Capital (or Share Capital)	130,138,971.00	89,859,524.00
Other Equity Instruments		
Including: Preferred Stock		
Perpetual Bonds		
Capital Surplus	2,338,143,805.20	2,264,065,764.05
Less: Treasury Stock	35,216,062.08	91,123,305.61
Other Comprehensive Income	-24,660,845.55	24,967,419.74
Special Reserves	6,534,465.71	2,518,610.13
Surplus Reserves	12,695,500.11	12,695,500.11
General Risk Reserves		
Undistributed Profits	-131,296,542.86	-82,363,084.68
Total Equity Attributable to Owners of the Parent Company (or Shareholders' Equity)	2,296,339,291.53	2,220,620,427.74
Minority Interests		
Total Owner's Equity (or Shareholders' Equity)	2,296,339,291.53	2,220,620,427.74
Total Liabilities and Owner's Equity (or Shareholders' Equity)	3,298,570,572.55	3,056,052,107.17

CFO: Hong Wang

CEO: Xingsheng Liu

FOCUSLIGHT
Never stop exploring

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED STATEMENT OF INCOME

(unaudited)

Acc. to China GAAP

Item	Nine Months Ended September 30，2026	Nine Months Ended September 30，2025
I. Total Operating Revenue	676,593,660.75	613,356,428.93
Including: Operating Revenue	676,593,660.75	613,356,428.93
Interest Income		
Earned Premiums		
Fee and Commission Income		
II. Total Operating Costs	656,565,395.90	663,211,108.37
Including: Operating Costs	337,929,919.66	384,977,943.04
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	2,958,061.26	2,547,909.42
Selling Expenses	36,697,033.25	35,905,909.75
Administrative Expenses	123,561,027.37	111,486,705.38
R&D Expenses	141,266,539.88	135,787,000.07
Financial Expenses	14,152,814.48	-7,494,359.29
Including: Interest Expenses	9,864,949.39	8,714,470.83
Interest Income	7,670,264.12	11,084,381.69
Plus: Other Income	6,576,522.24	19,345,881.11
Investment Income (Losses are indicated with “-”)	-3,912,692.80	-408,259.28
Including: Investment Income from Associates and Joint Ventures	-2,500,619.55	-374,557.75
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 “-”)	638,142.49	1,715,520.64
Credit Impairment Losses (Losses are indicated with “-”)	1,665,838.10	8,111,564.11
Asset Impairment Losses (Losses are indicated with “-”)	-86,834,183.90	-29,519,242.95
Gains from Asset Disposal (Losses are indicated with “-”)	1,484,709.62	-682,102.72
III. Operating Profit (Losses are indicated with “-”)	-60,353,399.40	-51,291,318.53
Plus: Non-operating Income	509,797.93	30,679,889.47
Less: Non-operating Expenses	3,131,579.13	2,297,389.38

IV. Total Profit (Total Loss is indicated with "-")	-62,975,180.60	-22,908,818.44
Less: Income Tax Expenses	-14,041,722.42	-25,155,118.92
V. Net Profit (Net Loss is indicated with "-")	-48,933,458.18	2,246,300.48
(1) Classified by Continuing Operations		
1. Net Profit from Continuing Operations (Net Loss is indicated with "-")	-48,933,458.18	2,246,300.48
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 "-")	-48,933,458.18	2,246,300.48
2. Minority Interests (Net Loss is indicated with "-")		
VI. Net Amount of Other Comprehensive Income after Tax	-49,628,265.29	54,638,016.97
(1) Net Amount of Other Comprehensive Income Attributable to Owners of the Parent Company after Tax	-49,628,265.29	54,638,016.97
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		
(5) Others		
2. Other Comprehensive Income that Can be Reclassified to Profit or Loss	-49,628,265.29	54,638,016.97
(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	-49,628,265.29	54,638,016.97
(7) Others		
(2) Net Amount of Other Comprehensive Income Attributable to Minority Interests after Tax		
VII. Total Comprehensive Income	-98,561,723.47	56,884,317.45
(1) Total Comprehensive Income Attributable to Owners of the Parent Company	-98,561,723.47	56,884,317.45
(2) Total Comprehensive Income Attributable to Minority		

Interests		
VIII. Earnings per Share:		
(1) Basic Earnings per Share (Yuan/Share)	-0.38	0.02
(2) Diluted Earnings per Share (Yuan/Share)	-0.38	0.02

CFO: Hong Wang

CEO: Xingsheng Liu

FOCUSLIGHT
Never stop exploring

FOCUSLIGHT TECHNOLOGIES INC CONSOLIDATED CASH FLOWS

(unaudited)

Acc. to China GAAP

Item	Nine Months Ended September 30,2026	Nine Months Ended September 30,2025
I. Cash Flows from Operating Activities:		
Cash Received from Sales of Goods and Rendering of Services	649,012,747.52	555,590,042.61
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	27,400,445.18	6,413,601.53
Other Cash Received Relating to Operating Activities	30,218,269.54	93,914,300.07
Subtotal of Cash Inflows from Operating Activities	706,631,462.24	655,917,944.21
Cash Paid for Purchases of Goods and Receipt of Services	235,698,209.52	226,245,645.48
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	268,769,121.09	241,320,823.30
Payments of Various Taxes	43,901,075.80	6,429,486.79
Other Cash Paid Relating to Operating Activities	98,712,826.38	92,702,553.03
Subtotal of Cash Outflows from Operating Activities	647,081,232.79	566,698,508.60
Net Cash Flows from Operating Activities	59,550,229.45	89,219,435.61
II. Cash Flows from Investing Activities:		
Cash Received from Disposal of Investments	415,000,000.00	262,000,000.00
Cash Received from Investment Income	1,288,731.88	1,627,215.08
Net Cash Received from Disposal of Fixed Assets, Intangible Assets, and Other Long-term Assets	266,800.00	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	416,555,531.88	264,422,799.92
Cash Paid for Purchases of Fixed Assets, Intangible Assets, and Other Long-term Assets	184,783,624.77	116,940,357.55
Cash Paid for Investments	322,347,311.63	394,000,000.00
Net Increase in Pledged Loans		
Net Cash Paid for Acquiring Subsidiaries and Other Business Units	89,306,894.09	
Other Cash Paid Relating to Investing Activities	427,600.00	
Subtotal of Cash Outflows from Investing Activities	596,865,430.49	510,940,357.55
Net Cash Flows from Investing Activities	-180,309,898.61	-246,517,557.63
III. Cash Flows from Financing Activities:		
Cash Received from Absorbing Investment	24,567,613.46	
Including: Cash Received from Minority Shareholders' Investment by Subsidiaries		
Cash Received from Borrowings	121,000,000.00	40,470,000.00
Other Cash Received Relating to Financing Activities	217,276.05	
Subtotal of Cash Inflows from Financing Activities	145,784,889.51	40,470,000.00
Cash Paid for Repayment of Debts	91,642,745.00	62,064,667.50
Cash Paid for Distribution of Dividends or Profits and for Interest Payments	8,291,113.95	10,070,620.58
Including: Dividends and Profits Paid to Minority Shareholders by Subsidiaries		
Other Cash Paid Relating to Financing Activities	15,975,043.16	36,625,468.31
Subtotal of Cash Outflows from Financing Activities	115,908,902.11	108,760,756.39
Net Cash Flows from Financing Activities	29,875,987.40	-68,290,756.39
IV. Effect of Exchange Rate Changes on Cash and Cash Equivalents	-9,517,736.77	6,837,489.67
V. Net Increase in Cash and Cash Equivalents	-100,401,418.53	-218,751,388.74
Plus: Opening Balance of Cash and Cash Equivalents	614,174,220.00	834,480,329.36
VI. Closing Balance of Cash and Cash Equivalents	513,772,801.47	615,728,940.62

CFO: Hong Wang

CEO: Xingsheng Liu