

Stock Code: 301330

Abbreviation of Securities: ZKTECO

Announcement No.: 2026-091

ZKTECO CO., LTD.

2026 3rd Quarter Report

The Company and all members of the Board of Directors guarantee that the information disclosed is true, accurate and complete, without any false records, misleading statements or material omissions.

Important content tips:

1. The Board of Directors, and directors, senior management guarantee that the information presented in this report is true, accurate and complete without any false records, misleading statements or material omissions, and will undertake individual and joint legal liabilities.

2. The Company's legal representative, the person in charge of the accounting work, and the person in charge of accounting institution (accounting supervisor) hereby declare that the financial information in this report is true, accuracy and complete.

3. Whether the 3rd quarter report has been audited

☐ Yes ☒ No

I. Key Financial Data

(I) Main Accounting Data and Financial Indicators

Whether the Company performed a retroactive adjustment or restatement of the previous accounting data

☐ Yes ☒ No

	Current reporting period	YoY change during the reporting period	From the beginning of 2026 to the end of the reporting period	Increase/decrease in this reporting period compared to the same period last year
Operating revenue (RMB)	631,545,334.22	33.79%	1,729,972,418.91	23.45%
Net profit attributable to shareholders of listed companies (RMB)	44,310,944.87	26.68%	123,975,640.04	-3.31%
Net profit attributable to shareholders of listed companies after deducting non-recurring profits and losses (RMB)	40,692,743.28	31.07%	71,088,352.24	-38.44%
Net cash flows from operating activities (RMB)	--	--	121,093,667.41	-53.56%
Basic earnings per share (RMB/share)	0.1886	25.73%	0.5285	-3.91%
Diluted earnings per share (RMB/share)	0.1854	23.85%	0.5224	-4.72%
Weighted average return on net assets	1.29%	0.25%	3.57%	-0.23%
	At the end of this reporting period	At the end of the previous year	Increase or decrease at the end of this reporting period compared to the end of the previous year	
Total assets (RMB)	4,892,384,969.47	4,954,810,629.48	-1.26%	
Owner's equity attributable to shareholders of the listed company (RMB)	3,435,678,587.55	3,481,488,420.71	-1.32%	

(II) Items and Amounts of Non-recurring Gains and Losses

☒ Applicable ☐ Not applicable

Unit: RMB

Item	Amount during this reporting period	Amount from the beginning of 2026 to the end of the reporting period	Remarks
Losses and gains from disposal of non-current assets (including the offsetting portion of the provision for asset impairment)	-154,469.20	-459,825.14	

Government subsidies included in current profits and losses (except those closely related to the normal business of the Company, which are in line with national policies and regulations, enjoyed according to determined standards, and have a continuous impact on the Company's profits and losses)	1,320,211.64	2,770,464.78	
Profits and losses from fair value changes arising from the holding of financial assets and financial liabilities by non-financial enterprises, as well as the gains and losses arising from the disposal of financial assets and financial liabilities except for effective hedging business related to the normal operation of the Company	3,331,177.31	54,845,885.84	Mainly the gain from changes in fair value of financial liabilities of RMB 43,636,660.50 recognized in the current period, which is an estimation of the fair value of contingent consideration based on the acquisition agreement of Longzhiyuan, taking full account of Longzhiyuan's actual and estimated performance commitment completion
Reversal of the provision on receivables with impairment test conducted on an individual basis	0.00	610,111.71	
Share-based payment fees recognized in a lump sum due to the cancellation or modification of the equity incentive plan	0.00	-1,793,200.00	
Other non-operating income and expenses other than the above items	-528,290.45	-2,634,046.49	
Less: income tax impact	342,227.85	976,674.56	
Minority interest impact (after tax)	8,199.86	-524,571.66	
Total	3,618,201.59	52,887,287.80	--

Details of other profit and loss items that meet the definition of non-recurring profits and losses:

☐Applicable ☒Not applicable

The Company does not have other specific conditions of profit and loss items that meet the definition of non-recurring profit and loss.

Explanations on classifying any non-recurring gain/loss item mentioned in the "Explanatory Announcement for Information Disclosure by Companies that Issue Securities to the Public No. 1 - Non-recurring Gains and Losses" as recurring Gain/loss item.

☐Applicable ☒Not applicable

The Company does not classify any non-recurring gain/loss item mentioned in the "Explanatory Announcement for Information Disclosure by Companies that Issue Securities to the Public No. 1 - Non-recurring Gains and Losses" as recurring gain/loss item.

(III) Changes and Reasons for Changes in Key Accounting Data and Financial Indicators

☒Applicable ☐Not applicable

Unit: RMB

Balance Sheet Items	September 30, 2026	January 1, 2026	Change ratio	Reasons
---------------------	--------------------	-----------------	--------------	---------

Prepayments	42,676,958.02	18,032,290.05	136.67%	Mainly due to the increase in prepayments for materials during the current period
Inventories	631,648,469.67	468,837,064.12	34.73%	Mainly due to the increase in strategic reserves of raw materials and finished goods inventory
Other current assets	71,808,546.93	104,567,979.67	-31.33%	Mainly due to the maturity of wealth management product investments in the current period
Long-term equity investment	48,001,599.97	25,112,854.58	91.14%	Mainly due to the paid-in investment in an associate during the current period
Other non-current assets	32,944,965.75	423,995.07	7670.13%	Mainly due to the increase in prepayments for equipment of the fund-raised investment project of the US factory in the current period
Short-term loan	136,041,025.34	81,101,188.00	67.74%	Mainly due to the increase in discounted proceeds obtained from banks by discounting bank acceptance bills in the current period
Trading financial liabilities	126,147,273.71	208,175,000.00	-39.40%	Mainly due to the recognition of fair value changes of the performance compensation receivable from Longzhiyuan and the payment of consideration under the acquisition agreement in the current period
Notes payable	333,008,139.81	239,870,823.79	38.83%	Mainly due to the change in settlement method for certain material purchases from telegraphic transfer to acceptance bills, and the bills payable issued in accordance with the settlement cycle not yet falling due
Income Statement Items	January - September 2026	January - September 2025	Change ratio	Reasons
Administrative expenses	113,902,944.23	86,935,505.33	31.02%	Mainly due to the consolidated data of the newly acquired Longzhiyuan in the current period, which was not consolidated in the same period of the previous year
Financial expenses	21,961,511.75	-23,928,435.92	191.78%	Mainly due to exchange losses arising from exchange rate movements in the current period (exchange gains were recorded in the same period of the prior year)
Gains from changes in fair value	50,893,556.46	11,143,032.25	356.73%	Mainly due to the recognition of fair value changes of the performance compensation receivable from Longzhiyuan in the current period
Losses from credit impairment	-854,313.08	-4,154,894.01	79.44%	Mainly due to a decrease in the allowance for bad debts of accounts receivable accrued in the

				current period compared with the same period of the prior year
Losses from impairment of assets	-51,521,574.66	-11,733,617.63	-339.09%	Mainly due to an increase in impairment provision accrued for goodwill and inventory write-down provision in the current period
income tax expenses	33,606,906.90	11,887,655.96	182.70%	Mainly due to the increase in current income tax recognized by certain overseas subsidiaries in the current period and the consolidated data of the newly acquired Longzhiyuan, which was not consolidated in the same period of the prior year
Cash Flow Statement Items	January - September 2026	January - September 2025	Change ratio	Reasons
Net cash flows from operating activities	121,093,667.41	260,778,127.99	-53.56%	Mainly due to an increase in cash outflows for purchases of goods and services in the current period
Net cash flows from investing activities	-181,099,350.67	-822,982,545.26	77.99%	Mainly due to increased cash inflows from the redemption of wealth management products in the current period
Net cash flows from financing activities	-136,439,158.87	-17,964,657.71	-659.49%	Mainly due to reduced cash flows resulting from the repayment of discounted bills in the current period
Net increase in cash and cash equivalents	-237,413,360.48	-579,423,524.03	59.03%	Mainly due to the combined effect of net cash flows generated from operating, investing and financing activities

II. Shareholder Information

(I) Table of the Total Number of Common Shareholders and the Number of Preferred Shareholders with Resumed Voting Rights and Information about Top Ten Shareholders

Unit: share

Total number of common shareholders at the end of the reporting period	22,443	Total number of preferred shareholders whose voting rights have been recovered at the end of the reporting period (if any)	0			
Particulars about the top 10 shareholders (excluding shares lent through refinancing)						
Name of shareholder	Nature of shareholder	Shareholding percentage	Total shares held at the period-end	Number of shares with trading restrictions	Pledged, marked or frozen	
					Share status	Amount
Shenzhen ZKTeco Times Investment Co., Ltd.	Domestic non state-owned legal persons	29.83%	70,200,000	0	Not applicable	0
Che Quanhong	Domestic individual	17.35%	40,826,760	30,620,070	Not applicable	0
Shenzhen JYHY Investment Enterprise (Limited Partnership)	Domestic non state-owned legal persons	5.32%	12,518,262	0	Not applicable	0
Shenzhen JYSJ Investment Enterprise (Limited Partnership)	Domestic non state-owned legal persons	5.26%	12,373,899	0	Not applicable	0
Dongguan LX Investment Partnership Enterprise (Limited Partnership)	Domestic non state-owned legal persons	5.04%	11,856,000	0	Not applicable	0
Shenzhen JYLX Consulting Enterprise (Limited Partnership)	Domestic non state-owned legal persons	1.55%	3,636,245	0	Not applicable	0
Hong Kong Securities Clearing Company Limited	Foreign legal person	1.02%	2,411,512	0	Not applicable	0
Shenzhen JYQL Investment Consulting Enterprise (Limited Partnership)	Domestic non state-owned legal persons	0.43%	1,003,160	0	Not applicable	0
ZKTECO CO., LTD.-2025 Employee Stock Ownership Plan	others	0.40%	935,618	0	Not applicable	0
Han Xiao	Domestic individual	0.37%	861,000	0	Not applicable	0
Particulars about the top 10 shareholders not subject to trading restrictions (excluding shares lent through refinancing and executive lockup shares)						
Name of shareholder		Number of shares without trading restrictions			Types of shares	
					Type	Number
Shenzhen ZKTeco Times Investment Co., Ltd.		70,200,000			RMB denominated ordinary shares	70,200,000

Shenzhen JYHY Investment Enterprise (Limited Partnership)	12,518,262	RMB denominated ordinary shares	12,518,262
Shenzhen JYSJ Investment Enterprise (Limited Partnership)	12,373,899	RMB denominated ordinary shares	12,373,899
Dongguan LX Investment Partnership Enterprise (Limited Partnership)	11,856,000	RMB denominated ordinary shares	11,856,000
Che Quanhong	10,206,690	RMB denominated ordinary shares	10,206,690
Shenzhen JYLX Consulting Enterprise (Limited Partnership)	3,636,245	RMB denominated ordinary shares	3,636,245
Hong Kong Securities Clearing Company Limited	2,411,512	RMB denominated ordinary shares	2,411,512
Shenzhen JYQL Investment Consulting Enterprise (Limited Partnership)	1,003,160	RMB denominated ordinary shares	1,003,160
ZKTECO CO., LTD.-2025 Employee Stock Ownership Plan	935,618	RMB denominated ordinary shares	935,618
Han Xiao	861,000	RMB denominated ordinary shares	861,000
Explanation on associated relationship and concerted actions among above shareholders	Shareholder Che Quanhong is elder brother of shareholder Che Quanzhong from Shenzhen ZKTeco Times Investment Co., Ltd. (hereinafter referred to as “ZKTeco Times”), and son of Che Jun, partner of Dongguan LX Investment Partnership Enterprise (Limited Partnership) (hereinafter referred to as “LX Investment”). Shareholder Che Quanhong is the controlling shareholder of ZKTeco Times. Che Quanhong indirectly holds 53,366,040 shares of the Company through ZKTeco Times, accounting for 22.68% of the Company's total shares; Che Quanhong indirectly holds 140,400 shares of the Company through LX Investment, accounting for 0.06% of the Company's total shares; Che Quanhong indirectly holds 374,400 shares of the Company through JYLX, accounting for 0.16% of the Company's total shares. Che Quanzhong, the younger brother of shareholder Che Quanhong, holds a 23.98% equity in ZKTeco Times. Che Jun, the father of shareholder Che Quanhong, holds 98.68% of the property share of LX Investment. In addition, there is no affiliated relationship between the other shareholders of the Company.		
Information on Top 10 shareholders of participating in margin trading and short selling business (if any)	Among the top 10 shareholders not subject to trading restrictions, at the period end, shareholder Han Xiao held a total of 861,000 A shares of the Company, including 31,000 A shares held through ordinary securities accounts and 830,000 A shares held through client credit transaction guaranty securities accounts of China Galaxy Securities Co., Ltd.		

Special explanations on the existence of repurchased accounts among the top 10 shareholders not subject to trading restrictions

As of September 30, 2026, the Company's repurchased special securities account holds 1,278,006 ordinary shares, accounting for 0.54% of the current total share capital of the Company. As required, it is not included in the list of the top 10 shareholders of the Company. It is hereby clarified.

Participation of shareholders holding more than 5% of the shares, the top 10 shareholders and the top 10 shareholders of outstanding shares not subject to trading restrictions in the lending of shares through refinancing

☐ Applicable ☒ Not applicable

Changes to the top 10 shareholders and the top 10 shareholders of outstanding shares not subject to trading restrictions compared to the previous period due to reasons related to lending/repayment through refinancing

☐ Applicable ☒ Not applicable

(II) Total Number of Preferred Shareholders and information about Top 10 Preferred Shareholders

☐ Applicable ☒ Not Applicable

(III) Changes in Restricted Shares

☒ Applicable ☐ Not applicable

Unit: share

Name of shareholder	Number of restricted shares at the beginning of the period	Number of shares released from trading restrictions in this period	Increase in restricted shares in this period	Number of restricted shares at the end of the period	Reason for restrictions	Date of releasing from trading restrictions
Shenzhen ZKTeco Times Investment Co., Ltd.	70,200,000	70,200,000	0	0	Restricted shares before IPO	Listed and circulated on February 24, 2026
Che Quanhong	40,826,760	40,826,760	30,620,070	30,620,070	Executives lock up shares	During the tenure of directors and senior executives, 25% of the total number of shares held will be unlocked annually, while the remaining 75% will be automatically locked
Gao Benhe	0	0	7,020	7,020	Executives lock up shares	During the tenure of directors and senior executives, 25% of the total number of shares held will be unlocked annually, while the remaining 75% will be automatically locked
Fu Zhiqian	12,870	0	2,700	15,570	Executives lock up shares	During the tenure of directors and senior executives, 25% of the total number of shares held will be unlocked annually, while the remaining 75% will be automatically locked
Mu Wenting	21,060	0	1,930	22,990	Executives lock up shares	During the tenure of directors and senior executives, 25% of the total number of shares held will be unlocked annually, while the remaining

						75% will be automatically locked
Jiang Wenna	0	1,890	1,890	0	Executives lock up shares	Restrictions on the supervisor's shares are lifted six months after the expiration of the original term, following the abolition of the board of supervisors by the Company
Yang Xianfeng	0	1,350	1,350	0	Executives lock up shares	Restrictions on the supervisor's shares are lifted six months after the expiration of the original term, following the abolition of the board of supervisors by the Company
Shenzhen JYHY Investment Enterprise (Limited Partnership)	4,176,315	4,176,315	0	0	Restricted shares before IPO	Listed and circulated on August 17, 2026
Shenzhen JYSJ Investment Enterprise (Limited Partnership)	4,232,280	4,232,280	0	0	Restricted shares before IPO	Listed and circulated on August 17, 2026
Shenzhen JYQL Investment Consulting Enterprise (Limited Partnership)	528,840	528,840	0	0	Restricted shares before IPO	Listed and circulated on August 17, 2026
Shenzhen JYLX Consulting Enterprise (Limited Partnership)	1,424,514	1,424,514	0	0	Restricted shares before IPO	Listed and circulated on August 17, 2026
Total	121,422,639	121,391,949	30,634,960	30,665,650	--	--

III. Other Important Events

☒Applicable ☐ Not applicable

1. Some of the shares issued before the initial public offering are listed for circulation

The shares that have been lifted this time are part of the shares issued before the company's initial public offering; The total number of shareholders involved is 4, and the number of restricted shares listed and traded is 10,361,949 shares, accounting for 4.40% of the company's total share capital. The above-mentioned shares were listed and made tradable on 17 August 2026. For details, please refer to the "Indicative Announcement on the Listing and Circulation of Certain Shares Issued Before the Initial Public Offering" (Announcement No.: 2026-066) disclosed by the company on www.cninfo.com.cn on August 12, 2026.

2. Progress of Share Repurchase

The Company held the 4th meeting of the 4th Board of Directors on 4 August 2026, and reviewed and approved the Proposal on the Share Repurchase Plan via Centralized Bidding Trading. The Board authorised the Company to repurchase its issued RMB-denominated A-shares (hereinafter referred to as "the Repurchase") out of its own funds by way of centralized bidding trading, for the purpose of the employee share ownership plan or equity incentive plan. The total amount of funds for the Repurchase shall be no less than RMB 30.00 million (inclusive) and no more than RMB 60.00 million (inclusive), and the repurchase price shall not exceed RMB 36.07 per share (inclusive). The actual total amount of funds and number of shares repurchased shall be subject to the actual repurchase results upon completion of the Repurchase. The implementation period of the Repurchase shall not exceed 12 months commencing from the date when the Board approved the repurchase plan. For further details, please refer to the "Announcement on the Share Repurchase Plan via Centralized Bidding Trading together with the Repurchase Report" (Announcement No.: 2026-063) disclosed by the company on www.cninfo.com.cn on 5 August 2026.

As at 28 October 2026, the Company had repurchased 1,779,510 shares through the repurchased account for share repurchase by centralized bidding trading, accounting for 0.7561% of the Company's current total share capital. The highest transaction price was RMB 25.96 per share and the lowest transaction price was RMB 23.34 per share. The total amount paid was RMB 44,573,725.38 (excluding transaction fees). The repurchase was conducted in compliance with the approved repurchase plan and applicable laws and regulations.

3. Review of Proposals including the H-share Listing Plan

The Company held the 5th meeting of the 4th Board of Directors on 26 August 2026 and the 3rd Extraordinary General Meeting of Shareholders for 2026 on 16 September 2026, and approved the Proposal on Issuing H-shares and Listing on the Main Board of The Stock Exchange of Hong Kong Limited, the Proposal on the Plan for Issuing H-shares and Listing on the Main Board of The Stock Exchange of Hong Kong Limited, and other relevant proposals. To further implement the Company's internationalization strategy, enhance its global brand image, strengthen capital strength and overall competitiveness, and improve operational management standards, the shareholders approved the Company's plan to issue H-shares overseas and apply for listing on the Main Board of The Stock Exchange of Hong Kong Limited (hereinafter referred to as "the H-share Listing"). The H-share Listing will be carried out in accordance with the Company Law of the People's Republic of China, the Securities Law of the People's Republic of China, the Trial Measures for the Administration of Overseas Securities Issuance and Listing by Domestic Enterprises, the Main Board Listing Rules of The Stock Exchange of Hong Kong Limited, other applicable PRC laws, regulations, Hong Kong securities regulatory requirements and normative documents. The Listing is subject to the approval, verification or filing by the China Securities Regulatory Commission, The Stock Exchange of Hong Kong Limited, the Securities and Futures Commission of Hong Kong and other relevant government authorities, regulators and stock exchanges. Please refer to the "Announcement on Resolutions of the 5th Meeting of the 4th Board of Directors" (Announcement No.: 2026-069) disclosed on 28 August 2026 and the "Announcement on Resolutions of the 3rd Extraordinary General Meeting of Shareholders for 2026" (Announcement No.: 2026-086) disclosed on 16 September 2026 for further information.

IV. Quarterly Financial Statements

(I) Financial Statements

1. Consolidated Balance Sheet

Prepared by: ZKTECO CO., LTD.

September 30, 2026

Unit: RMB

Item	September 30, 2026	January 1, 2026
------	--------------------	-----------------

Current assets:		
Monetary funds	1,159,835,935.33	1,243,119,411.23
Deposit reservation for balance		
Lendings to banks and other financial institutions		
Trading financial assets	720,084,273.02	800,444,410.21
Derivative financial assets		
Notes receivable	335,327.11	538,349.21
Accounts receivable	632,641,864.95	676,383,210.14
Receivables financing		
Prepayments	42,676,958.02	18,032,290.05
Premiums receivable		
Reinsurance accounts receivable		
Reserves for reinsurance contract receivable		
Other receivables	39,390,371.73	52,567,928.29
Including: interest receivable		
Dividends receivable		
Buying back the sale of financial assets		
Inventories	631,648,469.67	468,837,064.12
Including: Data resources		
Contract assets	34,945.93	26,949.78
Held-for-sale assets		
Non-current assets due within one year	3,210,204.96	2,320,265.60
Other current assets	71,808,546.93	104,567,979.67
Total current assets	3,301,666,897.65	3,366,837,858.30
Non-current assets:		
Loans and advances to customers		
Debt investment	29,645,559.65	28,977,331.32
Other debt investment		
Long-term receivables	22,937,780.50	17,932,540.32
Long-term equity investment	48,001,599.97	25,112,854.58
Other equity instrument investments		
Other non-current financial assets		
Investment real estate	18,632,265.63	19,863,144.69
Fixed assets	748,864,302.38	723,300,476.82
Construction in progress	85,780,825.06	113,147,627.97
Productive biological assets		
Oil and gas assets		
Right-of-use assets	43,338,363.99	55,789,456.58
Intangible assets	256,140,028.83	271,465,068.24
Including: Data resources		
Development expenditures		
Including: Data resources		
Goodwill	206,518,702.11	239,061,688.95
Long-term deferred expenses	17,156,238.56	10,365,428.72
Deferred income tax assets	80,757,439.39	82,533,157.92
Other non-current assets	32,944,965.75	423,995.07
Total non-current assets	1,590,718,071.82	1,587,972,771.18
Total assets	4,892,384,969.47	4,954,810,629.48
Current liabilities:		
Short-term loan	136,041,025.34	81,101,188.00
Borrowings from the Central Bank		

Borrowings from banks and other financial institutions		
Trading financial liabilities	126,147,273.71	208,175,000.00
Derivative financial liabilities		
Notes payable	333,008,139.81	239,870,823.79
Accounts payable	334,126,907.35	404,450,021.92
Advances from customer		
Contract liabilities	87,512,605.61	76,516,595.89
Financial assets sold for repurchase		
Deposit from customers and interbank		
Acting trading securities		
Acting underwriting securities		
Payroll payable	42,167,449.99	62,261,494.07
Taxes payable	41,657,950.42	38,878,015.23
Other payables	66,027,085.07	71,479,362.71
Including: interest payable		
Dividends payable	838,914.16	556,900.00
Handling charges and commissions payable		
Reinsurance accounts payable		
Liabilities held for sale		
Non-current liabilities due within one year	19,602,662.77	30,859,013.86
Other current liabilities	12,453,487.94	18,771,142.30
Total current liabilities	1,198,744,588.01	1,232,362,657.77
Non-current liabilities:		
Reserves for insurance contracts		
Long-term loan	74,043.33	139,871.08
Bonds payable		
Including: preferred stock		
Perpetual bonds		
Lease liabilities	17,814,524.11	25,370,074.36
Long-term payables	243,396.23	
Long-term payroll payable		
Estimated liabilities	227,170.95	
Deferred income	2,156,686.20	1,364,769.40
Deferred income tax liabilities	25,330,354.09	29,991,667.84
Other non-current liabilities		
Total non-current liabilities	45,846,174.91	56,866,382.68
Total liabilities	1,244,590,762.92	1,289,229,040.45
Owner's equity:		
Share capital	235,351,550.00	235,351,550.00
Other equity instruments		
Including: preferred stock		
Perpetual bonds		
Capital reserve	2,071,672,900.88	2,068,821,395.02
Less: treasury stock	42,875,796.77	44,078,890.10
Other comprehensive income	-21,255,144.80	39,799,829.67
Special reserve		
Surplus reserves	67,458,631.43	67,458,631.43
General risk reserves		
Undistributed profits	1,125,326,446.81	1,114,135,904.69

Total owner's equity attributable to the parent company	3,435,678,587.55	3,481,488,420.71
Minority interests	212,115,619.00	184,093,168.32
Total owner's equity	3,647,794,206.55	3,665,581,589.03
Total liabilities and owner's equity	4,892,384,969.47	4,954,810,629.48

Legal Representative: Jin Hairong. Person in charge of accounting work: Wang Youwu. Person in charge of accounting institution: Xu Ping

2. Consolidated income statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	2026 Q1-Q3	2025 Q1-Q3
I. Total operating revenue	1,729,972,418.91	1,401,307,789.60
Including: operating revenue	1,729,972,418.91	1,401,307,789.60
Interest income		
Premium earned		
Revenue from handling charges and commissions		
II. Total operating cost	1,522,579,658.33	1,242,017,880.72
Including: operating cost	881,427,013.27	685,253,348.05
Interest expenses		
Expenses from handling charges and commissions		
Surrender value		
Net payments for insurance claims		
Net provisions for reserves in insurance liability contracts		
Policy dividend expenses		
Reinsurance expenses		
Taxes and surcharges	12,377,883.12	18,200,278.50
Selling expenses	356,764,777.28	318,154,101.07
Administrative expenses	113,902,944.23	86,935,505.33
R&D expenses	136,145,528.68	157,403,083.69
Financial expenses	21,961,511.75	-23,928,435.92
Including: interest expenses	2,302,772.77	1,909,142.76
Interest income	20,463,366.78	21,366,682.91
Plus: other income	6,775,467.34	8,266,846.83
Investment income (loss expressed with "-")	3,853,053.92	4,446,737.65
Including: income from investment in associates and joint ventures	-548,478.47	1,358,767.22
Gains from derecognition of financial assets measured at amortized cost		
Gains from foreign exchange (loss expressed with "-")		
Gains from net exposure hedging (loss expressed with "-")		
Gains from changes in fair value (loss expressed with "-")	50,893,556.46	11,143,032.25
Losses from credit impairment (loss expressed with "-")	-854,313.08	-4,154,894.01

Losses from impairment of assets (loss expressed with "-")	-51,521,574.66	-11,733,617.63
Gains from disposal of assets (loss expressed with "-")	-190,270.06	265,796.85
III. Operating profit (loss expressed with "-")	216,348,680.50	167,523,810.82
Plus: non-operating revenue	964,403.63	1,542,371.80
Less: non-operating expenditure	3,868,005.22	3,490,596.72
IV. Total profit (loss expressed with "-")	213,445,078.91	165,575,585.90
Less: income tax expenses	33,606,906.90	11,887,655.96
V. Net profit (loss expressed with "-")	179,838,172.01	153,687,929.94
(I) Classification by business continuity		
1. Net profit from continuing operations (net loss expressed with "-")	179,838,172.01	153,687,929.94
2. Net profit from discontinued operations (net loss expressed with "-")		
(II) Classification by ownership		
1. Net profit attributable to shareholders of the parent company (net loss expressed with "-")	123,975,640.04	128,214,643.04
2. Minority shareholders' profit and loss (net loss expressed with "-")	55,862,531.97	25,473,286.90
VI. Other comprehensive income - after tax	-66,800,885.44	7,271,833.32
Net of tax of other comprehensive income attributable to the owner of the parent company	-61,054,974.47	5,378,463.77
(I) Other comprehensive income that cannot be transferred to profit or loss		
1. Changes in re-measurement of the defined benefit plan		
2. Other comprehensive income that cannot be transferred to profit or loss under the equity method		
3. Changes in fair value of other equity instrument investments		
4. Changes in the fair value of the Company's own credit risk		
5. Other		
(II) Other comprehensive income that will be reclassified into profit or loss	-61,054,974.47	5,378,463.77
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. Amount of financial assets reclassified into other comprehensive income		
4. Provision for credit impairment of other debt investments		
5. Cash flow hedging reserve		
6. Translation difference of foreign currency financial statements	-61,054,974.47	5,378,463.77

7. Others		
After-tax net amount of other comprehensive income attributable to the minority shareholders	-5,745,910.97	1,893,369.55
VII. Total comprehensive income	113,037,286.57	160,959,763.26
Total comprehensive income attributable to owners of the parent company	62,920,665.57	133,593,106.81
Total comprehensive income attributable to minority shareholders	50,116,621.00	27,366,656.45
VIII. EPS:		
(I) Basic EPS	0.5285	0.5500
(II) Diluted EPS	0.5224	0.5483

In the event of a merger of enterprise under the same control in the current period, the net profit realized by the combined party before the merger is RMB 0.00, and the net profit realized by the combined party in the previous period is RMB 0.00.

Legal Representative: Jin Hairong Person in charge of accounting work: Wang Youwu Person in charge of accounting institution: Xu Ping

3. Consolidated cash flow statement from the beginning of the year to the end of the reporting period

Unit: RMB

Item	2026 Q1-Q3	2025 Q1-Q3
I. Cash flows from operating activities:		
Cash received from sale of goods and rendering of services	1,953,834,782.90	1,551,237,974.55
Net increase in deposits from customers and deposits in banks and other financial institutions		
Net increase in borrowings from the Central Bank		
Net increase in borrowings from banks and other financial institutions		
Cash received from receiving insurance premiums of original insurance contracts		
Net cash received from reinsurance business		
Net increase in deposits and investments from policyholders		
Cash received from interest, handling fees and commissions		
Net increase in borrowings from banks and other financial institutions		
Net capital increase in repurchase business		
Net cash received from vicariously traded securities		
Refund of taxes and surcharges	109,465,193.56	78,850,119.28
Cash received from other operating activities	85,188,271.46	120,014,814.70
Subtotal of cash inflows from operating activities	2,148,488,247.92	1,750,102,908.53
Cash paid for purchase of goods and rendering of services	1,236,246,611.54	741,085,140.53

Net increase in loans and advances to customers		
Net increase in deposits in Central Bank and other banks and financial institutions		
Cash paid for original insurance contract claims		
Net increase in lendings to banks and other financial institutions		
Cash paid for interest, handling fees and commissions		
Cash paid for policy dividends		
Cash paid to and for employees	430,804,317.85	401,661,939.50
Payments of all types of taxes	72,439,883.39	61,768,914.13
Other cash payments relating to operating activities	287,903,767.73	284,808,786.38
Subtotal of cash outflows from operating activities	2,027,394,580.51	1,489,324,780.54
Net cash flows from operating activities	121,093,667.41	260,778,127.99
II. Cash flows from investing activities:		
Cash received from disinvestment	2,548,973,255.09	1,926,486,255.76
Cash received from investment income	16,134,850.63	15,083,906.12
Net cash received from disposal of fixed assets, intangible assets and other long-term assets	253,947.87	568,471.71
Net cash received from disposal of subsidiaries and other business units		
Cash received from other investing activities		285,803.23
Subtotal of cash inflows from investing activities	2,565,362,053.59	1,942,424,436.82
Cash paid to acquire and construct fixed assets, intangible assets and other long-term assets	88,805,772.98	107,871,830.76
Cash paid for investments	2,619,264,565.49	2,657,535,151.32
Net increase in pledge loans		
Net cash paid to acquire subsidiaries and other business units	38,391,065.79	
Cash paid for other investing activities		
Subtotal of cash outflows from investing activities	2,746,461,404.26	2,765,406,982.08
Net cash flows from investing activities	-181,099,350.67	-822,982,545.26
III. Cash flows from financing activities:		
Cash received from investors	1,410,368.98	1,280,028.24
Including: cash received by subsidiaries from the absorption of minority shareholders' investments	1,410,368.98	1,280,028.24
Cash received from borrowings		
Cash received from other financing activities	144,470,309.65	118,384,870.93
Subtotal of cash inflows from financing activities	145,880,678.63	119,664,899.17
Cash paid for debt repayments	6,768,246.65	999,495.80
Cash paid for distribution of dividends and profits or payment of interest	136,016,508.29	114,922,025.36

Including: dividends and profits paid to minority shareholders by subsidiaries	23,499,281.01	17,763,509.66
Cash paid for other financing activities	139,535,082.56	21,708,035.72
Subtotal of cash outflows from financing activities	282,319,837.50	137,629,556.88
Net cash flows from financing activities	-136,439,158.87	-17,964,657.71
IV. Effect of exchange rate changes on cash and cash equivalents	-40,968,518.35	745,550.95
V. Net increase in cash and cash equivalents	-237,413,360.48	-579,423,524.03
Plus: beginning balance of cash and cash equivalents	1,085,719,132.48	1,214,344,327.43
VI. Closing balance of cash and cash equivalents	848,305,772.00	634,920,803.40

(II) Adjustments to Related Items in the Opening Financial Statements upon First-Time Adoption of the New Accounting Standards Effective from 2026

☐ Applicable ☒ Not applicable

(III) Audit Report

Whether the 2026 3rd quarter financial Report has been audited

☐ Yes ☒ No

The Company's 2026 3rd quarter financial Report has not been audited.

ZKTECO CO., LTD.
Board of Directors