Company Stock Code: 603236.SS
Short Name of the Company: Quectel

Quectel Wireless Solutions Co., Ltd.
2025 Q1 Financial Report

Disclosure Date: April 29, 2025

Contents

1. Key Accounting Data

Key Accounting Data and Financial Metrics

Unit: Yuan Currency: RMB

Items	**Reporting Period**	**Year-on-year**	**Year-Over-Year Growth (%)**
Operating Revenues	5,221,392,925.26	3,954,236,158.15	32.05
Net Profit Attributable to Shareholders of the Company	211,894,191.97	54,765,968.89	286.91
Net Profit Attributable to Shareholders of the Company After Deducting Non-Recurring Gains and Losses	200,617,318.25	51,338,915.99	290.77
Net Cash Flows from Operating Activities	-623,082,393.95	-708,960,316.35	N/A
Basic Earnings Per Share (Yuan/Share)	0.81	0.21	285.71
Diluted Earnings Per Share (Yuan/Share)	0.81	0.21	285.71
Weighted Average ROE (%)	5.14	1.51	Increased by 3.63 percent
	By the End of the Reporting Period	**By the End of Last Year**	**Year-Over-Year Growth (%)**
Total Assets	13,694,085,110.98	12,980,186,345.52	5.50
Owner's Equity Attributable to Shareholders of the Company	4,246,280,511.52	4,036,864,182.54	5.19

Non-Recurring Profit and Loss Items

Unit: Yuan Currency: RMB

Items	Amount in the Reporting Period
Gain or Loss on Disposal of Non-current Assets, Including the Reversal of Previously Recognized Impairment Losses	1,252,930.14
The Government Subsidies Counted into the Current Profit and Loss, Excluding Ones that are Closely Related to the Normal Operation of the Company and Gained Continuously at a Fixed Amount or Quantity According to Certain Standards of State Policies	9,972,558.62
Other Business Revenues and Expenses	-940,969.28
Other Non-Recurring Profit and Loss Items	1,005,876.78
Impact of non-controlling interests (after tax)	13,522.54
Total	11,276,873.72

Reasons for Fluctuations in Key Accounting Data and Financial Metrics

Items	Fluctuation (%)	Primary reasons
Operating revenue	32.05	The company is dedicated to providing integrated solutions for global IoT customers, maintaining a leading position in technological innovation across 5G communications, connected vehicle, short-range communications, and satellite communications. Simultaneously, the company focuses on industrial intelligence, smart agriculture, AI large-scale models, and edge computing applications. Through forward-looking strategies and in-depth scenario-based R&D, it has achieved strong growth in LTE modules, 5G modules, smart modules, automotive modules, and smart solutions.
Net Profit Attributable to Shareholders of the Company	286.91	In the reporting period, as the scale effect became prominent, the Company's sales revenue increased, and the net profit increased accordingly through the improvement of management efficiency.
Net Profit Attributable to Shareholders of the Company After	290.77	Same as above

Deducting Non-Recurring Gains and Losses		
Basic Earnings Per Share (Yuan/Share)	285.71	Same as above
Diluted Earnings Per Share (Yuan/Share)	285.71	Same as above

2. Financial Reports

Consolidated Balance Sheet

March 31, 2025

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit: Yuan Currency: RMB

Items	March 31, 2025	Dec. 31, 2024
Current Assets:		
Cash and Cash Equivalents	1,188,820,674.96	1,836,721,352.98
Bills Receivable	731,198,589.44	487,556,353.98
Accounts Receivable	2,829,356,784.55	2,976,884,223.44
Accounts Receivable Financing	414,428,564.61	412,206,510.62
Prepayments	104,291,050.27	69,351,421.91
Other Receivables	284,029,607.19	285,083,389.41
Including: Interest Receivables	111,836.36	-
Inventories	4,568,963,125.49	3,259,878,398.68
Other Current Assets	568,700,147.93	735,563,331.14
Total Current Assets	10,689,788,544.44	10,063,244,982.16
Non-Current Assets		
Long-term Equity Investments	39,358,703.99	39,361,954.07
Other Equity Instrument Investments	59,011,482.41	38,497,073.14
Fixed Assets	1,081,769,818.39	1,109,000,483.28
Constructions in Process	538,866,969.77	440,391,333.75
Right-of-Use Assets	795,121,917.60	808,864,413.01
Intangible Assets	368,545,987.96	374,927,159.28
Long-term Deferred Expenses	34,475,901.80	40,892,743.56
Deferred Tax Assets	32,657,756.26	31,130,435.48
Other Non-Current Assets	54,488,028.36	33,875,767.79
Total Non-Current Assets	3,004,296,566.54	2,916,941,363.36
Total Assets	13,694,085,110.98	12,980,186,345.52
Current Liabilities		
Short-Term Borrowings	900,527,656.16	730,078,996.08
Notes Payable	974,453,815.84	1,107,353,876.51
Accounts Payable	4,880,567,529.16	4,296,894,413.77
Contract Liabilities	263,772,657.91	227,686,087.91

Employee Salaries Payable	224,587,617.09	380,614,171.95
Taxes Payable	5,618,372.55	18,756,965.60
Other Payables	5,351,767.11	9,914,228.71
Non-Current Liabilities Maturing Within One Year	822,026,177.16	816,958,562.51
Other Current Liabilities	255,554,026.48	238,547,004.32
Total Current Liabilities	8,332,459,619.46	7,826,804,307.36
Non-Current Liabilities:		
Long-Term Borrowings	642,035,812.37	620,736,583.97
Lease Liabilities	456,409,693.09	470,917,575.04
Deferred Revenues	36,931,952.64	43,186,548.59
Deferred Tax Liabilities	85,240.29	62,265.85
Total Non-current Liabilities	1,135,462,698.39	1,134,902,973.45
Total Liabilities	9,467,922,317.85	8,961,707,280.81
Shareholders' Equity		
Share Capital	261,657,654.00	261,657,654.00
Capital Reserve	2,028,231,404.46	2,022,762,246.54
Other Comprehensive Income	-63,970,161.37	-55,723,322.70
Special Reserve	1,757,391.28	1,457,573.52
Surplus Reserve	142,875,039.57	142,875,039.57
Retained Earnings	1,875,729,183.58	1,663,834,991.61
Total Equity Attributable to Parent Company (or Shareholders)	4,246,280,511.52	4,036,864,182.54
Minority Shareholders' Interest	-20,117,718.39	-18,385,117.83
Total Shareholders' Equity	4,226,162,793.13	4,018,479,064.71
Total Liabilities and Shareholders' Equity	13,694,085,110.98	12,980,186,345.52

Consolidated Income Statement

January to March, 2025

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit: Yuan Currency: RMB

Items	**Q1 2025**	**Q1 2024**
I. Total Operating Revenue	5,221,392,925.26	3,954,236,158.15
Including: Operating Revenue	5,221,392,925.26	3,954,236,158.15
II. Total Operating Costs	5,000,616,194.94	3,893,082,967.73
Including: Operating costs	4,291,504,946.63	3,284,899,278.08
Taxes and Surcharges	3,900,521.38	3,171,160.98
Selling Expenses	134,530,184.35	108,794,332.92
Administrative Expenses	125,109,994.45	95,928,007.71
Research and Development Expenses	429,290,352.32	380,226,757.47

Finance Expenses	16,280,195.81	20,063,430.57
Including: Interest Expenses	20,769,463.85	21,084,506.17
Interest Income	4,633,603.60	5,231,607.97
Add: Other Income	15,244,931.33	4,622,738.95
Investment Income (Loss Expressed with "-")	-3,250.08	-2,537.38
Including: Investment Income from Associates and Joint Ventures	-3,250.08	-2,537.38
Credit Impairment Losses (Loss Expressed with "-")	9,834,573.94	-8,204,197.11
Asset Impairment Losses (loss expressed with "-")	-34,444,088.96	-4,397,879.97
Gains/Loss on Asset Disposal (Loss Expressed with "-")	1,252,930.14	-
III. Operating Profit (Loss Expressed with "-")	212,661,826.69	53,171,314.91
Add: Non-Operating Income	13,023.94	261,692.36
Subtract: Non-Operating Expenses	953,993.22	1,457,378.41
IV. Total Profit (Loss Expressed with "-")	211,720,857.41	51,975,628.86
Subtract: Income Tax Expenses	788,814.30	-502,279.39
V. Net Profit (Loss Expressed with "-")	210,932,043.11	52,477,908.25
A. Classification by Business Continuity		
Net Profit from Continuing Operations (Loss Expressed with "-")	210,932,043.11	52,477,908.25
B. Classification by Ownership		
1. Net Profit Attributable to Shareholders of Parent Company (Loss Expressed with "-")	211,894,191.97	54,765,968.89
2. Minority Interest (Loss Expressed with "-")	-962,148.86	-2,288,060.64
VI. Other Comprehensive Income (Net of Tax)	-8,246,838.67	5,028,323.79
A. Net After-Tax Other Comprehensive Income Attributable to Owners of the Parent Company	-8,246,838.67	5,028,323.79
1. Other Comprehensive Income that cannot be Reclassified into Profit or Loss	514,409.27	-4,786,872.12
Changes in Fair Value of Other Equity Instrument Investments	514,409.27	-4,786,872.12
2. Other Comprehensive Income to be Reclassified to Profit or Loss	-8,761,247.94	9,815,195.91
Differences in Translation of Foreign Currency Financial Statements	-8,761,247.94	9,815,195.91
VII. Total Comprehensive Income	202,685,204.44	57,506,232.04
A. Total Comprehensive Income Attributable to Shareholders of the Parent Company	203,647,353.30	59,794,292.68

B. Total Comprehensive Income Attributable to Minority Shareholders	-962,148.86	-2,288,060.64
VIII. Earnings Per Share		
A. Basic Earnings Per Share (Yuan/share)	0.81	0.21
B. Diluted Earnings Per Share (Yuan/share)	0.81	0.21

Consolidated Cash Flow Statement

January to March, 2025

Business name: Quectel Wireless Solutions Co.,Ltd.

Unit: Yuan Currency: RMB

Items	Q1 2025	Q1 2024
I. Cash Flows from Operating Activities		
Cash Received from Sales of Goods or Rendering of Services	4,400,034,557.72	3,314,094,551.65
Refunds of Taxes	384,357,137.02	288,927,932.05
Cash Received from Other Operating Activities	18,136,452.63	10,116,040.11
Sub-Total of Cash Inflows from Operating Activities	4,802,528,147.37	3,613,138,523.81
Cash Paid to Purchase Goods and Receive Services	4,633,978,291.05	3,633,724,361.14
Cash Paid to and on Behalf of Employees	664,002,832.64	550,151,012.49
Cash Paid for All Types of Taxes	13,863,040.61	30,852,467.36
Cash Paid for Other Operating Activities	113,766,377.02	107,370,999.17
Sub-Total of Cash Outflows from Operating Activities	5,425,610,541.32	4,322,098,840.16
Net Cash Flows from Operating Activities	-623,082,393.95	-708,960,316.35
II. Cash Flows from Investing Activities		
Net Cash Received from the Disposal of Fixed Assets, Intangible Assets and Other Long-Term Assets	884,384.83	-
Sub-Total of Cash Inflows from Investing Activities	884,384.83	-
Cash Paid for the Acquisition and Construction of Fixed Assets, Intangible Assets and Other Long-Term Assets	104,406,200.15	20,529,663.15
Cash Paid for Investments	20,000,000.00	-
Sub-Total of Cash Outflows from Investing Activities	124,406,200.15	20,529,663.15

Net Cash Flows from Investing Activities	-123,521,815.32	-20,529,663.15
III. Cash Flows from Financing Activities		
Cash Received from Borrowings	609,669,264.48	688,169,939.75
Sub-Total of Cash Inflows from Financing Activities	609,669,264.48	688,169,939.75
Cash Paid to Repay Debts	473,563,341.43	219,277,962.46
Cash Paid for Distribution of Dividends, Profits or for Interest Expenses	18,691,836.13	17,811,136.58
Other Cash Paid Related to Financing Activities	17,182,344.15	88,593,556.66
Sub-Total of Cash Outflows from Financing Activities	509,437,521.71	325,682,655.70
Net Cash Flows from Financing Activities	100,231,742.77	362,487,284.05
IV. Effect of Exchange Rate Fluctuation on Cash and Cash Equivalents	-1,528,211.52	-4,404,338.12
V. Net Increase in Cash and Cash Equivalents	-647,900,678.02	-371,407,033.57
Add: Balance of Cash and Cash Equivalents at the Beginning of the Period	1,836,621,342.23	1,871,555,490.87
VI. Balance of Cash and Cash Equivalents at the End of the Period	1,188,720,664.21	1,500,148,457.30