Stock Symbol: 603236.SS

Short Business Name: Quectel

Quectel Wireless Solutions Co., Ltd.

2025 Q3 Financial Report

Contents

1 Main Accounting Data and Financial Indicators of the Company

Unit: Yuan Currency: RMB

Main Accounting Data	In the Reporting Period	YOY Growth (%)	From the Beginning of This Year to the End of the Reporting Period	YOY Growth (%)
Operating Revenue	6,330,305,376.66	26.68	17,876,802,028.53	34.96
Total Profit	255,619,799.68	80.29	721,755,697.96	106.33
Net Profit Attributable to Shareholders of the Company	262,326,033.07	78.11	733,474,744.34	105.65
Net Profit Attributable to Shareholders of the Company after Deducting Non-recurring Gains and Losses	243,248,899.06	77.41	694,488,466.70	113.27
Net Cash Flow from Operating Activities	N/A	N/A	-800,229,141.73	-360.84
Basic Earnings per Share (Yuan/Share)	1.00	78.57	2.80	105.88
Diluted Earnings per Share (Yuan/Share)	1.00	78.57	2.80	105.88
Weighted Average ROE (%)	5.80	Increased by 1.92 percentage	16.69	Increased by 7.17 percentage
	By the End of the Reporting Period	**By the End of Last Year**		**YOY Growth (%)**
Total Assets	14,650,437,037.79	12,980,186,345.52		12.87
Net Assets Attributable to Shareholders of the Company	4,522,593,699.03	4,036,864,182.54		12.03

Note: “The reporting period” refers to the 3 months from the beginning to the end of this quarter; the same applies below.

2 Financial Reports

2.1. Consolidated Balance Sheet

Consolidated Balance Sheet

September 30, 2025

Business name: Quectel Wireless Solutions Co., Ltd

Unit: Yuan Currency: RMB

Items	September 30, 2025	December 31, 2024
Current Assets		
Cash and cash equivalents	894,108,229.90	1,836,721,352.98
Notes Receivable	525,295,679.69	487,556,353.98
Accounts Receivable	3,371,856,850.02	2,976,884,223.44
Accounts Receivable Financing	564,237,590.33	412,206,510.62
Prepayments	210,770,969.16	69,351,421.91
Other Receivables	154,425,347.18	285,083,389.41
Including: Interest Receivable	127,824.68	
Inventories	4,780,323,229.72	3,259,878,398.68
Other Current Assets	805,187,919.59	735,563,331.14
Total Current Assets	**11,306,205,815.59**	**10,063,244,982.16**
Non-current Assets		
Long-term Equity Investments	39,613,405.73	39,361,954.07
Other Equity Instrument Investments	59,840,669.06	38,497,073.14
Fixed Assets	1,134,051,468.22	1,109,000,483.28
Construction in Progress	774,718,019.42	440,391,333.75
Right-of-Use Assets	791,615,736.21	808,864,413.01
Intangible Assets	366,338,572.46	374,927,159.28
Long-term Deferred Expenses	64,633,713.58	40,892,743.56

Deferred Tax Assets	37,269,909.54	31,130,435.48
Other Non-Current Assets	76,149,727.98	33,875,767.79
Total Non-Current Assets	**3,344,231,222.20**	**2,916,941,363.36**
Total Assets	**14,650,437,037.79**	**12,980,186,345.52**
Current Liabilities		
Short-term Borrowings	2,064,126,540.35	730,078,996.08
Financial Liabilities at Fair Value through Profit or Loss	4,833,718.24	
Notes Payable	823,117,345.18	1,107,353,876.51
Accounts Payable	4,767,899,945.77	4,296,894,413.77
Contract Liabilities	351,633,173.96	227,686,087.91
Employee Benefits Payable	385,061,446.55	380,614,171.95
Taxes Payable	25,766,782.06	18,756,965.60
Other Payables	12,508,488.99	9,914,228.71
Non-current Liabilities Maturing within One Year	352,467,967.43	816,958,562.51
Other Current Liabilities	378,641,436.01	238,547,004.32
Total Current Liabilities	**9,166,056,844.54**	**7,826,804,307.36**
Non-current Liabilities:		
Long-term Borrowings	497,772,181.46	620,736,583.97
Lease Liabilities	456,342,874.49	470,917,575.04
Deferred Revenues	32,561,580.23	43,186,548.59
Deferred Tax Liabilities	43,690.93	62,265.85
Total Non-current Liabilities	**986,720,327.11**	**1,134,902,973.45**
Total Liabilities	**10,152,777,171.65**	**8,961,707,280.81**
Shareholders' Equity		
Share Capital	261,657,654.00	261,657,654.00
Capital Reserve	2,021,670,229.79	2,022,762,246.54

Other Comprehensive Income	-49,281,947.21	-55,723,322.70
Special Reserve	2,170,911.31	1,457,573.52
Surplus Reserve	142,875,039.57	142,875,039.57
Retained Earnings	2,143,501,811.57	1,663,834,991.61
Total Equity Attributable to Shareholders of Parent Company	4,522,593,699.03	4,036,864,182.54
Minority Shareholders' Interest	-24,933,832.89	-18,385,117.83
Total Shareholders' Equity	4,497,659,866.14	4,018,479,064.71
Total Liabilities and Shareholders' Equity	14,650,437,037.79	12,980,186,345.52

2.2. Consolidated Income Statement

Consolidated Income Statement

January to September, 2025

Unit: Yuan Currency: RMB

Items	**First Three Quarters of 2025 (From January to September)**	**First Three Quarters of 2024 (From January to September)**
I. Total Operating Revenue	17,876,802,028.53	13,245,900,486.06
Including: Operating revenue	17,876,802,028.53	13,245,900,486.06
II. Total Operating Costs	**17,073,922,425.89**	**12,851,410,096.47**
Including: Operating costs	14,711,035,345.54	10,871,075,433.98
Taxes and surcharges	14,104,342.67	11,103,595.34
Selling expenses	452,608,334.82	358,865,304.33
Administrative expenses	435,863,929.39	302,472,289.06
Research & development expenses	1,393,545,302.61	1,227,682,695.37
Finance expenses	66,765,170.86	80,210,778.39
Including: Interest expenses	56,758,823.91	64,725,519.29

Interest income	9,488,999.81	15,550,636.09
Add: Other income	60,407,486.46	29,884,756.75
Investment income (loss expressed with "-")	-10,197,605.00	33,963.95
Including: Investment income from associates and joint ventures	251,451.66	33,963.95
Fair value gains (loss expressed with "-")	-4,872,752.62	
Credit impairment losses (loss expressed with "-")	-41,615,708.78	-28,098,960.55
Asset impairment losses (loss expressed with "-")	-83,047,845.05	-47,676,939.82
Gains/losses on disposal of asset (loss expressed with "-")	1,336,173.72	5,281,044.13
III. Operating Profit (loss expressed with "-")	**724,889,351.37**	**353,914,254.05**
Add: Non-operating income	807,747.33	1,235,268.37
Subtract: Non-operating expenses	3,941,400.74	5,344,822.37
IV. Total Profit (loss expressed with "-")	721,755,697.96	349,804,700.05
Subtract: Income tax expenses	-5,360,368.37	2,803,814.11
V. Net Profit (loss expressed with "-")	**727,116,066.33**	**347,000,885.94**
1. Classification by business continuity		
1) Net profit from continuing operations (loss expressed with "-")	727,116,066.33	347,000,885.94
2. Classification by ownership		
1) Net profit attributable to shareholders of parent company (loss expressed with "-")	733,474,744.34	356,658,200.80
2) Minority interest (loss expressed with "-")	-6,358,678.01	-9,657,314.86
VI. Other Comprehensive Income (Net of Tax)	**6,441,375.49**	**1,533,985.55**
1. Other net after-tax comprehensive income attributable to owners of the	6,441,375.49	1,533,985.55

parent company		
1) Other comprehensive income that cannot be reclassified into profit or loss	1,343,595.92	-13,078,738.62
Changes in fair value of other equity instrument investments	1,343,595.92	-13,078,738.62
2) Other comprehensive income to be reclassified to profit or loss	5,097,779.57	14,612,724.17
Differences in translation of foreign currency financial statements	5,097,779.57	14,612,724.17
VII.Total Comprehensive Income	**733,557,441.82**	**348,534,871.49**
1. Total comprehensive income attributable to shareholders of the parent	739,916,119.85	358,192,186.35
2. Total comprehensive income attributable to minority shareholders	-6,358,678.03	-9,657,314.86
VIII. Earnings per Share		
1. Basic earnings per share (Yuan/share)	2.80	1.36
2. Diluted earnings per share (Yuan/share)	2.80	1.36

2.3. Consolidated Cash Flow Statement

Consolidated Cash Flow Statement

January to September, 2025

Unit: Yuan Currency: RMB

Items	**First Three Quarters of 2025 (From January to September)**	**First Three Quarters of 2024 (From January to September)**
I. Cash Flows from Operating Activities		
Cash received from sales of goods or rendering of services	15,247,656,446.93	11,405,967,376.41
Refunds of taxes	1,155,473,575.81	836,421,848.65
Cash received from other operating activities	69,069,184.20	51,683,025.12

Sub-total of cash inflows from operating activities	16,472,199,206.94	12,294,072,250.18
Cash paid for goods and services	15,043,056,594.65	10,324,451,254.01
Cash paid to and on behalf of employees	1,734,068,943.72	1,283,458,614.35
Cash paid for all types of taxes	26,416,705.87	40,834,468.31
Cash paid for other operating activities	468,886,104.43	338,541,657.19
Sub-total of cash outflows from operating activities	17,272,428,348.67	11,987,285,993.86
Net Cash Flows from Operating Activities	**-800,229,141.73**	**306,786,256.32**
II. Cash Flows from Investing Activities		
Cash received from investment incomes		24,651.50
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	7,642,471.27	493,314.05
Sub-total of cash inflows from investing activities	7,642,471.27	517,965.55
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	486,757,089.48	195,990,887.68
Cash paid for the acquisition of investment	24,119,849.78	7,500,000.00
Cash paid for other investing activities	19,983,094.71	
Sub-total of cash outflows from investing activities	530,860,033.97	203,490,887.68
Net Cash Flows from Investing Activities	**-523,217,562.70**	**-202,972,922.13**
III. Cash Flows from Financing Activities		
Cash received by absorbing investments		191,145.00
Including: Cash received by absorbing investments of minority shareholders		191,145.00
Cash received from borrowings	2,345,638,391.46	1,215,984,397.53
Sub-total of cash inflows from financing activities	2,345,638,391.46	1,216,175,542.53
Cash paid to repay debts	1,618,064,879.18	1,037,677,958.27

Cash paid for distribution of dividends, profits or for interest expenses	297,329,459.36	153,219,433.99
Cash paid for other financing activities	46,069,792.51	226,622,770.60
Sub-total of cash outflows from financing activities	1,961,464,131.05	1,417,520,162.86
Net Cash Flows from Financing Activities	**384,174,260.41**	**-201,344,620.33**
IV. Effect of Exchange Rate Fluctuation on Cash and Cash Equivalents	**-3,340,679.06**	**-12,348,123.00**
V. Net Increase in Cash and Cash Equivalents	**-942,613,123.08**	**-109,879,409.14**
Add: Balance of cash and cash equivalents at the beginning of the Reporting Period	1,836,621,342.23	1,871,555,490.87
VI. Balance of Cash and Cash Equivalents by the End of the Reporting Period	**894,008,219.15**	**1,761,676,081.73**