SBC MEDICAL GROUP HOLDINGS INCORPORATED
UNAUDITED CONSOLIDATED BALANCE SHEETS

	June 30, 2025	December 31, 2024
ASSETS		
Current assets:		
Cash and cash equivalents	$ 152,740,882	$ 125,044,092
Accounts receivable	2,350,368	1,413,433
Accounts receivable – related parties	48,920,843	28,846,680
Inventories	1,705,237	1,494,891
Finance lease receivables, current – related parties	9,128,931	5,992,585
Customer loans receivable, current	10,552,623	10,382,537
Prepaid expenses and other current assets	14,051,746	11,276,802
Other receivables – related parties	1,891,408	—
Total current assets	**241,342,038**	**184,451,020**
Non-current assets:		
Property and equipment, net	8,058,016	8,771,902
Intangible assets, net	1,584,543	1,590,052
Long-term investments, net	3,593,087	3,049,972
Goodwill, net	5,011,511	4,613,784
Cryptocurrencies	535,882	—
Finance lease receivables, non-current – related parties	13,197,979	8,397,582
Operating lease right-of-use assets	4,583,393	5,267,056
Finance lease right-of-use assets	516,932	—
Deferred tax assets	2,343,302	9,798,071
Customer loans receivable, non-current	5,934,636	5,023,551
Long-term prepayments	1,755,292	1,745,801
Long-term investments in MCs – related parties	19,381,422	17,820,910
Other assets	7,461,224	15,553,453
Total non-current assets	**73,957,219**	**81,632,134**
Total assets	**$ 315,299,257**	**$ 266,083,154**
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	$ 16,290,206	$ 13,875,179
Accounts payable – related parties	3,245,989	659,044
Current portion of long-term loans	69,420	96,824
Notes and other payables, current – related parties	3,272,048	26,255
Advances from customers	512,123	820,898
Advances from customers – related parties	10,333,007	11,739,533
Income tax payable	14,133,163	18,705,851
Operating lease liabilities, current	3,623,871	4,341,522
Finance lease liabilities, current	161,340	—
Accrued liabilities and other current liabilities	6,229,797	8,103,194
Due to related party	2,810,647	2,823,590
Total current liabilities	**60,681,611**	**61,191,890**

SBC MEDICAL GROUP HOLDINGS INCORPORATED
UNAUDITED CONSOLIDATED BALANCE SHEETS — (Continued)

	June 30, 2025	December 31, 2024
Non-current liabilities:		
Long-term loans	7,031,506	6,502,682
Notes and other payables, non-current – related parties	—	5,334
Deferred tax liabilities	353,517	926,023
Operating lease liabilities, non-current	1,208,516	1,241,526
Finance lease liabilities, non-current	164,721	—
Other liabilities	1,206,815	1,193,541
Total non-current liabilities	**9,965,075**	**9,869,106**
Total liabilities	**70,646,686**	**71,060,996**
Stockholders' equity:		
Preferred stock ($0.0001 par value, 20,000,000 shares authorized; no shares issued and outstanding as of June 30, 2025 and December 31, 2024)	—	—
Common stock ($0.0001 par value, 400,000,000 shares authorized, 103,881,251 and 103,020,816 shares issued, 103,098,442 and 102,750,816 shares outstanding as of June 30, 2025 and December 31, 2024, respectively)	10,388	10,302
Additional paid-in capital	72,196,114	62,513,923
Treasury stock (at cost, 782,809 and 270,000 shares as of June 30, 2025 and December 31, 2024, respectively)	(5,115,262)	(2,700,000)
Retained earnings	213,423,693	189,463,007
Accumulated other comprehensive loss	(35,922,942)	(54,178,075)
Total SBC Medical Group Holdings Incorporated stockholders' equity	**244,591,991**	**195,109,157**
Non-controlling interests	60,580	(86,999)
Total stockholders' equity	**244,652,571**	**195,022,158**
Total liabilities and stockholders' equity	**$ 315,299,257**	**$ 266,083,154**

The accompanying notes are an integral part of these unaudited consolidated financial statements.

SBC MEDICAL GROUP HOLDINGS INCORPORATED
UNAUDITED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2025	**2024**	**2025**	**2024**
Revenues, net – related parties	$ 38,944,898	$ 51,039,038	$ 84,202,043	$ 101,509,245
Revenues, net	4,413,949	2,063,042	6,485,505	6,400,877
Total revenues, net	**43,358,847**	**53,102,080**	**90,687,548**	**107,910,122**
Cost of revenues (including cost of revenues from related parties of $4,669,602 and $3,616,103 for the three months ended June 30, 2025 and 2024, and $8,126,530 and $5,413,462 for the six months ended June 30, 2025 and 2024, respectively)	13,348,270	13,682,405	22,943,887	28,971,072
Gross profit	**30,010,577**	**39,419,675**	**67,743,661**	**78,939,050**
Operating expenses:				
Selling, general and administrative expenses (including selling, general and administrative expenses from related parties of $415,767 and nil for the three months ended June 30, 2025 and 2024, and $415,767 and nil for the six months ended June 30, 2025 and 2024, respectively)	15,456,385	12,129,115	28,987,395	27,187,605
Total operating expenses	**15,456,385**	**12,129,115**	**28,987,395**	**27,187,605**
Income from operations	**14,554,192**	**27,290,560**	**38,756,266**	**51,751,445**
Other income (expenses):				
Interest income	22,882	11,644	78,215	29,333
Interest expense	(49,651)	(7,424)	(55,858)	(10,432)
Other income	33,771	306,291	185,099	655,972
Other expenses	(1,132,465)	(514,636)	(2,829,724)	(1,951,292)
Gain on redemption of life insurance policies	—	—	8,746,138	—
Change in fair value of cryptocurrencies	111,632	—	111,632	—
Gain on disposal of subsidiary	—	—	—	3,813,609
Total other income (expenses)	**(1,013,831)**	**(204,125)**	**6,235,502**	**2,537,190**
Income before income taxes	**13,540,361**	**27,086,435**	**44,991,768**	**54,288,635**
Income tax expense	11,100,509	8,529,110	21,059,966	16,981,094
Net income	**2,439,852**	**18,557,325**	**23,931,802**	**37,307,541**
Less: net income (loss) attributable to non-controlling interests	(18,388)	72,917	(28,884)	65,381
Net income attributable to SBC Medical Group Holdings Incorporated	**$ 2,458,240**	**$ 18,484,408**	**$ 23,960,686**	**$ 37,242,160**

Other comprehensive income (loss):				
Foreign currency translation adjustment	$ 8,623,269	$ (9,046,549)	$ 18,431,596	$ (19,240,401)
Total comprehensive income	**11,063,121**	**9,510,776**	**42,363,398**	**18,067,140**
Less: comprehensive income (loss) attributable to non-controlling interests	184,411	22,000	147,579	(70,000)
Comprehensive income attributable to SBC Medical Group Holdings Incorporated	**$ 10,878,710**	**$ 9,488,776**	**$ 42,215,819**	**$ 18,137,140**
Net income per share attributable to SBC Medical Group Holdings Incorporated*				
Basic and diluted	$ 0.02	$ 0.20	$ 0.23	$ 0.40
Weighted average shares outstanding*				
Basic and diluted	103,507,249	94,192,433	103,392,580	94,192,433

* Retrospectively restated for effect of reverse recapitalization on September 17, 2024.

The accompanying notes are an integral part of these unaudited consolidated financial statements.

SBC MEDICAL GROUP HOLDINGS INCORPORATED
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS

	For the Six Months Ended June 30, 2025	For the Six Months Ended June 30, 2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Net income	$ 23,931,802	$ 37,307,541
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Depreciation and amortization expense	1,264,405	1,849,422
Non-cash lease expense	2,185,744	1,923,890
Provision for credit losses	283,752	62,804
Fair value change of long-term investments	384,523	1,045,557
Gain on disposal of subsidiary	—	(3,813,609)
Gain on redemption of life insurance policies	(8,746,138)	—
Gain on disposal of property and equipment	(10,804)	(902)
Change in fair value of cryptocurrencies	(111,632)	—
Deferred income taxes	7,452,983	(3,322,728)
Changes in operating assets and liabilities:		
Accounts receivable	(789,577)	(1,423,412)
Accounts receivable – related parties	(17,039,113)	5,843,499
Inventories	(717,972)	561,921
Finance lease receivables – related parties	(6,482,967)	(1,759,556)
Customer loans receivable	8,081,703	7,521,267
Prepaid expenses and other current assets	(1,349,225)	(1,488,347)
Long-term prepayments	211,988	(41,412)
Other assets	85,907	(1,007,431)
Accounts payable	1,165,217	(8,960,556)
Accounts payable – related parties	2,455,865	—
Notes and other payables – related parties	(5,031,570)	(5,101,368)
Advances from customers	(369,616)	(755,977)
Advances from customers – related parties	(2,363,891)	(4,663,233)
Income tax payable	(6,030,526)	5,462,133
Operating lease liabilities	(2,275,398)	(1,998,196)
Accrued liabilities and other current liabilities	(2,508,035)	(4,444,172)
Other liabilities	(88,593)	77,625
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	**(6,411,168)**	**22,874,760**
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of property and equipment	(560,431)	(1,565,333)
Purchase of convertible note	—	(1,700,000)
Prepayments for property and equipment	(705,351)	—
Advances to related parties	—	(617,804)
Payments made on behalf of related parties	(1,836,541)	(5,245,990)
Purchase of long-term investments	(652,555)	—
Purchase of cryptocurrencies	(424,250)	—
Long-term loans to others	(13,134)	(62,489)
Repayments from related parties	70,000	555,000
Repayments from others	56,307	44,748
Proceeds from redemption of life insurance policies	17,735,717	—
Disposal of subsidiary, net of cash disposed of	—	(815,819)
Proceeds from disposal of property and equipment	1,728,236	1,971

NET CASH PROVIDED BY (USED IN) INVESTING ACTIVITIES	**15,397,998**	**(9,405,716)**

SBC MEDICAL GROUP HOLDINGS INCORPORATED
UNAUDITED CONSOLIDATED STATEMENTS OF CASH FLOWS — (Continued)

	For the Six Months Ended June 30,	
	2025	**2024**
CASH FLOWS FROM FINANCING ACTIVITIES		
Borrowings from related parties	15,000	—
Repayments of long-term loans	(74,256)	(59,217)
Repayments of finance lease liabilities	(278,097)	—
Repayments to related parties	(27,943)	(50,124)
Repurchase of common stock	(2,415,262)	—
Deemed contribution in connection with price modification on disposal of property and equipment	9,682,277	—
NET CASH PROVIDED BY (USED IN) FINANCING ACTIVITIES	**6,901,719**	**(109,341)**
Effect of exchange rate changes	11,808,241	(12,679,865)
NET CHANGE IN CASH AND CASH EQUIVALENTS	**27,696,790**	**679,838**
CASH AND CASH EQUIVALENTS AS OF THE BEGINNING OF THE PERIOD	**125,044,092**	**103,022,932**
CASH AND CASH EQUIVALENTS AS OF THE END OF THE PERIOD	**$ 152,740,882**	**$ 103,702,770**
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid for interest expense	$ 55,858	$ 10,432
Cash paid for income taxes, net	$ 19,637,454	$ 16,191,178
NON-CASH INVESTING AND FINANCING ACTIVITIES		
Property and equipment transferred from long-term prepayments	$ 246,188	$ —
Operating lease right-of-use assets obtained in exchange for operating lease liabilities	$ 104,437	$ —
Finance lease right-of-use assets obtained in exchange for finance lease liabilities	$ 612,466	$ —
Remeasurement of operating lease liabilities and right-of-use assets due to lease modifications	$ 1,160,680	$ 1,376,034
Payables to related parties in connection with loan services provided	$ 8,175,342	$ 16,085,387
Issuance of common stock as incentive shares	$ 86	$ —

The accompanying notes are an integral part of these unaudited consolidated financial statements.

RECONCILIATION OF GAAP TO NON-GAAP FINANCIAL MEASURES

SBC MEDICAL GROUP HOLDINGS INCORPORATED
Unaudited Reconciliations of GAAP and Non-GAAP Results

	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2025	**2024**	**2025**	**2024**
Total revenues, net	$ 43,358,847	$ 53,102,080	$ 90,687,548	107,910,122
Income from operations	14,554,192	27,290,560	38,756,266	51,751,445
Depreciation and amortization expense	636,101	830,945	1,264,405	1,849,422
EBITDA	15,190,293	28,121,505	40,020,671	53,600,867
EBITDA margin	35%	53%	44%	50%

The accompanying notes are an integral part of these unaudited consolidated financial statements.