

0000950170-24-1369056-K Cheetah Mobile Inc. 2024121720241217061754061754061754 0 0000950170-24-136905 6-K 2 20241217 20241217 20241217 Cheetah Mobile Inc. 0001597835 7372 0000000000 E9 1231 6-K 34 001-36427 241553581 BLDG NO.11, WANDONG SCIENCE & TECHNOLOGY CULTURAL PARK, NO.7 SANJIANFANGNANLI CHAOYANG DISTRICT, BEIJING F4 100024 86 10 6292 7779 BLDG NO.11, WANDONG SCIENCE & TECHNOLOGY CULTURAL PARK, NO.7 SANJIANFANGNANLI CHAOYANG DISTRICT, BEIJING F4 100024 Kingsoft Internet Software Holdings Ltd 20140122 6-K 1 cmcm-6k-2024q3.htm 6-K 6-K A UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549 A FORM 6-K A A REPORT OF FOREIGN PRIVATE ISSUER PURSUANT TO RULE 13a-16 OR 15d-16 UNDER THE SECURITIES EXCHANGE ACT OF 1934 For the month of December 2024 Commission File Number: 001-36427 A CHEETAH MOBILE INC. A Building No. 11 Wandong Science and Technology Cultural Innovation Park No.7 Sanjianfangnanli, Chaoyang District Beijing 100024 People's Republic of China (Address of principal executive office) A Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F. Form 20-F if ¼ Form 40-F if ½ A A A SIGNATURE Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized. A A CHEETAH MOBILE INC. A By: /s/ Thomas Jintao Ren Name: Thomas Jintao Ren Title: Chief Financial Officer A Date: December 17, 2024 A A Exhibit Index A Exhibit 99.1 A Cheetah Mobile Announces Third Quarter 2024 Unaudited Consolidated Financial Results A EX-99.1 2 cmcm-ex99\_1.htm EX-99.1 EX-99.1 Exhibit 99.1 A Cheetah Mobile Announces Third Quarter 2024 Unaudited Consolidated Financial Results BEIJING, December 17, 2024 - Cheetah Mobile Inc. (NYSE: CMCM) (A Cheetah Mobile A or the A Company A), a China-based IT company, today announced its unaudited consolidated financial results for the third quarter ended September 30, 2024. Management Commentary Mr. Sheng Fu, Cheetah Mobile A's Chairman and Chief Executive Officer, remarked, A Our third-quarter results demonstrate strong momentum, with accelerated revenue growth fueled by robust performance in our service robotics and internet businesses. We A re seeing rising demand for service robots as a supplement to human labor, particularly in hospitality, manufacturing, and logistics sectors. Drawing on our extensive experience delivering service robots worldwide, we continue to innovate by refining product experiences and introducing targeted solutions to address specific industry needs. Looking ahead, the integration of large language models represents a pivotal opportunity to enhance our robots A intelligence and deployment efficiency, unlocking new avenues for growth. With a clear strategy and a focus on innovation, we A re well-positioned to capitalize on the immense potential of the trillion-dollar robotics market. A Mr. Thomas Ren, Chief Financial Officer of Cheetah Mobile, commented: A In the third quarter, we continued to make meaningful progress in reducing our operating losses. This marks the second consecutive quarter of sequential improvement, driven by ongoing efforts to enhance operational efficiency. Notably, the operating margin for our internet business, excluding share-based compensation, improved to 10.3% A an increase of 4 percentage points compared to 6.2% in the same period last year A A Third Quarter 2024 Financial Highlights A Total revenues grew by 16.6% year-over-year, accelerating to RMB192.1 million (US\$27.4 million) in the third quarter of 2024. A Gross profit increased by 13.9% year-over-year and 7.3% quarter-over-quarter, to RMB130.4 million (US\$18.6 million) in the third quarter of 2024. On a non-GAAP basis, gross profit rose by 13.9% year-over-year and 7.0% quarter-over-quarter to RMB130.5 million (US\$18.6 million). A Operating loss narrowed to RMB72.0 million (US\$10.3 million) in the third quarter of 2024, improving from RMB77.5 million in the previous quarter. However, the number was RMB41.0 million in the same period of last year. On a non-GAAP basis, operating loss in the third quarter of 2024 improved from RMB62.5 million in the previous quarter to RMB60.5 million (US\$8.6 million). However, the number was RMB33.0 million in the same period of last year. A Net loss attributable to Cheetah Mobile shareholders was RMB46.9 million (US\$6.7 million), a significant improvement from RMB123.8 million in the previous quarter. However, the number was RMB24.3 million in the same period of last year. On a non-GAAP basis, net loss attributable to Cheetah Mobile shareholders was RMB35.4 million (US\$5.0 million), a significant improvement from RMB108.8 million in the 1 previous quarter. However, the number was RMB16.3 million in the same period of last year. A As of September 30, 2024, the Company had cash and cash equivalents of RMB1,530.5 million (US\$218.1 million), ensuring strong liquidity. A As of September 30, 2024, the Company had long-term investments of RMB885.9 million (US\$126.2 million). A A Third Quarter 2024 Consolidated Financial Results A Total revenues grew by 16.6% year over year to RMB192.1 million (US\$27.4 million) in the third quarter of 2024. A Revenues from internet business increased by 25.8% year over year to RMB134.3 million (US\$19.1 million) in the third quarter of 2024, as our legacy business remained resilient. A Revenues from AI and others remained relatively flat year over year to RMB57.8 million (US\$8.2 million) in the third quarter of 2024. This stability was achieved despite an approximately 68% year-over-year decline in revenue from the overseas advertising agency business, which was offset by an increase in revenue from sale of service robots following the acquisition of Beijing OrionStar in November 2023. A Cost of revenues increased by 22.6% year over year to RMB61.7 million (US\$8.8 million) in the third quarter of 2024. The increases were primarily attributable to the increase in the hardware-related costs for the Company A's service robots. Non-GAAP cost of revenues increased by 22.6% year over year to RMB61.6 million (US\$8.8 million) in the third quarter of 2024. A Gross profit increased by 13.9% year over year to RMB130.4 million (US\$18.6 million) in the third quarter of 2024. Non-GAAP gross profit increased by 13.9% year over year to RMB130.5 million (US\$18.6 million) in the third quarter of 2024. A Total operating expenses increased by 30.2% year over year to RMB202.4 million (US\$28.8 million) in the third quarter of 2024. Total non-GAAP operating expenses increased by 29.4% year over year to RMB190.9 million (US\$27.2 million) in the third quarter of 2024. A Research and development expenses increased by 44.8% year over year to RMB66.3 million (US\$9.4 million) in the third quarter of 2024, primarily due to: 1) increased amortization of intangible assets resulting from the acquisition of a controlling stake in Beijing OrionStar; and 2) higher R&D personnel-related expenses following the acquisition of Beijing OrionStar. Non-GAAP research and development expenses increased by 31.2% year over year to RMB59.9 million (US\$8.5 million) in the third quarter of 2024. A Selling and marketing expenses increased by 62.1% year over year to RMB89.0 million (US\$12.7 million) in the third quarter of 2024, primarily due to: 1) increased marketing and promotion expenses related to our user acquisition for certain products of our internet business; and 2) increased personnel-related expenses following the acquisition of in Beijing OrionStar. Non-GAAP selling and marketing expenses increased by 61.9% year over year to RMB88.8 million (US\$12.7 million) in the third quarter of 2024. 2 A General and administrative expenses decreased by 14.8% year over year to RMB47.3 million (US\$6.7 million) in the third quarter of 2024, primarily due to: 1) reduced stock-based compensation expenses, 2) reduced professional and legal service fees, 3) a reduction in the provision for credit losses. Non-GAAP general and administrative expenses decreased by 11.2% year over year to RMB42.5 million (US\$6.1 million) in the third quarter of 2024. A Operating loss narrowed to RMB72.0

million (US\$10.3 million) in the third quarter of 2024, improving from RMB77.5 in the previous quarter. However, the number was RMB41.0 million in the same period of last year. Non-GAAP operating loss improved to RMB60.5 million (US\$8.6 million) in the third quarter of 2024, from RMB62.5 million in the previous quarter. However, the number was RMB33.0 million in the same period of last year.Â By segment, operating margin excluding share-based compensation expense for internet business improved to 10.3% in the third quarter of 2024, from 6.2% in the same period of last year.Â Net loss attributable to Cheetah Mobile shareholders was RMB46.9 million (US\$6.7 million), a significant improvement from RMB123.8 million in the previous quarter. However, the number was RMB24.3 million in the same period of last year. Non-GAAP net loss attributable to Cheetah Mobile shareholders was RMB35.4 million (US\$5.0 million), a significant improvement from RMB108.8 million in the previous quarter. However, the number was RMB16.3 million in the same period of last year.Â Balance SheetÂ As of September 30, 2024, the Company had cash and cash equivalents of RMB1,530.5 million (US\$218.1 million), ensuring strong liquidity.Â As of September 30, 2024, the Company had long-term investments of RMB885.9 million (US\$126.2 million).Â Conference Call InformationThe Company will hold a conference call on December 17th, 2024, at 6:00 a.m. Eastern Time (or 7:00 p.m. Beijing Time) to discuss its financial results. Listeners may access the call by dialing the following numbers: Main Line: International: 1-412-317-6061United States Toll Free: 1-888-317-6003Mainland China Toll Free: 4001-206115Hong Kong Toll Free: 800-963976Conference ID: 7464171 English Translation: International: 1-412-317-6061United States Toll Free: 1-888-317-6003 Mainland China Toll Free: 4001-206115 Hong Kong Toll Free: 800-963976Conference ID: 0402119 3 A live and archived webcast of the conference call will also be available at the Company's investor relations website at <http://ir.cmcm.com>. Â Exchange RateÂ This press release contains translations of certain Renminbi amounts into U.S. dollars at specified rates solely for the convenience of readers. Unless otherwise noted, all translations from Renminbi to U.S. dollars in this press release were made at a rate of RMB7.0176 to US\$1.00, the exchange rate in effect as of September 30, 2024, as set forth in the H.10 statistical release of the Federal Reserve Board. Such translations should not be construed as representations that RMB amounts could be converted into U.S. dollars at that rate or any other rate, or to be the amounts that would have been reported under accounting principles generally accepted in the United States of America (â€œU.S. GAAPâ€).Â About Cheetah Mobile Inc.Â Cheetah Mobile is a China-based IT company with a commitment to AI innovation. It has attracted hundreds of millions of users through an array of internet products and services on PCs and mobile devices. At the same time, it actively engages in the independent research and development of AI technologies, including LLM technologies. Cheetah Mobile provides advertising services to advertisers worldwide, value-added services including the sale of premium membership to its users, multi-cloud management platform to companies globally, as well as service robots to international clients. Cheetah Mobile is also committed to leveraging its cutting-edge AI technologies, including LLM technologies, to empower its products and make the world smarter. It has been listed on the New York Stock Exchange since May 2014. Safe Harbor Statement Â This press release contains forward-looking statements. These statements, including management quotes and business outlook, constitute forward-looking statements under the U.S. Private Securities Litigation Reform Act of 1995. These forward-looking statements can be identified by terminology such as â€œwill,â€ â€œexpects,â€ â€œanticipates,â€ â€œfuture,â€ â€œintends,â€ â€œplans,â€ â€œbelieves,â€ â€œestimatesâ€ and similar statements. Such statements involve inherent risks and uncertainties. A number of factors could cause actual results to differ materially from those contained in the forward-looking statements, including but are not limited to the following: Cheetah Mobileâ€™s growth strategies; Cheetah Mobileâ€™s ability to retain and increase its user base and expand its product and service offerings; Cheetah Mobileâ€™s ability to monetize its platform; Cheetah Mobileâ€™s future business development, financial condition and results of operations; competition with companies in a number of industries including internet companies that provide online marketing services and internet value-added services; expected changes in Cheetah Mobileâ€™s revenues and certain cost or expense items; and general economic and business condition globally and in China. Further information regarding these and other risks is included in Cheetah Mobileâ€™s filings with the U.S. Securities and Exchange Commission. Cheetah Mobile does not undertake any obligation to update any forward-looking statement as a result of new information, future events or otherwise, except as required under applicable law.Â Use of Non-GAAP Financial MeasuresÂ 4 This release contains non-GAAP financial measures, including but not limited to: â€¢Non-GAAP cost of revenues excludes share-based compensation expenses;â€¢Non-GAAP gross profit excludes share-based compensation expenses;â€¢Non-GAAP gross margin excludes share-based compensation expenses;â€¢Total non-GAAP operating expenses exclude share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;â€¢Non-GAAP research and development expenses exclude share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;â€¢Non-GAAP selling and marketing expenses exclude share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;â€¢Non-GAAP general and administrative expenses exclude share-based compensation expenses;â€¢Non-GAAP operating profit/loss excludes share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;â€¢Non-GAAP net income/loss attributable to Cheetah Mobile shareholders excludes share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;â€¢Non-GAAP diluted earnings/losses per ADS excludes share-based compensation expenses and amortization of intangible assets resulting from business acquisitions;andâ€¢Non-GAAP adjusted EBITDA represents net income/loss attributable to Cheetah Mobile shareholders excluding share-based compensation, interest income, depreciation and amortization, net income attributable to noncontrolling interests, other income/expenses, net and income tax expenses. 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 measures for planning, forecasting and measuring results against the forecast. The Company believes that non-GAAP financial measures are useful supplemental information for investors and analysts to assess its operating performance without the effect of share-based compensation expenses and amortization of intangible assets resulting from business acquisitions, which have been and will continue to be significant recurring expenses in its business. 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 Companyâ€™s net income 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 similarly 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. For more information on these non-GAAP financial measures, please see the tables captioned â€œCheetah Mobile Inc. Reconciliation of GAAP and non-GAAP Resultsâ€. 5 Investor Relations ContactÂ Helen Jing ZhuCheetah Mobile Inc.Tel: +86 10 6292 7779Email: [ir@cmcm.com](mailto:ir@cmcm.com) 6 Â CHEETAH MOBILE INC.Condensed Consolidated Balance

Sheets(Unaudited, amounts in thousands of Renminbi ("RMB") and US dollars ("US\$"))

As of December 31, 2023

September 30, 2024 RMB RMB USD

ASSETS

Current assets:

Cash and cash equivalents 2,020,191 1,530,493 218,094

Short-term investments 1,023 345 49

Accounts receivable, net 401,064 418,555 59,644

Prepayments and other current assets, net 973,127 1,352,467 192,725

Due from related parties, net 71,505 107,418 15,307

Total current assets 3,466,910 3,409,278 485,819

Non-current assets:

Property and equipment, net 53,884 55,522 7,912

Operating lease right-of-use assets 30,451 28,839 4,110

Intangible assets, net 218,559 197,152 28,094

Goodwill 576,989 576,989 82,220

Long-term investments 937,460 885,852 126,233

Deferred tax assets 188,503 193,229 27,535

Other non-current assets 160,428 86,583 12,338

Total non-current assets 2,166,274 2,024,166 288,442

LIABILITIES, MEZZANINE EQUITY AND SHAREHOLDERS' EQUITY

Current liabilities:

Bank loans 5,000 - -

Accounts payable 170,185 176,321 25,126

Accrued expenses and other current liabilities 2,437,210 2,405,699 342,811

Due to related parties 84,147 87,171 12,422

Income tax payable 31,603 35,220 5,019

Total current liabilities 2,728,145 2,704,411 385,378

Non-current liabilities:

Deferred tax liabilities 54,540 50,242 7,159

Other non-current liabilities 189,943 172,365 24,562

Total non-current liabilities 244,483 222,607 31,721

Total liabilities 2,972,628 2,927,018 417,099

Mezzanine equity:

Redeemable noncontrolling interests 105,978 187,688 26,745

Shareholders' equity:

Ordinary shares 244 247 35

Additional paid-in capital 2,711,875 2,719,399 387,511

Accumulated deficit (613,102) (865,405) (123,319)

Accumulated other comprehensive income 356,854 349,765 49,841

Total Cheetah Mobile Inc. shareholders' equity 2,455,871 2,204,006 314,068

Noncontrolling interests 98,707 114,732 16,349

Total shareholders' equity 2,554,578 2,318,738 330,417

Total liabilities, mezzanine equity and shareholders' equity 5,633,184 5,433,444 774,261

CHEETAH MOBILE INC. Condensed Consolidated Statements of Comprehensive Loss (Unaudited, amounts in thousands of Renminbi ("RMB") and US dollars ("US\$"), except for number of shares and per share(or ADS) data)

For The Three Months Ended For The Nine Months Ended

September 30, 2023 September 30, 2024

September 30, 2024 September 30, 2023 September 30, 2024 September 30, 2024

RMB RMB USD

RMB RMB USD

Revenues 164,804 192,083 27,372

502,189 569,788 81,194

Internet business 106,778 134,287 19,136

342,423 357,036 50,877

AI and others 58,026 57,796 8,236

159,766 212,752 30,317

Cost of revenues (a) (50,348) (61,714) (8,794)

(163,697) (197,365) (28,124)

Gross profit 114,456 130,369 18,578

338,492 372,423 53,070

Operating income and expenses:

Research and development (a) (45,769) (66,269) (9,443)

(138,623) (177,885) (25,348)

Selling and marketing (a) (54,938) (89,038) (12,688)

(185,765) (237,570) (33,853)

General and administrative (a) (55,588) (47,349) (6,747)

(166,047) (188,104) (26,805)

Other operating income, net 838 278 40

3,053 1,014 144

Total operating income and expenses (155,457) (202,378) (28,838)

(487,382) (602,545) (85,862)

Operating loss (41,001) (72,009) (10,260)

(148,890) (230,122) (32,792)

Other income/(expenses):

Interest income, net 17,912 9,471 1,350

45,150 34,560 4,925

Foreign exchange gains/ (losses) 5,392 21,351 3,042

(28,829) 10,510 1,498

Other (expense)/income, net (1,974) 1,738 248

(156,126) (57,469) (8,189)

Loss before taxes (19,671) (39,449) (5,620)

(288,695) (242,521) (34,558)

Income tax (expenses)/ benefits (218) (2,387) (340)

(3,979) 3,806 542

Net loss (19,889) (41,836) (5,960)

(292,674) (238,715) (34,016)

Less: net income attributable to noncontrolling interests 4,403 5,061 721

9,011 12,058 1,718

Net loss attributable to Cheetah Mobile shareholders (24,292) (46,897) (6,681)

(301,685) (250,773) (35,734)

Net loss per share

Basic (0.0144) (0.0323) (0.0046)

(0.2029) (0.1711) (0.0244)

Diluted (0.0144) (0.0323) (0.0046)

(0.2031) (0.1711) (0.0244)

Net loss per ADS

Basic (0.7196) (1.6150) (0.2300)

(10.1463) (8.5542) (1.2200)

Diluted (0.7206) (1.6150) (0.2300)

(10.1549) (8.5569) (1.2200)

Weighted average number of shares outstanding

Basic 1,492,599,000 1,509,057,830 1,509,057,830

1,465,560,326 1,499,799,151 1,499,799,151

Diluted 1,492,599,000 1,509,057,830 1,509,057,830

1,465,560,326 1,499,799,151 1,499,799,151

Weighted average number of ADSs outstanding

Basic 29,851,980 30,181,157 29,311,207

29,995,983 29,995,983 29,995,983

Diluted 29,851,980 30,181,157 29,311,207

29,995,983 29,995,983 29,995,983

Other comprehensive (loss)/income, net of tax of nil

Foreign currency translation adjustments (33,261) (32,036) (4,565)

74,881 (2,622) (374)

Unrealized gains/(loss) on available-for-sale securities, net - 2,799 399

(43,494) (4,635) (660)

Other comprehensive (loss)/ income (33,261) (29,237) (4,166)

31,387 (7,257) (1,034)

Total comprehensive loss (53,150) (71,073) (10,126)

(261,287) (245,972) (35,050)

Less: Total comprehensive income attributable to noncontrolling interests 3,835 7,346 1,047

7,712 11,890 1,694

Total comprehensive loss attributable to Cheetah Mobile shareholders (56,985) (78,419) (11,173)

(268,999) (257,862) (36,744)

For The Three Months Ended For The Nine Months Ended

September 30, 2023 September 30, 2024 September 30, 2024 September 30, 2023 September 30, 2024

Share-based compensation expenses RMB RMB USD RMB RMB USD

Cost of revenues 73 92 13

299 541 77

Research and development 136 236 34

1,006 644 92

Selling and marketing 46 (277) (39)

437 (167) (24)

General and administrative 7,738 4,863 693

24,381 19,939 2,841

Total 7,993 4,914 701

26,123 20,957 2,986

CHEETAH MOBILE INC. Reconciliation of GAAP and Non-GAAP Results (Unaudited, amounts in thousands of Renminbi ("RMB") and US dollars ("US\$"), except for per share data)

For The Three Months Ended September 30, 2024 For The Nine Months Ended September 30, 2024

GAAP Share-based Amortization of Non-GAAP GAAP Share-based Amortization of Non-GAAP

Result Compensation intangible assets\* Result Result Compensation intangible assets\*

Result RMB RMB RMB RMB RMB USD RMB RMB RMB RMB RMB USD

Revenues 192,083 - 192,083 27,372 569,788 - 569,788 81,194

Cost of revenues (61,714) 92 (61,622) (8,781) (197,365) 541 (196,824) (28,047)

Gross profit 130,369 92 130,461 18,591

372,423 541 372,964 53,147 372,423 541 372,423 53

(33,676) General and administrative (47,349) 4,863 - (42,486) (6,054) (188,104) 19,939 - (168,165) (23,964) Other operating income, net 278 - - 278 40 1,014 - - 1,014 144 Total operating income and expenses (202,378) 4,822 6,625 (190,931) (27,206) (602,545) 20,416 19,875 (562,254) (80,121) Operating loss (72,009) 4,914 6,625 (60,470) (8,615) (230,122) 20,957 19,875 (189,290) (26,974) Net loss attributable to Cheetah Mobile shareholders (46,897) 4,914 6,625 (35,358) (5,036) (250,773) 20,957 19,875 (209,941) (29,916) Diluted losses per ordinary share (RMB) (0.0323) 0.0033 0.0044 (0.0246) (0.1711) 0.0140 0.0132 (0.1439) Diluted losses per ADS (RMB) (1.6150) 0.1650 0.2200 (1.2300) (8.5569) 0.7000 0.6619 (7.1950) Diluted losses per ADS (USD) (0.2300) 0.0235 0.0312 (0.1753) (1.2200) 0.0997 0.0950 (1.0253) \* This represents amortization of intangible assets resulting from business acquisitions. For The Three Months Ended September 30, 2023 For The Nine Months Ended September 30, 2023 GAAP Share-based Non-GAAP GAAP Share-based Non-GAAP Result Compensation Result Result Compensation Result RMB RMB RMB RMB RMB RMB Revenues 164,804 - 164,804 502,189 - 502,189 Cost of revenues (50,348) 73 (50,275) (163,697) 299 (163,398) Gross profit 114,456 73 114,529 338,492 299 338,791 Research and development (45,769) 136 (45,633) (138,623) 1,006 (137,617) Selling and marketing (54,938) 46 (54,892) (185,765) 437 (185,328) General and administrative (55,588) 7,738 (47,850) (166,047) 24,381 (141,666) Other operating income, net 838 - 838 3,053 - 3,053 Total operating income and expenses (155,457) 7,920 (147,537) (487,382) 25,824 (461,558) Operating loss (41,001) 7,993 (33,008) (148,890) 26,123 (122,767) Net loss attributable to Cheetah Mobile shareholders (24,292) 7,993 (16,299) (301,685) 26,123 (275,562) Diluted losses per ordinary share (RMB) (0.0144) 0.0053 (0.0091) (0.2031) 0.0178 (0.1853) Diluted losses per ADS (RMB) (0.7206) 0.2656 (0.4550) (10.1549) 0.8899 (9.2650) 9 CHEETAH MOBILE INC. Information about Segment (Unaudited, amounts in thousands of Renminbi ("RMB") and US dollars ("US\$"), except for percentage) For The Three Months Ended September 30, 2024 For The Nine Months Ended September 30, 2024 Internet Business AI and others Unallocated\* Consolidated Internet Business AI and others Unallocated\* Consolidated RMB RMB RMB RMB RMB RMB Revenue 134,287 57,796 - 192,083 27,372 357,036 212,752 - 569,788 81,194 Operating profit/(loss) 13,805 (80,900) (4,914) (72,009) (10,260) 36,626 (245,791) (20,957) (230,122) (32,792) Operating margin 10.3% (140.0)% - (37.5)% (37.5)% 10.3% (115.5)% - (40.4)% (40.4)% For The Three Months Ended September 30, 2023 For The Nine Months Ended September 30, 2023 Internet Business AI and others Unallocated\* Consolidated Internet Business AI and others Unallocated\* Consolidated RMB RMB RMB RMB RMB RMB Revenue 106,778 58,026 - 164,804 342,423 159,766 - 502,189 Operating profit/(loss) 6,646 (39,654) (7,993) (41,001) 16,771 (139,538) (26,123) (148,890) Operating margin 6.2% (68.3)% - (24.9)% 4.9% (87.3)% - (29.6)% \*Unallocated expenses refer to SBC expenses that are not allocated to individual segments. 10 CHEETAH MOBILE INC.Reconciliation from Net Loss Attributable to Cheetah Mobile Shareholders to Adjusted EBITDA (Non-GAAP)(Unaudited, amounts in thousands of Renminbi ("RMB") and US dollars ("US\$")) For The Three Months Ended September 30, 2023 For The Nine Months Ended September 30, 2023 September 30, 2024 September 30, 2024 RMB RMB RMB RMB RMB RMB Net loss attributable to Cheetah Mobile shareholders (24,292) (46,897) (6,681) (301,685) (250,773) (35,734) Add: Income tax expenses/ (benefits) 218 2,387 340 3,979 (3,806) (542) Interest income, net (17,912) (9,471) (1,350) (45,150) (34,560) (4,925) Depreciation and other amortization 6,881 12,205 1,739 23,987 36,834 5,249 Net income attributable to noncontrolling interests 4,403 5,061 721 9,011 12,058 1,718 Other (income)/ expense, net (3,418) (23,089) (3,290) 184,955 46,959 6,691 Share-based compensation 7,993 4,914 701 26,123 20,957 2,986 Adjusted EBITDA (26,127) (54,890) (7,820) (98,780) (172,331) (24,557) 11