

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



Quectel Wireless Solutions Co., Ltd. 2022 Annual Financial Report

Disclosure Date: Apr. 25, 2023



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1 Key Accounting Data and Financial Indicators

Key Accounting Data and Financial Indicators for the Last 3 Years

Unit: Yuan Currency: RMB

	2022	2021	Year-over-Year Growth (%)	2020
Total Assets	10,273,173,226.84	8,140,021,182.48	26.21	4,601,246,090.65
Net Assets Attributable to Shareholders of the Company	3,720,246,850.43	3,208,461,512.18	15.95	1,868,676,298.94
Operating Revenues	14,230,246,484.07	11,261,921,747.51	26.36	6,105,779,381.15
Net Profit Attributable to Shareholders of the Company	622,818,433.13	358,060,203.50	73.94	189,015,964.80
Net Profit Attributable to Shareholders of the Company after Deducting Non-Recurring Gains and Losses	481,831,039.58	335,345,811.53	43.68	170,074,205.56
Net cash flows from operating activities	501,711,780.16	-488,101,815.91	N/A	-398,540,204.22
Weighted Average ROE (%)	17.98	12.72	Increase by 5.26	10.57
Basic Earnings per Share (Yuan/Share)	3.30	1.92	71.88	1.05
Diluted Earnings per Share (Yuan/Share)	3.30	1.92	71.88	1.05

Key Accounting Data by Quarter

Unit: Yuan Currency: RMB

	Q1 2022 (Jan. to Mar.)	Q2 2022 (Apr. to Jun.)	Q3 2022 (Jul. to Sep.)	Q4 2022 (Oct. to Dec.)
Operating Revenues	3,057,769,876.70	3,630,986,938.96	3,447,484,054.44	4,094,005,613.97
Net Profit Attributable to Shareholders of the Company	123,612,243.93	153,095,295.01	158,810,142.60	187,300,751.59
Net Profit Attributable to Shareholders of the Company after Deducting Non-Recurring Gains and Losses	105,853,712.66	149,213,393.42	75,998,783.88	150,765,149.62
Net cash flows from operating activities	-15,681,469.53	653,846,188.42	-277,491,891.89	141,038,953.16

2 Financial Reports

Consolidated Balance Sheet

December 31, 2022

Business name: Quectel Wireless Solutions Co., Ltd

Unit: Yuan Currency: RMB

Items	December 31, 2022	December 31, 2021
Current Assets:		
Cash and Bank Balances	2,198,895,359.92	1,133,108,786.50
Financial Assets Held for Trading	23,045,661.96	
Bills Receivable	288,267,958.90	370,754,212.89
Accounts Receivable	2,056,369,637.41	1,573,978,551.39
Accounts Receivable Financing	174,832,161.40	184,607,663.43
Prepayments	129,472,748.21	121,334,307.70
Other Receivables	153,516,286.09	127,835,091.95
Inventories	3,013,664,013.65	2,698,770,780.18
Other Current Assets	262,702,212.20	384,601,592.37
Total Current Assets	8,300,766,039.74	6,594,990,986.41
Non-current Assets		
Long-term Equity Investments	39,419,091.42	44,453,625.28
Other Equity Instrument Investments	51,462,716.57	30,000,000.00
Fixed Assets	1,219,128,608.85	1,136,407,407.14
Constructions in Process	98,395,710.59	30,356,163.46
Right-of-Use Assets	59,978,502.25	45,004,186.49
Intangible Assets	377,596,657.61	118,341,358.58
Long-term Deferred Expenses	72,409,305.53	67,877,889.01
Deferred Tax Assets	20,840,892.42	12,940,646.16
Other Non-current Assets	33,175,701.86	59,648,919.95
Total Non-current Assets	1,972,407,187.10	1,545,030,196.07
Total assets	10,273,173,226.84	8,140,021,182.48

Current Liabilities		
Short-term Borrowings	2,015,119,188.34	1,668,978,745.82
Notes Payable	697,435,647.79	566,043,022.98
Accounts Payable	2,011,631,628.07	1,694,648,497.91
Contract Liabilities	177,471,576.39	88,013,887.95
Employee Salaries Payable	315,636,100.31	278,719,156.38
Taxes Payable	61,614,708.04	16,918,241.94
Other Payables	18,839,950.03	5,809,834.20
Non-current Liabilities Maturing within 1 Year	83,885,465.14	29,271,565.01
Other Current Liabilities	143,555,751.60	286,902,785.88
Total Current Liabilities	5,525,190,015.71	4,635,305,738.07
Non-current Liabilities:		
Long-term Borrowings	973,030,925.90	232,560,000.00
Lease Liabilities	31,071,394.76	31,326,660.45
Deferred Revenues	24,164,076.94	31,528,158.56
Total Non-current Liabilities	1,028,266,397.60	295,414,819.01
Total Liabilities	6,553,456,413.31	4,930,720,557.08
Shareholders' Equity		
Share Capital	188,982,076.00	145,370,828.00
Capital Reserve	2,172,856,355.00	2,196,234,767.20
Other Comprehensive Income	-55,182,836.66	-31,491,318.70
Surplus Reserve	142,865,339.97	87,893,859.52
Retained Earnings	1,270,725,916.12	810,453,376.16
Total Equity Attributable to Parent Company (or shareholders)	3,720,246,850.43	3,208,461,512.18
Minority Shareholders' Interest	-530,036.90	839,113.22
Total Shareholders' Equity	3,719,716,813.53	3,209,300,625.40
Total Liabilities and Shareholders' Equity	10,273,173,226.84	8,140,021,182.48

Consolidated Income Statement

Jan. to Dec., 2022

Unit: Yuan Currency: RMB

Items	2022	2021
I. Revenue	14,230,246,484.07	11,261,921,747.51
Including: Operating revenue	14,230,246,484.07	11,261,921,747.51
II. Total operating costs	13,667,805,333.82	10,933,757,041.32

Including: Costs of sales	11,415,715,726.24	9,283,875,164.82
Taxes and surcharges	11,839,608.99	13,499,974.85
Selling expenses	455,247,615.04	360,640,612.12
Administrative expenses	339,968,444.18	266,162,482.62
Research and development expenses	1,334,713,635.65	1,022,032,952.38
Finance expenses	110,320,303.72	-12,454,145.47
Including: Interest expenses	49,555,822.57	25,441,141.33
Interest income	2,670,579.75	6,140,198.90
Add: Other income	49,936,186.73	33,070,018.59
Investment income (loss expressed with "-")	65,284,031.04	-11,494,321.60
Including: investment income from associates and joint ventures	-356,848.20	-572,484.81
Fair value gains (loss expressed with "-")	23,045,661.96	
Credit impairment losses (loss expressed with "-")	-11,057,208.26	16,559,228.27
Asset impairment losses (loss expressed with "-")	-79,094,701.36	-5,783,326.14
Gains/loss on asset disposal (loss expressed with "-")	-34,081.64	-284,097.53
III. Operating profit (loss expressed with "-")	610,521,038.72	360,232,207.78
Add: Non-operating income	7,263,781.35	5,402,644.88
Subtract: Non-operating expenses	4,456,742.33	3,979,852.37
IV. Total profit (loss expressed with "-")	613,328,077.74	361,655,000.29
Subtract: Income tax expenses	-7,196,795.86	3,317,593.79
V. Net profit (loss expressed with "-")	620,524,873.60	358,337,406.50
A. Classification by business continuity		
1. Net profit from continuing operations (loss expressed with "-")	620,524,873.60	358,337,406.50
B. Classification by ownership		
1. Net profit attributable to shareholders of parent company (loss expressed with "-")	622,818,433.13	358,060,203.50
2. Minority interest (loss expressed with "-")	-2,293,559.53	277,203.00
VI. Other comprehensive income (net after-tax)	-23,691,517.96	-31,570,445.66
A. other net after-tax comprehensive income attributable to owners of the parent company	-23,691,517.96	-31,570,445.66

1. Other comprehensive income that cannot be reclassified into profit or loss	-13,537,256.43	-30,000,000.00
Changes in fair value of other equity instrument investments	-13,537,256.43	-30,000,000.00
2. Other comprehensive income to be reclassified to profit or loss	-10,154,261.53	-1,570,445.66
Differences in translation of foreign currency financial statements	-10,154,261.53	-1,570,445.66
VII. Total comprehensive income	596,833,355.64	326,766,960.84
A. Total comprehensive income attributable to shareholders of the parent	599,126,915.17	326,489,757.84
B. Total comprehensive income attributable to minority shareholders	-2,293,559.53	277,203.00
VIII. Earnings per share		
A. Basic earnings per share (Yuan/share)	3.30	1.92
B. Diluted earnings per share (Yuan/share)	3.30	1.92

Consolidated Cash Flow Statement

Jan. to Dec., 2022

Unit: Yuan Currency: RMB

Items	2022	2021
I. Cash flows from operating activities		
Cash received from sales of goods or rendering of services	12,695,899,083.47	8,821,188,713.55
Refunds of taxes	879,172,413.10	556,144,044.09
Cash received from other operating activities	77,469,577.15	105,117,377.98
Sub-total of cash inflows from operating activities	13,652,541,073.72	9,482,450,135.62
Cash received from sales of goods or rendering of services	11,218,755,566.19	8,585,362,495.61
Cash paid to and on behalf of employees	1,546,646,523.50	1,018,071,216.63
Cash paid for all types of taxes	18,777,857.89	54,616,180.71
Cash paid for other operating activities	366,649,345.98	312,502,058.58
Sub-total of cash outflows from operating activities	13,150,829,293.56	9,970,551,951.53
Net cash flows from operating activities	501,711,780.16	-488,101,815.91
II. Cash flows from investing activities		
Cash received from disposal or returns of investments	67,458,564.90	534,039,452.06
Cash received from returns on investments	50,000.00	
Net cash received from the disposal of fixed assets, intangible assets and other long-term assets	2,523,482.81	610,140.93
Net cash received from disposal of subsidiaries and other business units	2,810,000.00	28,637,739.10
Cash received for other investing activities	41,640,000.00	
Sub-total of cash inflows from investing activities	114,482,047.71	563,287,332.09
Cash paid for the purchase and construction of fixed assets, intangible assets and other long-term assets	339,578,429.93	928,017,403.47
Cash paid for the acquisition of	34,999,973.00	579,945,556.02

investment		
Cash paid for other investing activities	41,640,000.00	
Sub-total of cash outflows from investing activities	416,218,402.93	1,507,962,959.49
Net cash flows from investing activities	-301,736,355.22	-944,675,627.40
III. Cash flows from financing activities		
Cash received by absorbing investments	924,409.41	1,061,418,051.06
Including: Subsidiaries absorb cash received from minority shareholders' investments	924,409.41	561,910.22
Cash received from borrowings	3,036,238,131.67	2,180,682,856.86
Other cash received related to financing activities		
Sub-total of cash inflows from financing activities	3,037,162,541.08	3,242,100,907.92
Cash repayments of borrowings	2,070,584,192.80	1,176,847,769.52
Cash paid for distribution of dividends, profits or for interest expenses	143,799,152.00	88,950,970.85
Other cash paid related to financing activities	35,638,940.79	17,058,497.92
Sub-total of cash outflows from financing activities	2,250,022,285.59	1,282,857,238.29
Net cash flows from financing activities	787,140,255.49	1,959,243,669.63
IV. Effect of exchange rate fluctuation on cash and cash equivalents	78,670,892.99	-3,943,882.64
V. Net increase in cash and cash equivalents	1,065,786,573.42	522,522,343.68
Add: Balance of cash and cash equivalents at the beginning of the period	1,133,008,786.50	610,486,442.82
VI. Balance of cash and cash equivalents at the end of the period	2,198,795,359.92	1,133,008,786.50