

Stock Code: 601231

Abbreviated Name: USI

Convertible Bond Code: 113045

Abbreviated Name: USI Convertible Bond

Universal Scientific Industrial (Shanghai) Co., Ltd.

Quarterly Report for Q3 2025

The Board of Directors and directors of the Company hereby assure that the content set out in the announcement is true, accurate and complete, and free from any false record, misleading representation or material omission, and are individually and collectively responsible for the content set out therein.

Important Notice

The Board of Directors, the Board of Supervisors, directors, supervisors and senior management of the Company hereby assure that the content set out in the annual report is truthful, accurate and complete and complete, and contains no misrepresentations, misleading statements or material omissions, and are individually and collectively responsible for the content set out therein.

The Company's legal representative, chief financial officer and the person in charge of the accounting department (accounting officer) hereby guarantee that the financial statements set out in the quarterly report are true, accurate and complete.

The third quarter financial statements are unaudited.

I. Key accounting and financial performance indicators

(I) Key Financial Performance Indicators

Unit: yuan Currency: RMB

Items	Q3 2025	Q3 2024		YoY (%)	January – September 2025	January – September 2024		YoY (%)
		After adjustment	Before adjustment	After adjustment		Before adjustment	Before adjustment	Before adjustment
Revenue	16,427,474,248.20	16,621,097,158.49	16,621,097,158.49	-1.16	43,641,175,541.80	44,006,707,552.10	44,006,707,552.10	-0.83
Total profit	720,946,527.55	552,650,544.30	552,650,544.30	30.45	1,454,427,653.83	1,394,083,024.21	1,394,083,024.21	4.33
Net profits attributable to shareholders of the listed company	625,163,771.02	512,525,041.64	512,525,041.64	21.98	1,263,212,229.21	1,296,928,828.94	1,296,928,828.94	-2.6
Net profit attributable to shareholders of the listed company after deducting non-recurring gains and losses	552,503,187.31	452,580,701.73	452,580,701.73	22.08	1,130,676,689.32	1,054,399,683.36	1,054,399,683.36	7.23
Net cash flows from operating activities	N/A	N/A	N/A	N/A	1,825,362,364.40	1,998,511,578.74	1,998,511,578.74	-8.66
Basic EPS (yuan per share)	0.29	0.23	0.23	26.09	0.58	0.59	0.59	-1.69
Diluted EPS (yuan per share)	0.28	0.23	0.23	21.74	0.57	0.59	0.59	-3.39
Weighted average return on equity (%)	3.38	2.95	2.95	Up 0.43 pct.	6.86	7.53	7.53	Down 0.67 pct.
	September 30, 2025	December 31, 2024		Change (%)				
		After adjustment	Before adjustment	Before adjustment				
Total assets	42,142,767,819.94	39,998,030,835.37	39,998,030,835.37	5.36				
Owners' equity attributable to shareholders of the list company	18,926,483,402.47	17,934,523,876.88	17,934,523,876.88	5.53				

Reasons for adjustment or restatement

The Ministry of Finance issued and implemented the interpretation of accounting standards for Business Enterprises No. 18 (hereinafter referred to as "Interpretation No. 18") on December 6, 2024. Interpretation No. 18 standardizes the accounting treatment of warranty-related quality guarantees that is not a single performance obligation. It came into effect on December 6, 2024, allowing enterprises to implement it in advance from the year of issuance. Interpretation No.18 stipulates that according to Accounting Standards for Business Enterprises No.14 – Revenue, when accounting for the estimated liabilities arising from warranty-related quality guarantees that is not a single performance obligation, according to the relevant provisions of Accounting Standards for Business Enterprises No.13 – Contingencies, based on the determined amount of estimated liabilities, the main business costs and other business costs should be debited and credited to the estimated liabilities. When an enterprise implements this explanation for the first time, if the original provision of guarantee quality assurance is included in "sales expenses", etc., it shall retrospectively adjust the changes of accounting subjects and statement presentation items involved in the accounting treatment of the above guarantee quality assurance as changes in accounting policies.

The Company previously accrued warranty-related quality guarantees under "Selling Expenses," and implemented this provision ahead of schedule in fiscal year 2024.

The amount of warranty-related quality guarantees in the third quarter of 2024 of RMB 27,364,019.29 and the cumulative amount of warranty-related quality guarantees in the third quarter of 2024 of RMB 66,312,886.55 from January to September 2024 were retrospectively adjusted, and reclassified from "sales expenses" to "cost of goods sold". This retrospective adjustment has no impact on the main accounting data and financial indicators in the above table.

(II) Non-recurring profit or loss

√Applicable □ Not Applicable

Unit: yuan Currency: RMB

Items of non-recurring gains/losses	Q3 2025	January – September 2025	Note
Gains and losses on disposal of non-current assets, including the write-off of asset impairment provisions	55,826,677.53	47,432,635.94	
Government grants recognized in profit or loss (other than grants which are closely related to the Company's business, have a lasting impact on the Company's profits and losses and are either in fixed amounts or determined under quantitative methods in accordance with the national standard)	3,061,725.91	25,447,000.05	
Profit or loss on changes in the fair value of financial assets and financial liabilities and investment income on disposal of financial assets and financial liabilities held by non-financial companies, other than those used in	21,756,513.17	175,559,458.91	

the effective hedging activities relating to normal operating business			
Write-back of provisions for receivables impairment subject to separate impairment tests	3,632,493.13	3,632,493.13	
One-time costs incurred by enterprises due to the fact that the relevant business activities are no longer sustainable, such as expenses for relocating employees	-19,611,370.79	-94,429,720.01	
The impact of one-time adjustment of current profit and loss in accordance with tax, accounting and other laws and regulations	-	-19,128,013.42	
Other non-operating income or expenses other than the above	4,979,722.68	16,299,681.20	
Less: tax effects	-3,026,227.02	22,230,951.96	
Effects attributable to minority interests (After tax)	11,404.94	47,043.95	
Total	72,660,583.71	132,535,539.89	

Explanations for significant amount of extraordinary gain or loss items identified by the Company but not listed in the “Explanatory Announcement No.1 for Public Company Information Disclosures – Extraordinary Gains or Losses”, and recurring gain or loss items identified by the Company which are listed as extraordinary gain or loss items in the “Explanatory Announcement No.1 for Public Company Information Disclosures – Extraordinary Gains or Losses”.

☐ Applicable ☒ Not Applicable

(III) Major changes in the Company's key accounting indicators and the reasons

☒ Applicable ☐ Not Applicable

Name of project	Change (%)	Main reasons
Total profit_Q3 2025	30.45	Mainly due to decrease in net foreign exchange losses compared to the same period last year and the investment income from the sale of equity in the holding subsidiary.

II. Shareholder Information

(I) Total number of common shareholders and preferred shareholders whose voting rights have been restored by the period-end

Unit: Share

Total number of common shareholders by the period-end	41,465	Total number of preferred shareholders whose voting rights have been restored as of the end of the reporting period			0	
Shareholdings of the top ten shareholders (Excluding share lending through refinancing business)						
Name of shareholder	Nature of shareholder	Shares held	%	Restricted shares held	Pledge, marking or freezing	
					Share status	Number
USI Enterprise Limited	Foreign legal person	1,683,749,126	76.5	0	None	
Hong Kong Securities Clearing Company Ltd.	Foreign legal person	52,658,425	2.39	0	Unknown	
ASE (Shanghai) Inc.	Domestic non-state-owned legal person	18,098,476	0.82	0	None	
Huashang Selection and Return Hybrid Securities Investment Fund - Bank of China Co., Ltd.	Others	14,441,375	0.66	0	Unknown	
Invesco Great Wall Fund - China Life Insurance Co., Ltd. - Dividend-Paying Insurance - Invesco Great Wall Fund China Life Shares Growth Stock Portfolio Available-for-Sale Single Asset Management Plan	Others	11,542,706	0.52	0	Unknown	
CSI 500 Exchange Traded fund - Agricultural Bank of China	Other information	9,567,392	0.43	0	Unknown	
Golden Eagle Technical Innovation Stock Securities Investment Fund - Industrial and Commercial Bank of China limited	Others	8,836,462	0.4	0	Unknown	

Taikang Life Insurance Co., Ltd.- Traditional - General Insurance Products - 005L - CT001 Shanghai	Others	8,338,492	0.38	0	Unknown	
Fuguo New Driving Force Flexible Allocation Hybrid Securities Fund - China Construction Bank Corporation	Others	7,654,332	0.35	0	Unknown	
Fuguo Culture, Sports, and Health Stock Securities Fund - Industrial And Commercial Bank Of China Limited	Others	6,905,960	0.31	0	Unknown	
Shareholdings of the top ten shareholders subject to no selling restrictions (Excluding share lending through refinancing business)						
Name of shareholder	Number of tradable shares held not subject to selling restrictions	Type and number of shares				
		Type	Number			
USI Enterprise Limited	1,683,749,126	RMB ordinary shares	1,683,749,126			
Hong Kong Securities Clearing Company Ltd.	52,658,425	RMB ordinary shares	52,658,425			
ASE (Shanghai) Inc.	18,098,476	RMB ordinary shares	18,098,476			
Huashang Selection and Return Hybrid Securities Investment Fund - Bank of China Co., Ltd.	14,441,375	RMB ordinary shares	14,441,375			
Invesco Great Wall Fund - China Life Insurance Co., Ltd. - Dividend-Paying Insurance - Invesco Great Wall Fund China Life Shares Growth Stock Portfolio Available-for-Sale Single Asset Management Plan	11,542,706	RMB ordinary shares	11,542,706			

CSI 500 Exchange Traded fund - Agricultural Bank of China	9,567,392	RMB ordinary shares	9,567,392
Golden Eagle Technical Innovation Stock Securities Investment Fund - Industrial and Commercial Bank of China limited	8,836,462	RMB ordinary shares	8,836,462
Taikang Life Insurance Co., Ltd.- Traditional - General Insurance Products - 005L - CT001 Shanghai	8,338,492	RMB ordinary shares	8,338,492
Fuguo New Driving Force Flexible Allocation Hybrid Securities Fund - China Construction Bank Corporation	7,654,332	RMB ordinary shares	7,654,332
Fuguo Culture, Sports, and Health Stock Securities Fund - Industrial And Commercial Bank Of China Limited	6,905,960	RMB ordinary shares	6,905,960
Related or concert parties among the shareholders above	The actual controllers of the Company are Mr. Jason C.S. Chang and Mr. Richard H.P. Chang, who are brothers and ultimately control the Company through indirect shareholding by controlling USI Enterprise Limited and ASE (Shanghai) Inc., two of the Company's shareholders. The Company does not know whether there are related relationships and concerted actions among other shareholders.		
Shareholding by margin trading of the top 10 shareholders and top 10 shareholders subject to no selling restrictions	None		

Note: The Company held 7,879,350 shares on its securities account for buy-back, with a shareholding ratio of 0.36%, which is not included in the list of the top 10 shareholders.

Shareholder holding more than 5% of the Company's shares, top ten shareholders and top ten shareholders subject to no selling restrictions participating in share lending through refinancing business

☐ Applicable ☒ Not Applicable

Top ten shareholders and top ten shareholders subject to no selling restrictions changed due to lending and returning of shares

☐ Applicable ☒ Not Applicable

III. Other notable issues

Other important information on the Company's operation during the reporting period that investors should pay attention to

☒ Applicable ☐ Not Applicable

(I) Revenue breakdown by product category in Q3 2025

Unit: RMB 10,000 yuan

Product Category	January – September 2024	January – September 2025	Change	YoY (%)
Communication electronics	1,478,514.28	1,368,647.30	-109,866.98	-7.43
Consumer electronics	1,364,957.49	1,553,649.22	188,691.73	13.82
Industrial products	545,433.07	555,434.53	10,001.46	1.83
Cloud and storage products	453,215.06	427,141.12	-26,073.94	-5.75
Automotive electronics	468,146.32	361,795.45	-106,350.87	-22.72
Medical electronics	25,709.29	26,760.93	1,051.64	4.09
Others	64,695.25	70,689.00	5,993.75	9.26
Total	4,400,670.76	4,364,117.55	-36,553.21	-0.83

(II) Guidance for Q4 2025

It is expected that the changes in operating revenue in the fourth quarter will be similar to the same period last year, mainly due to the impact of product price reductions caused by the decrease in procurement costs of key materials for communication products; The operating profit margin remained unchanged year-on-year.

Note: the guidance for Q4 2025 is the company's plan and outlook according to its development strategy, business plan and market and business development status. The implementation of the plan and the realization of the targets are based on the premise of the improvement of the global pandemic situation, the stability of the International trade, the healthy development of the electronic manufacturing service industry, market expansion and order execution within expectations. Therefore, whether the operational targets can be realized in the future is uncertain. The operational targets do not constitute the company's substantial commitment to its investors. Please be aware of investment risks and do not make investment decisions simply based on the guidance.

IV. Quarterly financial statements

(I) Type of auditor's opinion

☐ Applicable ☒ Not Applicable

(II) Financial statements

Consolidated Balance Sheet

September 30, 2025

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

Items	September 30, 2025	December 31, 2024
Current Assets:		
Cash and bank balances	12,552,794,158.27	12,487,357,842.47
Financial assets held for trading	485,900,774.36	42,291,303.91
Notes receivable	64,110,825.50	79,450,682.42
Accounts receivable	11,288,630,438.30	10,255,502,444.64
Prepayments	66,058,600.13	53,561,714.38
Other receivables	146,891,652.32	134,298,737.44
Inventory	8,271,759,142.77	7,750,208,908.58
Assets classified as held-for-sale	28,952,677.81	-
Non-current assets due within one year	-	130,008.72
Other current assets	618,884,745.77	793,813,622.28
Total Current Assets	33,523,983,015.23	31,596,615,264.84
Non-current Assets:		
Long-term receivables	13,904,789.18	13,787,074.59
Long-term equity investments	535,767,175.85	516,492,474.11
Investments in other equity instruments	16,100,765.14	22,769,795.62
Other non-current financial assets	196,349,911.21	201,093,233.84
Investment properties	3,834,469.93	4,044,288.01
Fixed assets	5,341,680,629.87	5,120,055,058.11
Construction in progress	202,926,356.56	364,667,733.73
Right-of-use assets	420,383,735.97	467,197,344.08
Intangible assets	320,448,532.16	311,389,637.91
Goodwill	644,774,278.39	585,220,427.80
Long-term prepaid expenses	167,024,689.12	175,639,403.30
Deferred tax assets	478,166,532.96	434,071,460.33
Other non-current assets	277,422,938.37	184,987,639.10
Total non-current assets	8,618,784,804.71	8,401,415,570.53
Total assets	42,142,767,819.94	39,998,030,835.37
Current liabilities:		
Short-term borrowings	3,745,450,415.57	3,676,702,163.10
Derivative financial liabilities	7,565,838.49	4,775,306.67
Accounts payable	12,561,049,527.56	11,055,392,929.15
Contract liabilities	492,638,074.60	542,457,418.46
Employee benefits payable	871,421,416.72	904,910,191.47
Taxes payable	194,358,400.11	390,100,700.18

Other payables	821,721,095.59	805,175,805.23
Non-current liabilities due within one year	180,710,515.13	193,691,444.57
Other current liabilities	10,981,587.68	11,106,077.85
Total current liabilities	18,885,896,871.45	17,584,312,036.68
Non-current liabilities:		
Long-term borrowings	20,856,418.88	29,872,115.04
Bond payable	3,535,997,526.93	3,467,944,609.76
Lease liabilities	342,600,967.36	377,309,333.43
Long-term payables	22,296,926.13	18,348,682.49
Long-term employee benefits payable	201,070,486.80	230,871,543.86
Provisions	59,807,631.61	74,187,068.91
Deferred income	76,753,912.34	72,457,875.12
Deferred tax liabilities	68,571,571.41	82,878,640.62
Other non-current liabilities	1,906,044.60	1,317,464.14
Total Non-current Liabilities	4,329,861,486.06	4,355,187,333.37
TOTAL LIABILITIES	23,215,758,357.51	21,939,499,370.05
Owners' equity (or shareholders' equity):		
share capital	2,200,942,377.00	2,190,556,466.00
Other equity instruments	347,988,086.30	409,888,096.26
Capital reserve	2,193,543,268.14	2,049,016,598.82
Less: Treasury shares	118,394,582.76	100,052,846.15
Other comprehensive income	337,144,370.00	176,365,826.20
Surplus reserve	1,049,724,882.30	1,049,724,882.30
Retained profits	12,915,535,001.49	12,159,024,853.45
Total owners' equity attributable to equity holders of the Company	18,926,483,402.47	17,934,523,876.88
Minority interests	526,059.96	124,007,588.44
TOTAL SHAREHOLDERS' EQUITY	18,927,009,462.43	18,058,531,465.32
Total liabilities and owners' equity (or shareholders' equity)	42,142,767,819.94	39,998,030,835.37

Legal representative: Jeffrey Chen

Person in charge of accounting: Xinyu Wu

Person in charge of the accounting firm: Fangzhi Huang

Consolidated Income Statement

January – September 2025

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

Items	January – September 2025	January – September 2024 (restated)
I. Total revenue	43,641,175,541.80	44,006,707,552.10
Including: Operating revenue	43,641,175,541.80	44,006,707,552.10
II. Total cost of operations	42,439,361,038.13	42,926,074,111.00
Less: Costs	39,421,145,161.92	39,756,428,766.06
Taxes and levies	50,887,639.08	111,143,518.86
Sales expenses	314,150,651.11	308,206,019.25
Administrative expenses	970,606,393.05	1,001,510,941.02
R&D expenses	1,439,058,347.22	1,411,778,240.38
Financial expenses	243,512,845.75	337,006,625.43
Including: Interest expenses	251,758,012.80	304,195,879.95
Interest income	257,282,406.42	233,479,831.24
Add: Other income	45,121,077.85	42,755,321.23
Investment income (losses are represented by '-')	277,518,104.90	252,515,878.61
Including: Income from investments in associates and joint ventures	32,957,856.65	23,233,917.78
Gains (losses) from changes in fair values	-20,174,241.07	-22,987,904.18
Impairment gains (losses) of credit	-38,623,222.35	-25,222,251.34
Impairment gains (losses) of assets	-7,006,324.06	45,039,747.37
Gains (losses) from disposal of assets	7,842,937.34	6,756,425.26
III. Operating profit (losses are represented by '-')	1,466,492,836.28	1,379,490,658.05
Add: Non-operating income	18,082,086.05	20,670,165.03
Less: Non-operating expenses	30,147,268.50	6,077,798.87
IV. Total profit (total losses are represented by '-')	1,454,427,653.83	1,394,083,024.21
Less: Income tax expenses	215,658,890.72	96,968,233.25
V. Net profit (net losses are represented by '-')	1,238,768,763.11	1,297,114,790.96
(I) Net profit classified by operating continuity:		

1. Net profit from continuing operations (net losses are represented by '-')	1,288,427,595.11	1,296,411,017.34
2. Net profit from discontinued operations (net losses are represented by '-')	-49,658,832.00	703,773.62
(II) Net profit classified by ownership ascription:		
1. Net profit attributable to owners of the Company (net losses are represented by '-')	1,263,212,229.21	1,296,928,828.94
2. Profit or loss attributable to minority shareholders (net losses are represented by '-')	-24,443,466.10	185,962.02
VI. Other comprehensive income, net of tax	171,859,510.26	-153,061,627.39
(I) Other comprehensive income attributable to owners of the Company, net of tax	157,664,140.06	-154,327,366.09
1. Other comprehensive income that cannot be subsequently reclassified to profit or loss	-1,222,230.92	1,688,082.59
(3) Changes in fair value of investments in other equity instruments	-1,222,230.92	1,688,082.59
2. Other comprehensive income that will be reclassified to profit or loss	158,886,370.98	-156,015,448.68
(1) Other comprehensive income that can be reclassified to profit or loss under the equity method	4,609,714.42	4,517,463.92
(6) Differences on translation of financial statements denominated in foreign currencies	408,796,181.44	-132,469,979.71
(7) Others	-254,519,524.88	-28,062,932.89
(II) Total comprehensive income attributable to the minority shareholders, net of tax	14,195,370.20	1,265,738.70
VII. Total comprehensive income	1,410,628,273.37	1,144,053,163.57
(I) Total comprehensive income attributable to owners of the Company	1,420,876,369.27	1,142,601,462.85
(II) Total comprehensive income attributable to minority interests	-10,248,095.90	1,451,700.72
VIII. Earnings per share		
(I) Basic earnings per share	0.58	0.59
(II) Diluted earnings per share	0.57	0.59

Legal representative: Jeffrey Chen
 Person in charge of accounting: Xinyu Wu
 Person in charge of the accounting firm: Fangzhi Huang

Consolidated Cash Flow Statement

January – September 2025

Prepared by Universal Scientific Industrial (Shanghai) Co., Ltd.

Presented in RMB yuan, unaudited

Items	January – September 2025	January – September 2024
I. Cash flows from operating activities:		
Cash receipts from the sale of goods and the rendering of services	42,966,555,398.25	43,731,232,415.43
Receipts of tax refunds	338,564,097.48	370,996,858.25
Other cash receipts relating to operating activities	295,200,335.88	325,598,078.70
Sub-total of cash inflows from operating activities	43,600,319,831.61	44,427,827,352.38
Cash payments for goods purchased and services received	37,446,585,081.67	38,046,406,440.14
Cash payments to and on behalf of employees	3,413,210,688.74	3,408,039,195.25
Payments of various types of taxes	659,901,715.94	703,858,495.63
Other cash payments relating to operating activities	255,259,980.86	271,011,642.62
Sub-total of cash outflows from operating activities	41,774,957,467.21	42,429,315,773.64
Net cash flows from operating activities	1,825,362,364.40	1,998,511,578.74
II. Cash flows from investing activities:		
Cash receipts from disposals and recovery of investments	7,170,777,509.24	11,313,263,562.81
Cash receipts from investment income	206,743,814.28	236,166,792.46
Net cash receipts from disposals of fixed assets, intangible assets and other long-term assets	21,848,745.14	38,497,958.88
Net cash receipts for disposal of subsidiaries and other business units	140,915,365.12	-
Sub-total of cash inflows from investing activities	7,540,285,433.78	11,587,928,314.15
Cash payments to acquire or construct fixed assets, intangible assets and other long-term assets	1,156,367,881.42	1,046,309,292.17

Cash payments to acquire investments	7,618,047,860.00	11,304,224,800.00
Net cash payments for acquisitions of subsidiaries and other business units	-	215,479,003.07
Sub-total of cash outflows from investing activities	8,774,415,741.42	12,566,013,095.24
Net cash flow from investment activities	-1,234,130,307.64	-978,084,781.09
III. Cash flows from financing activities:		
Cash receipts from capital contributions	154,845,729.68	61,488,017.34
Including: cash received from capital contributions by minority shareholders of subsidiaries	-	38,942,006.40
Cash receipts from borrowings	6,100,070,465.15	5,456,565,112.23
Sub-total of cash inflows from financing activities	6,254,916,194.83	5,518,053,129.57
Cash repayments of borrowings	6,040,855,570.42	5,942,700,261.87
Cash payments for distribution of dividends or profits or settlement of interest expenses	690,178,407.97	785,717,585.11
Other cash payments relating to financing activities	109,249,736.94	228,659,923.61
Sub-total of cash outflows from financing activities	6,840,283,715.33	6,957,077,770.59
Net cash flow from financing activities	-585,367,520.50	-1,439,024,641.02
IV. Effect of foreign exchange rate changes on cash and cash equivalents	49,463,483.47	-39,457,799.42
V. Net Increase (decrease) in cash and cash equivalents	55,328,019.73	-458,055,642.79
Add: Opening Balance of Cash and Cash Equivalents	12,462,292,758.14	11,184,292,778.70
VI. Closing balance of cash and cash equivalents	12,517,620,777.87	10,726,237,135.91

Legal representative: Jeffrey Chen

Person in charge of accounting: Xinyu Wu

Person in charge of the accounting firm: Fangzhi Huang

The first implementation of new accounting standards or interpretations of standards from 2025 involves adjustments to the financial statements at the beginning of the year of first implementation

☐ Applicable ☒ Not Applicable

It is hereby announced.

Board of Directors of Universal Scientific Industrial (Shanghai) Co., Ltd.
October 27, 2025