



## JOYY Reports Fourth Quarter and Full Year 2023 Unaudited Financial Results

March 18, 2024

SINGAPORE, March 19, 2024 (GLOBE NEWSWIRE) -- JOYY Inc. (NASDAQ: YY) ("JOYY" or the "Company"), a global technology company, today announced its unaudited financial results for the fourth quarter and full year of 2023.

### Fourth Quarter 2023 Financial Highlights<sup>1</sup>

- **Net revenues** were US\$569.8 million, compared to US\$604.9 million in the corresponding period of 2022.
- **Net income attributable to controlling interest of JOYY<sup>2</sup>** was US\$45.8 million, compared to net loss of US\$377.5 million in the corresponding period of 2022.
- **Non-GAAP net income attributable to controlling interest and common shareholders of JOYY<sup>3</sup>** was US\$64.2 million, compared to US\$50.0 million in the corresponding period of 2022.

### Full Year 2023 Highlights

- **Net revenues** were US\$2,267.9 million, compared to US\$2,411.5 million in 2022.
- **Net income attributable to controlling interest of JOYY** was US\$301.8 million, compared to US\$128.9 million in 2022.
- **Non-GAAP net income attributable to controlling interest and common shareholders of JOYY** was US\$292.5 million, compared to US\$199.3 million in 2022.

### Fourth Quarter 2023 Operational Highlights

- **Average mobile MAUs of Bigo Live** increased by 4.5% to 38.4 million from 36.8 million in the corresponding period of 2022.
- **Average mobile MAUs of Likee** was 39.1 million, compared to 45.3 million in the corresponding period of 2022, primarily due to reduced spending on user acquisition via advertisement.
- **Average mobile MAUs of Hago** was 4.6 million, compared to 6.7 million in the corresponding period of 2022, primarily due to reduced spending on user acquisition via advertisement.
- **Global average mobile MAUs<sup>4</sup>** increased by 2.6% to 274.9 million from 267.9 million in the corresponding period of 2022.
- **Total number of paying users of BIGO** (including Bigo Live, Likee and imo)<sup>5</sup> increased by 7.9% to 1.67 million from 1.55 million in the corresponding period of 2022.
- **Average revenue per paying user of BIGO** (including Bigo Live, Likee and imo)<sup>6</sup> was US\$244.8, compared to US\$251.3 in the corresponding period of 2022.

Mr. David Xueling Li, Chairman and Chief Executive Officer of JOYY, commented, "2023 proved to be a year of progress. Our focus on continuous product enhancements, nimble operational strategies, and our strong execution yielded positive results, despite the prevailing macro challenges. Importantly, global average mobile MAUs have now resumed year-over-year growth for three consecutive quarters. Our relentless optimization of operational efficiency led to enhanced profitability for the third consecutive year. During the fourth quarter, BIGO sustained its top line recovery, with revenue increasing by 3.1% on an annual basis, driven by a steady 7.9% year-over-year growth in its number of paying users. As we move into 2024, globalization through localization remains our foremost strategy and the cornerstone of our global success. We will continue to cultivate our content and social ecosystems to steadily grow our thriving user community and reinforce our leadership in core geographic regions. We will dedicate our resources to build our core strengths, and carefully explore long-term growth opportunities. By driving innovations in both our products and operations, we expect to further diversify our revenue stream and capture long-term sustainable growth. We remain committed to creating and returning value to our shareholders, and our track record over the past three years is a testament to our long-term dedication."

### Fourth Quarter 2023 Financial Results

#### NET REVENUES

Net revenues were US\$569.8 million in the fourth quarter of 2023, compared to US\$604.9 million in the corresponding period of 2022.

Live streaming revenues were US\$486.2 million in the fourth quarter of 2023, compared to US\$527.4 million in the corresponding period of 2022, primarily due to our proactive adjustments to certain non-core products, partially offset by the increase in the live streaming revenues of BIGO.

Other revenues increased by 7.9% to US\$83.6 million in the fourth quarter of 2023 from US\$77.5 million in the corresponding period of 2022.

#### COST OF REVENUES AND GROSS PROFIT

Cost of revenues decreased by 6.2% to US\$368.4 million in the fourth quarter of 2023 from US\$392.6 million in the corresponding period of 2022. Revenue-sharing fees and content costs were US\$242.2 million in the fourth quarter of 2023, compared to US\$247.5 million in the corresponding

period of 2022.

Gross profit was US\$201.5 million in the fourth quarter of 2023, compared to US\$212.3 million in the corresponding period of 2022. Gross margin was 35.4% in the fourth quarter of 2023, compared to 35.1% in the corresponding period of 2022.

#### **OPERATING EXPENSES AND INCOME**

Operating expenses were US\$199.4 million in the fourth quarter of 2023, compared to US\$231.2 million in the corresponding period of 2022. Among the operating expenses, sales and marketing expenses decreased to US\$92.3 million in the fourth quarter of 2023 from US\$100.8 million in the corresponding period of 2022, primarily due to the Company's optimization of overall sales and marketing strategies across various product lines to focus more on return-on-investment and effectiveness of user acquisition. General and administrative expenses decreased to US\$34.6 million in the fourth quarter of 2023 from US\$41.9 million in the corresponding period of 2022, mainly due to the Company's efforts in improving management efficiency during the year.

Operating income was US\$4.8 million in the fourth quarter of 2023, compared to operating loss of US\$14.2 million in the corresponding period of 2022. Operating income margin was 0.8% in the fourth quarter of 2023, compared to operating loss margin of 2.3% in the corresponding period of 2022.

Non-GAAP operating income<sup>7</sup> was US\$27.9 million in the fourth quarter of 2023, compared to US\$27.8 million in the corresponding period of 2022. Non-GAAP operating income margin<sup>8</sup> was 4.9% in the fourth quarter of 2023, compared to 4.6% in the corresponding period of 2022.

#### **NET INCOME**

Net income attributable to controlling interest of JOYY was US\$45.8 million in the fourth quarter of 2023, compared to net loss of US\$377.5 million in the corresponding period of 2022. The net loss in the fourth quarter of 2022 was primarily due to an impairment loss from an equity method investment recognized in that quarter. Net income margin was 8.0% in the fourth quarter of 2023, compared to net loss margin of 62.4% in the corresponding period of 2022.

Non-GAAP net income attributable to controlling interest and common shareholders of JOYY was US\$64.2 million in the fourth quarter of 2023, compared to US\$50.0 million in the corresponding period of 2022. Non-GAAP net income margin<sup>9</sup> was 11.3% in the fourth quarter of 2023, compared to non-GAAP net income margin of 8.3% in the corresponding period of 2022.

#### **NET INCOME PER ADS**

Diluted net income per ADS<sup>10</sup> was US\$0.74 in the fourth quarter of 2023, compared to diluted net loss per ADS of US\$5.38 in the corresponding period of 2022.

Non-GAAP diluted net income per ADS<sup>11</sup> was US\$1.01 in the fourth quarter of 2023, compared to US\$0.65 in the corresponding period of 2022.

#### **BALANCE SHEET AND CASH FLOWS**

As of December 31, 2023, the Company had cash and cash equivalents, restricted cash and cash equivalents, short-term deposits, restricted short-term deposits and short-term investments of US\$3,685.6 million. For the fourth quarter of 2023, net cash from operating activities was US\$97.2 million.

#### **SHARES OUTSTANDING**

As of December 31, 2023, the Company had a total of 1,217.4 million common shares outstanding, representing the equivalent of 60.9 million ADSs assuming the conversion of all common shares into ADSs.

#### **Full Year 2023 Financial Results**

Net revenues for the full year of 2023 were US\$2,267.9 million, compared to US\$2,411.5 million in 2022.

Operating income was US\$28.8 million for the full year of 2023, compared to US\$50.7 million in 2022. Operating income margin was 1.3% in 2023, compared to 2.1% in 2022.

Non-GAAP operating income was US\$130.5 million for the full year of 2023, compared to US\$164.0 million in 2022. Non-GAAP operating income margin was 5.8% in 2023, compared to 6.8% in 2022.

Net income attributable to controlling interest of JOYY for the full year of 2023 increased by 134.2% to US\$301.8 million from US\$128.9 million in 2022, primarily as a result of disciplined marketing spending, realized gains from the disposal of certain investments during the year, and increased interest income driven by higher market interest rates. Net income margin for the full year of 2023 was 13.3%, compared to 5.3% in 2022.

Non-GAAP net income attributable to controlling interest and common shareholders of JOYY for the full year of 2023 increased by 46.8% to US\$292.5 million from US\$199.3 million in 2022. Non-GAAP net income margin for the full year of 2023 was 12.9%, compared to 8.3% in 2022.

Diluted net income per ADS for the full year of 2023 was US\$4.90, compared to US\$1.59 in 2022. Non-GAAP diluted net income per ADS was US\$4.13 in 2023, compared to US\$2.54 in 2022.

#### **Business Outlook**

For the first quarter of 2024, the Company expects net revenues to be between US\$543 million and US\$560 million. This forecast reflects the Company's current and preliminary views on the market, operational conditions and business strategies, which are subject to changes, particularly as to the potential impact from increasing macroeconomic uncertainties.

#### **Recent Developments**

## Share Repurchase Program

In November 2023, the Company's board of directors authorized the continued use of the unutilized quota under the pre-existing share repurchase program of US\$530 million, for another 12-month period starting from the end of November 2023. As of March 15, 2024, the Company has repurchased US\$25 million of its shares on the open market under this program.

## Latest Development in Sale of YY Live

On January 1, 2024, the Company received a written notice from an affiliate of Baidu, purporting to terminate the share purchase agreement, dated November 16, 2020, as subsequently amended or supplemented, in connection with the sale of YY Live to Baidu. Baidu asserted in the written notice that it has and exercised the right to terminate the referenced share purchase agreement and effectively cancel the transaction. The Company is in discussion with Baidu on the next steps following the termination of the share purchase agreement. The Company is also seeking legal advice and will consider all options at its disposal in response to Baidu's written notice. From January 1, 2024 to the date of this press release, the Company has not obtained control over YY Live and has not consolidated YY Live.

## Conference Call Information

The Company will hold a conference call at 9:00 PM U.S. Eastern Time on Monday, March 18, 2024 (9:00 AM Singapore/Hong Kong Time on Tuesday, March 19, 2024). Details for the conference call are as follows:

Event Title: JOYY Inc. Fourth Quarter and Full Year 2023 Earnings Conference Call  
Conference ID: #10037588

All participants may use the link provided below to complete the online registration process in advance of the conference call. Upon registration, each participant will receive a set of participant dial-in numbers, the Direct Event passcode, and a unique PIN by email.

PRE-REGISTER LINK: <https://s1.c-conf.com/diamondpass/10037588-4kognc.html>

A live and archived webcast of the conference call will also be available at the Company's investor relations website at <https://ir.joyy.com>. The replay will be accessible through March 26, 2024, by dialing the following numbers:

|                |                |
|----------------|----------------|
| United States: | 1-855-883-1031 |
| Singapore:     | 800-101-3223   |
| Hong Kong:     | 800-930-639    |
| Conference ID: | #10037588      |

---

## About JOYY Inc.

JOYY is a leading global technology company with a mission to enrich lives through technology. JOYY currently operates several social products, including Bigo Live for live streaming, Likee for short-form videos, Hago for multiplayer social networking, an instant messaging product, and others. The Company has created a highly engaging and vibrant user community for users across the globe. JOYY's ADSs have been listed on the NASDAQ since November 2012.

## Safe Harbor Statement

This press release contains forward-looking statements. These statements are made under the "safe harbor" provisions of the U.S. Private Securities Litigation Reform Act of 1995. These forward-looking statements can be identified by terminology such as "will," "expects," "anticipates," "future," "intends," "plans," "believes," "estimates" and similar statements. Among other things, the business outlook and quotations from management in this press release, as well as JOYY's strategic and operational plans, contain forward-looking statements. JOYY may also make written or oral forward-looking statements in its periodic reports to the U.S. Securities and Exchange Commission ("SEC"), in its annual report to shareholders, in press releases and other written materials and in oral statements made by its officers, directors or employees to third parties. Statements that are not historical facts, including statements about JOYY's beliefs and expectations, are forward-looking statements. Forward-looking statements involve inherent risks and uncertainties. A number of factors could cause actual results to differ materially from those contained in any forward-looking statement, including but not limited to the following: JOYY's goals and strategies; JOYY's future business development, results of operations and financial condition; the expected growth of the global online communication social platform market; the expectation regarding the rate at which to gain active users, especially paying users; JOYY's ability to monetize the user base; the developments in the sale of YY Live; fluctuations in global economic and business conditions; and assumptions underlying or related to any of the foregoing. A more detailed and full discussion of those risks and other potential risks is included in JOYY's filings with the SEC. All information provided in this press release and in the attachments is as of the date of this press release, and JOYY does not undertake any obligation to update any forward-looking statement, except as required under applicable law.

## Use of Non-GAAP Financial Measures

The unaudited condensed consolidated financial information is prepared in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP"). JOYY uses non-GAAP operating income, non-GAAP operating (loss) margin, non-GAAP net income (loss) attributable to controlling interest of JOYY, non-GAAP net income (loss) margin attributable to controlling interest of JOYY, non-GAAP net income (loss) attributable to common shareholders of JOYY, and basic and diluted non-GAAP net income (loss) per ADS, all of which are non-GAAP financial measures adjusted from the most comparable U.S. GAAP results. Non-GAAP operating income (loss) is operating income (loss) excluding share-based compensation expenses, impairment of goodwill and investments, amortization of intangible assets from business acquisitions, and gain (loss) on disposal of subsidiaries and business. Non-GAAP operating (loss) margin is non-GAAP operating income as a percentage of net revenues. Non-GAAP net income (loss) is net income (loss) excluding share-based compensation expenses, impairment of goodwill and investments, amortization of intangible assets from business acquisitions, gain (loss) on disposal of subsidiaries and business, gain (loss) on disposal and deemed disposal of investments, gain (loss) on fair value change of investments, reconciling items on the share of equity method investments (referring to

share of income (loss) from equity method investments resulting from non-recurring or non-cash items of the equity method investments), gain (loss) on extinguishment of debt and derivative, interest expenses related to the convertible bonds' amortization to face value, and income tax effects of the above non-GAAP reconciling items. Non-GAAP net income (loss) attributable to controlling interest of JOYY is net income (loss) attributable to controlling interest of JOYY excluding share-based compensation expenses, impairment of goodwill and investments, amortization of intangible assets from business acquisitions, gain (loss) on disposal of subsidiaries and business, gain (loss) on disposal and deemed disposal of investments, gain (loss) on fair value change of investments, reconciling items on the share of equity method investments, gain (loss) on extinguishment of debt and derivative, interest expenses related to the convertible bonds' amortization to face value, income tax effects of the above non-GAAP reconciling items and adjustments for non-GAAP reconciling items for the net (loss) income attributable to non-controlling interest shareholders. Non-GAAP net income (loss) margin is non-GAAP net income (loss) attributable to controlling interest of JOYY as a percentage of net revenues. Non-GAAP net income (loss) attributable to common shareholders of JOYY is net income (loss) attributable to common shareholders of JOYY excluding share-based compensation expenses, impairment of goodwill and investments, amortization of intangible assets from business acquisitions, gain (loss) on disposal of subsidiaries and business, gain (loss) on disposal and deemed disposal of investments, gain (loss) on fair value change of investments, reconciling items on the share of equity method investments, gain (loss) on extinguishment of debt and derivative, interest expenses related to the convertible bonds' amortization to face value, accretion, cumulative dividend and deemed dividend to subsidiaries' preferred shareholders, gain on repurchase of redeemable convertible preferred shares of a subsidiary and income tax effects of above non-GAAP reconciling items and adjustments for non-GAAP reconciling items for the net income (loss) attributable to non-controlling interest shareholders. After the non-GAAP adjustment, non-GAAP net income (loss) attributable to controlling interests of JOYY is equal to the non-GAAP net income (loss) attributable to common shareholders of JOYY. Basic and diluted non-GAAP net income (loss) per ADS is non-GAAP net income (loss) attributable to common shareholders of JOYY divided by weighted average number of ADS used in the calculation of basic and diluted net income per ADS. The Company believes that separate analysis and exclusion of the non-cash impact of above reconciling items adds clarity to the constituent parts of its performance. The Company reviews these non-GAAP financial measures together with GAAP financial measures to obtain a better understanding of its operating performance. It uses the non-GAAP financial measure for planning, forecasting and measuring results against the forecast. The Company believes that non-GAAP financial measure is useful supplemental information for investors and analysts to assess its operating performance without the non-cash effect of (i) share-based compensation expenses and amortization of intangible assets from business acquisitions, gain (loss) on extinguishment of debt and derivative, interest expenses related to the convertible bonds' amortization to face value, which have been and will continue to be significant recurring expenses in its business, (ii) impairment of goodwill and investments, gain (loss) on disposal of subsidiaries and business, gain (loss) on disposal and deemed disposal of investments, gain (loss) on fair value change of investments, reconciling items on the share of equity method investments, accretion, cumulative dividend and deemed dividend to subsidiaries' preferred shareholders and gain on repurchase of redeemable convertible preferred shares of a subsidiary which may not be recurring in its business, and (iii) income tax expenses and non-GAAP adjustments for net income (loss) attributable to non-controlling interest shareholders, which are affected by the above non-GAAP reconciling items. However, the use of non-GAAP financial measures has material limitations as an analytical tool. One of the limitations of using non-GAAP financial measures is that they do not include all items that impact the Company's net income (loss) for the period. In addition, because non-GAAP financial measures are not measured in the same manner by all companies, they may not be comparable to other similar titled measures used by other companies. In light of the foregoing limitations, you should not consider non-GAAP financial measure in isolation from or as an alternative to the financial measure prepared in accordance with U.S. GAAP.

The presentation of these non-GAAP financial measures is not intended to be considered in isolation from, or as a substitute for, the financial information prepared and presented in accordance with U.S. GAAP. For more information on these non-GAAP financial measures, please see the table captioned "JOYY Inc. Unaudited Reconciliation of GAAP and Non-GAAP Results" near the end of this press release.

#### **Investor Relations Contact**

JOYY Inc.  
Jane Xie/Maggie Yan  
Email: joyy-ir@joyy.com

ICR, Inc.  
Robin Yang  
Email: joyy@icrinc.com

<sup>1</sup> On November 16, 2020, the Company entered into definitive agreements with affiliates of Baidu, Inc. ("Baidu"). Pursuant to the agreements, Baidu would acquire JOYY's domestic video-based entertainment live streaming business ("YY Live"), which includes YY mobile app, YY.com website and PC YY, among others, for an aggregate purchase price of approximately US\$3.6 billion in cash, subject to certain adjustments. Subsequently, the sale was substantially completed on February 8, 2021, with certain matters remaining to be completed, including necessary regulatory approvals from government authorities. As a result, the historical financial results of YY Live are reflected in the Company's consolidated financial statements as discontinued operations and the Company ceased consolidation of YY Live business since February 8, 2021. On January 1, 2024, the Company received a written notice from an affiliate of Baidu, purporting to terminate the share purchase agreement, dated November 16, 2020, as subsequently amended or supplemented, in connection with our sale of YY Live to Baidu. Baidu asserted in the written notice that it has and exercised the right to terminate the referenced share purchase agreement and effectively cancel the transaction. The Company is in discussion with Baidu on the next steps following the termination of the share purchase agreement. The Company is also seeking legal advice and will consider all options at its disposal in response to Baidu's written notice. From January 1, 2024 to the date of this press release, the Company has not obtained control over YY Live and has not consolidated YY Live. To the date of this press release, the latest development of the transaction has not affected the Company's operating activities or financial results.

The financial information and non-GAAP financial information disclosed in this press release is presented on a continuing operations basis, unless otherwise specifically stated. For the avoidance of confusion, the continuing operations for the three months ended December 31, 2022, September 30, 2023 and December 31, 2023 and for the twelve months ended December 31, 2022 and December 31, 2023, as presented in this press release, primarily consisted of BIGO, excluding YY Live.

<sup>2</sup> Net income (loss) attributable to controlling interest of JOYY is net income (loss) less net (loss) income attributable to the non-controlling interest shareholders and the mezzanine equity classified as non-controlling interest shareholders.

<sup>3</sup> Non-GAAP net income (loss) attributable to controlling interest of JOYY is a non-GAAP financial measure, which is defined as net income (loss)

attributable to controlling interest of JOYY excluding share-based compensation expenses, impairment of goodwill and investment, amortization of intangible assets from business acquisitions, gain (loss) on disposal of subsidiaries and business, gain (loss) on disposal and deemed disposal of investments, gain (loss) on fair value change of investments, reconciling items on the share of equity method investments which refer to those similar non-GAAP reconciling items of the Company, gain (loss) on extinguishment of debt and derivative, interest expenses related to the convertible bonds amortization to face value, income tax effects of the above non-GAAP reconciling items and adjustments for non-GAAP reconciling items for net (loss) income attributable to non-controlling interest shareholders. These adjustments amounted to US\$18.4 million and US\$427.6 million in the fourth quarter of 2023 and 2022, respectively. Please refer to the section titled "Use of Non-GAAP Financial Measures" and the table captioned "JOYY Inc. Unaudited Reconciliation of GAAP and Non-GAAP Results" near the end of this press release for details.

<sup>4</sup> Refers to mobile average monthly active users of the social entertainment platforms operated by the Company, including Bigo Live, Likee, imo and Hago. Average mobile MAU for any period is calculated by dividing (i) the sum of the Company's mobile active users for each month of such period, by (ii) the number of months in such period.

<sup>5</sup> The number of paying users during a given period is calculated as the cumulative number of registered user accounts that have purchased virtual items or other products and services on platforms including Bigo Live, Likee and imo at least once during the relevant period.

<sup>6</sup> Average revenue per user is calculated by dividing our total revenues from live streaming on platforms including Bigo Live, Likee and imo during a given period by the number of paying users for the Company's live streaming services on these platforms for that period.

<sup>7</sup> Non-GAAP operating income (loss) is a non-GAAP financial measure, which is defined as operating income (loss) excluding share-based compensation expenses, amortization of intangible assets from business acquisitions, impairment of goodwill and investments and gain on disposal of subsidiaries and business. Please refer to the section titled "Use of Non-GAAP Financial Measures" and the table captioned "JOYY Inc. Unaudited Reconciliation of GAAP and Non-GAAP Results" near the end of this press release for details.

<sup>8</sup> Non-GAAP operating income (loss) margin is a non-GAAP financial measure, which is defined as non-GAAP operating income (loss) as a percentage of net revenues. Please refer to the section titled "Use of Non-GAAP Financial Measures" and the table captioned "JOYY Inc. Unaudited Reconciliation of GAAP and Non-GAAP Results" near the end of this press release for details.

<sup>9</sup> Non-GAAP net income (loss) margin is non-GAAP net income (loss) attributable to controlling interest of JOYY as a percentage of net revenues.

<sup>10</sup> ADS refers to American Depositary Share. Each ADS represents twenty Class A common shares of the Company. Diluted net income (loss) per ADS is net income (loss) attributable to common shareholders of JOYY divided by weighted average number of diluted ADS.

<sup>11</sup> Non-GAAP diluted net income (loss) per ADS is a non-GAAP financial measure, which is defined as non-GAAP net income (loss) attributable to common shareholders of JOYY divided by weighted average number of ADS used in the calculation of diluted net income (loss) per ADS. Please refer to the section titled "Use of Non-GAAP Financial Measures" and the table captioned "JOYY Inc. Unaudited Reconciliation of GAAP and Non-GAAP Results" near the end of this press release for details.

## JOYY INC.

### UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

(All amounts in thousands, except share, ADS and per ADS data)

|   | December 31,<br>2022 | December 31,<br>2023 |
|---|----------------------|----------------------|
|   | US\$                 | US\$                 |
| <b>Assets</b>                                       |                      |                      |
| <b>Current assets</b>                               |                      |                      |
| Cash and cash equivalents                           | 1,214,449            | 1,063,956            |
| Restricted cash and cash equivalents                | 303,370              | 319,250              |
| Short-term deposits                                 | 2,360,545            | 1,970,346            |
| Restricted short-term deposits                      | 47,741               | 57,243               |
| Short-term investments                              | 362,640              | 274,846              |
| Accounts receivable, net                            | 117,927              | 130,700              |
| Amounts due from related parties                    | 1,794                | 810                  |
| Prepayments and other current assets <sup>(1)</sup> | 236,183              | 255,489              |
| <b>Total current assets</b>                         | <b>4,644,649</b>     | <b>4,072,640</b>     |
| <b>Non-current assets</b>                           |                      |                      |
| Long-term deposits                                  | -                    | 130,000              |
| Investments   | 660,404              | 544,542              |
| Property and equipment, net                         | 343,201              | 390,681              |
| Land use rights, net                                | 330,005              | 316,070              |
| Intangible assets, net                              | 398,300              | 333,715              |
| Right-of-use assets, net                            | 33,196               | 30,173               |
| Goodwill  | 2,649,307            | 2,649,281            |

|  |                         |                         |
|--|-------------------------|-------------------------|
| Other non-current assets   | 12,591                  | 16,763                  |
| <b>Total non-current assets</b>                                  | <u>4,427,004</u>        | <u>4,411,225</u>        |
| <b>Total assets</b>  | <u><u>9,071,653</u></u> | <u><u>8,483,865</u></u> |
| <b>Liabilities, mezzanine equity and shareholders' equity</b>    |                         |                         |
| Short-term loan  | 37,270                  | 52,119                  |
| Accounts payable   | 56,000                  | 66,755                  |
| Deferred revenue   | 86,014                  | 73,673                  |
| Advances from customers  | 3,532                   | 6,047                   |
| Income taxes payable   | 78,103                  | 86,100                  |
| Accrued liabilities and other current liabilities <sup>(1)</sup> | 2,360,002               | 2,381,189               |
| Amounts due to related parties                                   | 3,225                   | 2,533                   |
| Lease liabilities due within one year                            | 12,451                  | 12,388                  |
| Convertible bonds  | 435,087                 | 405,603                 |
| <b>Total current liabilities</b>                                 | <u>3,071,684</u>        | <u>3,086,407</u>        |
| <b>Non-current liabilities</b>                                   |                         |                         |
| Convertible bonds  | 401,173                 | -                       |
| Lease liabilities  | 21,601                  | 18,422                  |
| Deferred revenue   | 9,765                   | 12,932                  |
| Deferred tax liabilities   | 64,262                  | 53,955                  |
| Other non-current liabilities                                    | 436                     | -                       |
| <b>Total non-current liabilities</b>                             | <u>497,237</u>          | <u>85,309</u>           |
| <b>Total liabilities</b>   | <u><u>3,568,921</u></u> | <u><u>3,171,716</u></u> |

**JOYY INC.**  
**UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS (CONTINUED)**  
(All amounts in thousands, except share, ADS and per ADS data)

|  | <b>December 31,<br/>2022</b> | <b>December 31,<br/>2023</b> |
|--|------------------------------|------------------------------|
|  | US\$                         | US\$                         |
| <b>Mezzanine equity</b>  | 91,366                       | 22,133                       |
| <b>Shareholders' equity</b>  |                              |                              |
| Class A common shares (US\$0.00001 par value; 10,000,000,000 and 10,000,000,000 shares authorized, 1,317,840,464 shares issued and 1,066,177,028 shares outstanding as of December 31, 2022; 1,317,840,464 shares issued and 890,843,639 shares outstanding as of December 31, 2023, respectively) | 13                           | 9                            |
| Class B common shares (US\$0.00001 par value; 1,000,000,000 and 1,000,000,000 shares authorized, 326,509,555 and 326,509,555 shares issued and outstanding as of December 31, 2022 and December 31, 2023, respectively)  | 3                            | 3                            |
| Treasury Shares (US\$0.00001 par value; 251,663,436 and 426,996,825 shares held as of December 31, 2022 and December 31, 2023, respectively)   | (655,141)                    | (913,939)                    |
| Additional paid-in capital   | 3,277,978                    | 3,282,754                    |
| Statutory reserves   | 32,536                       | 37,709                       |
| Retained earnings  | 2,685,063                    | 2,947,160                    |
| Accumulated other comprehensive loss   | (162,235)                    | (197,010)                    |
| <b>Total JOYY Inc.'s shareholders' equity</b>  | <u>5,178,217</u>             | <u>5,156,686</u>             |
| Non-controlling interests  | 233,149                      | 133,330                      |

|   |           |           |
|---|-----------|-----------|
| <b>Total shareholders' equity</b>                                   | 5,411,366 | 5,290,016 |
| <b>Total liabilities, mezzanine equity and shareholders' equity</b> | 9,071,653 | 8,483,865 |

(1) JOYY has ceased consolidation of YY Live business since February 8, 2021 and classified and presented all the related assets and liabilities related to YY Live business on a net basis within prepayments and other current assets. The consideration received by the Company to date has been recorded as advance payments received within accrued liabilities and other current liabilities.

**JOYY INC.**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**  
(All amounts in thousands, except share, ADS and per ADS data)

|   | Three Months Ended      |                          |                         | Twelve Months Ended     |                         |
|---|-------------------------|--------------------------|-------------------------|-------------------------|-------------------------|
|   | December<br>31,<br>2022 | September<br>30,<br>2023 | December<br>31,<br>2023 | December<br>31,<br>2022 | December<br>31,<br>2023 |
|   | US\$                    | US\$                     | US\$                    | US\$                    | US\$                    |
| <b>Net revenues</b>   |                         |                          |                         |                         |                         |
| Live streaming <sup>(1)</sup>   | 527,423                 | 495,801                  | 486,196                 | 2,225,518               | 1,979,371               |
| Others  | 77,486                  | 71,268                   | 83,643                  | 185,998                 | 288,499                 |
| <b>Total net revenues</b>   | 604,909                 | 567,069                  | 569,839                 | 2,411,516               | 2,267,870               |
| Cost of revenues <sup>(2)</sup>   | (392,579)               | (357,914)                | (368,360)               | (1,559,388)             | (1,454,842)             |
| <b>Gross profit</b>   | 212,330                 | 209,155                  | 201,479                 | 852,128                 | 813,028                 |
| <b>Operating expenses<sup>(2)</sup></b>   |                         |                          |                         |                         |                         |
| Research and development expenses   | (73,626)                | (71,608)                 | (72,580)                | (261,807)               | (295,503)               |
| Sales and marketing expenses  | (100,812)               | (92,515)                 | (92,258)                | (400,435)               | (369,577)               |
| General and administrative expenses   | (41,886)                | (27,139)                 | (34,587)                | (141,826)               | (122,661)               |
| Goodwill impairment   | (14,830)                | -                        | -                       | (14,830)                | -                       |
| <b>Total operating expenses</b>   | (231,154)               | (191,262)                | (199,425)               | (818,898)               | (787,741)               |
| Loss on deconsolidation and disposal of subsidiaries  | -                       | (6,177)                  | -                       | -                       | (6,177)                 |
| Other income  | 4,653                   | 333                      | 2,742                   | 17,505                  | 9,705                   |
| <b>Operating (loss) income</b>  | (14,171)                | 12,049                   | 4,796                   | 50,735                  | 28,815                  |
| Interest expenses   | (3,182)                 | (2,139)                  | (2,115)                 | (12,770)                | (10,420)                |
| Interest income and investment income   | 32,020                  | 47,330                   | 47,145                  | 93,148                  | 185,212                 |
| Foreign currency exchange (losses) gains, net   | (13,043)                | (5,143)                  | (8,158)                 | 11,666                  | (2,906)                 |
| Gain (loss) on disposal and deemed disposal of investments                                    | 2,365                   | (2,673)                  | -                       | 4,113                   | 74,851                  |
| Gain on fair value change of investments  | 12,532                  | 7,112                    | 6,263                   | 424,304                 | 12,425                  |
| Gain on extinguishment of debt and derivative   | 1,087                   | -                        | -                       | 63,378                  | -                       |
| <b>Income before income tax expenses</b>  | 17,608                  | 56,536                   | 47,931                  | 634,574                 | 287,977                 |
| Income tax expenses   | (4,555)                 | (3,001)                  | (2,315)                 | (34,575)                | (18,856)                |
| <b>Income before share of (loss) income in equity method investments, net of income taxes</b> | 13,053                  | 53,535                   | 45,616                  | 599,999                 | 269,121                 |
| Share of (loss) income in equity method investments, net of income taxes                      | (403,105)               | 11,545                   | (5,527)                 | (498,431)               | 3,297                   |

|   |                  |                |               |                |                |
|---|------------------|----------------|---------------|----------------|----------------|
| <b>Net (loss) income</b>  | <u>(390,052)</u> | <u>65,080</u>  | <u>40,089</u> | <u>101,568</u> | <u>272,418</u> |
| Net loss attributable to the non-controlling interest shareholders and the mezzanine equity classified as non-controlling interest shareholders | 12,516           | 7,812          | 5,746         | 27,323         | 29,398         |
| <b>Net (loss) income attributable to controlling interest of JOYY Inc.</b>  | <u>(377,536)</u> | <u>72,892</u>  | <u>45,835</u> | <u>128,891</u> | <u>301,816</u> |
| Accretion of subsidiaries' redeemable convertible preferred shares to redemption value  | (1,530)          | (1,566)        | (350)         | (5,426)        | (5,048)        |
| Cumulative dividend on subsidiary's Series A Preferred Shares   | (1,000)          | -              | -             | (4,000)        | (2,000)        |
| Gain on repurchase of redeemable convertible preferred shares of a subsidiary   | -                | 52,583         | -             | -              | 52,583         |
| <b>Net (loss) income attributable to common shareholders of JOYY Inc.</b>   | <u>(380,066)</u> | <u>123,909</u> | <u>45,485</u> | <u>119,465</u> | <u>347,351</u> |

**JOYY INC.**  
**UNAUDITED CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (CONTINUED)**  
(All amounts in thousands, except share, ADS and per ADS data)

|   | Three Months Ended |                    |                   | Twelve Months Ended |                   |
|---|--------------------|--------------------|-------------------|---------------------|-------------------|
|   | December 31, 2022  | September 30, 2023 | December 31, 2023 | December 31, 2022   | December 31, 2023 |
|   | US\$               | US\$               | US\$              | US\$                | US\$              |
| <b>Net (loss) income per ADS</b>  |                    |                    |                   |                     |                   |
| — Basic   | (5.38)             | 1.99               | 0.78              | 1.66                | 5.35              |
| — Diluted   | (5.38)             | 1.86               | 0.74              | 1.59                | 4.90              |
| <b>Weighted average number of ADS used in calculating net (loss) income per ADS</b> |                    |                    |                   |                     |                   |
| — Basic   | 70,629,666         | 62,266,339         | 61,876,261        | 71,969,510          | 65,434,782        |
| — Diluted   | 70,629,666         | 67,669,387         | 67,384,074        | 82,272,422          | 73,148,827        |

(1) Live streaming revenues by geographical areas were as follows:

|                | Three Months Ended |                    |                   | Twelve Months Ended |                   |
|----------------|--------------------|--------------------|-------------------|---------------------|-------------------|
|                | December 31, 2022  | September 30, 2023 | December 31, 2023 | December 31, 2022   | December 31, 2023 |
|                | US\$               | US\$               | US\$              | US\$                | US\$              |
| Mainland China | 107,448            | 59,525             | 48,928            | 464,919             | 284,761           |
| Others         | 419,975            | 436,276            | 437,268           | 1,760,599           | 1,694,610         |

(2) Share-based compensation was allocated in cost of revenues and operating expenses as follows:

|                                   | Three Months Ended |                    |                   | Twelve Months Ended |                   |
|-----------------------------------|--------------------|--------------------|-------------------|---------------------|-------------------|
|                                   | December 31, 2022  | September 30, 2023 | December 31, 2023 | December 31, 2022   | December 31, 2023 |
|                                   | US\$               | US\$               | US\$              | US\$                | US\$              |
| Cost of revenues                  | 1,240              | 493                | 821               | 8,185               | 3,575             |
| Research and development expenses | 7,018              | 4,108              | 4,020             | 25,170              | 19,415            |
| Sales and marketing expenses      | 306                | 110                | 133               | 777                 | 797               |

|                                     |       |       |       |       |       |
|-------------------------------------|-------|-------|-------|-------|-------|
| General and administrative expenses | 2,426 | 1,586 | 2,271 | 9,964 | 8,192 |
|-------------------------------------|-------|-------|-------|-------|-------|

**JOYY INC.**  
**UNAUDITED RECONCILIATION OF GAAP AND NON-GAAP RESULTS**  
(All amounts in thousands, except share, ADS and per ADS data)

|  | Three Months Ended      |                          |                         | Twelve Months Ended     |                         |
|--|-------------------------|--------------------------|-------------------------|-------------------------|-------------------------|
|  | December<br>31,<br>2022 | September<br>30,<br>2023 | December<br>31,<br>2023 | December<br>31,<br>2022 | December<br>31,<br>2023 |
|  | US\$                    | US\$                     | US\$                    | US\$                    | US\$                    |
| Operating (loss) income  | (14,171)                | 12,049                   | 4,796                   | 50,735                  | 28,815                  |
| Share-based compensation expenses  | 10,990                  | 6,297                    | 7,245                   | 44,096                  | 31,979                  |
| Amortization of intangible assets from business acquisitions   | 16,108                  | 15,890                   | 15,890                  | 54,356                  | 63,560                  |
| Impairment of goodwill and investments   | 14,830                  | -                        | -                       | 14,830                  | -                       |
| Loss on deconsolidation and disposal of subsidiaries   | -                       | 6,177                    | -                       | -                       | 6,177                   |
| <b>Non-GAAP operating income</b>   | <b>27,757</b>           | <b>40,413</b>            | <b>27,931</b>           | <b>164,017</b>          | <b>130,531</b>          |
| Net (loss) income  | (390,052)               | 65,080                   | 40,089                  | 101,568                 | 272,418                 |
| Share-based compensation expenses  | 10,990                  | 6,297                    | 7,245                   | 44,096                  | 31,979                  |
| Amortization of intangible assets from business acquisitions   | 16,108                  | 15,890                   | 15,890                  | 54,356                  | 63,560                  |
| Impairment of goodwill and investments   | 14,830                  | -                        | -                       | 14,830                  | -                       |
| Loss on deconsolidation and disposal of subsidiaries   | -                       | 6,177                    | -                       | -                       | 6,177                   |
| (Gain) loss on disposal and deemed disposal of investments   | (2,365)                 | 2,673                    | -                       | (4,113)                 | (74,851)                |
| Gain on fair value change of investments   | (12,532)                | (7,112)                  | (6,263)                 | (424,304)               | (12,425)                |
| Gain on extinguishment of debt and derivative  | (1,087)                 | -                        | -                       | (63,378)                | -                       |
| Interest expenses related to the convertible bonds' amortization to face value                       | 601                     | 238                      | 239                     | 2,450                   | 1,583                   |
| Income tax effects on non-GAAP adjustments   | 72                      | (4,070)                  | (2,095)                 | (3,204)                 | (11,604)                |
| Reconciling items on the share of equity method investments  | 406,073                 | (10,521)                 | 4,278                   | 456,669                 | (9,091)                 |
| <b>Non-GAAP net income</b>   | <b>42,638</b>           | <b>74,652</b>            | <b>59,383</b>           | <b>178,970</b>          | <b>267,746</b>          |
| Net (loss) income attributable to common shareholders of JOYY Inc.                                   | (380,066)               | 123,909                  | 45,485                  | 119,465                 | 347,351                 |
| Share-based compensation expenses  | 10,990                  | 6,297                    | 7,245                   | 44,096                  | 31,979                  |
| Amortization of intangible assets from business acquisitions   | 16,108                  | 15,890                   | 15,890                  | 54,356                  | 63,560                  |
| Impairment of goodwill and investments   | 14,830                  | -                        | -                       | 14,830                  | -                       |
| Loss on deconsolidation and disposal of subsidiaries   | -                       | 6,177                    | -                       | -                       | 6,177                   |
| (Gain) loss on disposal and deemed disposal of investments   | (2,365)                 | 2,673                    | -                       | (4,113)                 | (74,851)                |
| Gain on fair value change of investments   | (12,532)                | (7,112)                  | (6,263)                 | (424,304)               | (12,425)                |
| Gain on extinguishment of debt and derivative  | (1,087)                 | -                        | -                       | (63,378)                | -                       |
| Interest expenses related to the convertible bonds' amortization to face value                       | 601                     | 238                      | 239                     | 2,450                   | 1,583                   |
| Accretion, cumulative dividend and deemed dividend to subsidiaries' preferred shareholders           | 2,530                   | 1,566                    | 350                     | 9,426                   | 7,048                   |
| Gain on repurchase of redeemable convertible preferred shares of a subsidiary                        | -                       | (52,583)                 | -                       | -                       | (52,583)                |
| Income tax effects on non-GAAP adjustments   | 72                      | (4,070)                  | (2,095)                 | (3,204)                 | (11,604)                |
| Reconciling items on the share of equity method investments  | 406,073                 | (10,521)                 | 4,278                   | 456,669                 | (9,091)                 |
| Non-GAAP adjustments for net loss attributable to the non-controlling interest shareholders          | (5,134)                 | (1,311)                  | (929)                   | (6,995)                 | (4,622)                 |
| <b>Non-GAAP net income attributable to controlling interest and common shareholders of JOYY Inc.</b> | <b>50,020</b>           | <b>81,153</b>            | <b>64,200</b>           | <b>199,298</b>          | <b>292,522</b>          |

**Non-GAAP net income per ADS**

|          |      |      |      |      |      |
|----------|------|------|------|------|------|
| —Basic   | 0.71 | 1.30 | 1.08 | 2.77 | 4.51 |
| —Diluted | 0.65 | 1.22 | 1.01 | 2.54 | 4.13 |

**Weighted average number of ADS used in calculating Non-GAAP net income per ADS**

|          |            |            |            |            |            |
|----------|------------|------------|------------|------------|------------|
| —Basic   | 70,629,666 | 62,266,339 | 61,876,261 | 71,969,510 | 65,434,782 |
| —Diluted | 80,812,793 | 67,669,387 | 67,384,074 | 82,272,422 | 73,148,827 |

**JOYY INC.****UNAUDITED SEGMENT REPORT**

(All amounts in thousands, except share, ADS and per ADS data)

|   | <b>Three Months Ended</b> |                  |                                  |                  |
|---|---------------------------|------------------|----------------------------------|------------------|
|   | <b>December 31, 2023</b>  |                  |                                  |                  |
|   | <b>BIGO</b>               | <b>All other</b> | <b>Elimination<sup>(1)</sup></b> | <b>Total</b>     |
|   | US\$                      | US\$             | US\$                             | US\$             |
| <b>Net revenues</b>   |                           |                  |                                  |                  |
| Live streaming  | 459,152                   | 27,044           | -                                | 486,196          |
| Others  | 32,109                    | 51,992           | (458)                            | 83,643           |
| <b>Total net revenues</b>   | <b>491,261</b>            | <b>79,036</b>    | <b>(458)</b>                     | <b>569,839</b>   |
| Cost of revenues <sup>(2)</sup>   | (308,977)                 | (59,481)         | 98                               | (368,360)        |
| <b>Gross profit</b>   | <b>182,284</b>            | <b>19,555</b>    | <b>(360)</b>                     | <b>201,479</b>   |
| <b>Operating expenses<sup>(2)</sup></b>   |                           |                  |                                  |                  |
| Research and development expenses   | (41,011)                  | (31,839)         | 270                              | (72,580)         |
| Sales and marketing expenses  | (74,944)                  | (17,343)         | 29                               | (92,258)         |
| General and administrative expenses   | (15,321)                  | (19,327)         | 61                               | (34,587)         |
| <b>Total operating expenses</b>   | <b>(131,276)</b>          | <b>(68,509)</b>  | <b>360</b>                       | <b>(199,425)</b> |
| Other income  | 2,003                     | 739              | -                                | 2,742            |
| <b>Operating income (loss)</b>  | <b>53,011</b>             | <b>(48,215)</b>  | <b>-</b>                         | <b>4,796</b>     |
| Interest expenses   | (1,803)                   | (1,652)          | 1,340                            | (2,115)          |
| Interest income and investment income   | 13,262                    | 35,223           | (1,340)                          | 47,145           |
| Foreign currency exchange (losses) gains, net   | (8,176)                   | 18               | -                                | (8,158)          |
| Gain on fair value change of investments  | 1,060                     | 5,203            | -                                | 6,263            |
| <b>Income (loss) before income tax (expenses) benefits</b>                                  | <b>57,354</b>             | <b>(9,423)</b>   | <b>-</b>                         | <b>47,931</b>    |
| Income tax (expenses) benefits  | (5,334)                   | 3,019            | -                                | (2,315)          |
| <b>Income (loss) before share of loss in equity method investments, net of income taxes</b> | <b>52,020</b>             | <b>(6,404)</b>   | <b>-</b>                         | <b>45,616</b>    |
| Share of loss in equity method investments, net of income taxes                             | -                         | (5,527)          | -                                | (5,527)          |
| <b>Net income (loss)</b>  | <b>52,020</b>             | <b>(11,931)</b>  | <b>-</b>                         | <b>40,089</b>    |

(1) The elimination mainly consists of revenues and expenses generated from services among BIGO and all other segments, and interest income and interest expenses generated from the loan between BIGO and all other segments.

(2) Share-based compensation was allocated in cost of revenues and operating expenses as follows:

|                                     | Three Months Ended |           |       |
|-------------------------------------|--------------------|-----------|-------|
|                                     | December 31, 2023  |           |       |
|                                     | BIGO               | All other | Total |
|                                     | US\$               | US\$      | US\$  |
| Cost of revenues                    | 492                | 329       | 821   |
| Research and development expenses   | 1,856              | 2,164     | 4,020 |
| Sales and marketing expenses        | 38                 | 95        | 133   |
| General and administrative expenses | 351                | 1,920     | 2,271 |

**JOYY INC.**  
**UNAUDITED RECONCILIATION OF GAAP AND NON-GAAP RESULTS OF UNAUDITED SEGMENT REPORT**

(All amounts in thousands, except share, ADS and per ADS data)

|  | Three Months Ended |                 |               |
|--|--------------------|-----------------|---------------|
|  | December 31, 2023  |                 |               |
|  | BIGO               | All other       | Total         |
|  | US\$               | US\$            | US\$          |
| Operating income (loss)  | 53,011             | (48,215)        | 4,796         |
| Share-based compensation expenses  | 2,737              | 4,508           | 7,245         |
| Amortization of intangible assets from business acquisitions                   | 11,225             | 4,665           | 15,890        |
| <b>Non-GAAP operating income (loss)</b>  | <b>66,973</b>      | <b>(39,042)</b> | <b>27,931</b> |
| Net income (loss)  | 52,020             | (11,931)        | 40,089        |
| Share-based compensation expenses  | 2,737              | 4,508           | 7,245         |
| Amortization of intangible assets from business acquisitions                   | 11,225             | 4,665           | 15,890        |
| Gain on fair value change of investments                                       | (1,060)            | (5,203)         | (6,263)       |
| Interest expenses related to the convertible bonds' amortization to face value | -                  | 239             | 239           |
| Income tax effects on non-GAAP adjustments                                     | (1,415)            | (680)           | (2,095)       |
| Reconciling items on the share of equity method investments                    | -                  | 4,278           | 4,278         |
| <b>Non-GAAP net income (loss)</b>  | <b>63,507</b>      | <b>(4,124)</b>  | <b>59,383</b> |

**JOYY INC.**  
**UNAUDITED SEGMENT REPORT**

(All amounts in thousands, except share, ADS and per ADS data)

|                     | Three Months Ended |           |                            |         |
|---------------------|--------------------|-----------|----------------------------|---------|
|                     | September 30, 2023 |           |                            |         |
|                     | BIGO               | All other | Elimination <sup>(1)</sup> | Total   |
|                     | US\$               | US\$      | US\$                       | US\$    |
| <b>Net revenues</b> |                    |           |                            |         |
| Live streaming      | 468,577            | 27,224    | -                          | 495,801 |
| Others              | 25,486             | 46,241    | (459)                      | 71,268  |

|   |           |          |         |           |
|---|-----------|----------|---------|-----------|
| <b>Total net revenues</b>   | 494,063   | 73,465   | (459)   | 567,069   |
| Cost of revenues <sup>(2)</sup>   | (299,231) | (58,785) | 102     | (357,914) |
| <b>Gross profit</b>   | 194,832   | 14,680   | (357)   | 209,155   |
| <b>Operating expenses<sup>(2)</sup></b>   |           |          |         |           |
| Research and development expenses   | (39,684)  | (32,191) | 267     | (71,608)  |
| Sales and marketing expenses  | (75,715)  | (16,828) | 28      | (92,515)  |
| General and administrative expenses   | (11,297)  | (15,904) | 62      | (27,139)  |
| <b>Total operating expenses</b>   | (126,696) | (64,923) | 357     | (191,262) |
| Loss on deconsolidation and disposal of subsidiaries  | -         | (6,177)  | -       | (6,177)   |
| Other income (expenses)   | 373       | (40)     | -       | 333       |
| <b>Operating income (loss)</b>  | 68,509    | (56,460) | -       | 12,049    |
| Interest expenses   | (1,768)   | (1,667)  | 1,296   | (2,139)   |
| Interest income and investment income   | 11,158    | 37,468   | (1,296) | 47,330    |
| Foreign currency exchange losses, net   | (4,349)   | (794)    | -       | (5,143)   |
| Loss on disposal and deemed disposal of investments   | -         | (2,673)  | -       | (2,673)   |
| Gain on fair value change of investments  | 312       | 6,800    | -       | 7,112     |
| <b>Income (loss) before income tax (expenses) benefits</b>                                    | 73,862    | (17,326) | -       | 56,536    |
| Income tax (expenses) benefits  | (3,626)   | 625      | -       | (3,001)   |
| <b>Income (loss) before share of income in equity method investments, net of income taxes</b> | 70,236    | (16,701) | -       | 53,535    |
| Share of income in equity method investments, net of income taxes                             | -         | 11,545   | -       | 11,545    |
| <b>Net income (loss)</b>  | 70,236    | (5,156)  | -       | 65,080    |

(1) The elimination mainly consists of revenues and expenses generated from services among BIGO and all other segments, and interest income and interest expenses generated from the loan between BIGO and all other segments.

(2) Share-based compensation was allocated in cost of revenues and operating expenses as follows:

|                                     | <b>Three Months Ended</b> |                  |              |
|-------------------------------------|---------------------------|------------------|--------------|
|                                     | <b>September 30, 2023</b> |                  |              |
|                                     | <b>BIGO</b>               | <b>All other</b> | <b>Total</b> |
|                                     | US\$                      | US\$             | US\$         |
| Cost of revenues                    | 406                       | 87               | 493          |
| Research and development expenses   | 1,752                     | 2,356            | 4,108        |
| Sales and marketing expenses        | 37                        | 73               | 110          |
| General and administrative expenses | 20                        | 1,566            | 1,586        |

**JOYY INC.**

**UNAUDITED RECONCILIATION OF GAAP AND NON-GAAP RESULTS OF UNAUDITED SEGMENT REPORT**

(All amounts in thousands, except share, ADS and per ADS data)

|  | Three Months Ended |                 |               |
|--|--------------------|-----------------|---------------|
|  | September 30, 2023 |                 |               |
|  | BIGO               | All other       | Total         |
|  | US\$               | US\$            | US\$          |
| Operating income (loss)  | 68,509             | (56,460)        | 12,049        |
| Share-based compensation expenses  | 2,215              | 4,082           | 6,297         |
| Amortization of intangible assets from business acquisitions                   | 11,225             | 4,665           | 15,890        |
| Loss on deconsolidation and disposal of subsidiaries                           | -                  | 6,177           | 6,177         |
| <b>Non-GAAP operating income (loss)</b>  | <b>81,949</b>      | <b>(41,536)</b> | <b>40,413</b> |
| Net income (loss)  | 70,236             | (5,156)         | 65,080        |
| Share-based compensation expenses  | 2,215              | 4,082           | 6,297         |
| Amortization of intangible assets from business acquisitions                   | 11,225             | 4,665           | 15,890        |
| Loss on deconsolidation and disposal of subsidiaries                           | -                  | 6,177           | 6,177         |
| Loss on disposal and deemed disposal of investments                            | -                  | 2,673           | 2,673         |
| Gain on fair value change of investments                                       | (312)              | (6,800)         | (7,112)       |
| Interest expenses related to the convertible bonds' amortization to face value | -                  | 238             | 238           |
| Income tax effects on non-GAAP adjustments                                     | (1,415)            | (2,655)         | (4,070)       |
| Reconciling items on the share of equity method investments                    | -                  | (10,521)        | (10,521)      |
| <b>Non-GAAP net income (loss)</b>  | <b>81,949</b>      | <b>(7,297)</b>  | <b>74,652</b> |

**JOYY INC.**  
**UNAUDITED SEGMENT REPORT**  
(All amounts in thousands, except share, ADS and per ADS data)

|   | Three Months Ended |                  |                            |                  |
|---|--------------------|------------------|----------------------------|------------------|
|   | December 31, 2022  |                  |                            |                  |
|   | BIGO               | All other        | Elimination <sup>(1)</sup> | Total            |
|   | US\$               | US\$             | US\$                       | US\$             |
| <b>Net revenues</b>                     |                    |                  |                            |                  |
| Live streaming                          | 452,425            | 74,998           | -                          | 527,423          |
| Others                                  | 24,038             | 53,480           | (32)                       | 77,486           |
| <b>Total net revenues</b>               | <b>476,463</b>     | <b>128,478</b>   | <b>(32)</b>                | <b>604,909</b>   |
| Cost of revenues <sup>(2)</sup>         | (296,865)          | (95,746)         | 32                         | (392,579)        |
| <b>Gross profit</b>                     | <b>179,598</b>     | <b>32,732</b>    | <b>-</b>                   | <b>212,330</b>   |
| <b>Operating expenses<sup>(2)</sup></b> |                    |                  |                            |                  |
| Research and development expenses       | (39,927)           | (33,699)         | -                          | (73,626)         |
| Sales and marketing expenses            | (75,458)           | (25,354)         | -                          | (100,812)        |
| General and administrative expenses     | (12,394)           | (29,492)         | -                          | (41,886)         |
| Goodwill impairment                     | -                  | (14,830)         | -                          | (14,830)         |
| <b>Total operating expenses</b>         | <b>(127,779)</b>   | <b>(103,375)</b> | <b>-</b>                   | <b>(231,154)</b> |
| Other income                            | 3,904              | 749              | -                          | 4,653            |
| <b>Operating income (loss)</b>          | <b>55,723</b>      | <b>(69,894)</b>  | <b>-</b>                   | <b>(14,171)</b>  |

|   |               |                  |          |                  |
|---|---------------|------------------|----------|------------------|
| Interest expenses   | (1,311)       | (2,884)          | 1,013    | (3,182)          |
| Interest income and investment income   | 4,400         | 28,633           | (1,013)  | 32,020           |
| Foreign currency exchange losses, net   | (12,250)      | (793)            | -        | (13,043)         |
| Gain on disposal and deemed disposal of investments   | -             | 2,365            | -        | 2,365            |
| Gain on fair value change of investments  | 1,612         | 10,920           | -        | 12,532           |
| Gain on extinguishment of debt and derivative   | -             | 1,087            | -        | 1,087            |
| <b>Income (loss) before income tax expenses</b>   | <b>48,174</b> | <b>(30,566)</b>  | <b>-</b> | <b>17,608</b>    |
| Income tax expenses   | (3,523)       | (1,032)          | -        | (4,555)          |
| <b>Income (loss) before share of loss in equity method investments, net of income taxes</b> | <b>44,651</b> | <b>(31,598)</b>  | <b>-</b> | <b>13,053</b>    |
| Share of loss in equity method investments, net of income taxes                             | -             | (403,105)        | -        | (403,105)        |
| <b>Net income (loss)</b>  | <b>44,651</b> | <b>(434,703)</b> | <b>-</b> | <b>(390,052)</b> |

(1) The elimination mainly consists of revenues and expenses generated from services among BIGO and all other segments, and interest income and interest expenses generated from the loan between BIGO and all other segments.

(2) Share-based compensation was allocated in cost of revenues and operating expenses as follows:

|                                     | <b>Three Months Ended</b> |                  |              |
|-------------------------------------|---------------------------|------------------|--------------|
|                                     | <b>December 31, 2022</b>  |                  |              |
|                                     | <b>BIGO</b>               | <b>All other</b> | <b>Total</b> |
|                                     | US\$                      | US\$             | US\$         |
| Cost of revenues                    | 680                       | 560              | 1,240        |
| Research and development expenses   | 3,158                     | 3,860            | 7,018        |
| Sales and marketing expenses        | 122                       | 184              | 306          |
| General and administrative expenses | 850                       | 1,576            | 2,426        |

#### JOYY INC.

#### UNAUDITED RECONCILIATION OF GAAP AND NON-GAAP RESULTS OF UNAUDITED SEGMENT REPORT

(All amounts in thousands, except share, ADS and per ADS data)

|  | <b>Three Months Ended</b> |                  |               |
|--|---------------------------|------------------|---------------|
|  | <b>December 31, 2022</b>  |                  |               |
|  | <b>BIGO</b>               | <b>All other</b> | <b>Total</b>  |
|  | US\$                      | US\$             | US\$          |
| Operating income (loss)                                      | 55,723                    | (69,894)         | (14,171)      |
| Share-based compensation expenses                            | 4,810                     | 6,180            | 10,990        |
| Amortization of intangible assets from business acquisitions | 11,225                    | 4,883            | 16,108        |
| Impairment of goodwill and investments                       | -                         | 14,830           | 14,830        |
| <b>Non-GAAP operating income (loss)</b>                      | <b>71,758</b>             | <b>(44,001)</b>  | <b>27,757</b> |
| Net income (loss)  | 44,651                    | (434,703)        | (390,052)     |
| Share-based compensation expenses                            | 4,810                     | 6,180            | 10,990        |
| Amortization of intangible assets from business acquisitions | 11,225                    | 4,883            | 16,108        |
| Impairment of goodwill and investments                       | -                         | 14,830           | 14,830        |

|  |               |                 |               |
|--|---------------|-----------------|---------------|
| Gain on disposal and deemed disposal of investments                            | -             | (2,365)         | (2,365)       |
| Gain on fair value change of investments                                       | (1,612)       | (10,920)        | (12,532)      |
| Gain on extinguishment of debt and derivative                                  | -             | (1,087)         | (1,087)       |
| Interest expenses related to the convertible bonds' amortization to face value | -             | 601             | 601           |
| Income tax effects on non-GAAP adjustments                                     | (1,415)       | 1,487           | 72            |
| Reconciling items on the share of equity method investments                    | -             | 406,073         | 406,073       |
|  | <u>57,659</u> | <u>(15,021)</u> | <u>42,638</u> |
| <b>Non-GAAP net income (loss)</b>  | <u>57,659</u> | <u>(15,021)</u> | <u>42,638</u> |